

SOUTH CAROLINA ASSOCIATION OF CERTIFIED PUBLIC  
ACCOUNTANTS, INC. AND RELATED ENTITIES

---

COMBINED AUDITED FINANCIAL STATEMENTS  
AND OTHER SUPPLEMENTARY INFORMATION

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YEARS ENDED JUNE 30, 2024 AND 2023

WITH

INDEPENDENT AUDITOR'S REPORT

SCOTT  COMPANY

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## Independent Auditor's Report

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To The Board of Directors  
South Carolina Association of Certified Public Accountants, Inc.  
Cayce, South Carolina

### Opinion

We have audited the accompanying combined financial statements of South Carolina Association of Certified Public Accountants, Inc. and Related Entities (the "Association"), a nonprofit organization, which comprise the combined statements of financial position as of June 30, 2024 and 2023, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Association as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Association and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

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

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined 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 combined 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 Association'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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association'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.

#### **Report on Other Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. Schedules I, II, III, IV, and V are presented for purposes of additional analysis and are not a required part of the combined 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 combined financial statements. The combining information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

*Scott and Company LLC*

Columbia, South Carolina  
November 22, 2024

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
 Combined Statements of Financial Position  
 as of June 30,

	2024	2023
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 1,873,148	\$ 1,799,813
Investments	2,094,361	1,966,680
Accounts receivable	32,228	21,252
Prepaid expenses	126,055	87,595
Total current assets	4,125,792	3,875,340
Operating lease right of use asset, net	132,236	180,936
<b>Total assets</b>	4,258,028	4,056,276
<b>Liabilities and net assets</b>		
Current liabilities		
Accounts payable and accrued expenses	46,971	50,671
Unearned revenue	1,349,402	1,277,875
Current portion of operating lease liability	67,578	60,658
Total current liabilities	1,463,951	1,389,204
Operating lease liability, less current portion	67,866	122,701
Total liabilities	1,531,817	1,511,905
<b>Net assets</b>		
Net assets without donor restrictions:		
Undesignated	1,927,388	1,778,948
Designated for scholarships	296,878	290,886
Total net assets without donor restrictions	2,224,266	2,069,834
Net assets with donor restrictions	501,945	474,537
Total net assets	2,726,211	2,544,371
<b>Total liabilities and net assets</b>	\$ 4,258,028	\$ 4,056,276

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

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
 Combined Statements of Activities  
 For the Years Ended June 30,

	2024	2023
<b>Net Assets without Donor Restrictions</b>		
Support, revenue and gains		
Membership	\$ 1,985,557	\$ 1,845,885
Registration and conference fees	177,508	154,317
Interest and dividends	61,055	37,405
Net appreciation in investments	95,187	67,205
Advertising	22,862	22,576
Product sales	546	1,006
Partnerships	76,414	76,199
Marketing consulting fees	4,702	8,381
Student Pipeline Project	7,850	4,974
Contributions	32,183	21,534
Chapter social events	30,353	29,158
Gain on sale of assets	-	20,000
Other income	-	940
Total revenue and gains	2,494,217	2,289,580
Net assets released from restrictions due to fulfillment of donor/grantor restrictions	37,096	31,072
Total support, revenue and gains	2,531,313	2,320,652
Expenses:		
Program expenses:		
Advocate	176,480	163,683
Grow	203,158	161,696
Connect	205,236	187,353
Communicate	948,964	852,792
Educate	727,977	745,905
General and administrative	115,066	124,445
Total expenses and losses	2,376,881	2,235,874
Change in net assets without donor restrictions	154,432	84,778
<b>Net Assets with Donor Restrictions</b>		
Support, revenue and gains		
Interest and dividends	6,139	5,588
Net appreciation in investments	25,107	19,118
Contributions to PAC	21,358	20,407
Contributions to Educational Fund	11,900	5,045
Net assets released from restrictions	(37,096)	(31,072)
Total support, revenue and gains	27,408	19,086
Change in net assets with donor restrictions	27,408	19,086
Total changes in net assets	181,840	103,864
Net assets, beginning of year	2,544,371	2,440,507
Net assets, end of year	\$ 2,726,211	\$ 2,544,371

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

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
 Combined Statement of Functional Expenses  
 For the Year Ended June 30, 2024

	Program Services					Total Program Services	General and Administrative	Total
	Advocate	Grow	Connect	Communicate	Educate			
<b>Expenses:</b>								
Conferences	\$ -	\$ -	\$ -	\$ -	\$ 283,900	\$ 283,900	\$ -	\$ 283,900
Seminars and livestreams	-	-	-	-	57,254	57,254	-	57,254
Self study and other	-	-	-	-	40,475	40,475	-	40,475
Payroll	44,214	60,338	98,651	387,612	145,925	736,740	58,476	795,216
Member recruitment	-	-	-	21,040	-	21,040	-	21,040
Member services and development	-	1,823	30,706	105,891	-	138,420	-	138,420
Lease expense	4,315	5,873	9,623	37,779	15,070	72,660	5,722	78,382
Professional fees	72,386	1,528	823	70,923	58,792	204,452	13,088	217,540
Information technology	3,508	4,781	7,827	30,745	11,599	58,460	4,730	63,190
Employee insurance	5,766	7,871	12,866	50,554	19,024	96,081	7,625	103,706
Payroll taxes	3,732	5,126	8,333	32,774	12,217	62,182	4,936	67,118
Personnel expenses - other	2,025	2,815	4,529	17,884	6,533	33,786	2,643	36,429
Merchant and bank fees	3,319	4,405	7,380	28,874	11,327	55,305	4,387	59,692
Printing	2,993	2,715	4,498	18,981	7,641	36,828	2,653	39,481
Office supplies and equipment	1,000	1,292	2,376	10,349	7,369	22,386	1,308	23,694
Board activities	-	-	1,040	42,350	-	43,390	-	43,390
Professional development - staff	1,688	2,113	3,728	14,491	6,144	28,164	2,196	30,360
Postage	591	1,087	1,297	8,132	2,252	13,359	1,147	14,506
Telephone	589	816	1,316	5,179	1,907	9,807	783	10,590
Business insurance	627	859	1,399	5,499	2,057	10,441	829	11,270
Retirement	1,464	1,966	3,260	12,781	4,924	24,395	1,930	26,325
Delegate expenses	-	-	-	21,290	-	21,290	-	21,290
Local travel	712	455	829	3,788	30,776	36,560	1,005	37,565
Dues and subscriptions	5,507	932	1,219	16,859	1,736	26,253	777	27,030
Student Pipeline Project	-	18,429	-	-	-	18,429	-	18,429
Committee activities	-	-	-	2,396	-	2,396	-	2,396
Property taxes	16	19	35	137	61	268	21	289
Retirement administration fee	303	415	676	2,656	994	5,044	810	5,854
Scholarships - educational fund	-	77,500	-	-	-	77,500	-	77,500
Contributions - chapters	-	-	2,825	-	-	2,825	-	2,825
Contributions	21,725	-	-	-	-	21,725	-	21,725
	<b>\$ 176,480</b>	<b>\$ 203,158</b>	<b>\$ 205,236</b>	<b>\$ 948,964</b>	<b>\$ 727,977</b>	<b>\$ 2,261,815</b>	<b>\$ 115,066</b>	<b>\$ 2,376,881</b>

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

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
 Combined Statement of Functional Expenses  
 For the Year Ended June 30, 2023

	Program Services					Total Program Services	General and Administrative	Total
	Advocate	Grow	Connect	Communicate	Educate			
Expenses:								
Conferences	\$ -	\$ -	\$ -	\$ -	\$ 215,700	\$ 215,700	\$ -	\$ 215,700
Seminars and livestreams	-	-	-	-	58,834	58,834	-	58,834
Self study and other	-	-	-	-	34,643	34,643	-	34,643
Payroll	44,544	53,436	89,007	351,623	204,773	743,383	57,763	801,146
Member recruitment	-	-	-	24,180	-	24,180	-	24,180
Member services and development	-	2,448	30,884	113,467	-	146,799	-	146,799
Lease expense	4,211	5,050	8,413	33,234	19,354	70,262	7,883	78,145
Professional fees	67,700	1,000	-	58,792	58,792	186,284	11,250	197,534
Information technology	3,556	4,266	7,105	28,070	16,347	59,344	4,611	63,955
Employee insurance	5,132	6,156	10,254	40,510	23,591	85,643	6,242	91,885
Payroll taxes	3,637	4,363	7,267	28,710	16,719	60,696	4,716	65,412
Personnel expenses - other	1,719	2,062	3,435	13,571	7,903	28,690	2,495	31,185
Merchant and bank fees	3,094	3,712	6,183	24,427	14,225	51,641	4,013	55,654
Printing	2,812	2,318	3,750	16,016	9,722	34,618	2,470	37,088
Office supplies and equipment	1,473	1,767	3,307	14,274	9,815	30,636	1,910	32,546
Board activities	-	-	865	43,208	-	44,073	-	44,073
Professional development - staff	153	184	306	1,209	704	2,556	199	2,755
Postage	595	758	1,285	7,260	2,474	12,372	1,113	13,485
Telephone	606	727	1,210	4,782	2,785	10,110	786	10,896
Business insurance	599	718	1,196	4,726	2,752	9,991	776	10,767
Retirement	1,546	1,855	3,090	12,205	7,108	25,804	2,005	27,809
Delegate expenses	-	-	-	7,884	-	7,884	-	7,884
Local travel	364	660	727	3,267	36,615	41,633	472	42,105
Dues and subscriptions	5,754	837	720	18,276	1,657	27,244	467	27,711
Student Pipeline Project	-	10,766	-	-	-	10,766	-	10,766
Committee activities	-	-	443	710	-	1,153	-	1,153
Property taxes	17	20	34	133	77	281	22	303
Retirement administration fee	286	343	572	2,258	1,315	4,774	15,252	20,026
Scholarships - educational fund	-	58,250	-	-	-	58,250	-	58,250
Contributions - chapters	-	-	7,300	-	-	7,300	-	7,300
Contributions	15,885	-	-	-	-	15,885	-	15,885
	\$ 163,683	\$ 161,696	\$ 187,353	\$ 852,792	\$ 745,905	\$ 2,111,429	\$ 124,445	\$ 2,235,874

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



South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
 Combined Statements of Cash Flows  
 For the Years Ended June 30,

	2024	2023
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 181,840	\$ 103,864
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Amortization	48,700	59,029
Contributions restricted for endowment	(11,900)	(5,045)
Net realized and unrealized gain on investments	(120,294)	(86,323)
Gain on sale of assets	-	(20,000)
Changes in deferred and accrued amounts:		
Accounts receivable	(10,976)	(865)
Due from Group Insurance Trust	-	9,488
Prepaid expenses	(38,460)	(14,019)
Accounts payable and accrued expenses	(3,700)	2,805
Unearned revenue	71,527	122,875
Operating lease liability	(47,915)	(56,606)
Net cash provided by operating activities	68,822	115,203
<b>Cash flows from investing activities:</b>		
Purchases of investments	(359,001)	(10,000)
Proceeds from sales of investments	351,614	12,768
Proceeds from sales of assets	-	20,000
Net cash (used in) provided by investing activities	(7,387)	22,768
<b>Cash flows from financing activities:</b>		
Proceeds from contributions restricted for endowment	11,900	5,045
Net cash provided by financing activities	11,900	5,045
Net increase in cash and cash equivalents	73,335	143,016
Cash and cash equivalents at beginning of year	1,799,813	1,656,797
Cash and cash equivalents at end of year	\$ 1,873,148	\$ 1,799,813
Supplemental cash flow information:		
Initial recording of operating lease right of use asset and lease liability per implementation of ASC Topic 842	\$ -	\$ 239,965

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

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 1. General**

The combined financial statements include the accounts of the South Carolina Association of Certified Public Accountants, Inc. (the “SCACPA”), its eight separate chapters, and its related entities, the Educational Fund, and the Political Action Committee (“PAC”). SCACPA, its eight local chapters located throughout the state of South Carolina, the Educational Fund, and the PAC, collectively, form the “Association.” SCACPA has a stated mission to empower a professional community that fosters each members’ success and amplifies the voice of the CPA profession in South Carolina.

The South Carolina Association of Certified Public Accountants, Inc. Educational Fund (“Educational Fund”), exists to promote high standards of scholarship, to encourage the study of accounting, and to further accounting education. The Educational Fund is supervised by five trustees selected from SCACPA membership who serve for five-year terms. The South Carolina Association of Certified Public Accountants, Inc. PAC, is a nonpartisan, non-profit advocacy organization that was created to provide the opportunity for individuals interested in the future of the accounting profession to contribute to the support of candidates for state office who believe in, and have demonstrated their beliefs in, the principles to which the profession is dedicated. The PAC is a tax-exempt, non-profit, unincorporated political committee that operates as a separate, segregated fund. The PAC is supervised by five members selected from SCACPA membership who serve for five-year terms.

**Note 2. Summary of Significant Accounting Policies**

Basis of Accounting

The combined financial statements of the Association have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“US GAAP”). Revenues are recorded as earned and costs and expenses are recognized when the obligations are incurred. Accordingly, membership dues and initiation fees are recorded as income in the period for which they are applicable. Registrations for continuing professional education courses are recognized in the period that the related courses are conducted. Membership dues received in advance are shown as unearned revenue and are recorded as revenue earned when the respective membership year begins. Pledges and contributions are recognized as income in the period payment is received.

The Association reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends, or the purpose of the restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the combined statements of activities as net assets released from restrictions.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 2. Summary of Significant Accounting Policies (continued)**

Basis of Presentation

The Association prepares its combined financial statements in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 958, Financial Statements for Not-for-Profit Organizations. Under ASC Topic 958, the Association is required to report information regarding financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The classes are defined as follows:

*Net assets without donor restrictions:* Net assets that are available for use in general operations, including board-designated unrestricted.

*Net assets with donor restrictions:* Net assets that are subject to donor-imposed restrictions that may or will be met either by actions of the Association or the passage of time. This also includes net assets that are subject to donor-imposed stipulations that must be maintained permanently by the Association. Net assets that must be permanently maintained may be invested to provide a permanent source of income for the Association.

Use of Estimates

The preparation of the combined financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of changes in net assets during the reporting period. The most significant estimate in these combined financial statements is the fair market value of investments. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents consist of demand deposits and money market accounts. The Association considers all highly liquid instruments with an original maturity of three months or less to be cash equivalents.

Concentrations of Credit Risk

The Association places its cash and cash equivalents with financial institutions that it believes to be of high quality. Cash and cash equivalents consisted of the following as of June 30,:

	2024	2023
SCACPA	\$ 1,732,557	\$ 1,671,700
Educational fund	37,891	25,573
PAC	102,700	102,540
	\$ 1,873,148	\$ 1,799,813

The Association has not experienced any losses on its cash and cash equivalents.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 2. Summary of Significant Accounting Policies (continued)**

Property and Equipment

Property and equipment purchases, including the costs necessary to prepare the asset for its intended use, are recorded at cost or fair market value at the date of donation in the case of donated property, less allowances for depreciation. Assets are capitalized if the value at acquisition exceeds \$5,000. Depreciation is charged to operations on the straight-line method over estimated useful lives of the respective assets as follows:

Building and improvements	13 - 30 years
Furniture and equipment	3 - 10 years

Expenditures for repairs and maintenance are charged to operations as incurred. Costs of major additions and improvements are capitalized. The cost of property retired or otherwise disposed of and the related accumulated depreciation is eliminated from the respective accounts. Gains or losses resulting from such dispositions are reflected in changes in net assets on the combined statements of activities.

Investments

The Association's investments are stated at estimated fair market value in the combined statements of financial position. Changes in unrealized gains and losses are included in the change in net assets and are reported in the combined statements of activities.

Contributions to the Educational Fund's endowment (the "Endowment") are allocated to Net Assets with Donor Restrictions, and Net Assets without Donor Restrictions - Board Designated categories in accordance with donor wishes. The Endowment's investment earnings, and additional Educational Fund resources, if necessary, are used to provide for the Educational Fund's named scholarship programs. Accordingly, the investment returns on the Endowment's assets are reflected in Net Assets with Donor Restrictions and Net Assets without Donor Restrictions, as applicable.

Unearned Revenue

Unearned revenue consists of the Association's membership dues, continuing professional education fees, and conference fees collected in advance of services provided by the Association.

Compensated Absences

The Association accounts for paid time off by recording a liability for employees' vested rights to receive compensation for future absences attributable to services already performed.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the combined statements of activities and combined statements of functional expenses. Certain shared costs have been allocated among the programs and supporting services benefited.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 2. Summary of Significant Accounting Policies (continued)**

Income Taxes

The Association and local chapters are tax-exempt under Section 501(c)(6) of the Internal Revenue Code, (“IRC”), the Educational Fund and PAC are tax-exempt under Sections 501(c)(3) and Section 527, respectively, of the IRC. The Association is also exempt from South Carolina state income taxes. In addition, the Educational Fund has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509(a) of the IRC.

US GAAP requires management to evaluate income tax positions taken by the Association and recognize an income tax liability (or asset) if the Association has taken an uncertain position that more likely than not would be substantiated upon examination by the Internal Revenue Service (“IRS”).

The Association has identified its income tax status as a tax-exempt entity as its only significant income tax position; however, the Association has determined that such income tax position does not result in an uncertainty requiring recognition in the combined financial statements. The Association is not currently under examination by any taxing jurisdiction. SCACPA, PAC and the Educational Fund file IRS Form 990 annually with the IRS. The Association’s federal returns have determined that such income tax position does not result in an uncertainty requiring recognition in the combined financial statements. Management believes it is no longer subject to tax examinations for fiscal years prior to 2021.

Leases

The Association adopted the new guidance for lease accounting as described in ASC Topic 842 using the transitional approach as of July 1, 2022. There was no impact to cash flows as a result of this implementation. The Association elected the following practical expedients:

- The package of practical expedients permitted under the transition guidance within the new standard, which among other things, allowed the Association to not reassess under the new guidance the prior conclusion about lease identification, lease classification, and initial direct costs.
- The practical expedient to not recognize right of use assets and lease liabilities for leasing arrangements with terms of one year or less.
- The practical expedient to use the annualized risk-free rate as the discount rate, which is based on the U.S. Treasury yield curve rate for an equivalent term.

As a result of adopting the new guidance effective July 1, 2022, the Association recorded an operating lease right of use asset and operating lease liability of \$239,965 for the lease of its facilities.

The Association determines if an arrangement is a lease at inception. Leases are evaluated at commencement to determine proper classification as an operating or finance lease. The Association’s lease is classified as operating. The Association recognizes a right of use asset and lease liability at lease commencement based on the present value of lease payments over the lease term. The Association uses the annualized risk-free rate as the discount rate as the Association’s lease arrangement does not provide an implicit borrowing rate.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 2. Summary of Significant Accounting Policies (continued)**

Leases (continued)

Fixed lease payments are recognized on a straight-line basis over the lease term. The Association's lease does not contain any material residual value guarantees or payments under purchase and termination options which are reasonably certain to be exercised. Lease terms are initially determined as the non-cancelable period of a lease adjusted for options to extend a lease that are reasonably certain to be exercised.

Right of use assets are carried at cost less accumulated amortization. Initial cost comprises the lease liability adjusted for lease payments at or before the commencement date. Leases that have an original term of 12 months or less are not recognized on the Association's combined statement of financial position, and the lease expense related to those short-term leases is recognized over the lease term.

**Note 3. Revenue Recognition**

In accordance with ASC Topic 606, the Association recognizes revenue when control of the promised goods or services are transferred to outside parties in an amount that reflects the consideration the Association expects to be entitled to in exchange for those goods or services. ASC Topic 606 also requires new and expanded disclosures regarding revenue recognition to ensure understanding as to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. The Association has identified membership, registration, advertising, product sales, and partnerships as revenue categories subject to the adoption of ASC Topic 606.

*Memberships and partnerships* – The Association offers memberships of various categories that typically last for a term of one year. Performance obligations are satisfied during the period for which the membership dues are applicable.

*Registration* – Registration consists of continuing professional education and conference fees. Performance obligations are satisfied when the related courses are conducted.

*Advertising* – Advertising revenues are derived from businesses' consideration in exchange for acknowledgement. Performance obligations for advertising are satisfied when the related events are conducted.

*Product sales* – Product sales consist primarily of continuing professional education materials. Performance obligations are satisfied upon delivery of the product to the customer.

*Accounts receivable* – Accounts receivable consists of receivables for events. At June 30, 2024 and 2023, all receivables were considered to be fully collectible. Accordingly, no allowance for doubtful accounts was required.

*Deferred Revenue* – Deferred revenue consists of the Association's membership dues, continuing professional education fees and conference fees collected in advance of services provided by the Association.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 3. Revenue Recognition (continued)**

*Economic factors* – The Association is impacted by overall economic conditions, as people may not purchase memberships or register for events during poor economic conditions.

The Association’s revenues from contracts with customers were recognized at a point in time according to the timing of transfer of services. Revenues disaggregated between revenues from contracts with customers and other revenues are shown below:

	<u>2024</u>	<u>2023</u>
Membership	\$ 1,993,407	\$ 1,845,885
Registration	177,508	154,317
Advertising	22,862	22,576
Product sales	546	1,006
Partnerships	<u>76,414</u>	<u>76,199</u>
Total revenues from contracts with customers (subject to ASC Topic 606)	<u>2,270,737</u>	<u>2,099,983</u>
Other revenues	<u>287,984</u>	<u>239,755</u>
Total revenues	<u>\$ 2,558,721</u>	<u>\$ 2,339,738</u>

Contract assets and contract liabilities from contracts with customers consisted of the following at June 30,:

	<u>2024</u>	<u>2023</u>
Contract assets:		
Accounts receivable	\$ 32,228	\$ 21,252
Total contract assets	<u>\$ 32,228</u>	<u>\$ 21,252</u>
Contract liabilities:		
Deferred revenue	\$ 1,349,402	\$ 1,277,875
Total contract liabilities	<u>\$ 1,349,402</u>	<u>\$ 1,277,875</u>

**Note 4. Liquidity and Availability of Resources**

As part of the Association's liquidity management, it has the policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Financial assets available for general expenditure within one year of the statement of financial position date comprise the following:

	<u>Total</u>	<u>Funds with Donor Restrictions</u>	<u>Funds with Board Designations</u>	<u>Net</u>
Cash and cash equivalents	\$ 1,873,148	\$ (102,700)	\$ -	\$ 1,770,448
Investments	2,094,361	(390,134)	(296,878)	1,407,349
Accounts receivable	32,228	(9,111)	-	23,117
	<u>\$ 3,999,737</u>	<u>\$ (501,945)</u>	<u>\$ (296,878)</u>	<u>\$ 3,200,914</u>

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 5. Fair Value of Financial Instruments**

The Association records investments according to US GAAP which establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. When quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques.

Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. In that regard, the derived fair value estimates cannot be substantiated by comparison to independent markets and, in many cases could not be realized in immediate settlement of the instrument.

The following levels of input for measurement of fair value have been defined to assist the user in evaluating the fair value disclosure information:

- Level 1      Quoted prices in an active market for identical assets or liabilities.
- Level 2      Other quoted prices in active markets for similar assets or liabilities, quoted prices for identical assets or liabilities in markets that are not active for transactions or availability of information, other observable sources of information, and information derived principally from or corroborated from observable sources of information.
- Level 3      Unobservable sources of information, primarily management's assumptions about potential market participants.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value at June 30, 2024 and 2023:

*Money market funds:* The carrying amounts of such instruments approximate fair value.

*Exchange traded funds, fixed income funds, and mutual funds:* Valued at the net asset value ("NAV") of shares held by the Association.

The methods described above may produce a fair value estimate that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Association believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.



**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 5. Fair Value of Financial Instruments (continued)**

The following table sets forth by level, within the fair value hierarchy, the Association's assets at fair value as of June 30, 2024 and 2023:

	Fair Value Measurements at June 30, 2024			
	Level 1	Level 2	Level 3	Total
<b>Money market funds</b>	\$ 62,267	\$ -	\$ -	\$ 62,267
<b>Exchange traded funds</b>	1,645,097	-	-	1,645,097
<b>Fixed income funds</b>	148,648	-	-	148,648
<b>Mutual funds</b>	238,349	-	-	238,349
	\$ 2,094,361	\$ -	\$ -	\$ 2,094,361

	Fair Value Measurements at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 55,933	\$ -	\$ -	\$ 55,933
Exchange traded funds	1,540,834	-	-	1,540,834
Fixed income funds	140,588	-	-	140,588
Mutual funds	229,325	-	-	229,325
	\$ 1,966,680	\$ -	\$ -	\$ 1,966,680

**Note 6. Investments**

Investments consisted of the following at June 30, 2024:

	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
<b>Money market funds</b>	\$ 62,267	\$ -	\$ -	\$ 62,267
<b>Exchange traded funds</b>	1,504,020	141,077	-	1,645,097
<b>Fixed income funds</b>	155,202	-	(6,554)	148,648
<b>Mutual funds</b>	238,349	-	-	238,349
	\$ 1,959,838	\$ 141,077	\$ (6,554)	\$ 2,094,361

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 6. Investments (continued)**

Investments consisted of the following at June 30, 2023:

	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Money market funds	\$ 55,933	\$ -	\$ -	\$ 55,933
Exchange traded funds	1,527,961	12,873	-	1,540,834
Fixed income funds	150,172	-	(9,584)	140,588
Mutual funds	229,325	-	-	229,325
	<u>\$ 1,963,391</u>	<u>\$ 12,873</u>	<u>\$ (9,584)</u>	<u>\$ 1,966,680</u>

Investments with a fair value at June 30, 2024 and 2023, of \$952,247 and \$912,984, respectively and original cost at June 30, 2024 and 2023, of \$813,098 and \$887,157, respectively, are assets of the Educational Fund, some of which are held in perpetuity. The amount stipulated by the donor to be retained in perpetuity as it relates to these investments is reflected in Note 8.

Sales of investments in SCACPA and the Educational Fund for the year ended June 30, 2024, resulted in proceeds of \$8,922 and \$2,385 in gross realized losses. Sales of investments in SCACPA and the Educational Fund for the year ended June 30, 2023, resulted in proceeds of \$12,768 and \$27,794 in gross realized losses.

**Note 7. Property and Equipment**

Property and equipment consisted of \$22,167 in furniture and equipment that was fully depreciated at June 30, 2024 and 2023. Depreciation expense was \$0 for each of the years ended June 30, 2024 and 2023.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 8. Net Assets**

The following net assets without donor restrictions represent named scholarships whereby the limitations are imposed by the Association's Board of Directors:

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Designated for endowed scholarships:		
Central Chapter Scholarship	\$ 101,160	\$ 98,070
Edgar Vaughn Scholarship	9,853	9,565
Frances Humphries Memorial Scholarship	9,660	9,388
Joe Jackson Scholarship	59,646	57,876
Kaye Carter Scholarship	13,740	13,391
Past President's Scholarship	38,157	36,606
Piedmont Chapter Scholarship	48,034	47,193
SCACPA Graduate Student Scholarship	3,112	5,863
Sea Island Chapter Scholarship	<u>13,516</u>	<u>12,934</u>
Total designated for endowed scholarships	<u>296,878</u>	<u>290,886</u>
Undesignated - endowed scholarships	312,014	301,676
Undesignated - non-endowed	<u>1,615,374</u>	<u>1,477,272</u>
Total undesignated	<u>1,927,388</u>	<u>1,778,948</u>
Total net assets without donor restrictions	<u>\$ 2,224,266</u>	<u>\$ 2,069,834</u>

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 8. Net Assets (continued)**

Net assets with donor restrictions are restricted for the following purposes:

	<b>June 30, 2024</b>	June 30, 2023
Donor restricted net assets by purpose or time		
Endowed scholarships		
Birch, Oxner, Seale Scholarship	\$ 9,952	\$ 9,656
Burkett, Burkett, & Burkett Scholarship	14,802	14,118
Carlisle Moore Accounting Scholarship	9,972	9,674
CC McGregor Scholarship	11,198	10,802
The Hobbs Group Scholarship	9,660	9,388
John S. Herin Scholarship	156,883	149,988
H. McRoy and Jo Skipper Memorial Scholarship	11,668	11,235
Robinson, Grant & Company Scholarship	11,371	10,462
Sheheen, Hancock & Godwin Scholarship	9,660	9,388
SwaimBrown Scholarship	10,869	-
WebsterRogers & Company Scholarship	9,660	9,388
Brigman, Holcomb, Weeks Scholarship	2,035	1,601
Lollie B. Harper Scholarship	1,919	1,033
Ray Waters Scholarship	421	(264)
PAC contributions	111,811	113,049
	381,881	359,518
 Donor restricted net assets held in perpetuity		
Endowed scholarships		
Next 100 Years Scholarship	63,094	58,049
Brigman, Holcomb, Weeks Scholarship	10,751	10,751
Lollie B. Harper Scholarship	21,119	21,119
Ray Waters Scholarship	25,100	25,100
Total net assets held in perpetuity	120,064	115,019
 Total net assets with donor restrictions	\$ 501,945	\$ 474,537

Net assets were released from donor restrictions by incurring expenses, satisfying the restricted purposes, or by occurrence of other events specified by donors as follows:

	<b>June 30, 2024</b>	June 30, 2023
Scholarships	\$ 14,500	\$ 12,250
PAC expenses paid	22,596	18,822
	\$ 37,096	\$ 31,072

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 9. Endowments**

The Association’s Endowment Fund was established for educational (scholarship) purposes. It includes contributions with donor-imposed restrictions for 15 named scholarships. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Association has interpreted the South Carolina Uniform Prudent Management of Institutional Funds Act (“SCUPMIFA”), to require the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Association classifies as restricted net assets held in perpetuity (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund that is not classified in restricted net assets held in perpetuity is classified as restricted net assets not held in perpetuity until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by SCUPMIFA.

In accordance with SCUPMIFA, the Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund.
- 2) The purposes of the Association and the donor-restricted endowment fund.
- 3) General economic conditions.
- 4) The possible effects of inflation and deflation.
- 5) The expected total return from income and the changes in market value of investments.
- 6) Other resources of the Association.
- 7) The investment policies of the Association.

Endowment net asset composition by type of fund as of June 30, 2024 is as follows:

	<b>Net Assets without Donor Restrictions</b>	<b>Net Assets with Donor Restrictions</b>	<b>Total</b>
<b>Donor restricted endowment</b>	\$ -	\$ 390,134	\$ 390,134
<b>Board designated endowment</b>	296,878	-	296,878
<b>Other unrestricted endowment</b>	312,014	-	312,014
<b>Total endowment net assets</b>	<u>608,892</u>	<u>390,134</u>	<u>999,026</u>
<b>Other net assets not included in endowment</b>	1,615,374	111,811	1,727,185
<b>Total net assets</b>	<u>\$ 2,224,266</u>	<u>\$ 501,945</u>	<u>\$ 2,726,211</u>

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 9. Endowments (continued)**

Changes in endowment net assets for the year ended June 30, 2024 are as follows:

	<u>Net Assets without Donor Restrictions</u>	<u>Net Assets with Donor Restrictions</u>	<u>Total</u>
<b>Endowment net assets, beginning of year</b>	\$ 592,562	\$ 361,488	\$ 954,050
<b>Investment income, net of fees</b>	9,491	6,139	15,630
<b>Net appreciation (realized and unrealized)</b>	38,825	25,107	63,932
<b>Contributions</b>	32,183	11,900	44,083
<b>Released from restriction</b>	14,500	(14,500)	-
<b>Appropriation of endowment assets for expenditures:</b>			
<b>Scholarships</b>	(78,669)	-	(78,669)
<b>Total net assets</b>	<u>\$ 608,892</u>	<u>\$ 390,134</u>	<u>\$ 999,026</u>

Endowment net asset composition by type of fund as of June 30, 2023 is as follows:

	<u>Net Assets without Donor Restrictions</u>	<u>Net Assets with Donor Restrictions</u>	<u>Total</u>
Donor restricted endowment	\$ -	\$ 361,488	\$ 361,488
Board designated endowment	290,886	-	290,886
Other unrestricted endowment	301,676	-	301,676
<b>Total endowment net assets</b>	<u>592,562</u>	<u>361,488</u>	<u>954,050</u>
Other net assets not included in endowment	1,477,272	113,049	1,590,321
<b>Total net assets</b>	<u>\$ 2,069,834</u>	<u>\$ 474,537</u>	<u>\$ 2,544,371</u>

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 9. Endowments (continued)**

Changes in endowment net assets for the year ended June 30, 2023 are as follows:

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 578,820	\$ 343,987	\$ 922,807
Investment income, net of fees	8,961	5,588	14,549
Net appreciation (realized and unrealized)	30,652	19,118	49,770
Contributions	21,534	5,045	26,579
Released from restriction	12,250	(12,250)	-
Appropriation of endowment assets for expenditures:			
Scholarships	(59,655)	-	(59,655)
<b>Total net assets</b>	<b>\$ 592,562</b>	<b>\$ 361,488</b>	<b>\$ 954,050</b>

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SCUPMIFA requires the Association to retain as a fund of perpetual duration. As of June 30, 2024 and 2023, the Association had funds with deficiencies in its endowment in the amounts of \$0 and \$264, respectively.

Return Objectives and Risk Parameters

The Association has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets.

Endowment assets include those assets of donor-restricted funds that the Association must hold in perpetuity or for donor-specified periods. Under this policy, as approved by the Board of Trustees, the endowment assets are invested in a manner that is intended to produce a competitive rate of return over a three to five-year period. The asset allocation decisions are based on a careful examination of the mission and goals of SCACPA and the Association Investments entrusted to SCACPA and historical review of various asset categories, their risk and return characteristics, and correlation coefficient. Funds that are defined to be permanent in nature will employ a long-term approach to the investment of these dollars. The primary investment objective of these funds is to provide for a total return sufficient to meet spending needs while preserving the purchasing power of the corpus and minimizing year-to-year fluctuations in the value of the portfolio.

Funds defined as board directed or otherwise not permanent may employ an investment approach as deemed appropriate by the Trustees.

**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 9. Endowments (continued)**

Strategies Employed for Achieving Objectives

The SCACPA Educational Fund Trustees will review the Asset Allocation Plan at least once annually and modify it as necessary. To achieve the investment objective, the assets shall be allocated among a number of asset classes. These asset classes, which may be actively managed or index products, may include: core large, mid or small cap domestic equities, style specific domestic equities, domestic investment grade fixed income securities, global investment grade fixed income securities, international equities and cash equivalents. In addition, hard assets represented by domestic real estate and commodities may be included.

Spending Policy and How the Investment Objectives Relate to Spending Policy

Each year the Association appropriates for distribution of its endowment fund's average fair value over the prior 16 quarters through the calendar year-end preceding the fiscal year in which the distribution is planned. The spending benchmark will be within the range allowed by SCUPMIFA and will be reviewed by the Educational Fund Trustees at least annually.

**Note 10. Retirement Plan**

The Association established the South Carolina Association of CPA's, Inc. 401(k) Plan (the "Plan"), on January 1, 1999. Employees over 21 years of age become eligible after six months of service and are fully vested upon Plan entry. Participants may elect to defer a portion of their compensation up to the maximum allowed by law. The Association matches 100% of the first 3% of contributions, and 50% of contributions thereafter up to a maximum of 5%. Matching contributions from the Association for the years ended June 30, 2024 and 2023 were \$26,325 and \$27,809, respectively.

**Note 11. Leases**

The Association leases its current facilities under a noncancellable operating lease that requires step-ups in payments over a 5-year lease term that ends April 30, 2026. Payments range from \$5,222 to \$5,938 per month. The lease agreement does not contain any material residual value guarantees or material restrictive covenants. At June 30, 2024, the discount rate was 4.13% and the remaining lease term was 22 months.

The Association renewed a lease for a postage meter under an operating lease that requires monthly payments of \$258 over a 5-year lease term that ends December 31, 2028. The lease agreement does not contain any material residual value guarantees or material restrictive covenants. At June 30, 2024, the discount rate was 3.93% and the remaining lease term was 54 months.

The operating lease right of use asset was comprised of the following as of June 30:

	2024	2023
Gross value	\$ 253,990	\$ 239,965
Less: accumulated amortization	(121,754)	(59,029)
Operating lease right of use asset, net	\$ 132,236	\$ 180,936



**South Carolina Association of Certified Public Accountants, Inc. and Related Entities**  
**Notes to Combined Financial Statements**

**Note 11. Leases (continued)**

Future maturities of the operating lease liability as of June 30, 2024 were as follows:

2025	\$ 71,886
2026	61,963
2027	3,094
2028	3,094
2029	1,547
Total lease payments	<u>141,584</u>
Less: effects of discounting	<u>(6,140)</u>
Present value of operating lease liability	<u>\$ 135,444</u>

Lease expense was \$78,382 and \$78,145 for the years ended June 30, 2024 and 2023, respectively, as included in the combined statements of functional expenses.

**Note 12. Line of Credit**

In April 2023, the Association executed a \$500,000 revolving line of credit agreement that expires in April 2025. The interest rate on the advances on the line of credit is 6.25% payable in monthly installments. At June 30, 2024 and 2023, there was no outstanding balance.

**Note 13. Subsequent Events**

The Association has evaluated events and transactions that occurred between June 30, 2024 and November 22, 2024, which is the date that the combined financial statements were available to be issued, for possible recognition or disclosure in the combined financial statements. Management has concluded that no significant subsequent events meet the criteria of professional accounting standards to be recognized or not recognized, but disclosed, in these combined financial statements.

OTHER SUPPLEMENTARY INFORMATION

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
Schedule I - Combining Schedules of Financial Position  
As of June 30, 2024

	SCACPA	Educational Fund	PAC	Total
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ 1,732,557	\$ 37,891	\$ 102,700	\$ 1,873,148
Investments	1,142,114	952,247	-	2,094,361
Accounts receivable	15,927	8,653	7,648	32,228
Prepaid expenses	124,304	235	1,516	126,055
Total current assets	<u>3,014,902</u>	<u>999,026</u>	<u>111,864</u>	<u>4,125,792</u>
Operating lease right of use asset, net	132,236	-	-	132,236
<b>Total assets</b>	<u><u>3,147,138</u></u>	<u><u>999,026</u></u>	<u><u>111,864</u></u>	<u><u>4,258,028</u></u>
<b>Liabilities and net assets</b>				
Current liabilities				
Accounts payable and accrued expenses	46,971	-	-	46,971
Unearned revenue	1,349,349	-	53	1,349,402
Current portion of operating lease liability	67,578	-	-	67,578
Total current liabilities	<u>1,463,898</u>	<u>-</u>	<u>53</u>	<u>1,463,951</u>
Operating lease liability, less current portion	67,866	-	-	67,866
Total liabilities	<u>1,531,764</u>	<u>-</u>	<u>53</u>	<u>1,531,817</u>
<b>Net assets</b>				
Net assets without donor restrictions:				
Undesignated	1,615,374	312,014	-	1,927,388
Designated for scholarships	-	296,878	-	296,878
Total net assets without donor restrictions	<u>1,615,374</u>	<u>608,892</u>	<u>-</u>	<u>2,224,266</u>
Net assets with donor restrictions	-	390,134	111,811	501,945
Total net assets	<u>1,615,374</u>	<u>999,026</u>	<u>111,811</u>	<u>2,726,211</u>
<b>Total liabilities and net assets</b>	<u><u>\$ 3,147,138</u></u>	<u><u>\$ 999,026</u></u>	<u><u>\$ 111,864</u></u>	<u><u>\$ 4,258,028</u></u>

*See independent auditor's report.*

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
Schedule II - Combining Schedules of Activities  
For the Year Ended June 30, 2024

	SCACPA	Educational Fund	PAC	Total
<b>Net Assets without Donor Restrictions</b>				
Support, revenue and gains				
Membership	\$ 1,985,557	\$ -	\$ -	\$ 1,985,557
Registration and conference fees	177,508	-	-	177,508
Interest and dividends	51,564	9,491	-	61,055
Net appreciation in investments	56,362	38,825	-	95,187
Advertising	22,862	-	-	22,862
Product sales	546	-	-	546
Partnerships	76,414	-	-	76,414
Marketing consulting fees	4,702	-	-	4,702
Student Pipeline Project	7,850	-	-	7,850
Contributions	-	32,183	-	32,183
Chapter social events	30,353	-	-	30,353
Total revenue and gains	<u>2,413,718</u>	<u>80,499</u>	<u>-</u>	<u>2,494,217</u>
Net assets released from restrictions due to fulfillment of donor/grantor restrictions	-	14,500	22,596	37,096
Total support, revenue and gains	<u>2,413,718</u>	<u>94,999</u>	<u>22,596</u>	<u>2,531,313</u>
Expenses and losses:				
Program expenses:				
Advocate	153,884	-	22,596	176,480
Grow	124,489	78,669	-	203,158
Connect	205,236	-	-	205,236
Communicate	948,964	-	-	948,964
Educate	727,977	-	-	727,977
General and administrative	115,066	-	-	115,066
Total expenses and losses	<u>2,275,616</u>	<u>78,669</u>	<u>22,596</u>	<u>2,376,881</u>
Change in net assets without donor restrictions	<u>138,102</u>	<u>16,330</u>	<u>-</u>	<u>154,432</u>
<b>Net Assets with Donor Restrictions</b>				
Support, revenue and gains				
Interest and dividends	-	6,139	-	6,139
Net appreciation in investments	-	25,107	-	25,107
Contributions to PAC	-	-	21,358	21,358
Contributions to Educational Fund	-	11,900	-	11,900
Net assets released from restrictions	-	(14,500)	(22,596)	(37,096)
Total support, revenue and gains	<u>-</u>	<u>28,646</u>	<u>(1,238)</u>	<u>27,408</u>
Change in net assets with donor restrictions	<u>-</u>	<u>28,646</u>	<u>(1,238)</u>	<u>27,408</u>
Total changes in net assets	138,102	44,976	(1,238)	181,840
Net assets, beginning of year	1,477,272	954,050	113,049	2,544,371
Net assets, end of year	<u>\$ 1,615,374</u>	<u>\$ 999,026</u>	<u>\$ 111,811</u>	<u>\$ 2,726,211</u>

*See independent auditor's report.*

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
Schedule III - Schedule of Revenues - Budget and Actual  
For the Year Ended June 30, 2024

	<b>Actual*</b>	<b>Budget*</b>	<b>Over (Under)</b>
Membership dues	\$ 1,985,557	\$ 2,233,269	\$ (247,712)
Registration and conference fees	177,508	70,000	107,508
Net appreciation in investments	56,362	-	56,362
Partnerships	76,414	150,000	(73,586)
Product sales, net	546	-	546
Advertising	22,862	25,000	(2,138)
Interest and dividends	51,564	12,000	39,564
Chapter social events	30,353	10,000	20,353
Marketing consulting fees	4,702	-	4,702
Student Pipeline Project	7,850	-	7,850
	\$ 2,413,718	\$ 2,500,269	\$ (86,551)

\* - The actual and budget amounts above do not include revenues from Educational Fund or PAC.

*See independent auditor's report.*

South Carolina Association of Certified Public Accountants, Inc. and Related Entities  
Schedule IV - Schedule of Expenses - Budget and Actual  
For the Year Ended June 30, 2024

	<b>Actual*</b>	<b>Budget*</b>	<b>Over (Under)</b>
Conferences	\$ 283,900	\$ 321,000	\$ (37,100)
Seminars and livestreams	57,254	80,000	(22,746)
Self study and other	40,475	34,000	6,475
Payroll	795,216	830,500	(35,284)
Member recruitment	21,040	27,000	(5,960)
Member services and development	138,420	73,400	65,020
Lease expense	78,382	75,000	3,382
Professional fees	217,540	253,500	(35,960)
Information technology	63,190	61,500	1,690
Employee insurance	103,706	114,500	(10,794)
Payroll taxes	67,118	63,000	4,118
Personnel expenses - other	36,429	14,500	21,929
Merchant and bank fees	59,692	51,500	8,192
Printing	39,481	56,000	(16,519)
Office supplies and equipment	23,694	18,000	5,694
Board activities	43,390	43,000	390
Professional development - staff	30,360	38,500	(8,140)
Postage	14,506	19,500	(4,994)
Telephone	10,590	11,000	(410)
Business insurance	11,270	11,500	(230)
Retirement	26,325	40,500	(14,175)
Delegate expenses	21,290	15,000	6,290
Local travel	37,565	18,000	19,565
Dues and subscriptions	27,030	29,300	(2,270)
Student Pipeline Project	18,429	8,000	10,429
Committee activities	2,396	2,000	396
Property taxes	289	1,500	(1,211)
Other expenses	-	11,200	(11,200)
Repairs and maintenance	-	2,500	(2,500)
Retirement administration fee	5,854	5,000	854
Donations and scholarships	785	-	785
	<b>\$ 2,275,616</b>	<b>\$ 2,329,900</b>	<b>\$ (54,284)</b>

\* - The actual and budget amounts above do not include expenses from Educational Fund or PAC.

*See independent auditor's report.*

South Carolina Association of Certified Public Accountants, Inc. and Related  
Schedule V - Schedule of Named Scholarships - Educational Fund  
For the Year Ended June 30, 2024

<b>Board designated named scholarships:</b>	
Central Chapter Scholarship	\$ 101,160
Edgar Vaughn Scholarship	9,853
Frances Humphries Memorial Scholarship	9,660
Joe Jackson Scholarship	59,646
Kaye Carter Scholarship	13,740
Past President's Scholarship	38,157
Piedmont Chapter Scholarship	48,034
SCACPA Graduate Student Scholarship	3,112
Sea Island Chapter Scholarship	13,516
	<u>\$ 296,878</u>
 <b>Donor restricted scholarships:</b>	
Birch, Oxner, Seale Scholarship	\$ 9,952
Burkett, Burkett, & Burkett Scholarship	14,802
Carlisle Moore Accounting Scholarship	9,972
CC McGregor Scholarship	11,198
The Hobbs Group Scholarship	9,660
John S. Herin Scholarship	156,883
H. McRoy and Jo Skipper Memorial Scholarship	11,668
Robinson, Grant & Company Scholarship	11,371
Sheheen, Hancock & Godwin Scholarship	9,660
SwaimBrown Scholarship	10,869
WebsterRogers & Company Scholarship	9,660
Brigman, Holcomb, Weeks Scholarship	12,786
Lollie B. Harper Scholarship	23,038
Ray Waters Scholarship	25,521
Next 100 Years Scholarship	63,094
	<u>\$ 390,134</u>

*See independent auditor's report.*