



*Financial*  
**STATEMENTS**

WITH INDEPENDENT AUDITORS' REPORT  
FISCAL YEAR ENDED JUNE 30, 2025



# ***ORANGEBURG-CALHOUN TECHNICAL COLLEGE***

## **Audited Financial Statements**

**Fiscal Year Ended June 30, 2025**

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# *Orangeburg-Calhoun Technical College*

## Organizational Data

June 30, 2025

### Area Commission Members and Officers

<b>Orangeburg County</b>	<b>Calhoun County</b>
Chairman Lawrence Weathers - July 2027	Katie Hane - July 2028
Margaret Felder-Wilson, Ph.D. - July 2026	Ray Sabalis - June 2028
David Rickenbaker - July 2027	Jackie Snow - July 2028
Jacqueline Shaw - July 2027	

### Administrative Staff

Walt Tobin, Ph. D., President  
Charles R. Murphy, Vice President for Academic Affairs  
Kim Huff, CPA, Vice President for Business Affairs  
Sandra Davis, Ph.D., Vice President for Student Services

### Areas Served By Commission

Orangeburg and Calhoun Counties

### Location

3250 St. Matthews Road (Highway 601)  
Orangeburg, South Carolina 29118-8222

### Audit Period

July 1, 2024 - June 30, 2025

# THE BRITTINGHAM GROUP, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

501 STATE STREET  
POST OFFICE BOX 5949  
WEST COLUMBIA, SOUTH CAROLINA 29171

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PHONE: (803) 739-3090

FAX: (803) 791-0834

## INDEPENDENT AUDITORS' REPORT

Members of the Orangeburg-Calhoun Commission for Technical Education  
Orangeburg-Calhoun Technical College  
3250 St. Matthews Road  
Orangeburg, South Carolina, 29118-8299

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the business type activities and the discretely presented component unit of Orangeburg-Calhoun Technical College (the "College"), a non-major discretely presented component unit of the State of South Carolina and a member institution of the South Carolina Technical College System, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business type activities and the discretely presented component unit of the College as of June 30, 2025, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Proportionate Share of the South Carolina Retirement Systems Net Pension Liabilities, Schedule of South Carolina Retirement Systems Contributions, Schedule of Proportionate Share of the South Carolina Retiree Health Insurance Trust Fund Other Postemployment Benefits Liabilities, and Schedule of South Carolina Retiree Health Insurance Trust Fund Contributions on pages 6 – 15, and 59 - 62 be presented to supplement the basic financial statements.

Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 23, 2025 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

The image shows a handwritten signature in black ink that reads "The Brittingham Group LLP". The signature is written in a cursive, flowing style. It is contained within a thin black rectangular border.

West Columbia, South Carolina  
September 23, 2025

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Orangeburg-Calhoun Technical College, we offer readers of the College's financial statements this narrative overview and analysis of the financial activities of the College for the fiscal years ended June 30, 2025. Responsibility for the completeness and fairness of this information rests with the College. This discussion should be read in conjunction with the transmittal letter, the College's basic financial statements, the component unit's financial statements and the notes to the financial statements.

### Component Units

The College has included the Orangeburg-Calhoun Technical College Foundation, Inc., (the "Foundation") in its financial statements in accordance with Governmental Accounting Standards Board Statement No. 39, Determining Whether Certain Organizations are Component Units. The Foundation is reported as a discretely presented component unit of the College. The Statement of Financial Position, the Statement of Activities, and relevant note disclosures for the Foundation follow the College's financial statements.

Complete financial statements for the Foundation may be obtained by mailing a request to Orangeburg-Calhoun Technical College Foundation, 3250 St. Matthews Road, Orangeburg, South Carolina 29118-8299.

### Financial Highlights

- The assets and deferred outflow of resources (\$49,399,959) of Orangeburg-Calhoun Technical College is less than its liabilities and deferred inflow of resources (\$53,925,841) at June 30, 2025, by \$4,525,882 (total net position). The unrestricted net position portion of (\$24,057,155) is a result of the net combined unfunded pension and OPEB obligations of (\$37,962,640). The remaining \$13,905,485 may be used to meet the College's ongoing obligations.
- The College experienced an operating loss of \$18,832,384 during the fiscal year ended June 30, 2025, as reported in the Statement of Revenues, Expenses, and Changes in Net Position. However, this operating loss was offset by federal and state grants of \$8,467,211, state appropriations of \$8,135,588, local appropriations of \$1,515,740, state capital appropriations/reserve of \$2,152,677, and other non-operating revenues.
- In the fiscal year 2025, the College's total net position increased as a result of an increase in non-operating revenue. The negative amount of the unrestricted net position is due to the recognition of the college's proportionate share of the deferred inflows/outflows/liabilities related to the pension trust funds of South Carolina Retirement System and Police Office Retirement System (Governmental Accounting Standards Board Statement No. 68 – "GASB 68") and other post-employment benefits by the South Carolina Retiree Health Insurance Trust Fund (Governmental Accounting Standards Board Statement No. 75 – "GASB 75"). The College does not believe that the negative effects of GASB 68 and GASB 75 have an impact on either the college's solvency or the college's status as a going concern. The unrestricted portion that may be used to meet the future obligations of the college increased \$678,589 or 5.13%.

## **Overview of the Financial Statements**

The College is engaged only in Business-Type Activities (BTA) which are financed in part by fees charged to students for educational services. Accordingly, its activities are reported using the three financial statements required for proprietary funds: Statement of Net Position; Statement of Revenues, Expenses, and Changes in Net Position; and Statement of Cash Flows.

The Statement of Net Position presents the financial position of the College at the end of the fiscal year and classifies assets and liabilities into current and noncurrent. The difference between total assets and deferred outflow of resources and total liabilities and deferred inflow of resources is net position, which is displayed in three broad categories: Investment in Capital Assets (net of related debt), Restricted, and Unrestricted. Net position is one indicator of the current financial condition of the College, while the change in net position is an indicator of whether the overall financial condition has improved or worsened during the year.

The Statement of Revenues, Expenses, and Changes in Net Position is basically a statement of net income that replaces the fund perspective with the entity-wide perspective. Revenues and expenses are categorized by operating and non-operating, and expenses are reported by object type.

The Statement of Cash Flows will aid readers in identifying the sources and uses of cash by the major categories of operating, capital, and related financing, noncapital financing, and investing activities. This statement also emphasizes the importance of state and county appropriations by displaying them separately from operating cash flows.

## **Financial Analysis**

Net position may serve over time as a useful indicator of an entity's financial position. In the case of the College, assets and deferred outflows of resources are less than liabilities and deferred inflows of resources, resulting in a net deficit of \$(4,525,882) at the close of the most recent fiscal year. This represents a change of \$2,742,680 from last year's amount of \$(7,268,562). Pension expense was reduced by \$815,619 due to GASB 68 requirements and other post-employment benefit (OPEB) expenses were reduced by \$572,281 due to GASB 75. These GASB statements require the college to report its share of the state's pension and OPEB expense and related liabilities, deferred outflows and deferred inflows.

The College's net investment in capital assets (e.g., land, buildings, machinery, and equipment) is \$19,531,273. The College uses these capital assets to provide services to students and industry. Consequently, these assets are *not* available for future spending. Currently, the College has no outstanding debt on any of these assets.

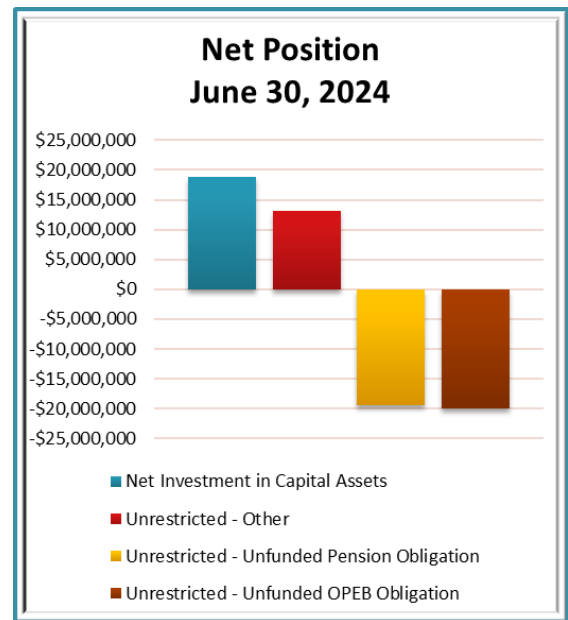
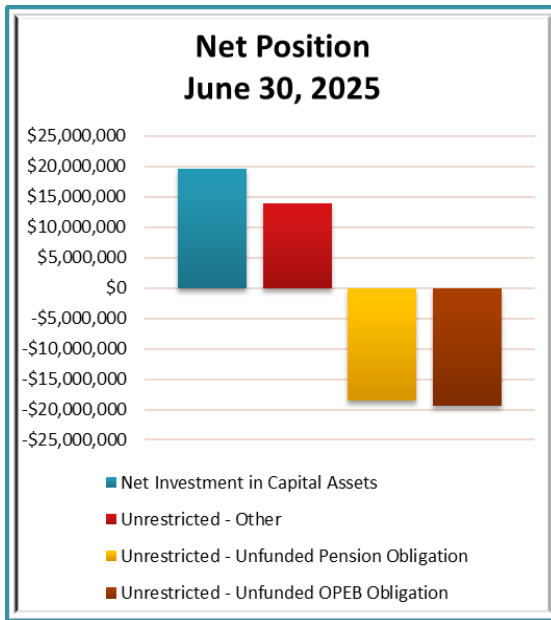
The College's unrestricted portion that may be used to meet the College's ongoing obligations is \$13,905,485. The area commission has designated a portion of these funds for capital projects.

The charts and graphs that follow presents specific areas of the College’s financial condition on June 30, 2025 and June 30, 2024.

**Orangeburg-Calhoun Technical College**  
**Net Position**  
**As of June 30, 2025 and June 30, 2024**

	<u>2025</u>	<u>2024</u>
Current Assets	\$ 19,866,561	\$ 19,863,431
Non-Current Assets		
Capital assets, net of depreciation and amortization	20,704,541	18,942,716
Total assets	<u>40,571,102</u>	<u>38,806,147</u>
Deferred Outflows of Resources		
Deferred pension outflows	3,425,081	3,049,901
Deferred OPEB outflows	5,403,776	4,094,408
Total assets and deferred outflows of resources	<u>49,399,959</u>	<u>45,950,456</u>
Current Liabilities	5,201,268	5,624,761
Non-Current Liabilities - Compensated Absences	1,102,939	1,031,881
Non-Current Liabilities - Pension Liability	20,308,113	21,861,698
Non-Current Liabilities - OPEB Liability	16,914,350	14,525,266
Lease Liability	46,863	67,527
Subscription Based Liability	783,274	-
Total liabilities	<u>44,356,807</u>	<u>43,111,133</u>
Deferred Inflows of Resources		
Deferred pension inflows	1,717,181	604,035
Deferred OPEB inflows	7,851,853	9,503,850
Total liabilities and deferred inflows of resources	<u>53,925,841</u>	<u>53,219,018</u>
Net Position		
Net investment in capital assets	19,531,273	18,855,082
Unrestricted - unfunded pension obligation	(18,600,213)	(19,415,832)
Unrestricted - unfunded OPEB obligation	(19,362,427)	(19,934,708)
Unrestricted - other	13,905,485	13,226,896
Total net position	<u>\$ (4,525,882)</u>	<u>\$ (7,268,562)</u>

This schedule is prepared from the College’s statement of net position, which is presented on an accrual basis of accounting whereby assets are capitalized and depreciated.



**Orangeburg-Calhoun Technical College  
Revenues, Expenses, and Changes in Net Position  
for the Years Ended**

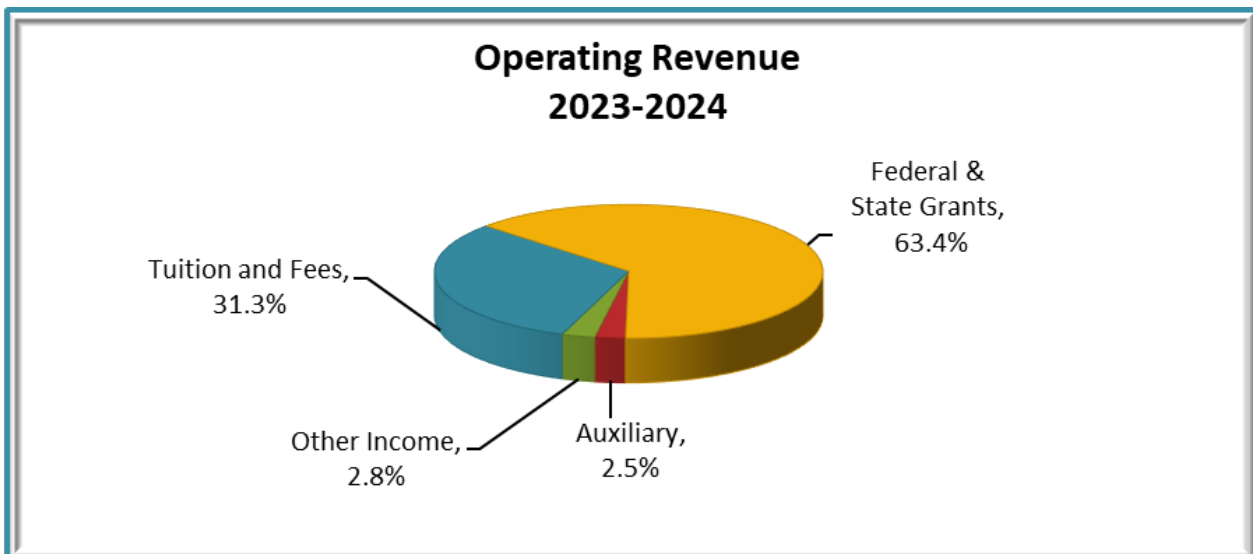
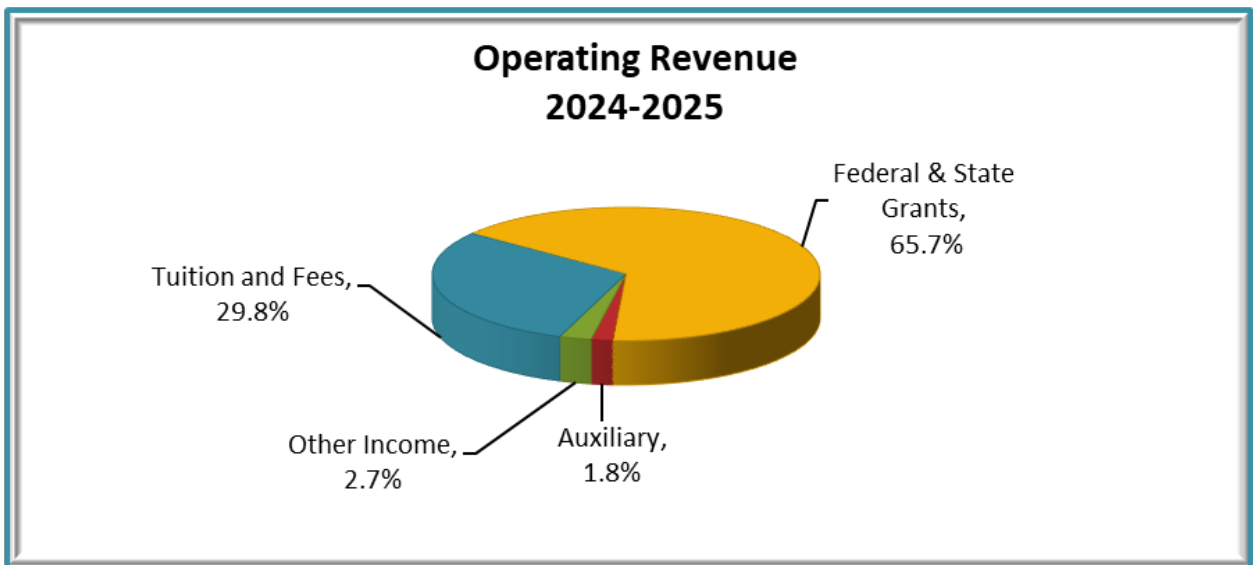
	June 30, 2025	June 30, 2024	Increase (Decrease)	Percent Change
<b>Operating</b>				
Operating Revenue				
Tuition and Fees	\$ 2,868,080	\$ 3,046,266	\$ (178,186)	-5.85%
Federal and State Grants	6,322,927	6,184,695	138,232	2.24%
Auxiliary	172,566	240,130	(67,564)	-28.14%
Other	255,851	277,339	(21,488)	-7.75%
Total Operating Revenue	9,619,424	9,748,430	(129,006)	-1.32%
Less: Operating Expenses	(28,451,808)	(27,341,287)	(1,110,521)	4.06%
Total Operating Loss	(18,832,384)	(17,592,857)	(1,239,527)	7.05%
<b>Non-Operating</b>				
State Appropriations	8,135,588	7,654,171	481,417	6.29%
Orangeburg County	1,165,740	1,165,740	-	0.00%
Calhoun County	350,000	350,000	-	0.00%
Federal and State Grants	8,467,211	7,561,498	905,713	11.98%
Investment Income	838,643	714,929	123,714	17.30%
Other	467,820	424,009	43,811	10.33%
Loss on Disposal of Assets	(2,615)	-	(2,615)	100.00%
Total Non-Operating	19,422,387	17,870,347	1,552,040	8.69%
Net Income Before Other				
Revenue, Expenses, Gains, or Losses	590,003	277,490	312,513	112.62%
Other Revenue, Expenses, Gains, or Losses				
State capital appropriations	2,152,677	1,895,997	256,680	13.54%
Total Capital Contributions	2,152,677	1,895,997	256,680	13.54%
Increase (Decrease) in Net Position	2,742,680	2,173,487		
Net Position, Beginning of Year	(7,268,562)	(9,442,049)		
Net Position, End of Year	<u>\$ (4,525,882)</u>	<u>\$ (7,268,562)</u>		

Operating revenues as of June 30, 2025 decreased by \$129,006 over the previous fiscal year. Tuition revenue shows a decrease of \$178,186 over the prior year and auxiliary also shows a decrease of \$67,564. The amounts for tuition and auxiliary are not reported as gross revenues. They are shown as a net amount, after a deduction has been made for the amount covered by scholarships. There was also an increase in federal and state operating grants of \$138,232 compared to last fiscal year.

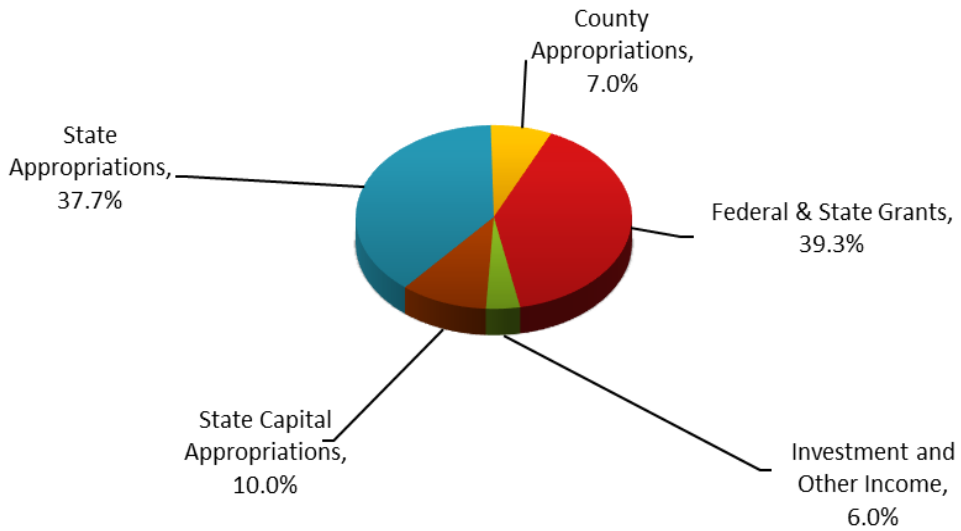
Operating expenses as of June 30, 2025, increased by \$1,110,521 over the same period in the previous fiscal year. The major factor contributing to this increase was the increase in salaries of \$794,520. The other main factor contributing to this variation was an increase in scholarships of \$413,207.

Non-operating revenues increased from last fiscal year to the current year by \$1,552,040. This difference was mainly affected by the increase in federal and state grants of \$905,713 combined with an increase in state appropriations of \$481,417.

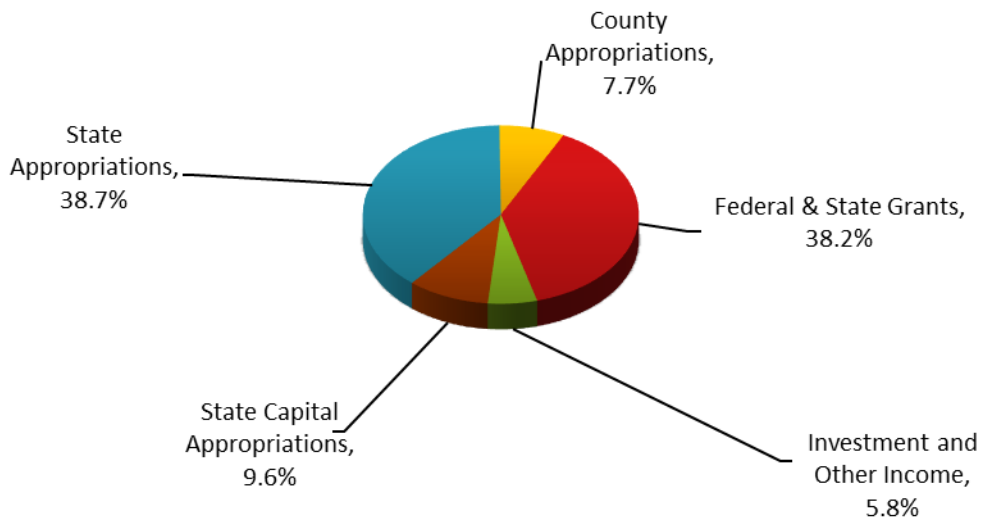
Following are several charts that show the college's revenues and expenditures by major categories. In some instances, separate charts are provided for the last two fiscal years. Other charts may include both years to show easier comparisons.



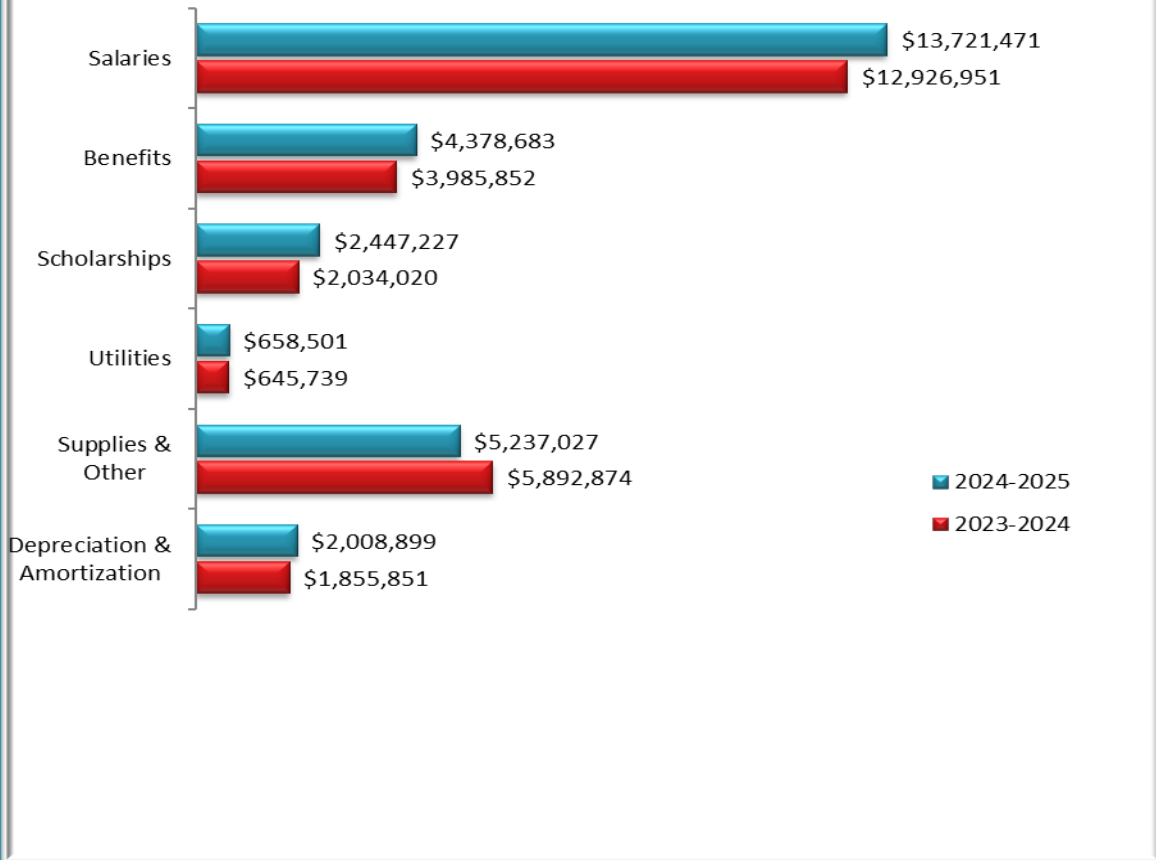
**Non-Operating Revenue/Capital Contributions  
2024-2025**



**Non-Operating Revenue/Capital Contributions  
2023-2024**



## Operating Expenses (By Natural Classification)



### Orangeburg-Calhoun Technical College Cash Flows For the Years Ended June 30, 2025 and June 30, 2024

	2025	2024
Cash Flows from Operating Activities	\$ (16,832,228)	\$ (17,461,574)
Cash Flows from Non-Capital Financing Activities	18,586,359	17,155,417
Cash Flows from Capital and Related Financing Activities	(567,040)	760,808
Cash Flows from Investing Activities	641,769	534,384
 Net Increase in Cash	 1,828,860	 989,035
 Cash - Beginning of Year	 11,669,746	 10,680,711
Cash - End of Year	<u>\$ 13,498,606</u>	<u>\$ 11,669,746</u>

## Capital Asset and Debt Administration

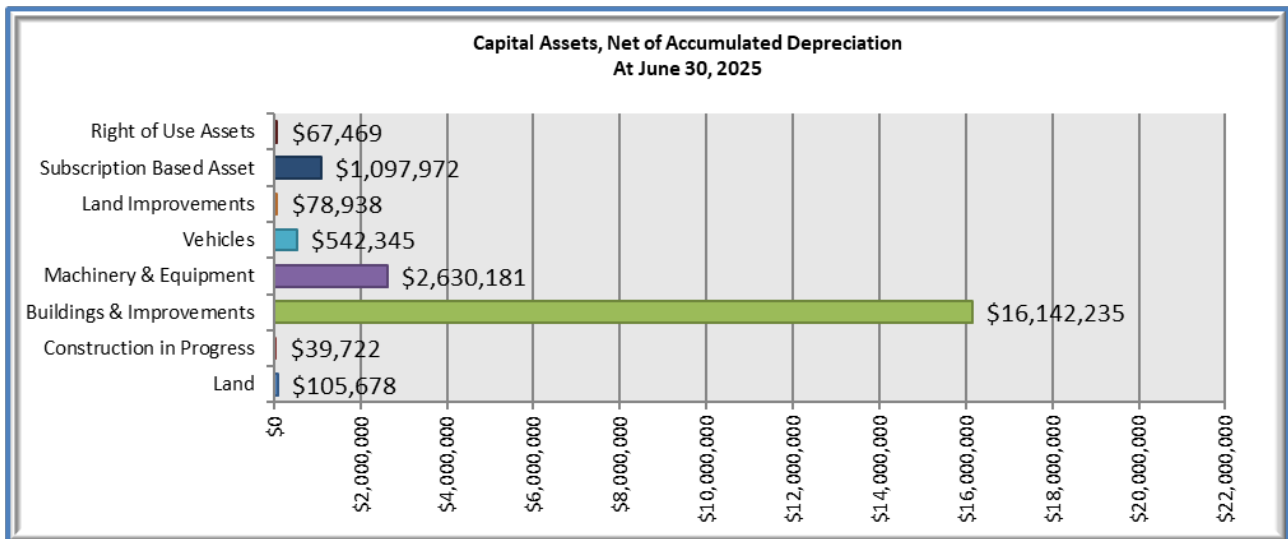
The college frequently evaluates facilities and the need for repairs, renovations, or upgrades. Over the past year, the college has been working with architects and contractors on several larger projects.

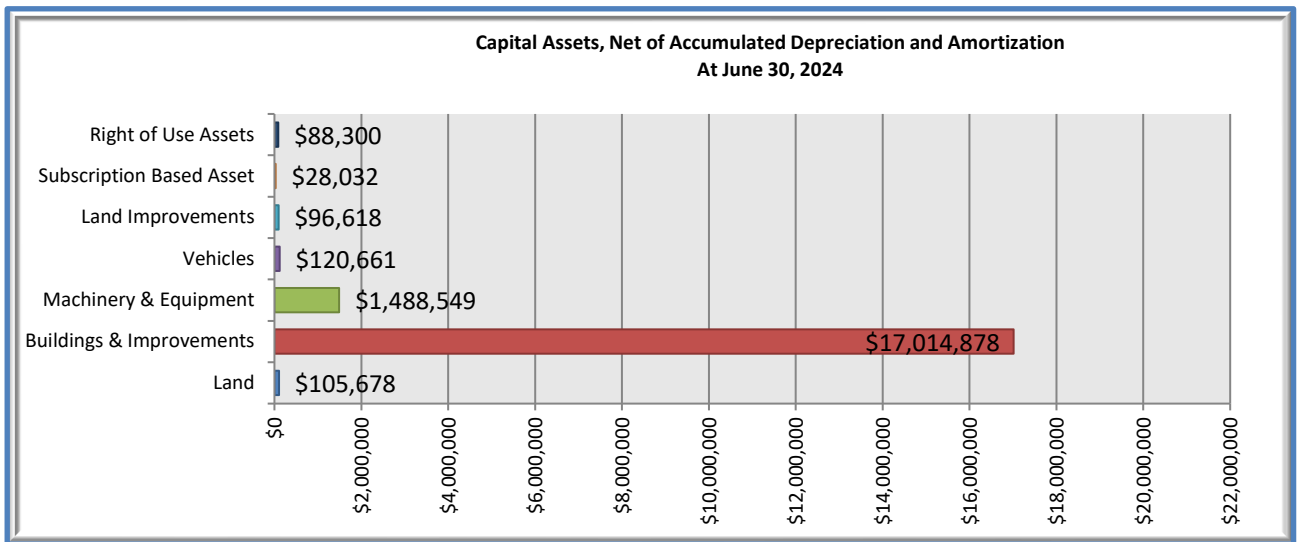
The college recently completed a project that allowed the Machine Tool Technology lab to be moved to a larger space. The overall investment in this project was \$2 million, with funds coming from the state. The funds were used for electrical and mechanical upgrades in the building, as well as new instructional equipment. In addition, the college completed a project involving the replacement of the glass curtain wall in the Nursing Building.

The college also completed some smaller scale renovation work in several buildings on campus. The automotive shop was updated with new paint on the walls and floor, the testing center was moved to a newly renovated space in a different building, and several areas of campus receiving paint and flooring upgrades.

As of the end of the year, the college is actively working with architects and/or engineers on two large projects for the upcoming year. The college engaged the services of a mechanical engineer to assist with evaluating and prioritizing HVAC and mechanical needs across campus. As a result of this study, the college will replace three chillers. That work is expected to occur in 2026. In addition, the college expects to begin the renovation of its health science building in the Spring of 2026. This includes a complete replacement of the building's HVAC system, some major electrical upgrades, and some renovation work in the building to repurpose space. That project is expected to be completed in Spring 2027.

The College has no long-term debt as of June 30, 2025.





## **Economic Factors**

### State Appropriations

State appropriations from the State of South Carolina have continued to increase over the past few years. These funds are appropriated to the SC Technical College System in lump-sum, and those funds are then allocated to each of the technical colleges through a complex funding formula. The major component of that formula is enrollment. This creates a somewhat competitive environment within the technical college system, as each college is fighting for its share of the funding. Orangeburg-Calhoun Technical College has struggled to keep up with the system's average growth rate. This means the college is slowly losing ground to the other colleges in the system, which results in it receiving a smaller portion of the total state funds. If the state had not added new additional funds each of the last two years, the college would have seen a decrease in state funding. Going forward, the college believes it will continue to struggle to keep up with the system's overall average growth, as there are some colleges experiencing high growth. Early reports for Fall 2025 enrollment indicate this trend is continuing. As the college prepares its budget each year, the college accounts for its decreasing share of state funds.

### Tuition

With new additional state funds allocated each year comes the expectation from the South Carolina legislature that state colleges and universities carefully consider any tuition rate increases. Technical colleges across the state have been limited to a maximum tuition increase equivalent to the Higher Education Price Index (HEPI) of 3.4% for the 2025-26 fiscal year. Orangeburg-Calhoun Technical College has planned for a lesser increase of 1.9%, effective Fall 2025.

### Local Appropriations

Local funding from Orangeburg and Calhoun counties remained relatively stable over the past few years. However, the college was surprised with a 12% reduction in funding from Orangeburg County for the 2025-26 fiscal year. The college will be forced to use contingency funds to cover this decrease in funding.

### Other

Interest rates have remained elevated, enabled the College to invest excess funds at much higher rates to earn additional revenue. The college anticipates these rates will begin to decline toward the end of calendar year 2025.

The current financial position is stable, and current appropriations, tuition revenue, and other grant funds are adequate to fund the operations for the upcoming year. Further proving the College's favorable financial position, if the negative impact of recognizing the net pension and OPEB obligations were to be removed from the unrestricted net position on June 30, 2025, the College would show a positive unrestricted net position of over \$13 million.

### **Contact Information**

Questions related to the Management Discussion and Analysis and the accompanying financial statements should be directed to Kim R. Huff at (803) 535-1204.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
STATEMENT OF NET POSITION  
JUNE 30, 2025

<b>Assets</b>	
Current assets	
Cash and equivalents	13,498,606
Investments	4,124,558
Accounts receivable, net	2,011,728
Accrued interest	13,594
Inventories	39,081
Due from component unit	5,205
Prepaid expenses	169,364
Other assets	4,425
Total current assets	<u>19,866,561</u>
Noncurrent assets	
Non-depreciable capital assets	145,400
Other capital assets, net accumulated depreciation	20,559,141
Total noncurrent assets	<u>20,704,541</u>
Total assets	<u>40,571,102</u>
<b>Deferred Outflows of Resources</b>	
Deferred pension outflows	3,425,081
Deferred OPEB outflows	5,403,776
Total assets and deferred outflows of resources	<u>49,399,959</u>
<b>Liabilities</b>	
Current liabilities	
Accounts payable	409,106
Accrued interest payable	32,041
Accrued payroll and related liabilities	420,976
Accrued compensated absences	115,606
Unearned revenue	3,912,449
Lease liability	20,665
Subscription based asset liability	290,425
Total current liabilities	<u>5,201,268</u>
Noncurrent liabilities	
Accrued compensated absences	1,102,939
Pension liability	20,308,113
OPEB liability	16,914,350
Lease liability	46,863
Subscription based liability	783,274
Total noncurrent liabilities	<u>39,155,539</u>
Total liabilities	<u>44,356,807</u>
<b>Deferred Inflows of Resources</b>	
Deferred pension inflows	1,717,181
Deferred OPEB inflows	7,851,853
Total liabilities and deferred inflows of resources	<u>53,925,841</u>
<b>Net Position (deficit)</b>	
Net investment in capital assets	19,531,273
Unrestricted - unfunded pension obligation	(18,600,213)
Unrestricted - unfunded OPEB obligation	(19,362,427)
Unrestricted - other	13,905,485
Total net position (deficit)	<u><u>\$ (4,525,882)</u></u>

*See accompanying notes.*

ORANGEBURG - CALHOUN TECHNICAL COLLEGE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2025

**Operating Revenues**

Student tuition and fees (net of scholarship allowances of \$9,187,407)	\$ 2,868,080
Federal grants and contracts	772,728
State grants and contracts	5,550,199
Auxiliary enterprises (net of scholarship allowances of \$949,404)	172,566
Other operating income	255,851
<b>Total operating revenues</b>	<u>9,619,424</u>

**Operating Expenses**

Salaries	13,721,471
Benefits	4,378,683
Scholarships	2,447,227
Utilities	658,501
Supplies and other services	5,237,027
Depreciation	1,677,779
Amortization	331,120
<b>Total operating expenses</b>	<u>28,451,808</u>
<b>Operating loss</b>	<u>(18,832,384)</u>

**Nonoperating Revenues (Expenses)**

State appropriations	8,135,588
County appropriations	1,515,740
Federal grants and contracts	7,997,989
State grants and contracts	469,222
Other nonoperating revenues	467,820
Investment income	838,643
Loss on disposal of assets	(2,615)
<b>Total nonoperating revenues</b>	<u>19,422,387</u>

Income before other revenues, expenses, transfers, gains or losses	590,003
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**Other Revenues, Expenses, Transfers, Gains or Losses**

State capital appropriations and capital reserve	2,152,677
<b>Total other revenues, expenses, transfers, gains or losses</b>	<u>2,152,677</u>
Increase in net position	2,742,680
Net position (deficit) at beginning of year	(7,268,562)
<b>Net position (deficit) at end of year</b>	<u><u>\$ (4,525,882)</u></u>

*See accompanying notes.*

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2025

<b>Cash Flows from Operating Activities</b>	
Tuition and fees (net of scholarship allowances)	\$ 3,198,845
Federal, State and local grants and contracts	7,404,757
Auxiliary enterprise charges (net of scholarship allowances)	161,950
Other receipts	444,147
Payments to vendors	(6,339,009)
Payments to employees	(13,631,881)
Payments for benefits	(5,623,810)
Payments to students	(2,447,227)
Student loan receipts from lenders	1,241,959
Disbursements to or on behalf of student borrowers	(1,241,959)
Net cash used in operating activities	<u>(16,832,228)</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
State appropriations	8,135,588
County appropriations	1,515,740
State, local and federal grants and contracts - nonoperating	8,467,211
Other income - nonoperating	467,820
Net cash provided by noncapital financing activities	<u>18,586,359</u>
<b>Cash Flows from Capital and Related Financing Activities</b>	
State capital appropriations	2,152,677
Purchase of capital assets	(2,393,110)
Subscription based liability	(306,529)
Lease liability	(20,078)
Net cash used in capital and related financing activities	<u>(567,040)</u>
<b>Cash Flows from Investing Activities</b>	
Investment income	837,560
Proceeds from sales and maturities of investments	3,369,546
Purchase of investments	(3,565,337)
Net cash provided by investing activities	<u>641,769</u>
Net increase in cash	1,828,860
Cash and cash equivalents, beginning of year	11,669,746
Cash and cash equivalents, end of year	<u>\$ 13,498,606</u>

(CONTINUED)

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
STATEMENT OF CASH FLOWS  
(CONTINUED)

**Reconciliation of Operating Loss to Net Cash**

**Used in Operating Activities:**

Operating loss	\$ (18,832,384)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation expense	1,677,779
Amortization expense	331,120
Provision for bad debt	167,219
Change in assets and liabilities:	
Receivables, net	1,713,590
Inventories	3,825
Due from/to component unit	(4,807)
Prepaid expenses and other assets	142,774
Deferred outflows of resources	(1,684,548)
Accounts payables	(470,687)
Accrued interest payable	32,013
Accrued payroll and related liabilities	8,690
Compensated absences	80,901
Unearned revenue	(294,361)
Pension liabilities	(1,553,585)
OPEB liabilities	2,389,084
Deferred inflows of resources	(538,851)
Net cash used in operating activities	\$ (16,832,228)

*See accompanying notes.*

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NON-GOVERNMENTAL COMPONENT UNIT STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2025

**Assets**

Current assets:

Cash and cash equivalents	\$ 86,068
Contributions receivable	236,036
Investments - general	3,669,107
Total current assets	3,991,211

Noncurrent assets:

Investments - endowment	1,330,583
Total noncurrent assets	1,330,583

Total assets	\$ 5,321,794
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**Liabilities and Net Assets**

Current liabilities:

Accounts payable	\$ 922
Due to the College	5,205
Total current liabilities	6,127

Net assets:

Net assets without donor restrictions	2,251,270
Net assets with donor restrictions	3,064,397
Total net assets	5,315,667
Total liabilities and net assets	\$ 5,321,794

*See accompanying notes.*

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NON-GOVERNMENTAL COMPONENT UNIT STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2025

	<b>Net Assets Without Donor Restrictions</b>	<b>Net Assets With Donor Restrictions</b>	<b>Total</b>
<b>Support and Revenues</b>			
Contributions	\$ 34,332	\$ 46,678	\$ 81,010
Investment income, net of fees	293,686	107,238	400,924
Support from events, net	108,134	-	108,134
Net assets released from:			
Program restrictions	71,558	(71,558)	-
Total support and revenues	<u>507,710</u>	<u>82,358</u>	<u>590,068</u>
<b>Expenses</b>			
Program services:			
Scholarships	64,894	-	64,894
Faculty support	44,274	-	44,274
Other program services	43,393	-	43,393
Total program services	<u>152,561</u>	<u>-</u>	<u>152,561</u>
Support services:			
Management and general	55,752	-	55,752
Fund raising	5,909	-	5,909
Total expenses	<u>214,222</u>	<u>-</u>	<u>214,222</u>
Change in net assets	293,488	82,358	375,846
Net assets at beginning of year	<u>1,957,782</u>	<u>2,982,039</u>	<u>4,939,821</u>
Net assets at end of year	<u>\$ 2,251,270</u>	<u>\$ 3,064,397</u>	<u>\$ 5,315,667</u>

*See accompanying notes.*

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

**1. Summary of Significant Accounting Policies**

The accounting policies of Orangeburg-Calhoun Technical College (the “College”) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles in the United States. The following is a summary of the more significant accounting policies:

Nature of Operations

Orangeburg-Calhoun Technical College, a member institution of the South Carolina Technical College System, provides a range of educational programs to meet the needs of the adult and high school age population of Orangeburg and Calhoun counties. Included in this range of programs are technical and occupational associate degree, diploma, and certificate curricula that are consistent with the needs of employers in the College’s service area. As an integral part of this mission, the College provides a program of continuing education designed to satisfy the occupational demands of employers through retraining and upgrading the skills of individual employees. The College also provides a variety of developmental education programs, support services, and offerings to assist students in meeting their personal and professional educational objectives.

Reporting Entity

The core of the financial reporting entity is the primary government which has a separately appointed governing body. As required by generally accepted accounting principles, the financial reporting entity includes both the primary government and all of its component units. Component units are legally separate organizations for which the appointed officials of the primary government are financially accountable. In turn, component units may have component units.

The financial reporting entity, as defined by the Governmental Accounting Standards Board (“GASB”), consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete.

As a member institute of the South Carolina Technical College System, the College is reported as a non-major discretely presented component unit of the State of South Carolina (the “State”) in the State’s Annual Comprehensive Financial Report. In addition, the accompanying financial statements present the College as the primary government with its component units. The College has identified the Orangeburg-Calhoun Technical College Foundation (the “Foundation”) as a discretely presented component unit. However, based on the nature and significance of the Foundation’s relationship with the State, the Foundation is not a component unit of the State.

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ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

The Foundation is a legally separate eleemosynary organization with a self-perpetuating Board of Trustees. It was chartered to receive private funds for the exclusive benefit and support of the College. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources or income thereon are restricted solely to support activities of the College. Therefore, the Foundation qualifies as a discretely presented component unit. As a non-governmental not-for-profit organization, the Foundation's reports are prepared under guidance issued by the Financial Accounting Standards Board ("FASB"), which differs from the reporting guidance of GASB. No modifications have been made to the Foundation's financial statements included in the College's statements for these differences.

Complete financial statements for the Foundation may be obtained at its administrative offices located at 3250 Saint Matthews Road, Orangeburg, South Carolina 29118.

Financial Statements

The financial statements of the College are presented in accordance with the GASB Codification. The financial statement presentation required by this Codification provides a comprehensive, entity-wide perspective of the College's net position, revenues, expenses, and changes in net position and cash flows.

Basis of Accounting

For financial reporting purposes, the College is considered a special purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Student tuition and auxiliary enterprise fees are presented net of scholarships and fellowships applied to student accounts, while stipends and other payments made directly are presented as scholarship expenses. All significant intra-institutional transactions have been eliminated.

The Foundation's statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America for not-for-profit organizations through guidance from FASB. The Foundation's revenue and expenses are recognized as increases and decreases in one of two net asset classifications, net assets without donor restrictions and net assets with donor restrictions. Net assets with donor restrictions consist of contributions and other inflows of assets whose use is limited in perpetuity by donor-imposed stipulations, and contributions and other transactions whose use is limited by time or purpose by donor-imposed stipulations. Net assets without donor restrictions are transactions that are not classified as net assets with donor restrictions. The use of net assets with donor restrictions through the satisfaction of time or purpose restriction is recognized in the Statement of Activities as a simultaneous increase and decrease in the classes of net assets thereby as a release from restrictions.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Cash and Cash Equivalents

For purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Funds invested through the State of South Carolina State Treasurer's Office are considered cash equivalents.

The Area Commission, governing board of the College, has established policies regarding the custodial credit risk of the deposits with financial institutions that require the collateralization of all deposits with obligations of the United States or its agencies. The policies require that all deposits be denominated in United States dollars.

Investments

Deposits and investments for the College are governed by the South Carolina Code of Laws. The College accounts for its investments at fair value. Changes in unrealized gain or loss on the carrying value of investments are reported as a component of investment income in the statement of revenue, expenses, and changes in net position.

The Area Commission has established investment policies allowing the investment in overnight repurchase agreements or certificates of deposits. The certificates of deposit are required to be guaranteed by obligations of the United States or collateralized by pledged securities by a third party. Furthermore, the investments must be in accordance with the Code of Laws of South Carolina. The policy states that the most competitive yield available should be selected for investment purchases. The investment policy does not specifically address the diversification of investments.

The College is authorized by the Code of Laws of South Carolina to invest in obligations of the United States and its agencies, obligations of the State of South Carolina and its political subdivisions, collateralized or federally insured certificates of deposit, certain rated obligations of corporations within the United States, and collateralized repurchase agreements.

The Foundation accounts for its investments at fair value. Changes in unrealized gain or loss are reported as increases or decreases in net assets without donor restrictions unless donor stipulation restricts the use of these changes for a specific purpose or reinvestment in the corpus which would be reported as net assets with donor restrictions.

Accounts Receivable

Accounts receivable consists of tuition and fee charges to students and auxiliary enterprise services provided to students. Accounts receivable also include amounts due from the Federal government, State and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grants and contracts.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Accounts Receivable (continued)

Receivables for the Foundation include contributions receivable recognized as a receivable at the date of notification of the promise to give. The amount reported net of allowance and discount for time value is the present value of the estimated future cash flows expected to be collected.

Inventories

Inventories for internal use are valued at cost. Inventories for resale are carried at the lower of cost or market on the first-in, first-out (“FIFO”) basis.

Capital Assets

Capital assets are recorded at cost at the date of acquisition or fair value at the date of donation in the case of gifts. The College follows capitalization guidelines established by the State of South Carolina. All land is capitalized, regardless of cost. Qualifying improvements that rest in or on the land itself are recorded as depreciable land improvements. Major additions and renovations and other improvements that add to the usable space, prepare existing buildings for new uses, or extend the useful life of an existing building are capitalized. The College capitalizes movable personal property with a unit value in excess of \$5,000 and a useful life in excess of two years and depreciable land improvements, buildings and improvements, and intangible assets costing in excess of \$100,000. Routine repairs and maintenance and library materials, except individual items costing in excess of \$5,000, are charged to operating expenses in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally fifteen to fifty years for buildings and improvements and land improvements and two to twenty-five years for machinery, equipment, and vehicles.

Subscription - Based Assets

The College has entered into multiple subscription-based information technology arrangements. The College recognizes a subscription liability and an intangible right to use the subscription asset in the financial statements for each of these transactions.

At the commencement of each subscription arrangement, the College initially measures the subscription liabilities at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liabilities are reduced by the principal portions of payments made. The subscription assets are initially measured as the initial amount of the individual subscription liabilities, adjusted for any payments made at or before the commencement dates, plus certain initial indirect costs.

The subscription assets are amortized using the straight-line method over the subscription term.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Right of Use Assets

The College has entered into a lease agreement. The college recognizes a lease liability and an intangible right to use the leased asset in the financial statements for these transactions.

At the commencement of each lease, the College initially measures the lease liabilities at the present value of payments expected to be made during the lease term. Subsequently, the lease liabilities are reduced by the principal portions of payments made. The right of use assets are initially measured as the initial amount of the lease liability, adjusted for any payments made at or before the commencement dates, plus certain initial indirect costs.

The right of use assets are amortized using the straight-line method over the lease term.

Unearned Revenue and Deposits

Unearned revenue includes amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Unearned revenue also includes amounts received from exchange-type grants and contract sponsors that have not yet been earned.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position 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(s) and so will not be recognized as an outflow of resources (expense) until then. The College currently reports deferred outflows of resources in the amount of \$8,828,857 as of June 30, 2025.

In addition to liabilities, the statement of net position will sometimes report 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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The College currently reports deferred inflows of resources in the amount of \$9,569,034 as of June 30, 2025.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Compensated Absences

The College adheres to GASB Statement No. 101 for accounting and reporting compensated absences. In accordance with State of South Carolina policy, full-time employees may accrue up to 45 days of annual leave and 180 days of sick leave based on years of service. Upon separation, employees are compensated for accrued annual leave up to 45 days. Class II SCRS and PORS members may apply up to 90 days of unused sick leave as service credit at retirement, while all employees are not eligible for payment of unused sick leave upon termination.

Compensated absences are accrued at year-end for financial statement purposes. The liability and expense incurred are recorded at year-end as a component of current and long-term liabilities in the statement of net assets and as a component of salary and benefit expenses in the statement of revenue, expense, and changes in net position.

Upon implementation of GASB 101, the College evaluated the impact on prior-period financial statements and determined that the impact on the prior period was immaterial. Therefore, no restatement is presented.

Net Position

The College's net position is classified as follows:

*Restricted net position:* This represents resources provided by third parties for restricted purposes such as future campus improvements.

*Net investment in capital assets:* This represents the College's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

*Unrestricted net position:* Unrestricted net position represents resources derived from student tuition and fees, appropriations, and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff.

The College's policy for applying expenses that can use both restricted and unrestricted resources is to first apply the expense to restricted resources and then to unrestricted resources.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Classification of Revenue

The College has classified its revenue as either operating or nonoperating revenue according to the following criteria:

*Operating revenue:* Operating revenue generally results from exchange transactions to provide goods or services related to the College's principal ongoing operations. These revenues include student tuition and fees received in exchange for providing educational services and other related services to students; (2) receipts for scholarships where the provider has identified the student recipients; (3) fees received from organizations and individuals in exchange for miscellaneous goods and services provided by the College; and (4) grants and contracts that are essentially the same as contracts for services that finance programs the College would not otherwise undertake.

*Nonoperating revenue:* Nonoperating revenue includes activities that have the characteristics of non-exchange transactions. These revenues include gifts and contributions, appropriations, investment income, and any grants and contracts that are not classified as operating revenue or restricted by the grantor to be used exclusively for capital purposes.

Auxiliary Enterprises and Internal Service Activities

Auxiliary enterprise revenue primarily represents revenue generated by the bookstore and cafeteria services. Revenue of internal service and auxiliary enterprise activities and the related expenditures of College departments have been eliminated.

Nonexchange Transactions

Nonexchange transactions involving financial or capital resources are transactions in which the College either gives value to another party without directly receiving equal value in exchange or receives value from another party without directly giving equal value in exchange. The types of non-exchange transactions the College engages in include "Voluntary nonexchange transactions" (certain grants and donations), "Imposed nonexchange revenue" (fines and penalties), and "Government-mandated nonexchange transactions."

Voluntary nonexchange transactions usually involve eligibility requirements that must be met before transactions are recognized. The eligibility requirements can include one or more of the following:

- a. The recipient has the characteristics specified by the provider.
- b. Time requirements specified by the provider have been met.
- c. The provider offers resources on a reimbursement basis and allowable costs have been incurred under the applicable program.
- d. The provider's offer of resources is contingent upon a specified action of the recipient and that action occurred.

Resources transmitted before the eligibility requirements are met are reported as advances by the provider and as unearned revenue by recipients.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Nonexchange Transactions (continued)

Assets from imposed nonexchange revenue are recognized when an enforceable legal claim to the assets arises or when the resources are received, whichever occurs first.

Income Taxes

The College is exempt from income taxes under the Internal Revenue Code. Orangeburg-Calhoun Technical College Foundation, Inc. has received a determination letter from the Internal Revenue Service that it is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "IRC"). However, it would be subject to tax on income unrelated to its exempt purposes (unless that income is otherwise excluded by the IRC). The tax years ending June 30, 2025, 2024, 2023, and 2022 are still open to audit for both federal and state purposes. The Foundation is not classified as a private foundation.

Use of Estimates

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

Fair Value

The College and the Foundation categorize their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The College and the Foundation have the following recurring fair value measurements as of June 30, 2025:

- Investments are valued using quoted market prices (Level 1 inputs)

Discretely Presented Component Unit

Below are the more significant accounting policies of the College's Discretely Presented Component Unit (Orangeburg-Calhoun Technical College Foundation, Inc.).

The financial statements of the Foundation are presented in accordance with accounting principles generally accepted in the United States of America and are prepared on the accrual basis of accounting.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**1. Summary of Significant Accounting Policies (continued)**

Discretely Presented Component Unit (continued)

Consequently, the net assets of the Foundation are reported as follows:

*Net Assets Without Donor Restrictions* - Net assets without donor restrictions are those currently available for use by the Foundation.

*Net Assets With Donor Restrictions* - Net assets with donor restrictions are contributions whose use is limited by donor-imposed stipulations that either expire by the passage of time or can be fulfilled and removed by actions of the Foundation pursuant to these stipulations. This also includes contributions whose use is limited by donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled or otherwise removed by the Foundation's actions.

*Support and Expenses* – Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated cash flows. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions.

*Expense Recognition and Allocation* – Expenses that can be identified with a specific program or support service are charged directly to the program or support service. Costs common to multiple functions are allocated among the various functions identified.

*Cash and Cash Equivalents* – Cash and cash equivalents may consist of cash held in checking and money market accounts with maturities of less than 90 days except if those instruments are used to temporarily invest endowment funds until appropriate investments are identified. The Foundation maintains its cash in bank deposit accounts at financial institutions. The Foundation has not experienced any losses on its cash equivalents.

*Investments* – Investments in certificates of deposit, equity securities with readily determinable fair values, and all investments in debt securities are measured at fair value in the statement of financial position. Investment income or loss (including gains and losses on investments, interest, and dividends) is included in the statement of activities as an increase or decrease in net assets without donor restrictions unless the income or loss is restricted by donor or law.

The Foundation's investments do not represent significant concentrations of market risk inasmuch as the Foundation's investment portfolio is adequately diversified among issuers, industries, and geographic regions.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**2. Deposits and Investments**

Deposits

The College's policies regarding the risk of financial instruments are included in *Note 1*. The College is exposed to certain custodial credit risks from the use of local financial institutions for its depository accounts. On June 30, 2025 a total of \$8,895,334 (bank balance \$9,509,532) was on deposit with local institutions in the name of the College and was fully insured or collateralized by securities held in the College's name. The College did not recognize any losses due to default by counterparties relating to depository relationships. Of the bank balance above, \$9,009,017 was held in overnight repurchase agreements.

On June 30, 2025, the carrying amount of the Foundation's deposits and cash on hand was \$86,068 and the bank balance was \$82,972, all of which was covered by the Federal Deposit Insurance Corporation.

South Carolina Local Government Investment Pool ("SCLGIP")

South Carolina State statutes authorize the College to invest in the South Carolina Local Government Investment Pool ("SCLGIP"). The SCLGIP is an investment trust fund, created by state legislation, in which public monies under the custody of any political subdivision in excess of current needs may be deposited. The SCLGIP is permitted to purchase obligations of the United States, its agencies and instrumentalities, and any corporation within the United States if such obligations bear any of the three highest ratings of at least two nationally recognized rating services. The SCLGIP is not registered with the SEC. It is similar to a money market fund in that it is offered at a stable price and is guided by risk control principles such as significant overnight Repurchase Agreements for liquidity; attention to credit quality, portfolio diversification and maintenance of a short average maturity of fixed and floating rate investments.

Funds may be deposited at any time and may be withdrawn upon 24 hours' notice. Monthly investment income is distributed to participants in the form of additional units in the pool and is calculated on the accrual basis of accounting, including accrued interest and amortization of premium or discount. Unrealized gains and losses on investments are not distributed to participants until realized. The Pool does not carry any legally binding guarantees to protect participants against potential loss of investment value.

The College's deposits in the SCLGIP are carried at fair value based upon quoted market prices. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned. The fair value of the College's position in the Pool is the same as the value of the pool shares. The total fair value of the SCLGIP is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.00. College funds invested with SCLGIP totaled \$4,574,336 at June 30, 2025.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**2. Deposits and Investments (continued)**

Investments

The College's following investments at June 30, 2025, are *not* with the South Carolina State Treasurer's Office and are alternatively held by certain financial institutions in the College's name. The fair value (quoted prices in active markets – level 1 inputs) of investments at June 30, 2025, consists solely of certificates of deposits or United States government-backed securities with maturities of one to three years. All of the securities for the reporting period were either fully collateralized or insured by the Federal Deposit Insurance Corporation. See below for a reconciliation of the investment classification differences for statement and note disclosure presentation.

The College's investments and money market funds consisted of the following as of June 30, 2025:

	<u>Cost</u>	<u>Unrealized Gains</u>	<u>Unrealized Losses</u>	<u>Fair Value</u>
Money funds - cash equivalents	\$ 26,919	\$ -	\$ -	\$ 26,919
U.S. Government obligations	4,097,779	26,779	-	4,124,558
Total	<u>\$ 4,124,698</u>	<u>\$ 26,779</u>	<u>\$ -</u>	<u>\$ 4,151,477</u>

The Foundation's investments included the following pools as of June 30, 2025:

<u>Investment Pool</u>	<u>Cost</u>	<u>Fair Value</u>
Endowment investments	\$ 1,151,672	\$ 1,330,583
General investments	3,250,336	3,669,107
Total	<u>\$ 4,402,008</u>	<u>\$ 4,999,690</u>

Securities held by the pools as of June 30, 2025, included the following:

	<u>Cost</u>	<u>Unrealized Appreciation</u>	<u>Fair Value</u>
Money funds	\$ 571,863	\$ -	\$ 571,863
Equity funds	2,181,567	636,226	2,817,793
Mutual bond funds	1,648,578	(38,544)	1,610,034
Total	<u>\$ 4,402,008</u>	<u>\$ 597,682</u>	<u>\$ 4,999,690</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**2. Deposits and Investments (continued)**

*Fair Value*

As discussed in *Note 1*, the Foundation values all of its investments in accordance with Level 1 inputs.

*Custodial Credit Risk*

Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the investor will not be able to recover the value of the investments or collateral securities that are in the possession of the outside party. All of the investment pool assets are uninsured and unregistered, held by the counter-party's trust department or agent in the investor's name.

The Foundation has not experienced any losses resulting from custodial credit risk or credit risk.

*Credit Risk*

Credit risk is managed through the diversification of securities and types of securities within the investment pools.

*Interest Rate Risk*

Interest rate risk is managed through the diversification of securities and types of securities within the investment pools.

*Liquidity Risk*

Liquidity risk is managed through the diversification of types of securities, issuers, and issues within the investment pools.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**2. Deposits and Investments (continued)**

The following schedule reconciles cash and investments as reported in the financial statements to the footnote disclosures provided for deposits and investments at June 30, 2025:

Statement of net position	
Current assets	
Cash and cash equivalents	\$ 13,498,606
Investments	4,124,558
Total College	<u>17,623,164</u>
Statement of financial position	
Current assets	
Cash and cash equivalents	86,068
Investments	3,669,107
Noncurrent assets	
Investments	<u>1,330,583</u>
Total component unit	<u>5,085,758</u>
Total reporting entity	<u><u>\$ 22,708,922</u></u>
Note disclosure	
Cash on hand	\$ 2,016
Investments and money market funds	4,151,477
Deposits with banks, including repurchase agreements	8,895,335
Deposits held by State Treasurer's Office (SCLGIP)	<u>4,574,336</u>
Total College	<u>17,623,164</u>
Investments	4,999,690
Deposits with banks	<u>86,068</u>
Total component unit	<u>5,085,758</u>
Total reporting entity	<u><u>\$ 22,708,922</u></u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**3. Accounts and Contributions Receivable**

Accounts receivable including applicable allowances is as follows at June 30, 2025:

	<b>2025</b>
Student accounts	\$ 2,052,271
Federal government	1,093,950
State agencies	623,511
Other	158,996
	3,928,728
Less, allowance for uncollectibles	(1,917,000)
Net accounts receivable	\$ 2,011,728

Allowance for losses for student accounts receivable is established based upon actual losses experienced in prior years and evaluations of the current account portfolio. At June 30, 2025, the allowance for uncollectible student accounts is valued at \$1,917,000.

Contributions Receivable

The Foundation recognized unconditional promises to give as contributions receivable, which are due to be collected as follows at June 30, 2025:

	<b>2025</b>
Receivable in less than one year	\$ 236,036
Receivable in one to five years	-
Total contributions receivable	236,036
Less, discounts to net present value	-
Net contributions receivable	\$ 236,036

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**4. Capital Assets**

	<b>Beginning Balance July 1, 2024</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance June 30, 2025</b>
Capital assets not being depreciated				
Land	\$ 105,678	\$ -	\$ -	\$ 105,678
Construction in progress	-	39,722		39,722
Total capital assets not being depreciated	<u>105,678</u>	<u>39,722</u>	<u>-</u>	<u>145,400</u>
Other capital assets:				
Buildings and improvements	38,993,691	-	-	38,993,691
Machinery, equipment and other	8,219,075	1,828,813	(444,467)	9,603,421
Vehicles	591,101	524,575	-	1,115,676
Depreciable land improvements	899,805	-	-	899,805
Subscription based arrangements	136,544	1,380,229	-	1,516,773
Lease asset	104,154	-	-	104,154
Intangibles	207,000	-	-	207,000
Total other capital assets at historical cost	<u>49,151,370</u>	<u>3,733,617</u>	<u>(444,467)</u>	<u>52,440,520</u>
Less, accumulated depreciation and amortization for:				
Buildings and improvements	(21,978,813)	(872,642)	-	(22,851,455)
Machinery, equipment and other	(6,730,526)	(684,566)	441,852	(6,973,240)
Vehicles	(470,440)	(102,891)	-	(573,331)
Depreciable land improvements	(803,187)	(17,680)	-	(820,867)
Subscription based arrangements	(108,512)	(310,289)	-	(418,801)
Lease asset	(15,854)	(20,831)	-	(36,685)
Intangibles	(207,000)	-	-	(207,000)
Total accumulated depreciation and amortization	<u>(30,314,332)</u>	<u>(2,008,899)</u>	<u>441,852</u>	<u>(31,881,379)</u>
Other capital assets, net	<u>18,837,038</u>	<u>1,724,718</u>	<u>(2,615)</u>	<u>20,559,141</u>
Capital assets, net	<u>\$ 18,942,716</u>	<u>\$ 1,764,440</u>	<u>\$ (2,615)</u>	<u>\$ 20,704,541</u>

Depreciation expense totaled \$1,677,779 and amortization expense totaled \$331,120 for the year ended June 30, 2025.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans**

The majority of employees of the College are covered by a retirement plan through the South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan administered by the Retirement Benefits Division of the South Carolina Public Employee Benefit Authority (PEBA), a public employee retirement system. Generally, all full-time or part-time equivalent State employees in a permanent position are required to participate in and contribute to the SCRS as a condition of employment unless exempted by law as provided in Section 9-1-480 of the South Carolina Code of Laws, as amended, or are eligible and elect to participate in the State Optional Retirement Program (ORP). The SCRS plan provides lifetime monthly retirement annuity benefits to eligible members as well as disability, survivor options, annual benefit adjustments, death benefits, and incidental death benefits to eligible employees and retired members.

The Retirement Division maintains five independent defined benefit plans and issues its own publicly available Annual Comprehensive Financial Report (ACFR) which includes financial statements and required supplementary information. A copy of the separately issued ACFR may be obtained through PEBA's website at [www.peba.sc.gov](http://www.peba.sc.gov) or by submitting a request to the South Carolina Public Employee Benefit Authority, 202 Arbor Lake Drive, Columbia, South Carolina 29223. Furthermore, the Division and the five pension plans are included in the State of South Carolina's ACFR.

Under the SCRS, Class II members are eligible for a full-service retirement annuity upon reaching age 65 or completion of 28 years of credited service regardless of age. Employees who first became members of the System after June 30, 2012, are considered Class III members and are eligible for a full-service retirement annuity upon reaching age 65 or upon meeting the rule of 90 requirement (i.e., the member's age plus the years of service add up to a total of at least 90). The benefit formula for full-service retirement annuity effective since July 1, 1989, for the SCRS is 1.82 percent of an employee's average final compensation (AFC) multiplied by the number of years of credited service. For Class II members, AFC is the average annual earnable compensation during 12 consecutive quarters and includes an amount for up to 45 days termination pay at retirement for unused annual leave. For Class III members, AFC is the average annual earnable compensation during 20 consecutive quarters and termination pay for unused annual leave at retirement is not included. Early retirement options with reduced benefits are available as early as age 55 for Class II members and age 60 for Class III members. Class II members are vested for a deferred annuity after five years of earned service. Class III members are vested for a deferred annuity after eight years of earned service. Members qualify for a survivor's benefit upon completion of 15 years of credited service (five years effective January 1, 2002).

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

Disability annuity benefits are available to Class II members if they have permanent incapacity to perform regular duties of the member’s job and they have at least 5 years of earned service (this requirement does not apply if the disability is a result of a job-related injury). Class III members can apply for disability annuity benefits provided they have a permanent incapacity to perform the regular duties of the member’s job and they have a minimum of eight years of credited service. For disability applications received after December 31, 2013, a member of SCRS will have to be approved for disability benefits from the Social Security Administration in order to be eligible for SCRS disability retirement benefits.

An incidental death benefit equal to an employee’s annual rate of compensation is payable upon the death of an active employee with a minimum of one year of credited service or to a working retired contributing member. There is no service requirement for death resulting from actual performance of duties for an active member. For eligible retired members, a lump-sum payment is made to the retiree’s beneficiary of up to \$6,000 based on years of service at retirement. Retired contributing members are eligible for the increased death benefit equal to their annual salary in lieu of the standard retired member benefit.

Effective July 1, 2017, employees participating in the SCRS were required to contribute 9.00% of all earnable compensation. Effective July 1, 2023, the employer contribution rate for SCRS was 18.56%. Included in the total SCRS employer contribution rate is a base retirement contribution of 18.41% and 0.15% for the incidental death benefit program. An additional 6.35% surcharge funds retiree health and dental insurance coverage. The College’s actual retirement and incidental death benefit program contributions to the SCRS for the years ended June 30, 2025, 2024, and 2023 were:

<b>Fiscal Year Ended</b>	<b>Retirement</b>		<b>Incidental Death</b>	
	<b>Rate</b>	<b>Contribution</b>	<b>Rate</b>	<b>Contribution</b>
2025	18.410%	\$ 2,130,630	0.15%	\$ 17,360
2024	18.410%	\$ 2,059,984	0.15%	\$ 16,773
2023	17.410%	\$ 1,871,224	0.15%	\$ 16,121

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

The South Carolina Police Officers Retirement System (PORS) is a cost-sharing multiple employer defined benefit public employee retirement plan. Generally, all full-time employees whose principal duties are the preservation of public order or the protection or prevention and control of property destruction by fire are required to participate in and contribute to PORS as a condition of employment. This plan provides for lifetime monthly annuity benefits as well as disability, survivor benefits and incidental death benefits to eligible employees and retirees. In addition, participating employers in the PORS may elect to contribute to the accidental death program which provides annuity benefits to beneficiaries of police officers and firemen killed in the actual performance of their duties. These benefits are independent of any other retirement benefits available to the beneficiary.

Under the PORS, Class II members are eligible for a full-service retirement annuity upon reaching age 55 or completion of 25 years of credited service regardless of age. Class III members are eligible for a full-service retirement annuity upon reaching age 55 or 27 years of credited service. The benefit formula for full benefits effective since July 1, 1989, for the PORS is 2.14 percent of an employee’s average final compensation (AFC) multiplied by the number of years of credited service. For Class II members, AFC is the average annual compensation during 12 consecutive quarters and includes an amount for up to 45 days termination pay for unused annual leave. For Class III members, AFC is the average annual earnable compensation during 20 consecutive quarters and termination pay for unused annual leave at retirement is not included. PORS does not have an early retirement option. Class II members are vested for a deferred annuity after five years of earned service. Class III members are vested for a deferred annuity after eight years of earned service. Members qualify for a survivor’s benefit upon completion of 15 years of credited service (five years effective January 1, 2002).

Effective July 1, 2017, employees participating in the PORS were required to contribute 9.75% of all earnable compensation. Effective July 1, 2023, the employer contribution rate for PORS was 21.24%. Included in the total PORS employer contribution rate is a base retirement contribution of 20.84%, .20% for the incidental death benefit program, and .20% for the accidental death program. An additional 6.35% surcharge funds retiree health and dental insurance coverage. The College’s actual retirement, incidental death benefit program and accidental death program contributions to the PORS for the years ended June 30, 2025, 2024, and 2023 were:

Fiscal Year Ended	Retirement		Incidental Death		Accidental Death	
	Rate	Contribution	Rate	Contribution	Rate	Contribution
2025	20.840%	\$ 64,596	0.20%	\$ 620	0.20%	\$ 620
2024	20.840%	\$ 54,597	0.20%	\$ 524	0.20%	\$ 524
2023	19.840%	\$ 50,611	0.20%	\$ 510	0.20%	\$ 510

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

As an alternative to membership in the SCRS, newly hired State and school district employees may elect to participate in the State Optional Retirement Program (ORP), a defined contribution retirement plan. The ORP was established in 1987 under Title 9, Chapter 20, of the South Carolina Code of Laws. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. The State assumes no liability for the State ORP plan other than for the employer's payment of contributions to designated companies. To elect participation in the ORP, eligible employees must elect membership within their first 30 days of employment. Under State law, contributions to the ORP are required at the same rates as for the SCRS, 18.56% plus the retiree surcharge of 6.35% from the employer in fiscal year 2025. Of the 18.56% employer contribution rate, the employer remits 5.00% directly to the participant's ORP account and the remaining 13.41% retirement contribution and .15% incidental death benefit program contribution amounts are remitted to SCRS.

For fiscal year 2025, 2024, and 2023, total contributions requirements to the ORP were approximately \$121,195, \$125,847, and \$108,884, respectively (excluding the surcharge) from the College as employer and approximately \$80,437, \$64,525, and \$55,806, respectively from its employees as plan members.

The amounts paid by the College for pension, incidental death benefit program, and accidental death program contributions are reported as employer contribution expenditures within the applicable functional expenditure categories to which the related salaries are charged.

Article X, Section 16, of the South Carolina Constitution requires that all State-operated retirement systems be funded on a sound actuarial basis. Title 9 of the South Carolina Code of Laws of 1976, as amended, prescribes requirements relating to membership, benefit, and employee/employer contributions for each retirement system. Employee and employer contribution rates to SCRS and PORS are actuarially determined.

While the surcharge to fund retiree health and dental insurance benefits is collected by the Retirement Benefits Division of PEBA, it is remitted to the Insurance Benefits Division of PEBA, which is responsible for administration of retiree health and dental insurance benefits and establishment of the applicable retiree insurance surcharge rate.

At June 30, 2025, the College reported \$19,909,686 and \$398,427 for its proportionate share of the net pension liabilities of SCRS and PORS. The net pension liability of the SCRS and the PORS defined benefit pension plans were determined based on the July 1, 2023 actuarial valuations, using the most recent membership data, projected forward to June 30, 2024, and financial information of the pension trust funds as of June 30, 2024, using generally accepted actuarial procedures. The College's portion of the net pension liability was based on the College's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2025, the College's SCRS and PORS proportion was 0.085% and 0.013%. For the year ended June 30, 2025, the College recognized decreased pension expenses of \$783,259 and \$32,360 due to recognizing its proportionate share of net pension liabilities for SCRS and PORS.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources to pensions from the following sources:

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>	<u>Net</u>
Differences between expected and actual experience - SCRS	\$ 654,303	\$ (24,709)	\$ 629,594
Differences between expected and actual experience - PORS	37,417	(2,284)	35,133
Assumption changes - SCRS	351,004	-	351,004
Assumption changes - PORS	8,674	-	8,674
Changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions - SCRS	37,420	(859,044)	(821,624)
Changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions - PORS	1,242	(41,680)	(40,438)
Net difference between projected and actual earnings on investments - SCRS	-	(767,126)	(767,126)
Net difference between projected and actual earnings on investments - PORS	-	(22,338)	(22,338)
Current year employer contributions - SCRS	2,269,186	-	2,269,186
Current year employer contributions - PORS	65,835	-	65,835
<b>Total</b>	<u>\$ 3,425,081</u>	<u>\$ (1,717,181)</u>	<u>\$ 1,707,900</u>

\$2,269,186 and \$65,835 reported as deferred outflows of resources related to pension resulting from contributions subsequent to measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

<u>Year ended June 30,</u>	<u>SCRS</u>	<u>PORS</u>	<u>Net</u>
2026	(614,761)	(22,003)	(636,764)
2027	378,372	13,255	391,627
2028	(170,309)	(4,315)	(174,624)
2029	(201,454)	(5,906)	(207,360)
	<u>\$ (608,152)</u>	<u>\$ (18,969)</u>	<u>\$ (627,121)</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

The following table provides a summary of the actuarial assumptions and methods used to calculate the total pension liability as of June 30, 2024:

Actuarial Cost Method	SCRS Entry Age Normal	PORS Entry Age Normal
Actuarial Assumptions:		
Investment Rate or Return	7.00%	7.00%
Projected Salary Increases	3.0% to 11.0%	3.5% to 10.5%
Inflation Rate	2.25%	2.25%
Benefit Adjustments	Lesser of 1% or \$500	Lesser of 1% or \$500

South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued for the period ending June 30, 2023.

The post-retiree mortality assumption is dependent upon the member’s job category and gender. The base mortality assumptions, the 2020 Public Retirees of South Carolina Mortality table (2020 PRSC), was developed using the Systems’ mortality experience. These base rates are adjusted for future improvement in mortality using 80% of Scale UMP projected from the year 2020. Assumptions used in the determination of the June 30, 2024, SCRS and PORS valuation is as follows:

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

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

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2024 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and then adding the expected inflation and is summarized in the table below. For actuarial purposes, the 7.00 percent assumed annual investment rate of return (which is set in statute) used in the calculated of the total pension liability includes a 4.75 percent real rate of return and a 2.25 percent inflation component. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Allocation/Exposure</u>	<u>Policy Target</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long Term Expected Portfolio Real Rate of Return</u>
<b>Public Equity</b>	46.0%	6.23%	2.86%
<b>Bonds</b>	26.0%	2.60%	0.68%
<b>Private Equity</b>	9.0%	9.60%	0.86%
<b>Private Debt</b>	7.0%	6.90%	0.48%
<b>Real Assets</b>	<b>12.0%</b>		
Real Estate	9.0%	4.30%	0.39%
Infrastructure	3.0%	7.30%	0.22%
Total Expected Real Return	100%		5.49%
Inflation for Actuarial Puposes			2.25%
Total Expected Nominal Return			7.74%

The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, each System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**5. Pension Plans (continued)**

The following table represents the College’s proportionate share of the net SCRS and PORS pension liabilities calculated using the discount rate of 7.0 percent, as well as what the College’s respective net pension liabilities would be if it were calculated using a discount rate of 1.00 percent lower (6.0 percent) or 1.0 percent higher (8.0 percent) than the current rate.

<b>Plan</b>	<b>1% Decrease 6.00%</b>	<b>Current Rate 7.00%</b>	<b>1% Increase 8.00%</b>
SCRS	\$ 25,800,703	\$ 19,909,686	\$ 14,484,525
PORS	\$ 577,245	\$ 398,427	\$ 251,966

**Deferred Compensation Plans**

Several optional deferred compensation plans are available to state employees and employers of its political subdivisions. Certain employees of the College have elected to participate. The multiple-employers plans, create under Internal Revenue Sections 457, 401(k), and 403(b), are administrated by third parties and are not included in the Annual Comprehensive Financial Report of the State of South Carolina. Compensation deferred under the plans is placed in trust for the contributing employee. The State has no liability for losses under the plans. Employees may withdraw the current value of their contributions when they terminate state employment. Employees may also withdraw contributions prior to termination if they meet the requirements specified by the applicable plan.

**6. Other Post-Employment Benefits**

The majority of employees of the College are covered by the South Carolina Retiree Health Insurance Trust Fund (SCRHITF), which was established by the State of South Carolina as Act 195, which became effective on May 2008. The SCRHITF was created to fund and account for the employer costs of the State’s retiree health and dental plans. In accordance with Act 195, the SCRHITF is administered by the PEBA, Insurance Benefits and the State Treasurer is the custodian of the funds held in trust. The Board of Directors of PEBA has been designated as the Trustee. The SCRHITF is a cost-sharing multiple-employer defined benefit plans. Article 5 of the State Code of Laws defines the plan and authorizes the Trustee to at any time adjust the plans, including its benefits and contributions, as necessary to insure the fiscal stability of the plans. In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State provides post-employment health and dental benefits to retired State and school district employees and their covered dependents.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**6. Other Post-Employment Benefits (continued)**

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

PEBA, Insurance Benefits issues audited financial statements and required supplementary information for the SCRHITF. This information is publicly available through the Insurance Benefits' link on PEBA's website at [www.peba.sc.gov](http://www.peba.sc.gov) or a copy may be obtained by submitting a request to PEBA – Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, SCRHITF fund financial information is also included in the comprehensive annual financial report of the state. Detailed information about the SCRHITF's plan fiduciary net position is available in the separately issued SCRHITF audit report.

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires these postemployment benefits to be funded through annual appropriations by the General Assembly for active employees to the PEBA, Insurance Benefits and participating retirees to PEBA, except for the portion funded through the pension surcharge and provided from the other applicable sources of the PEBA, Insurance Benefits. For active employees who are not funded by State General Fund appropriations, participating employers are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office. The covered payroll surcharge for the year ended June 30, 2025, was 6.35 percent. The South Carolina Retirement System collects the monthly surcharge for all participating employers and remits it directly to the SCRHITF.

Other sources of funding for the SCRHITF include mandatory transfers of accumulated PEBA, Insurance Benefits' reserves and income generated from investments. Contributions to the OPEB plan from the College were \$811,337 for the year ended June 30, 2025. Employees are not required to contribute to the OPEB plan.

At June 30, 2025, the College reported a liability of \$16,914,350 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The College's proportion of the net OPEB liability was based on a projection of the College's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2025, the College's proportion was 0.105%.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

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**6. Other Post-Employment Benefits (continued)**

For the year ended June 30, 2025, the College recognized a decrease in OPEB expense in the amount of \$572,281. At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net</b>
Assumption changes	\$ 3,622,627	\$ (3,473,049)	\$ 149,578
Net difference between projected & actual experience	879,250	(2,503,437)	(1,624,187)
Net difference between projected & actual investment earnings	82,502	-	82,502
Deferred amounts from changes in proportionate share & differences between employer contributions & proportionate share of total plan employer contributions	8,060	(1,875,367)	(1,867,307)
Current year employer contributions	811,337	-	811,337
<b>Total</b>	<b>\$ 5,403,776</b>	<b>\$ (7,851,853)</b>	<b>\$ (2,448,077)</b>

\$811,337 reported as deferred outflows of resources related to OPEB resulting from Fund contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026.

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

<u>Year Ended June 30,</u>	<u>Net</u>
2026	\$ (693,104)
2027	(636,018)
2028	(897,668)
2029	(1,114,486)
2030	(139,552)
Thereafter	221,414
	<u>\$ (3,259,414)</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**6. Other Post-Employment Benefits (continued)**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedules of funding progress, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**6. Other Post-Employment Benefits (continued)**

The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement unless otherwise specified:

Valuation date:	June 30, 2023
Actuarial cost method:	Individual Entry-Age Normal
Normal Inflation:	2.25%
Investment Rate of Return:	2.75%, net of OPEB Plan investment expense including inflation
Single Discount Rate:	3.97% as of June 30, 2024
Demographic Assumptions:	Based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ending June 30, 2019
Mortality:	For healthy retirees, the gender-district South Carolina Retirees 2020 Mortality Tables are used with multipliers based on plan experience; the rates are projected on a fully generational basis using 80% of the ultimate rates of scale MP-2019 to account for future mortality improvements.
Health Care Trend Rate:	Initial trend starting at 6.50% and gradually decreasing to an ultimate trend rate of 4.25% over a period of 14 years.
Aging Factors:	Based on plan specific experience
Retiree Participation:	79% for retirees who are eligible for funded premiums. 59% participation for retirees who are eligible for Partial Funded Premiums 20% participation for retirees who are eligible for Non-Funded Premiums
Notes:	The discount rate changed from 3.86% as of June 30, 2023 to 3.97% as of June 30, 2024.

The actuarial valuation was performed as of June 30, 2023. Update procedures were used to roll forward the total OPEB liability to June 30, 2024.

The long-term expected rate of return represents assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2018 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rate of return by the target allocation percentage and adding expected inflation.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**6. Other Post-Employment Benefits (continued)**

This information is summarized in the following table:

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

The Single Discount Rate of 3.97% was used to measure the total OPEB liability for the SCRHITF. The accounting policy for this plan is to set the Single Discount Rate equal to the prevailing municipal bond rate. Due to the plan's investment and funding policies, the difference between a blended discount rate and the municipal bond rate would be less than several basis points (several hundredths of one percent).

The following table presents the College's proportionate share of net OPEB liability calculated using a Single Discount Rate of 3.97%, as well as what the College's proportionate share of net OPEB liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	<u>1% Decrease 2.97%</u>	<u>Current Discount Rate 3.97%</u>	<u>1% Increase 4.97%</u>
Net OPEB Liability	\$ 20,078,620	\$ 16,914,350	\$ 14,381,390

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

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ 13,908,870	\$ 16,914,350	\$ 20,812,616

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

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**7. Contingencies, Litigation, and Project Commitments**

During the fiscal year 2010, the College completed the construction of a new classroom and training building, which houses new and existing academic programs related to the transportation and logistics industry. The college received a federal grant from the US Department of Commerce in the amount of \$1,500,000 and state funds of \$200,000 to be used towards construction costs. As part of the grant from the US Department of Commerce, the College has granted the Federal Government a 20-year encumbrance on the land where the building was constructed. Should the College use the building for the purpose for which it was constructed the encumbrance will be removed in 2030. The terms of the agreement allow for the US Department of Commerce to seek certain remedies should the College not use the building as intended including but not limited to the repayment of \$1,280,866 of the funds received for construction to the US Department of Commerce.

During the fiscal year 2020, the College completed the construction of a new nursing building. A construction agreement with the contractor was signed in August 2017. The college was awarded a federal grant from the US Department of Commerce in the amount of \$1,971,110, state funds of \$6,000,000, and local, and county funds of \$3,082,000. As part of the grant from the US Department of Commerce, the College has granted the Federal Government a 20-year Covenant on the land where the building was constructed. In twenty years, the College may request of release of the Federal Interest of the Project Property. The terms of the agreement allow for the US Department of Commerce to seek certain remedies should the college not use the building as intended including but not limited to the repayment of \$1,971,110 of the funds received for construction to the US Department of Commerce.

From time to time the College may be a party to various lawsuits arising out of the normal conduct of its operations. In the opinion of College management, there are no material claims or lawsuits against the College that are not covered by insurance or whose settlement would materially affect the College's financial position.

The College participates in certain Federal grant programs. These programs are subject to financial and compliance audits by the grantor or its representative. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Management believes disallowances, if any, will not be material.

The College has several renovation projects planned or in progress at June 30, 2025. The college is working with an architectural and engineering firm on its Health Science Building Renovation. The project began in 2021 but was placed on hold in 2023. During FY 2024-25, the college re-engaged the firm to continue work, with a plan of beginning construction in early 2026. The college has a contract for architectural and engineering services, with a remaining balance of \$179,450 at June 30, 2025. There is no construction contract in place yet for this project.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**7. Contingencies, Litigation, and Project Commitments (continued)**

The College also engaged a mechanical engineer for a study of its HVAC systems across campus. As a result of this study, the college plans to replace three chillers in the upcoming year. This work will occur after June 30, 2025. No contracts were in place related to this work as of year-end.

**8. Transactions with Component Unit**

The Foundation exists to provide support to Orangeburg-Calhoun Technical College and the College's students. The College provides office space, staff, accounting and other services to the Foundation under a service agreement. The Foundation provides scholarships to students attending the College; faculty support in the form of mini grants; contributions of property and equipment and other services.

During the year ended June 30, 2025, the Foundation paid \$2,400 under the accounting service contract with the College, \$20,974 in reimbursements for other administrative expenses of the Foundation, and \$91,918 for program expenses. For the year ended June 30, 2025, the Foundation owed the College \$5,205 for administrative expenses.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**9. Risk Management**

The College is exposed to various risks of loss and maintains State or commercial insurance coverage for each of those risks. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. Settlement claims have not exceeded this coverage in any of the past three years.

The State of South Carolina believes it is more economical to manage certain risks internally and set aside assets for claim settlement. Several State funds accumulate assets and the State itself assumes substantially all the risk for the following claims of covered employees:

- Unemployment compensation benefits
- Worker's compensation benefits for job-related illnesses or injuries
- Health and dental insurance benefits
- Long-term disability and group-life insurance benefits

Employees elect health insurance coverage through either a health maintenance organization or through the State's self-insured plan.

The College and other entities pay premiums to the State's Insurance Reserve Fund (IRF), which issues policies, accumulates assets to cover the risk of loss, and pays claims incurred for covered losses relating to the following activities:

- Theft, damage to, or destruction of assets
- Real property, its contents and other equipment
- Motor vehicles and watercrafts
- Torts
- Natural disasters
- Medical malpractice claims against the infirmary

The combined insurance expense for the previously mentioned benefits and insurance for the year ended June 30, 2025, was \$176,033.

The IRF is a self-insurer and purchases reinsurance to obtain certain services and to limit losses in certain areas. The IRF's rates are determined actuarially.

The College obtains coverage through a commercial insurer for employee fidelity bond insurance for all employees for losses arising from theft or misappropriation.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**10. Operating Expenses by Function**

Operating expenses by functional classification for the year ended June 30, 2025, are summarized as follows:

	Salaries	Benefits	Scholarships	Utilities	Supplies and Other Services	Depreciation and Amortization	Total
Instruction	\$ 6,734,674	\$ 2,009,829	\$ -	\$ -	\$ 932,116	\$ -	\$ 9,676,619
Academic support	1,875,048	619,364	-	-	459,672	-	2,954,084
Student services	1,770,421	674,535	-	-	682,173	-	3,127,129
Operation and maintenance of plant	1,246,791	437,827	-	658,501	1,837,444	-	4,180,563
Institutional support	2,010,593	599,103	-	-	482,022	-	3,091,718
Scholarships	-	-	2,447,227	-	-	-	2,447,227
Auxiliary enterprises	83,944	38,025	-	-	843,600	-	965,569
Depreciation	-	-	-	-	-	1,677,779	1,677,779
Amortization	-	-	-	-	-	331,120	331,120
Total operating expenses	<u>\$ 13,721,471</u>	<u>\$ 4,378,683</u>	<u>\$ 2,447,227</u>	<u>\$ 658,501</u>	<u>\$ 5,237,027</u>	<u>\$ 2,008,899</u>	<u>\$ 28,451,808</u>

**11. Accrued Compensated Absences**

Accrued compensated absences activity for the year ended June 30, 2025, was as follows:

	June 30, 2024	Additions	Reductions	June 30, 2025	Due Within One Year
Accrued compensated absences	<u>\$ 1,137,645</u>	<u>\$ 1,072,301</u>	<u>\$ (991,401)</u>	<u>\$ 1,218,545</u>	<u>\$ 115,606</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**12. Subscriptions Payable**

GASB Statement No. 96, Subscription-Based Information Technology Arrangements, establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information on the intangible right-to-use subscription assets, refer to Note 4.

On July 1, 2024, the College recognized a 30-month subscription for the use of EAB Navigate Software. The subscription was extended in January 2025. An initial subscription liability was recorded in the amount of \$136,544. As of June 30, 2025, the value of the subscription liability is \$74,859. The College is required to make annual fixed payments of \$73,213 with a 3% increase each year. The subscription has an interest rate of 0.736%. The value of the subscription asset as of June 30, 2025, is \$284,613, with accumulated amortization of \$172,369. For additional information, refer to Note 4. The College has an extension option for 12 months.

On July 1, 2024, the College recognized a 60-month subscription for the use of Ellucian Colleague Software. An initial subscription liability was recorded in the amount of \$1,232,160. As of June 30, 2025, the value of the subscription liability is \$998,840. The College is required to make variable annual payments beginning at \$233,320 with a 6% increase each year. The subscription has an interest rate of 3.179%. The value of the subscription asset as of June 30, 2025, is \$1,232,160, with accumulated amortization of \$246,432. For additional information, refer to Note 4.

**Principal and Interest Requirements to Maturity**

<u>Fiscal Year</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total Payments</u>
2026	290,425	32,304	322,729
2027	237,258	24,900	262,158
2028	260,530	17,358	277,888
2029	285,486	9,076	294,562
	<u>\$ 1,073,699</u>	<u>\$ 83,638</u>	<u>\$ 1,157,337</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**13. Leases Payable**

GASB Statement No. 87, Leases establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, the lessee is required to recognize a lease liability and an intangible right-to-use lease asset. For additional information on the intangible right-to-use lease asset, refer to Note 4.

On July 1, 2023, the College recognized a 60-month lease for the use of 17 copiers. An initial lease liability was recorded in the amount of \$104,154. As of June 30, 2025, the total combined value of the lease liability is \$67,528, the total combined value of the short-term lease liability is \$20,665. The College is required to make monthly fixed payments of \$1,861. The combined value of the right to use asset, as of June 30, 2025 of \$104,154 with accumulated amortization of \$36,685. For additional information, refer to Note 4.

**Principal and Interest Requirements to Maturity**

<b>Fiscal Year</b>	<b>Principal Payments</b>	<b>Interest Payments</b>	<b>Total Payments</b>
2026	20,665	1,671	22,336
2027	21,267	1,069	22,336
2028	21,887	449	22,336
2029	3,709	13	3,722
	\$ 67,528	\$ 3,202	\$ 70,730

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**14. State Appropriations**

State funds for operations for the South Carolina Technical College System are appropriated to the State Board for Technical and Comprehensive Education (the “Board”), and the Board allocates funds budgeted for the technical colleges in a uniform and equitable manner. The following is a detailed schedule of State appropriations revenue reported in the financial statements for the fiscal year ended June 30, 2025:

	<b>2025</b>
<b>Non-Capital Appropriations - State</b>	
Appropriations per annual appropriations act	\$ 7,679,417
Pathways to Prosperity	37,784
Critical Needs Nursing Initiative	23,037
Critical Needs Workforce Allocation	74,103
Workforce Pathways	138,203
PEBA retirement credit	109,722
Special line items - truck driving	73,129
From Commission on higher education: Academic Endowment	193
Total non-capital appropriations recorded as current year revenue	\$ 8,135,588
<b>Capital Appropriations - State</b>	
Lottery technology - system office	115,596
Lottery High Demand Job Skill Training Equipment	604,673
Capital Reserve - Capital Projects	1,387,894
Capital Reserve - Maintenance, Renovation, Repair	44,514
Total capital appropriations recorded as current year revenue	\$ 2,152,677

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

**15. Statement of Activities**

Orangeburg-Calhoun Technical College's transactions are reported in the Higher Education Fund, an enterprise fund of the State of South Carolina. Following is the information needed to present the College's business-type activities in the state's government-wide Statement of Activities:

	<u>2025</u>
Charges for services	\$ 9,363,573
Operating grants and contributions	11,542,650
Less: expenses	<u>(28,451,808)</u>
Net program revenue (expense)	(7,545,585)
Transfers:	
State appropriations	8,135,588
State capital appropriations and capital reserve	<u>2,152,677</u>
Change in net assets	2,742,680
Net assets at beginning of year	<u>(7,268,562)</u>
Net assets at end of year	<u>\$ (4,525,882)</u>

**16. Subsequent Events**

Subsequent events were evaluated through September 23, 2025, which is the date the financial statements were available for issue. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

REQUIRED SUPPLEMENTARY INFORMATION

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
SCHEDULE OF PROPORTIONATE SHARE OF THE SOUTH CAROLINA  
RETIREMENT SYSTEMS NET PENSION LIABILITIES

LAST TEN FISCAL YEARS\*

**SOUTH CAROLINA RETIREMENT SYSTEM**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
College's proportion of the net pension liability	0.0849%	0.0886%	0.0908%	0.0900%	0.0919%	0.0965%	0.1021%	0.1081%	0.1115%	0.1128%
College's proportionate share of the net pension liability	\$ 19,909,686	\$ 21,418,492	\$ 22,001,595	\$ 19,469,263	\$ 23,490,085	\$ 22,024,559	\$ 22,881,184	\$ 24,339,101	\$ 23,826,488	\$ 21,394,960
College's covered payroll	\$ 11,824,598	\$ 11,367,500	\$ 11,001,340	\$ 10,392,335	\$ 10,462,088	\$ 10,398,224	\$ 10,796,744	\$ 11,149,641	\$ 11,001,753	\$ 10,828,056
College's proportionate share of the net pension liability as a percentage of its covered payroll	168.38%	188.42%	199.99%	187.34%	224.53%	211.81%	211.93%	218.29%	216.57%	197.59%
Plan fiduciary net position as a percentage of the total pension liability	61.80%	58.60%	57.06%	60.75%	50.71%	54.40%	54.10%	53.34%	52.91%	56.99%

**POLICE OFFICERS RETIREMENT SYSTEM**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
College's proportion of the net pension liability	0.0133%	0.0146%	0.0151%	0.0163%	0.0149%	0.0184%	0.0189%	0.0221%	0.0203%	0.0191%
College's proportionate share of the net pension liability	\$ 398,427	\$ 443,206	\$ 452,310	\$ 418,469	\$ 493,792	\$ 527,067	\$ 534,902	\$ 605,087	\$ 514,701	\$ 415,434
College's covered payroll	\$ 261,968	\$ 255,096	\$ 238,688	\$ 244,566	\$ 224,940	\$ 266,750	\$ 261,293	\$ 297,360	\$ 258,698	\$ 236,135
College's proportionate share of the net pension liability as a percentage of its covered payroll	152.09%	173.74%	189.50%	171.11%	219.52%	197.59%	204.71%	203.49%	198.96%	175.93%
Plan fiduciary net position as a percentage of the total pension liability	70.50%	67.80%	66.45%	70.37%	58.79%	62.70%	61.73%	60.94%	60.44%	64.57%

\* - The amounts presented for each fiscal year were determined as of July 1 of two years prior, using membership data as of the day, projected forward to June 30 of the previous year.

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
SCHEDULE OF SOUTH CAROLINA RETIREMENT SYSTEMS CONTRIBUTIONS

LAST TEN FISCAL YEARS

**SOUTH CAROLINA RETIREMENT SYSTEM**

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Contractually required contributions	\$ 2,269,186	\$ 2,161,472	\$ 1,964,362	\$ 1,790,231	\$ 1,582,383	\$ 1,596,616	\$ 1,482,984	\$ 1,434,948	\$ 1,261,136	\$ 1,194,467
Contributions in relation to the contractually required contribution	(2,269,186)	(2,161,472)	(1,964,362)	(1,790,231)	(1,582,383)	(1,596,616)	(1,482,984)	(1,434,948)	(1,261,136)	(1,194,467)
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered payroll	\$ 12,466,994	\$ 11,824,598	\$ 11,367,500	\$ 11,001,340	\$ 10,392,335	\$ 10,462,088	\$ 10,398,224	\$ 10,796,744	\$ 11,149,641	\$ 11,001,753
Contributions as a percentage of covered payroll	18.20%	18.28%	17.28%	16.27%	15.23%	15.26%	14.26%	13.29%	11.31%	10.86%

**POLICE OFFICERS' RETIREMENT SYSTEM**

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Contractually required contributions	\$ 65,835	\$ 55,645	\$ 51,631	\$ 45,924	\$ 44,609	\$ 41,029	\$ 45,988	\$ 42,434	\$ 42,344	\$ 35,545
Contributions in relation to the contractually required contribution	(65,835)	(55,645)	(51,631)	(45,924)	(44,609)	(41,029)	(45,988)	(42,434)	(42,344)	(35,545)
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered payroll	\$ 309,960	\$ 261,968	\$ 255,096	\$ 238,688	\$ 244,566	\$ 224,940	\$ 266,750	\$ 261,293	\$ 297,360	\$ 258,698
Contributions as a percentage of covered payroll	21.24%	21.24%	20.24%	19.24%	18.24%	18.24%	17.24%	16.24%	14.24%	13.74%

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
SCHEDULE OF PROPORTIONATE SHARE OF SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND  
OTHER POSTEMPLOYMENT BENEFITS LIABILITIES

LAST TEN FISCAL YEARS\*

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
College's proportion of the OPEB liability	0.1049%	0.1110%	0.1141%	0.1141%	0.1159%	0.1219%	0.1283%	0.1357%	0.1357%
College's proportionate share of the net OPEB liability	\$ 16,914,350	\$ 14,525,266	\$ 17,363,252	\$ 23,749,463	\$ 20,928,667	\$ 18,439,792	\$ 18,170,658	\$ 18,386,167	\$ 19,640,154
College's covered payroll	\$ 12,279,968	\$ 11,622,595	\$ 11,219,056	\$ 10,636,900	\$ 10,687,027	\$ 10,664,974	\$ 11,058,037	\$ 11,447,001	\$ 11,260,451
College's proportionate share of the net OPEB liability as a percentage of its covered payroll	137.74%	124.97%	154.77%	223.27%	195.83%	172.90%	164.32%	160.62%	174.42%
Plan fiduciary net position as a percentage of the total OPEB liability	9.91%	11.24%	9.64%	7.48%	8.39%	8.44%	7.91%	7.60%	7.60%

\* - The amounts presented for each fiscal year were determined as of July 1 of two years prior, using membership data as of the day, projected forward to June 30 of the previous year. Additionally, the College implemented GASB 75 during fiscal year 2018. As such, only years subsequent to fiscal year 2016 have information available

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
 SCHEDULE OF SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND  
 CONTRIBUTIONS

LAST TEN FISCALYEARS

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contributions	\$ 811,337	\$ 767,498	\$ 726,412	\$ 702,502	\$ 664,806	\$ 668,725	\$ 645,230	\$ 608,192	\$ 610,270	\$ 603,765
Contributions in relation to the contractually required contribution	(811,337)	(767,498)	(726,412)	(702,502)	(664,806)	(668,725)	(645,230)	(608,192)	(610,270)	(603,765)
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered payroll	\$ 12,776,960	\$ 12,086,582	\$ 11,622,595	\$ 11,219,056	\$ 10,636,900	\$ 10,687,027	\$ 10,664,974	\$ 11,058,037	\$ 11,447,001	\$ 11,260,451
Contributions as a percentage of covered payroll	6.35%	6.35%	6.25%	6.26%	6.25%	6.26%	6.05%	5.50%	5.33%	5.36%

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2025

**1. Changes of Assumptions**

Amounts reported for the year ended June 30, 2025 reflect actuarial assumption changes effective July 1, 2023 based on the results of an actuarial experience study completed in 2024.

## OTHER COMPLIANCE REPORTS

# THE BRITTINGHAM GROUP, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

501 STATE STREET

POST OFFICE BOX 5949

WEST COLUMBIA, SOUTH CAROLINA 29171

## **INDEPENDENT AUDITORS' 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***

Members of the Orangeburg-Calhoun Commission for Technical Education  
Orangeburg-Calhoun Technical College  
3250 St. Matthews Road  
Orangeburg, South Carolina, 29118-8299

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the business-type activities, and the discretely presented component unit of Orangeburg-Calhoun Technical College (the "College"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated September 23, 2025.

### ***Report on Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College'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 College's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the College’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests 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 College’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 College’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The image shows a handwritten signature in black ink that reads "The Brittingham Group LLP". The signature is written in a cursive, flowing style. It is contained within a thin black rectangular border.

West Columbia, South Carolina  
September 23, 2025

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501 STATE STREET

POST OFFICE BOX 5949

WEST COLUMBIA, SOUTH CAROLINA 29171

PHONE: (803) 739-3090

FAX: (803) 791-0834

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE STATE LOTTERY TUITION ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE**

Members of the Orangeburg-Calhoun Commission for Technical Education  
Orangeburg-Calhoun Technical College  
3250 St. Matthews Road  
Orangeburg, South Carolina, 29118-8299

### **Report on Compliance for the State Lottery Tuition Program**

We have audited Orangeburg-Calhoun Technical College's (the "College") compliance with the types of compliance requirements described in the State Lottery Tuition Assistance Program Policy 3-2-307 and Procedure 3-2-307.1, issued by the State Board for Technical and Comprehensive Education, that could have a direct and material effect on each of the College's State Lottery Assistance Program for the year ended June 30, 2025.

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the College's State Lottery Assistance Program for the year ended June 30, 2025.

### **Basis for Opinion on the State Lottery Tuition Program**

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 the State Lottery Tuition Assistance Program Policy 3-2-307 and Procedure 3-2-307.1, issued by the State Board for Technical and Comprehensive Education. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of Compliance section of our report.

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

### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the College's State Lottery Assistance Program

### **Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted standards, *Government Auditing Standards*. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the State Lottery Tuition Assistance Program Policy 3-2-307 and Procedure 3-2-307-1.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the State Lottery Tuition Assistance Program Policy 3-2-307 and Procedure 3-2-307.1, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the State Lottery Tuition Assistance Program Policy 3-2-307 and Procedure 3-2-307.1, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over compliance. Accordingly, no such opinion is expressed.

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

## **Report on Internal Control Over Compliance**

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

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

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

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

*The Brittingham Group LLP*

West Columbia, South Carolina  
September 23, 2025

**ORANGEBURG-CALHOUN TECHNICAL COLLEGE**

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**SINGLE AUDIT REPORT**

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**YEAR ENDED JUNE 30, 2025**

# ***ORANGEBURG-CALHOUN TECHNICAL COLLEGE***

## **Single Audit Report**

**Fiscal Year Ended June 30, 2025**

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WEST COLUMBIA, SOUTH CAROLINA 29171

PHONE: (803) 739-3090

FAX: (803) 791-0834

## **INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Members of the Orangeburg-Calhoun Commission for Technical Education  
Orangeburg-Calhoun Technical College  
3250 St. Matthews Road  
Orangeburg, South Carolina, 29118-8299

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited Orangeburg-Calhoun Technical College's (the "College") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2025. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

#### ***Basis for Opinion on Each Major Federal Program***

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

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis.

*A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the basic financial statements of the College, as of and for the year ended June 30, 2025. We issued our report thereon dated September 23, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



West Columbia, South Carolina  
December 19, 2025

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass Through Identifying Number	Federal Expenditures June 30, 2025
<b>Direct Programs:</b>			
<b>U. S. Department of Education</b>			
Federal Supplemental Educational Opportunity Grants	84.007		\$ 169,047
Federal Work-Study Program	84.033		66,057
Federal Pell Grant Program	84.063		6,432,795
Federal Direct Student Loans	84.268		<u>1,203,615</u>
Total Student Financial Aid Cluster			<u>7,871,514</u>
Predominantly Black Institutions Program - Formula Grants	84.031		589,985
TRIO Student Support Services	84.042A		358,434
Fund For Improvement of Postsecondary Education	84.116M		282,930
Education Stabilization Fund – Institutional Resilience & Expanded Postsecondary Opportunity	84.425P		248,368
Total U.S. Department of Education			<u>9,351,231</u>
<b>Total Direct Programs:</b>			<u>9,351,231</u>
<b>Indirect Programs:</b>			
<b>U. S. Department of Education</b>			
Passed through South Carolina Department of Education:			
Adult Education State Administered	84.002A	H63010101024	183,374
Vocational Education - Basic Grant to States	84.048A	H63010107124	<u>92,984</u>
Total Passed through South Carolina Department of Education			<u>276,358</u>
Passed through South Carolina Board of Technical College Education:			
South Carolina Office of the Governor–Governor’s Emergency Education Relief (GEER) Fund Workforce Scholarships for the Future (Phase 3)	84.425C	H63010EANS22	80,963
South Carolina Department of Education–Elementary & Secondary School Emergency Relief (ESSER) Fund	84.425U	H63010497523	<u>70,914</u>
Total Passed through South Carolina Board of Technical College Education			<u>151,877</u>
Total U.S. Department of Education			<u>428,235</u>
<b>U. S. Department of Health and Human Services</b>			
Passed through the First Steps of South Carolina:			
Child Care and Development Block Grant	93.575		<u>10,849</u>
Total U.S. Department of Health and Human Services			<u>10,849</u>

-CONTINUED-

ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 YEAR ENDED JUNE 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass Through Identifying Number	Federal Expenditures June 30, 2025
<b>Indirect Programs (Continued):</b>			
<b>U.S. Department of Agriculture</b>			
Passed through SC Department of Social Services: SNAP Employment and Training Program	10.561	195SC407S2519	86,205
Total U.S. Department of Agriculture			86,205
<b>U.S. Department of Labor</b>			
Passed through SC Department of Technical College Education: Apprenticeship USA Grants -- Building State Capacity to Expand Apprenticeship through Innovation (SAE)	17.285		9,347
Passed through Piedmont Technical College Workforce Innovation Center (WIC) for Advanced Manufacturing and Nursing Accelerted Pathways	17.261		88,465
Total U.S. Department of Labor			97,812
<b>Total Indirect Programs:</b>			623,101
<b>Total Federal Awards</b>			<u>\$ 9,974,332</u>

ORANGEBURG-CALHOUN TECHNICAL COLLEGE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2025

**1. Description**

Orangeburg-Calhoun Technical College has adopted *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards were adopted to fulfill the financial and compliance audit requirements of federal grantor agencies. For purposes of implementing Uniform Guidance, federal grant awards were made susceptible to audit and are included in the Schedule of Expenditures of Federal Awards.

**2. Summary of Significant Accounting Policies**

The financial activity shown on the Schedule of Expenditures of Federal Awards reflects amounts recorded by Orangeburg-Calhoun Technical College during its fiscal year July 1, 2024 through June 30, 2025 and accordingly, does not include a full year's financial activity for grants awarded or terminated on dates not coinciding with the College's fiscal year. The College reports these on the accrual basis of accounting.

**3. Loan Programs**

The College has students who have approved Federal Direct Loans. Those loans were disbursed to the students during the current fiscal year. The College is not the lender. The College only processes the loans for the lender, the Department of Education. The total Federal Direct Loans for the current fiscal year were \$1,203,615.

**4. Indirect Costs**

The College has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.



ORANGEBURG-CALHOUN TECHNICAL COLLEGE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

(CONTINUED)

**Federal Awards Findings and Questioned Costs:**

No findings or questioned costs.

**Status of Prior Year Findings:**

None were reported.