

FLORENCE COUNTY, SOUTH CAROLINA

**ANNUAL
FINANCIAL
REPORT**



FISCAL YEAR

July 1, 2022 through June 30, 2023

Prepared by the Finance Department

**ANNUAL FINANCIAL REPORT
OF
FLORENCE COUNTY, SOUTH CAROLINA**

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

PREPARED BY:

Ashley D. Davison, Finance Director

FLORENCE COUNTY, SOUTH CAROLINA

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

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INTRODUCTORY SECTION

**PRINCIPAL OFFICIALS
AS OF JUNE 30, 2023**

MEMBERS OF COUNTY COUNCIL

C. William Schofield., Chairman
Jerry W. Yarborough, Jr., Vice Chairman
Waymon Mumford, Secretary/Chaplain
Alphonso Bradley, Member
Kent C. Caudle, Member
Willard Dorriety, Jr., Member
Toney C. Moore, Member
Roger M. Poston, Member
Jason M. Springs, Member

ELECTED OFFICIALS

Doris P. O'Hara, Clerk of Court
Debra Dennis, County Auditor
Keith Lutchen, County Coroner
T.J. Joye, County Sheriff
E. L. Clements, III, County Solicitor
Laurie Walsh Carpenter, County Treasurer
Jesse Cartrette, Judge of Probate

ADMINISTRATIVE OFFICIALS

Kevin Yokim, County Administrator
Ashley Davison, Finance Director

**SC STATE
VOTERS**

**SC GENERAL
ASSEMBLY**

FLORENCE COUNTY VOTERS

FLORENCE COUNTY LEGISLATIVE DELEGATION
(Senate District 11)

FLORENCE COUNTY COUNCIL

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the County Council
of Florence County
Florence, South Carolina

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **Florence County, South Carolina** (the "County"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison statement for the General Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter

As described in Notes 1 and 9 to the financial statements, the County adopted new accounting guidance, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, as of July 1, 2022. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County'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 (on pages 5 through 17), the Schedule of Changes in the Total OPEB Liability and Related Ratios (on page 96), the Schedules of County's Proportionate Share of the Net Pension Liability (on page 97), and the Schedules of County's Pension Contributions (on pages 98 and 99) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying General Fund Detail Schedule of Revenues – Budget (Budgetary Basis) and Actual, General Fund Detail Schedule of Expenditures by Department – Budget (Budgetary Basis) and Actual, the combining General Fund schedules, combining and individual nonmajor fund financial statements and schedules, the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Uniform Schedule of Court Fines, Assessments and Surcharges (per ACT 96), as required by the State of South Carolina are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the General Fund Detail Schedule of Revenues – Budget (Budgetary Basis) and Actual, General Fund Schedule of Expenditures by Department – Budget (Budgetary Basis) and Actual, the combining General Fund schedules, combining and individual nonmajor fund financial statements and schedules, the Schedule of Expenditures of Federal Awards, and the Uniform Schedule of Court Fines, Assessments and Surcharges (per ACT 96) are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 22, 2024, on our consideration of the County'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 County'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 County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Columbia, South Carolina
March 22, 2024

FLORENCE COUNTY, SOUTH CAROLINA

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

As management of Florence County, South Carolina (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here.

Financial Highlights

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the current fiscal year by \$75,458,150 (net position). Of this amount, (\$165,354,373) represents unrestricted net deficit. The General Fund unassigned fund balance was \$29,226,343, which may be used to meet the County's cash flow management needs and its ongoing obligations to citizens and creditors. The remainder represents amounts accounted for in special revenue, debt service, and capital project funds which are restricted, committed, or assigned for the specific purposes of each fund.
- The County's total net position increased by \$32,937,580 primarily due to the increases in property tax revenue, sales tax revenue, and interest income.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$201,463,538, a decrease of \$3,789,188 from the prior fiscal year. Total fund balance decreased primarily as a result of the County retiring \$15,640,000 of the \$120,000,000 in Series 2021 General Obligation Bonds offset by growth in property tax revenues, sales tax revenues, and interest income.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$29,226,343, or approximately 39 percent of total General Fund expenditures and net transfers out.
- The County's long-term obligations decreased by \$32,788,182 or approximately 9 percent during the current fiscal year primarily as a result of the County retiring \$31,102,288 in bonds and bond premiums offset by \$4,825,000 in short-term General Obligation Bond issues.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information to the basic financial statements themselves.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

The *Statement of Net Position* presents information on all the County's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, economic and physical development, public works, health, welfare, culture and recreation, and education. The business-type activities of the County include a utility system, a county landfill and an E911 system.

The government-wide financial statements can be found on pages 18 and 19 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the *Governmental Funds Balance Sheet* and the *Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances* provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County maintains fifty individual governmental funds. Information is presented separately in the *Governmental Funds Balance Sheet* and in the *Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances* for the General Fund, the Grant Special Revenue Fund, the CPST3 Debt Service Fund, and the CPST3 Capital Project Fund, all of which are considered to be major funds. Data from the other thirty-nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 20 - 24 of this report.

Proprietary funds. The County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its utility system, its landfill, and its E911 system.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the utility system, the landfill, and for the E911 system, all of which are considered to be major funds of the County.

The basic proprietary fund financial statements can be found on pages 25 - 28 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 29 and 30 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31 - 95 of this report.

Required supplementary information. The required supplementary information consists of the schedules of the County's proportionate share of the net pension liability and its contributions to the State of South Carolina's pension plan and schedule of changes in the total other post-employment benefit liability and related ratios for the County's Retiree Health Care Plan. These schedules can be found on pages 99 - 99 of this report.

Other supplementary information. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 100 - 164 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$75,458,150 at the close of the current fiscal year. A significant portion of the County's net position represents resources that are subject to external restrictions on how they may be used.

Net Position

Florence County's Net Position						
Figure 1						
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 243,555,653	\$ 255,455,127	\$ 962,172	\$ 940,173	\$ 244,517,825	\$ 256,395,300
Capital assets	192,429,036	184,363,346	2,911,892	3,009,713	195,340,928	187,373,059
Total assets	<u>435,984,689</u>	<u>439,818,473</u>	<u>3,874,064</u>	<u>3,949,886</u>	<u>439,858,753</u>	<u>443,768,359</u>
Total deferred outflows of resources	20,651,998	22,998,237	12,901	78,922	20,664,899	23,077,159
Current liabilities	72,915,486	78,086,931	1,408,172	954,295	74,323,658	79,041,226
Noncurrent liabilities	280,936,532	315,779,888	1,249,897	2,348,565	282,186,429	318,128,453
Total liabilities	<u>353,852,018</u>	<u>393,866,819</u>	<u>2,658,069</u>	<u>3,302,860</u>	<u>356,510,087</u>	<u>397,169,679</u>
Total deferred inflows of resources	28,537,028	27,639,830	18,387	92,456	28,555,415	27,732,286
Net position:						
Net investment in capital assets	106,266,104	89,826,988	2,890,705	2,986,732	109,156,809	92,813,720
Restricted	131,655,714	137,067,105	-	-	131,655,714	137,067,105
Unrestricted	(163,674,177)	(185,584,032)	(1,680,196)	(2,353,240)	(165,354,373)	(187,937,272)
Total net position	<u>\$ 74,247,641</u>	<u>\$ 41,310,061</u>	<u>\$ 1,210,509</u>	<u>\$ 633,492</u>	<u>\$ 75,458,150</u>	<u>\$ 41,943,553</u>

An additional portion of the County's net position reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The remaining balance of total unrestricted net deficit (\$165,354,373) is comprised of the unrestricted net deficit balance of the governmental activities of (\$163,674,177) and the unrestricted net deficit balance of the business-type activities (\$1,680,196). A majority of this total unrestricted net deficit balance is the result of the total OPEB liability of \$39,164,105 and the net pension liability of \$66,186,384.

The County's unrestricted net deficit for its governmental activities increased from the prior fiscal year by \$21,909,855. This increase was primarily the result of the increase in the County's net investment in capital assets component of net position for its governmental activities. The County's total net position for its governmental activities increased from the prior fiscal year by \$32,937,580 primarily as a result of increased property tax revenue, sales tax revenue, and interest income.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's total cash and cash equivalents, and investments balance increased from the prior fiscal year by \$6,618,205 primarily as a result of the increases in property tax revenue, sales tax revenue and interest income.

Governmental activities. Governmental activities increased the County's net position by \$32,937,580 to \$74,247,641 as a result of the activities described in the previous paragraphs.

Business-type activities. Business-type activities decreased the County's net position by \$577,017 to \$1,210,509 primarily as a result of the increase in system maintenance expenses reported in the Florence County Landfill Fund and system operating expenditures exceeding State revenues in the Florence County E911 System Fund.

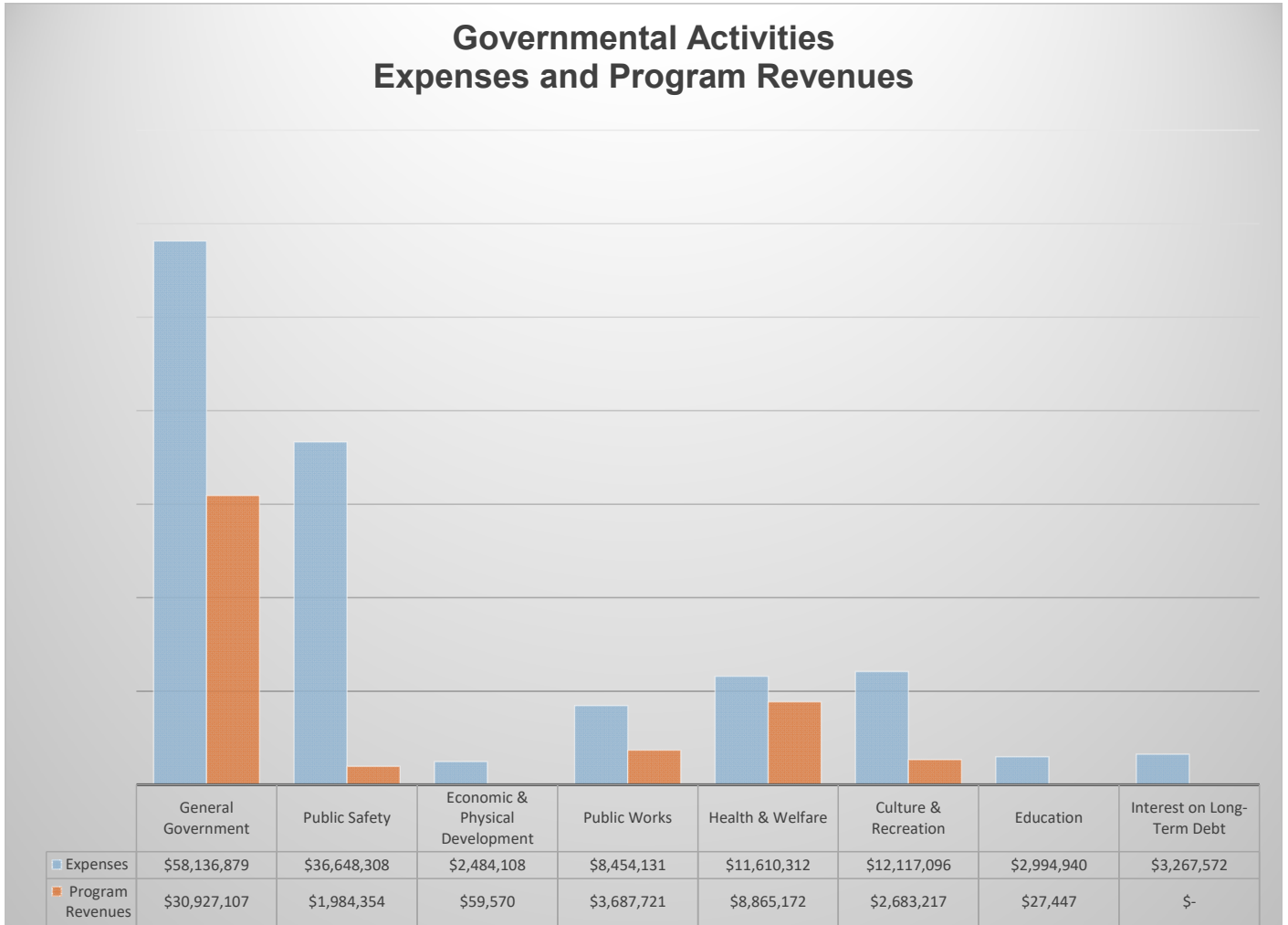
Florence County's Changes in Net Position

Figure 2

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program revenues:						
Charges for services	\$ 22,338,922	\$ 20,477,012	\$ 7,035,688	\$ 6,912,850	\$ 29,374,610	\$ 27,389,862
Operating grants and contributions	7,638,083	7,602,547	-	-	7,638,083	7,602,547
Capital grants and contributions	18,257,583	14,143,441	-	-	18,257,583	14,143,441
General revenues:						
Property taxes	45,297,841	42,417,547	-	-	45,297,841	42,417,547
Sales taxes	52,764,049	46,198,939	-	-	52,764,049	46,198,939
Other taxes	12,882,600	12,276,228	-	-	12,882,600	12,276,228
Miscellaneous	9,471,848	1,481,976	31,265	1,904	9,503,113	1,483,880
Total revenues	168,650,926	144,597,690	7,066,953	6,914,754	175,717,879	151,512,444
Program expenses						
General government	58,136,879	47,531,175	-	-	58,136,879	47,531,175
Public safety	36,648,308	32,518,455	-	-	36,648,308	32,518,455
Economic and physical development	2,484,108	2,862,230	-	-	2,484,108	2,862,230
Public works	8,454,131	6,713,673	-	-	8,454,131	6,713,673
Health	11,270,565	11,252,052	-	-	11,270,565	11,252,052
Welfare	339,747	347,753	-	-	339,747	347,753
Culture and recreation	12,117,096	10,204,764	-	-	12,117,096	10,204,764
Education	2,994,940	2,955,600	-	-	2,994,940	2,955,600
Interest on long-term debt	3,267,572	1,671,759	-	-	3,267,572	1,671,759
Utility system	-	-	37,500	685	37,500	685
Landfill	-	-	5,629,055	5,903,304	5,629,055	5,903,304
E911 system	-	-	823,381	1,267,261	823,381	1,267,261
Total expenses	135,713,346	116,057,461	6,489,936	7,171,250	142,203,282	123,228,711
Excess (deficiency) before transfers	32,937,580	28,540,229	577,017	(256,496)	33,514,597	28,283,733
Transfers	-	258,504	-	(258,504)	-	-
Increase (decrease) in net position	32,937,580	28,798,733	577,017	(515,000)	33,514,597	28,283,733
Net position, beginning of year (restated)	41,310,061	12,511,328	633,492	1,148,492	41,943,553	13,659,820
Net position, ending of year	\$ 74,247,641	\$ 41,310,061	\$ 1,210,509	\$ 633,492	\$ 75,458,150	\$ 41,943,553

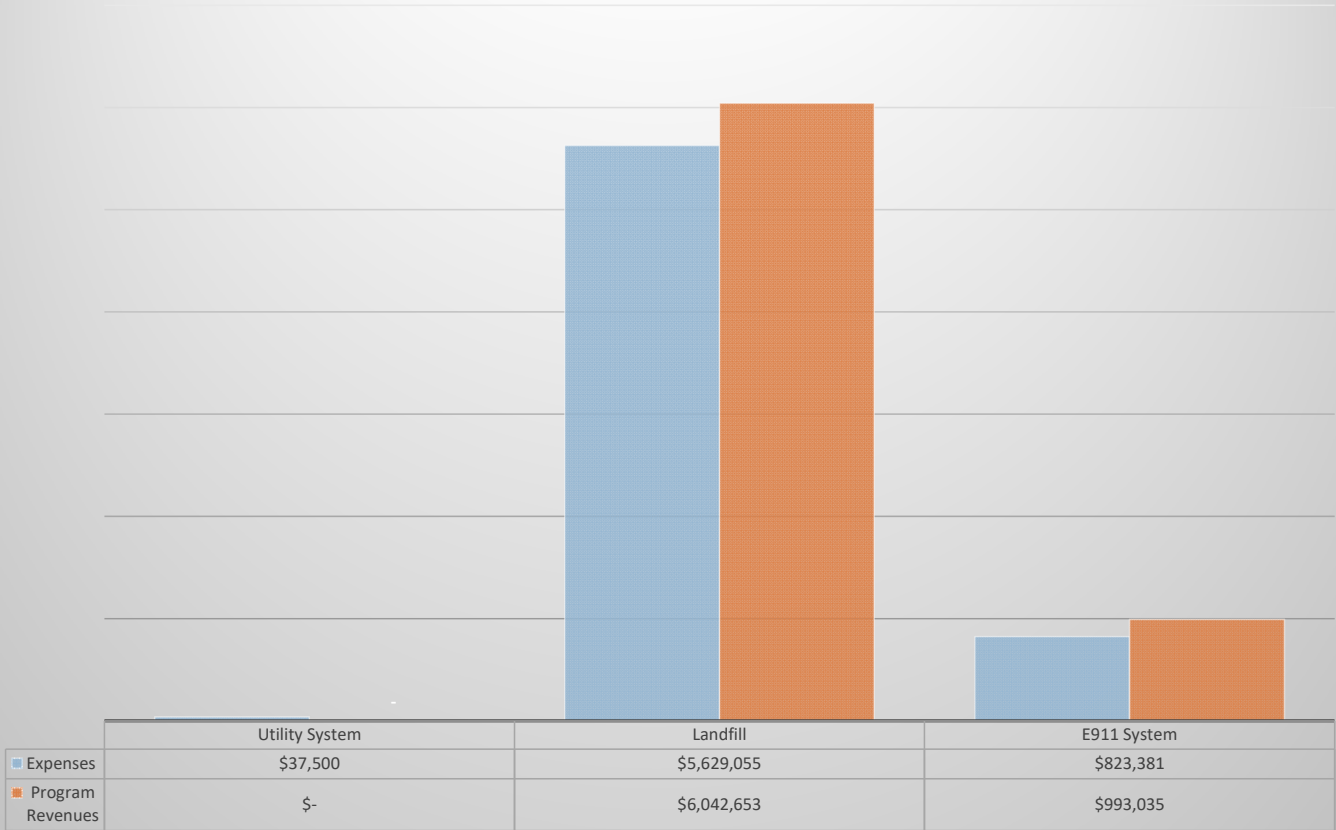
MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Activities Expenses and Program Revenues

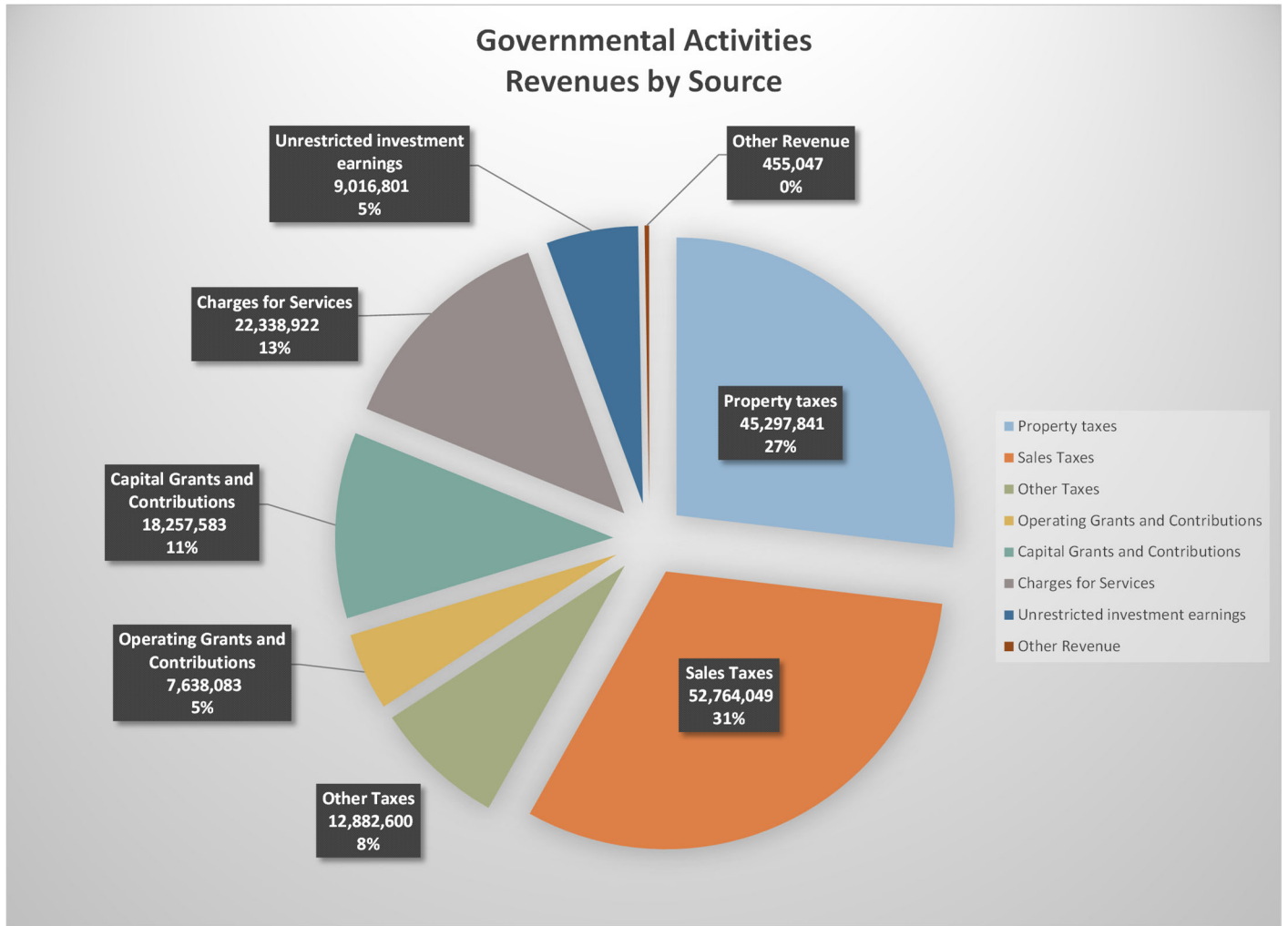


MANAGEMENT'S DISCUSSION AND ANALYSIS

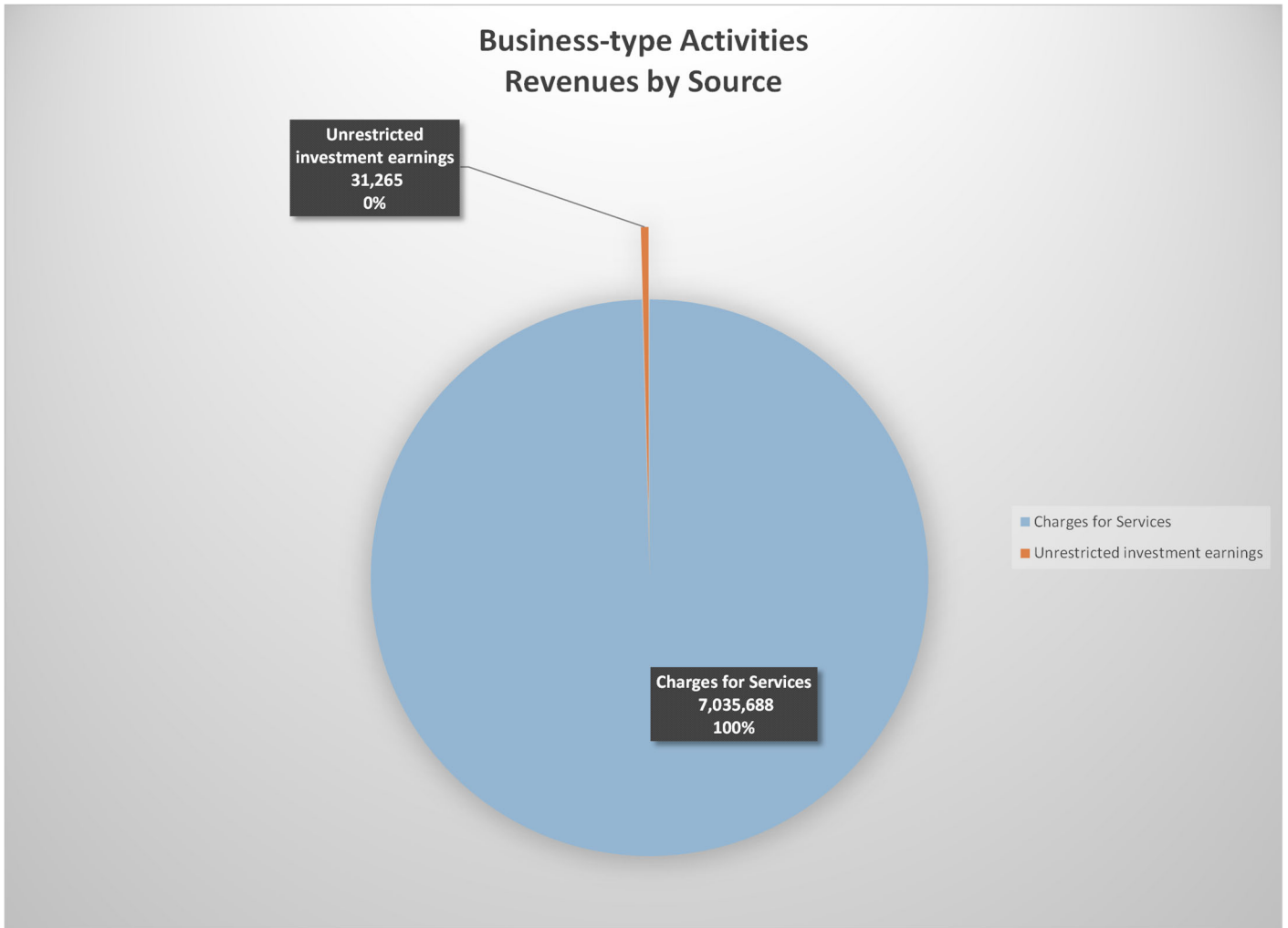
**Business-type Activities
Expenses and Program Revenues**



MANAGEMENT'S DISCUSSION AND ANALYSIS



MANAGEMENT'S DISCUSSION AND ANALYSIS



MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for cash flow purposes, to maintain financial stability in the economic downturn affecting revenues received from the state government and to fund reimbursement-based grants, as had often been the case in recent years.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$201,463,538, a decrease of \$3,789,188 compared to the prior fiscal year. This decrease was primarily as a result of the County retiring \$15,640,000 of the \$120,000,000 in Series 2021 General Obligation Bonds offset by growth in property tax revenue, sales tax revenue, and interest income. Approximately 14 percent of this total amount \$28,941,023 constitutes unassigned fund balance. The remainder of fund balance is non-spendable, restricted, committed, or assigned to indicate that it is not available for new spending because it has already been restricted, committed, or assigned (1) to liquidate contracts and purchase orders of the prior period of \$80,477, (2) to pay debt service of \$51,881,593, and (3) to pay for various capital improvements or other expenditures in future years of \$119,138,175.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$29,226,343, while total fund balance reached \$31,738,560. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and net transfers out. Unassigned fund balance represents approximately 39 percent of total General Fund expenditures and net transfers out, while total fund balance represents approximately 42 percent of that same amount.

The fund balance of the County's General Fund increased by \$2,925,559 during the current fiscal year primarily as a result of increased property tax revenues.

The Grant Special Revenue Fund has a total fund balance of \$105,947, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$314,816 during the current fiscal year primarily as a result of increases in federal grant revenue received from the U.S. Department of Treasury's American Rescue Plan.

The CPST3 Debt Service Fund has a total fund balance of \$45,051,175, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$13,664,761 during the current fiscal year primarily because the County's debt service requirements of \$20,958,750 on the \$120,000,000 in Series 2021 General Obligations Bonds were exceeded by Capital Project Sales Tax revenues.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The CPST3 Capital Project Fund has a total fund balance of \$83,941,117 and the majority of this amount is restricted for subsequent years' expenditures. The fund balance decreased by \$12,477,739 during the current fiscal year primarily as a result of increased capital expenditures incurred in connection with the County's construction of projects approved by a voter referendum on November 3, 2020.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

At the end of the current fiscal year, total net position of the Florence County Utility System, the Florence County Landfill, and the Florence County E911 System was \$155,549, \$1,093,897, and (\$38,937), respectively. The total change in net position for the Florence County Utility System, the Florence County Landfill, and the Florence County E911 System was (\$37,500), \$444,863, and \$169,654, respectively. Other factors concerning the finances of these three funds have already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

There were no significant changes between the original budget and the final amended budget for the General Fund.

It was expected that fund balance would decrease by \$7,777,015. Actual fund balance increased by \$2,925,559.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of June 30, 2023, amounts to \$195,340,928 (net of accumulated depreciation).

This investment in capital assets includes land, buildings and additions, improvements other than buildings, autos and trucks, furniture and fixtures, machinery and equipment, and roads and bridges.

Major capital asset events that occurred during the current fiscal year included the following:

- Construction and improvements for recreation projects
- Improvements and renovations made to the County Public Services Building
- Construction of Economic Development multi-county industrial parks
- Construction of rock, paved roads, and sidewalks

MANAGEMENT'S DISCUSSION AND ANALYSIS

Florence County's Capital Assets
Net of Accumulated Depreciation and Depletion
Figure 3

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 21,367,718	\$ 19,481,532	\$ 2,489,677	\$ 2,439,677	\$ 23,857,395	\$ 21,921,209
Construction in progress	9,049,357	6,757,291	-	-	9,049,357	6,757,291
Buildings and additions	114,337,998	116,337,351	-	-	114,337,998	116,337,351
Improvements other than buildings	3,317,721	3,010,221	214,238	231,826	3,531,959	3,242,047
Vehicles	4,717,918	3,981,941	-	-	4,717,918	3,981,941
Furniture and fixtures	459,115	500,194	-	-	459,115	500,194
Machinery and equipment	3,337,481	4,030,921	187,056	315,356	3,524,537	4,346,277
Infrastructure	29,055,903	25,096,682	-	-	29,055,903	25,096,682
Right-to-use lease assets	1,856,568	2,657,131	20,921	22,854	1,877,489	2,679,985
Right-to-use subscription assets	4,929,257	2,510,082	-	-	4,929,257	2,510,082
Total capital assets, net of accumulated depreciation and amortization	<u>\$ 192,429,036</u>	<u>\$ 184,363,346</u>	<u>\$ 2,911,892</u>	<u>\$ 3,009,713</u>	<u>\$ 195,340,928</u>	<u>\$ 187,373,059</u>

Additional information on the County's capital assets can be found in Note 1 of this report.

Long-term obligations. At the end of the current fiscal year, the County had total bonded general obligation debt outstanding (including premiums) of \$154,890,303. This entire amount is backed by the full faith and credit of the government. The remainder of the County's debt represents revenue bonds, financed purchase obligations, leases, subscriptions, and accrued compensated absences, which are secured by annual appropriations by the County Council.

Florence County's Long-term Obligations

Figure 4

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
General obligation bonds, net	\$ 132,796,309	\$ 154,890,303	\$ -	\$ -	\$ 132,796,309	\$ 154,890,303
Revenue bonds, net	60,208,293	64,391,587	-	-	60,208,293	64,391,587
Financed purchase obligations	5,714,789	6,580,867	-	-	5,714,789	6,580,867
Lease liabilities	1,837,159	2,653,306	21,187	22,981	1,858,346	2,676,287
Subscription Liabilities	3,756,653	2,510,082	-	-	3,756,653	2,510,082
Accrued compensated absences	3,156,520	2,520,914	890	890	3,157,410	2,521,804
Net pension liability	65,882,553	61,006,865	303,831	474,449	66,186,384	61,481,314
Total other postemployment benefit liability	39,164,105	50,115,099	-	-	39,164,105	50,115,099
Closure/post-closure liability	-	-	1,389,382	1,852,510	1,389,382	1,852,510
Total long-term obligations	<u>\$ 312,516,381</u>	<u>\$ 344,669,023</u>	<u>\$ 1,715,290</u>	<u>\$ 2,350,830</u>	<u>\$ 314,231,671</u>	<u>\$ 347,019,853</u>

The County's total long-term obligations decreased by \$32,788,182 or approximately 9 percent during the current fiscal year primarily as a result of the County retiring \$15,640,000 of the \$120,000,000 in Series 2021 General Obligation Bonds and \$4,610,994 in General Obligation Bond Premiums.

The County maintains an "AA" rating from Standard & Poor's, and an Aa2 rating from Moody's.

MANAGEMENT'S DISCUSSION AND ANALYSIS

State statutes limit the amount of general obligation debt a governmental entity may issue to 8% of its total assessed valuation. The current debt limitation for the County is \$42,489,329 which is significantly in excess of the County's general obligation debt subject to the debt limit as of June 30, 2023, which is \$29,305,000.

Additional information on the County's long-term debt can be found in Note 7 of this report.

Economic Factors and Next Year's Budgets and Rates

As of June 30, 2023, the unemployment rate for the County was 3.5%, which represents a slight increase from a rate of 3.4% a year ago. This factor was considered in preparing the County's budget for the 2024 fiscal year.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$29,226,343. This fund balance has maintained a threshold of approximately 39 percent of expenditures and net transfers out. In addition, given the possibility of increases in premium expenditures for the State's pension plan, premium expenditures for the State's health care plan, and the County's retiree health care plan, it is possible that future reductions in budgeted expenditures may be required to maintain a balanced budget.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Finance Director, 180 North Irby St. MSC-H, Florence, South Carolina, 29501.

BASIC FINANCIAL STATEMENTS

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION

JUNE 30, 2023

	Primary Government		Total
	Governmental Activities	Business- type Activities	
ASSETS			
Cash and cash equivalents	\$ 200,808,568	\$ 813,710	\$ 201,622,278
Investments	19,942,000	-	19,942,000
Receivables:			
Property taxes, net	1,089,942	-	1,089,942
Other governmental units	17,688,455	18,153	17,706,608
Other receivables, net	1,617,518	130,309	1,747,827
Lease receivable	894,704	-	894,704
Inventory	418,018	-	418,018
Prepays	1,096,448	-	1,096,448
Capital assets:			
Nondepreciable	30,417,075	2,489,677	32,906,752
Depreciable, net of accumulated depreciation and amortization	162,011,961	422,215	162,434,176
Total assets	<u>435,984,689</u>	<u>3,874,064</u>	<u>439,858,753</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to OPEB	10,372,653	-	10,372,653
Deferred outflows related to pensions	10,279,345	12,901	10,292,246
Total deferred outflows of resources	<u>20,651,998</u>	<u>12,901</u>	<u>20,664,899</u>
LIABILITIES			
Accounts payable and other current liabilities	13,664,535	942,779	14,607,314
Unearned revenue	26,730,935	-	26,730,935
Accrued interest	940,167	-	940,167
Current portion of long-term debt	31,579,849	465,393	32,045,242
Due in more than one year:			
Post-closure care costs, net of current portion	-	926,254	926,254
Noncurrent portion of long-term debt	175,889,874	19,812	175,909,686
Total OPEB liability	39,164,105	-	39,164,105
Net pension liability	65,882,553	303,831	66,186,384
Total liabilities	<u>353,852,018</u>	<u>2,658,069</u>	<u>356,510,087</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to OPEB	19,402,967	-	19,402,967
Deferred inflows related to pensions	4,704,142	18,387	4,722,529
Deferred lease receipts	875,245	-	875,245
Deferred amount on refunding	3,554,674	-	3,554,674
Total deferred inflows of resources	<u>28,537,028</u>	<u>18,387</u>	<u>28,555,415</u>
NET POSITION			
Net investment in capital assets	106,266,104	2,890,705	109,156,809
Restricted:			
Federal and state grants	105,947	-	105,947
Tourism	4,858,038	-	4,858,038
Library	29,626	-	29,626
Public safety	5,494,543	-	5,494,543
Economic development	5,627,308	-	5,627,308
Road maintenance	4,123,002	-	4,123,002
Debt service	51,881,593	-	51,881,593
Capital projects	59,535,657	-	59,535,657
Unrestricted	(163,674,177)	(1,680,196)	(165,354,373)
Total net position	<u>\$ 74,247,641</u>	<u>\$ 1,210,509</u>	<u>\$ 75,458,150</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 58,136,879	\$ 5,251,206	\$ 7,418,318	\$ 18,257,583	\$ (27,209,772)	\$ -	\$ (27,209,772)
Public safety	36,648,308	1,851,606	132,748	-	(34,663,954)	-	(34,663,954)
Economic and physical development	2,484,108	-	59,570	-	(2,424,538)	-	(2,424,538)
Public works	8,454,131	3,687,721	-	-	(4,766,410)	-	(4,766,410)
Health	11,270,565	8,865,172	-	-	(2,405,393)	-	(2,405,393)
Welfare	339,747	-	-	-	(339,747)	-	(339,747)
Culture and recreation	12,117,096	2,683,217	-	-	(9,433,879)	-	(9,433,879)
Education	2,994,940	-	27,447	-	(2,967,493)	-	(2,967,493)
Interest on long-term debt	3,267,572	-	-	-	(3,267,572)	-	(3,267,572)
Total governmental activities	<u>135,713,346</u>	<u>22,338,922</u>	<u>7,638,083</u>	<u>18,257,583</u>	<u>(87,478,758)</u>	<u>-</u>	<u>(87,478,758)</u>
Business-type activities:							
Utility system	37,500	-	-	-	-	(37,500)	(37,500)
Landfill	5,629,055	6,042,653	-	-	-	413,598	413,598
E911 system	823,381	993,035	-	-	-	169,654	169,654
Total business-type activities	<u>6,489,936</u>	<u>7,035,688</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>545,752</u>	<u>545,752</u>
Total primary government	<u>\$ 142,203,282</u>	<u>\$ 29,374,610</u>	<u>\$ 7,638,083</u>	<u>\$ 18,257,583</u>	<u>(87,478,758)</u>	<u>545,752</u>	<u>(86,933,006)</u>
General revenues:							
Property taxes levied for:							
General purposes					28,489,883	-	28,489,883
Education					2,633,216	-	2,633,216
Fire protection					5,623,827	-	5,623,827
Debt service					8,550,905	-	8,550,905
Other					10	-	10
Sales taxes					52,764,049	-	52,764,049
Fees-in-lieu-of-taxes					6,223,623	-	6,223,623
Franchise fees					2,085,049	-	2,085,049
Accommodations tax					4,573,928	-	4,573,928
Unrestricted investment earnings					9,016,801	31,265	9,048,066
Gain on sale of capital assets					455,047	-	455,047
Total general revenues and transfers					<u>120,416,338</u>	<u>31,265</u>	<u>120,447,603</u>
Change in net position					<u>32,937,580</u>	<u>577,017</u>	<u>33,514,597</u>
Net position, beginning of year					<u>41,310,061</u>	<u>633,492</u>	<u>41,943,553</u>
Net position, end of year					<u>\$ 74,247,641</u>	<u>\$ 1,210,509</u>	<u>\$ 75,458,150</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Grant Special Revenue Fund	CPST3 Debt Service Fund	CPST3 Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 17,415,244	\$ 19,971,212	\$ 36,936,693	\$ 85,680,857	\$ 40,804,562	\$ 200,808,568
Investments	19,942,000	-	-	-	-	19,942,000
Receivables, net						
Property taxes	636,027	-	-	-	453,915	1,089,942
Other governmental units and agencies	3,167,980	4,933,403	8,114,482	24,718	1,447,872	17,688,455
Others	1,381,261	459	-	-	235,798	1,617,518
Leases receivable	894,704	-	-	-	-	894,704
Inventories	66,412	-	-	-	351,606	418,018
Prepays	984,793	-	-	-	111,655	1,096,448
Total assets	<u>\$ 44,488,421</u>	<u>\$ 24,905,074</u>	<u>\$ 45,051,175</u>	<u>\$ 85,705,575</u>	<u>\$ 43,405,408</u>	<u>\$ 243,555,653</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 1,133,537	\$ 1,051,683	\$ -	\$ 1,764,458	\$ 783,411	\$ 4,733,089
Payroll withholdings and accruals	1,958,683	43,704	-	-	299,180	2,301,567
Other liabilities	6,156,305	-	-	-	313,777	6,470,082
Retainage payable	-	-	-	-	159,797	159,797
Unearned revenue	2,101,843	23,703,740	-	-	925,352	26,730,935
Total liabilities	<u>11,350,368</u>	<u>24,799,127</u>	<u>-</u>	<u>1,764,458</u>	<u>2,481,517</u>	<u>40,395,470</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues						
Property taxes	524,248	-	-	-	297,152	821,400
Lease receipts	875,245	-	-	-	-	875,245
Total deferred inflows of resources	<u>1,399,493</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>297,152</u>	<u>1,696,645</u>
FUND BALANCES (DEFICITS)						
Nonspendable	1,070,664	-	-	-	351,606	1,422,270
Restricted:						
Federal and state grants	-	105,947	-	-	-	105,947
Tourism	-	-	-	-	4,858,038	4,858,038
Library	-	-	-	-	29,626	29,626
Public safety	-	-	-	-	5,494,543	5,494,543
Economic development	-	-	-	-	5,627,308	5,627,308
Road maintenance	-	-	-	-	4,123,002	4,123,002
Debt service	-	-	45,051,175	-	6,830,418	51,881,593
Capital projects	-	-	-	83,941,117	11,700,610	95,641,727
Committed:						
Road paving	1,361,076	-	-	-	-	1,361,076
Capital projects	-	-	-	-	1,896,908	1,896,908
Assigned:						
General government	80,477	-	-	-	-	80,477
Unassigned:						
General fund	29,226,343	-	-	-	-	29,226,343
Special revenue fund (deficit)	-	-	-	-	(285,320)	(285,320)
Total fund balances	<u>31,738,560</u>	<u>105,947</u>	<u>45,051,175</u>	<u>83,941,117</u>	<u>40,626,739</u>	<u>201,463,538</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 44,488,421</u>	<u>\$ 24,905,074</u>	<u>\$ 45,051,175</u>	<u>\$ 85,705,575</u>	<u>\$ 43,405,408</u>	<u>\$ 243,555,653</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES

JUNE 30, 2023

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

Total fund balances - governmental funds		\$ 201,463,538
Capital assets and right-to-use lease and subscription assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.		192,429,036
Some revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures.		821,400
Deferred inflows and deferred outflows related to the pension liability and OPEB liability are not reported in governmental funds.		
Pension related deferred outflows of resources	\$ 10,279,345	
Pension related deferred inflows of resources	(4,704,142)	
OPEB related deferred outflows of resources	10,372,653	
OPEB related deferred inflows of resources	<u>(19,402,967)</u>	(3,455,111)
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:		
General obligation bonds payable	\$ (120,040,000)	
Premium on general obligation bonds	(12,756,309)	
Hospitality tax bonds	(2,178,000)	
Installment purchase revenue bonds	(43,075,000)	
Accommodations fee revenue bonds	(15,125,000)	
Discount on revenue bonds	169,707	
Financed purchases	(5,714,789)	
Accrued compensated absences	(3,156,520)	
Lease liability	(1,837,159)	
Subscription liability	(3,756,653)	
Accrued interest	(940,167)	
Total OPEB liability	(39,164,105)	
Net pension liability	(65,882,553)	
Deferred charge on refunding	<u>(3,554,674)</u>	<u>(317,011,222)</u>
Net position of governmental activities		<u>\$ 74,247,641</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

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

	General Fund	Grant Special Revenue Fund	CPST3 Debt Service Fund	CPST3 Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 49,943,826	\$ -	\$ 34,607,829	\$ -	\$ 19,735,347	\$ 104,287,002
Licenses and permits	2,085,049	-	-	-	-	2,085,049
Fines and fees	3,562,290	17,150	-	-	10,998,238	14,577,678
Intergovernmental	7,504,608	18,257,583	-	24,719	2,101,744	27,888,654
Sales and other functional revenues	10,512,243	-	-	-	-	10,512,243
Miscellaneous	3,905,750	6,649	15,682	3,636,848	1,451,872	9,016,801
Total revenues	<u>77,513,766</u>	<u>18,281,382</u>	<u>34,623,511</u>	<u>3,661,567</u>	<u>34,287,201</u>	<u>168,367,427</u>
Expenditures						
General government	27,839,704	1,142,885	-	422,610	329,871	29,735,070
Public safety	25,779,851	1,731,089	-	-	7,654,412	35,165,352
Economic and physical development	-	1,541,802	-	-	893,259	2,435,061
Public works	1,063,623	1,329,499	-	613,012	2,918,784	5,924,918
Health	10,644,561	1,887	-	-	-	10,646,448
Welfare	339,747	-	-	-	-	339,747
Culture and recreation	7,435,258	987,094	-	-	2,765,575	11,187,927
Education	4,515	-	-	-	2,990,425	2,994,940
Capital outlay	82,834	13,327,002	-	26,718,005	3,824,952	43,952,793
Debt service:						
Principal	1,369,083	1,183,993	15,640,000	-	11,649,912	29,842,988
Interest	110,962	19,987	5,318,750	-	2,711,422	8,161,121
Bond issuance costs	-	-	-	-	35,611	35,611
Paying agent fees	-	-	-	-	6,798	6,798
Total expenditures	<u>74,670,138</u>	<u>21,265,238</u>	<u>20,958,750</u>	<u>27,753,627</u>	<u>35,781,021</u>	<u>180,428,774</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,843,628</u>	<u>(2,983,856)</u>	<u>13,664,761</u>	<u>(24,092,060)</u>	<u>(1,493,820)</u>	<u>(12,061,347)</u>
Other financing sources (uses):						
Issuance of debt	-	-	-	-	4,825,000	4,825,000
Issuance of leases and subscriptions	8,883	2,886,451	-	-	-	2,895,334
Sale of capital assets	551,825	-	-	-	-	551,825
Transfers in	610,476	45,223	-	11,614,321	1,709,979	13,979,999
Transfers out	(1,089,253)	(199,512)	-	-	(12,691,234)	(13,979,999)
Total other financing sources (uses), net	<u>81,931</u>	<u>2,732,162</u>	<u>-</u>	<u>11,614,321</u>	<u>(6,156,255)</u>	<u>8,272,159</u>
Net change in fund balances	<u>2,925,559</u>	<u>(251,694)</u>	<u>13,664,761</u>	<u>(12,477,739)</u>	<u>(7,650,075)</u>	<u>(3,789,188)</u>
Fund balance, beginning of year,	<u>28,813,001</u>	<u>357,641</u>	<u>31,386,414</u>	<u>96,418,856</u>	<u>48,276,814</u>	<u>205,252,726</u>
Fund balance, end of year	<u>\$ 31,738,560</u>	<u>\$ 105,947</u>	<u>\$ 45,051,175</u>	<u>\$ 83,941,117</u>	<u>\$ 40,626,739</u>	<u>\$ 201,463,538</u>

FLORENCE COUNTY, SOUTH CAROLINA

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

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

Net change in fund balances - total governmental funds. \$ (3,789,188)

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation and amortization expense.

In the current period, these amounts are:

Capital outlay	\$ 19,406,594	
Depreciation and amortization expense	<u>(11,244,126)</u>	8,162,468

The proceeds from the disposal of capital assets are reported as other financing sources in the governmental funds. The cost of the capital assets are removed from the capital asset account on the Statement of Net Position and is offset against the proceeds from the sale of capital assets resulting in a gain or loss on disposal of capital assets on the Statement of Activities.

(96,778)

Because some revenues will not be collected for several months after the County's fiscal year-end, they are not considered "available" revenues and are deferred in the governmental funds. Unavailable revenues changed by this amount this year.

Property taxes	\$ (1,489)	
Other revenue	<u>(170,059)</u>	(171,548)

Bond and other long term debt proceeds provide current financial resources to governmental funds, however, issuing debt increases long term liabilities in the Statement of Net Position. In the current period, proceeds were received from:

Issuance of bonds	\$ (4,825,000)	
Issuance of subscription liabilities	(2,886,451)	
Issuance of lease liabilities	<u>(8,883)</u>	(7,720,334)

Repayment of long-term debt is reported as an expenditure in governmental funds but the repayment reduces long-term liabilities in the Statement of Net Position. In the current year, these amounts consisted of:

General obligation bond principal retirement	\$ 22,308,000	
Hospitality tax bond principal retirement	149,000	
Installment purchase revenue bond principal retirement	3,840,000	
Accommodations fee revenue bond principal retirement	215,000	
Financed purchase payments	866,078	
Subscription payments	1,639,880	
Lease payments	<u>825,030</u>	29,842,988

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

Total OPEB liability, net of related deferred outflows and deferred inflows	\$ (267,419)	
Net pension liability, net of related deferred outflows and deferred inflows	2,677,039	
Compensated absences	(635,606)	
Amortization of bond premium/discount	4,590,288	
Amortization of deferred amount on refunding	<u>253,905</u>	6,618,207

In the Statement of Activities, interest is accrued on outstanding bonds whereas, in governmental funds, interest is expensed when due.

91,765

Change in net position of governmental activities \$ 32,937,580

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 47,581,449	\$ 47,581,449	\$ 49,943,826	\$ 2,362,377
Licenses and permits	2,488,760	2,488,760	2,085,049	(403,711)
Fines and fees	3,948,487	3,948,487	3,562,290	(386,197)
Intergovernmental	8,667,941	8,667,941	7,504,608	(1,163,333)
Sales and other functional revenues	9,375,601	9,375,601	10,512,243	1,136,642
Miscellaneous	1,169,800	1,169,800	3,905,750	2,735,950
Total taxes	<u>73,232,038</u>	<u>73,232,038</u>	<u>77,513,766</u>	<u>4,281,728</u>
Expenditures				
General government	28,862,647	28,859,647	27,839,704	1,019,943
Public safety	25,169,280	25,169,280	25,779,851	(610,571)
Public works	4,143,545	4,143,545	1,063,623	3,079,922
Health	11,232,852	11,232,852	10,644,561	588,291
Welfare	348,457	348,457	339,747	8,710
Culture and recreation	6,825,904	6,825,904	7,435,258	(609,354)
Education	4,515	4,515	4,515	-
Capital outlay	4,149,703	4,149,703	82,834	4,066,869
Debt service:				
Principal	-	-	1,369,083	(1,369,083)
Interest	-	-	110,962	(110,962)
Total expenditures	<u>80,736,903</u>	<u>80,733,903</u>	<u>74,670,138</u>	<u>6,063,765</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,504,865)</u>	<u>(7,501,865)</u>	<u>2,843,628</u>	<u>10,345,493</u>
Other financing sources (uses):				
Issuance of leases and subscriptions	-	-	8,883	8,883
Sale of capital assets	-	-	551,825	551,825
Transfers in	820,000	820,000	610,476	(209,524)
Transfers out	(1,095,150)	(1,095,150)	(1,089,253)	5,897
Total other financing sources (uses), net	<u>(275,150)</u>	<u>(275,150)</u>	<u>81,931</u>	<u>357,081</u>
Net change in fund balances	<u>(7,780,015)</u>	<u>(7,777,015)</u>	<u>2,925,559</u>	<u>10,702,574</u>
Fund balance, beginning of year,	<u>26,968,866</u>	<u>26,968,866</u>	<u>28,813,001</u>	<u>1,844,135</u>
Fund balance, end of year	<u>\$ 19,188,851</u>	<u>\$ 19,191,851</u>	<u>\$ 31,738,560</u>	<u>\$ 12,546,709</u>

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Total
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 155,554	\$ 651,342	\$ 6,814	\$ 813,710
Receivables				
Intergovernmental receivable	-	18,153	-	18,153
Other receivables	-	-	130,309	130,309
Total current assets	155,554	669,495	137,123	962,172
NONCURRENT ASSETS				
Capital Assets:				
Nondepreciable	-	2,489,677	-	2,489,677
Depreciable, net of accumulated depreciation and amortization	-	235,159	187,056	422,215
Total noncurrent assets	-	2,724,836	187,056	2,911,892
Total assets	155,554	3,394,331	324,179	3,874,064
DEFERRED OUTFLOWS OF RESOURCES				
Pension	-	-	12,901	12,901
Total deferred outflows of resources	-	-	12,901	12,901
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	5	889,865	34,406	924,276
Accrued payroll	-	-	18,503	18,503
Current portion of lease liabilities	-	1,375	-	1,375
Current portion of post-closure care costs	-	463,128	-	463,128
Compensated absences payable	-	-	890	890
Total current liabilities	5	1,354,368	53,799	1,408,172
NONCURRENT LIABILITIES				
Post-closure care costs	-	926,254	-	926,254
Lease liabilities due in more than one year	-	19,812	-	19,812
Net pension liability	-	-	303,831	303,831
Total non-current liabilities	-	946,066	303,831	1,249,897
Total liabilities	5	2,300,434	357,630	2,658,069
DEFERRED INFLOWS OF RESOURCES				
Pension	-	-	18,387	18,387
Total deferred inflows of resources	-	-	18,387	18,387
NET POSITION (DEFICIT)				
Net investment in capital assets	-	2,703,649	187,056	2,890,705
Unrestricted	155,549	(1,609,752)	(225,993)	(1,680,196)
Total net position (deficit)	\$ 155,549	\$ 1,093,897	\$ (38,937)	\$ 1,210,509

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

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Total
OPERATING REVENUES				
Charges for services	\$ -	\$ 6,042,653	\$ 993,035	\$ 7,035,688
Total operating revenues	-	6,042,653	993,035	7,035,688
OPERATING EXPENSES				
Personnel costs	-	-	108,859	108,859
System maintenance	37,500	5,609,078	586,222	6,232,800
Depreciation and amortization	-	19,521	128,300	147,821
Total operating expenses	37,500	5,628,599	823,381	6,489,480
Operating income (loss)	(37,500)	414,054	169,654	546,208
NONOPERATING REVENUES (EXPENSES)				
Interest earned on investments	-	31,265	-	31,265
Interest expense	-	(456)	-	(456)
Total nonoperating revenues, net	-	30,809	-	30,809
Change in net position	(37,500)	444,863	169,654	577,017
NET POSITION (DEFICIT), beginning of year	193,049	649,034	(208,591)	633,492
NET POSITION (DEFICIT), end of year	\$ 155,549	\$ 1,093,897	\$ (38,937)	\$ 1,210,509

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

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ -	\$ 6,084,653	\$ 954,148	\$ 7,038,801
Payments to suppliers	(37,500)	(6,007,870)	(659,809)	(6,705,179)
Payments to employees	-	-	(287,525)	(287,525)
Net cash provided by (used in) operating activities	(37,500)	76,783	6,814	46,097
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	(50,000)	-	(50,000)
Payments on leases	-	(1,794)	-	(1,794)
Interest paid	-	(456)	-	(456)
Net cash used in capital and related financing activities	-	(52,250)	-	(52,250)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest income	-	31,265	-	31,265
Net cash provided by investing activities	-	31,265	-	31,265
Net change in cash and cash equivalents	(37,500)	55,798	6,814	25,112
Cash and cash equivalents:				
Beginning of year	193,054	595,544	-	788,598
End of year	\$ 155,554	\$ 651,342	\$ 6,814	\$ 813,710

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (37,500)	\$ 414,054	\$ 169,654	\$ 546,208
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	-	19,521	128,300	147,821
Changes in operating assets and liabilities:				
Accounts receivable	-	42,000	(38,887)	3,113
Deferred outflows related to pensions	-	-	66,021	66,021
Accounts payable	-	64,336	(73,587)	(9,251)
Post-closure care costs	-	(463,128)	-	(463,128)
Net pension liability	-	-	(170,618)	(170,618)
Deferred inflows related to pensions	-	-	(74,069)	(74,069)
Net cash provided by (used in) operating activities	<u>\$ (37,500)</u>	<u>\$ 76,783</u>	<u>\$ 6,814</u>	<u>\$ 46,097</u>

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2023

	Custodial Funds
ASSETS	
Cash and cash equivalents	\$ 44,600,243
Property taxes receivable	3,431,219
	<hr/>
Total assets	48,031,462
	<hr/>
LIABILITIES	
Accounts payable	10,256
Due to local governments	799,136
Due to other taxing entities	2,632,377
	<hr/>
Total liabilities	3,441,769
	<hr/>
	NET POSITION
Restricted for organizations and other governments	44,589,693
	<hr/>
Total net position	\$ 44,589,693
	<hr/> <hr/>

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

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

		Custodial Funds
ADDITIONS		
Current property taxes	\$	89,412,906
Inventory exemption		785,865
Vehicle taxes		22,092,502
Delinquent property taxes		3,633,096
Penalties		162,818
Fee transfer		(6,428)
State and federal aid		208,343,893
Interest on investments		987,579
Proceeds from bond issue		29,092,211
State homestead exemption		31,447,257
Fees in lieu of taxes		10,346,987
Watercraft taxes		823,717
Cash received from others		4,956,562
Miscellaneous		6,655
Less: local option sales tax credits		(7,509,408)
		394,576,212
DEDUCTIONS		
Claims paid		353,232,922
Cash paid to others		2,100,532
Refunds		323,547
Bond principal payments		21,400,702
Interest payments		1,572,650
Paying agent fees		1,250
		378,631,603
Change in net position		15,944,609
NET POSITION, BEGINNING OF YEAR		28,645,084
NET POSITION, END OF YEAR	\$	44,589,693

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Florence County, a municipal corporation, was originally established, founded, and organized in 1888. Florence County (the "County") is geographically located in the Pee Dee region of South Carolina and includes the city of Florence. The County operates under a Council-Administrator form of government and is governed by a nine-member council.

The financial statements of the County have been prepared in accordance with U.S. Generally Accepted Accounting Principles (U.S. GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting principles are described below.

Related Organizations – The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County Council appoints the board members of the Commission on Alcohol and Drug Abuse.

Joint Venture – The County is a participant with the City of Florence in a joint venture to operate the Florence City-County Civic Center (the "Civic Center"). The Florence City-County Civic Center Commission (the "Civic Center Commission") was created for that purpose. The Civic Center Commission is governed by a nine-member Board composed of four appointees from the County and four from the City of Florence with the remaining member appointed by the members of the Board. The County and the City of Florence are obligated by agreement to contribute \$520,000 each annually as its share of the cost of the Civic Center. Included in the agreement is a provision that any additional funding shortfall is to be paid equally by the County and the City of Florence. Neither of the participating governments have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2023. Complete financial statements of the Civic Center Commission can be obtained from its administrative office at 3300 West Radio Drive, Florence, S.C. 29501.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation

The statements of the County are presented as follows:

Government-wide Financial Statements – The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the government as a whole. Separate columns are used to distinguish between the County's governmental activities and business-type activities. Governmental activities are generally those financed by taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are those activities which are financed in whole or in part by user fees charged to external parties for goods and services.

The Statement of Net Position reports all financial and capital resources of the County and reports the difference between assets and deferred outflows and liabilities and deferred inflows as net position. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or section are offset by program revenues and reflects the net (expenses) revenue of the County's individual functions before applying general revenues.

Program revenues are derived directly from the program itself or from parties outside the reporting government's taxpayers or citizenry as a whole and, thus, reduce the net cost of the function to be financed from the government's general revenues. They include (1) charges to customers or applications who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments that are restricted to meet the operational or capital requirements of a particular function or segment. Internally dedicated resources are reported as general revenues rather than as program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment as identified in the County budget, for governmental activities, and include general government, public safety, economic and physical development, public works, health, welfare, culture and recreation, and education.

Fund Financial Statements – Separate financial statements are provided by governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column, in the fund financial statements, with non-major funds being aggregated and displayed in a single column displayed as other.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued) – The County reports its General Fund, Grant Special Revenue Fund, Capital Projects Sales Tax (CPST) 3 Debt Service Fund, and CPST3 Capital Project Fund as major governmental funds. The County reports the following major proprietary funds: Florence County Utility System, Florence County Landfill, and Florence County E911 System.

A combining schedule of other non-major governmental funds is presented separately as part of other financial information (“supplementary information”). Due to basis of accounting and reporting differences, summary reconciliations to the government-wide financial statements are presented immediately following each applicable fund statement.

Governmental Funds – Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets, liabilities, and deferred inflows of resources is separated as fund balance.

The government reports the following major governmental funds:

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

The **Grant Special Revenue Fund** accounts for the activities relative to various federal and state grants received throughout the fiscal year.

The **CPST3 Debt Service Fund** accounts for the receipt of the bond premium on the capital project sales tax bonds and the quarterly receipt of the capital project sales taxes from the State, as well as the payments of the debt service on the capital project sales tax bonds.

The **CPST3 Capital Project Fund** accounts for the numerous capital projects funded by the capital project sales tax bonds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Additionally, the government reports the following nonmajor governmental fund types:

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than trusts for individuals, private organizations, or other governments or for major capital projects) that are legally restricted or committed to expenditures for specified purposes.

Debt Service Funds – to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest, other than debt service payments financed by proprietary fund types.

Capital Project Funds – to account for financial resources restricted, committed, or assigned to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or in trust funds for individuals, private organizations, or other governments).

Proprietary Funds – to account for activities where the determination of net income is necessary or useful to provide sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

The County's proprietary funds include three Enterprise funds, which are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that costs (expenses, including depreciation) of provided goods or services to the general public on a continuing basis be financed or covered primarily through user charges or (b) where the governing body has decided that periodic determination or revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The government reports the following major proprietary funds:

The **Florence County Utility System Fund** accounts for the balances remaining after the water and sewer system were consolidated into the City of Florence utility system.

The **Florence County Landfill Fund** accounts for the activities of the County landfill and the operation of 15 manned convenience centers throughout the County.

The **Florence County E911 System Fund** accounts for the operating of the County's emergency 911 system.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

The County also reports the following fund types:

Fiduciary Funds – to account for assets held on behalf of outside parties, including other governments. The County's fiduciary funds consist of custodial funds. Fiduciary funds are not included in the government-side financial statements.

Custodial Funds are a type of fiduciary fund which are used to account for assets held by the County in a fiduciary capacity or as an agent for individuals, private organizations, and other governments. Custodial funds consist primarily of property taxes and other revenues collected, temporarily retained, and distributed by the County Treasurer to other governments in accordance with the State of South Carolina statutes.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The government-side financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. As a general rule, revenues are recognized when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements, imposed by the grantor, have been met. Additionally, the effect of inter-fund activity has been eliminated from the government-wide financial statements, except for the amount due between the County's governmental activities and business-type activities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

Measurable means the amount of the transaction can be identified and available means collectible within the current period or soon enough thereafter (generally not to exceed 60 days) to be used to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

However, debt service principal and interest expenditures on general long-term debt, including lease and subscription liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and environmental obligations are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the County the right to use lease and subscription assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases and subscriptions are reported as other financing sources.

Those revenues susceptible to accrual are property taxes, charges for services, and hospitality fees. Revenues from state and federal grants are recorded when expenditures are incurred. Entitlements and shared revenues are recognized at the time of receipt or earlier if the susceptible to accrual criteria is met. Interest revenue is considered available when earned. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include fees and fines (except hospitality fees), licenses, and permits.

In the government-wide financial statements, and in the governmental-fund types and the proprietary-fund types in the fund financial statements, certain assets are recognized in connection with a transaction before the earnings process is complete. These assets are generally offset by a corresponding liability, commonly referred to as unearned revenue. Unearned revenue, in the government-wide statements and governmental fund financial statements, is represented by various deposits on contracts and by prepayments on contracts by third parties. The governmental fund financial statements report certain assets that are not yet available to finance expenditures for the current fiscal period and are classified as deferred inflows commonly known as unavailable revenue.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

All proprietary funds are accounted for on a flow of economic resources measurement focus. Under this method the accrual basis of accounting is utilized, and revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. All assets and liabilities associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund type operating statements present increases (i.e., revenue) and decreases (i.e., expenses) in net position by distinguishing operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

All revenues and expenses not meeting this definition are reported as nonoperating revenue and expenses.

Use of Estimates – The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity

Cash and Cash Equivalents - Cash includes currency on-hand, demand deposits with financial institutions, and other accounts that have the general characteristics of demand deposits in that additional funds may be deposited at any time and withdrawn without prior notice or penalty.

The County pools the cash of substantially all funds into an internal cash and investment pool that is available for use by all funds with the exception of where legal restrictions prohibit the commingling of funds. Allocation of interest earned is made to each fund based on pro rata equity. Each individual fund's portion of the pool is displayed on the combined balance sheet in cash and cash equivalents. Certain departments within the County maintain separate cash accounts in addition to pooled cash held by the Treasurer.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Cash and Cash Equivalents (Continued) - For purposes of the Statement of Cash Flows for the proprietary (enterprise) funds, cash equivalents are deposit accounts (including restricted assets other than deposits with other agencies) with an original maturity of three months or less from date of purchase, and other short-term, highly liquid investments that are readily convertible to known amounts of cash. Net changes in cash and cash equivalents represent changes in the equity in pooled cash balances held by the respective enterprise funds plus funds held by others.

Investments - Investments are stated at fair value, with accrued interest shown under a separate caption on the financial statements. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts.

Receivables and Allowance for Doubtful Accounts - Accounts receivable are stated net of their allowance for uncollectible amounts. Receivables in governmental funds include revenue accruals that are recognized when they become measurable and available, as previously defined. Property taxes receivable represents delinquent and unpaid real and personal property tax billing (five years for vehicle property taxes and ten years for all other property taxes), less an allowance for amounts estimated to be uncollectible.

An allowance for doubtful accounts is maintained for property taxes, Emergency Medical Services (EMS), Vehicle Registration Fees, Florence County Utility System, and Florence County Landfill receivables which historically experience uncollectible accounts. All other receivables are generally collectible, and any doubtful accounts are considered immaterial.

Due from Other Governments - Receivables from state, federal, or other local government agencies are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

Deferred Outflows of Resources - Changes in the net pension liability and the total other postemployment benefits (OPEB) liability due to liability experience, assumption changes, investment earnings differences, and changes in proportionate share not included in pension or OPEB expense, as applicable, and employer contributions subsequent to the measurement date of the net pension liability and the total OPEB liability are reported as deferred outflows of resources.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Deferred Inflows of Resources - As of June 30, 2023, the County reported \$821,400 of property tax as deferred inflows of resources in governmental funds. These items are recognized as unavailable revenues in the governmental funds balance sheet as they have not been collected within the available period. The County reports deferred inflows from lease receipts which are amortized into lease revenues over the remaining life of the individual leases. Additionally, changes in net pension liability and the total OPEB liability due to liability experience, assumption changes, investment earnings differences, and changes in proportionate share not included in pension or OPEB expense, as applicable, are reported as deferred inflows of resources.

When debt is refunded, the reacquisition price less the net carrying amount of the old debt is calculated. The amount is either a gain or loss on refunding that is recognized as a component of interest expense, over the shorter of the new debt's life or the remaining life of the old debt.

Inventories - Inventories are maintained for major items used by the governmental funds and enterprise funds. Inventories of the governmental funds are valued at cost. The purchases method is used to account for most inventories of the governmental funds. The purchases method is not used for the drug and supply inventory of the EMS system since this inventory is held for use for EMS patients and is not expended until used. The purchases method is not used for the fuel truck inventory as well and is not expended until used. The amount of these inventories at June 30, 2023, is \$418,018. Under the purchases method, disbursements for inventory-type items in the governmental funds are considered to be expenditures at the time of purchase. Supplies transferred to and consumed by the individual departments are considered a reduction of the inventory expenditure account and an expenditure of the department.

Reported inventories accounted for using the consumption method in the governmental funds are equally offset by a fund balance reserve, which indicates the assets are unavailable for appropriation even though they are a component of reported assets.

Prepaid Items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The County uses the consumption method when accounting for these prepaid items.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Interfund Receivables and Payables - Short-term loans or advances between funds are accounted for in the appropriate interfund receivable and payable accounts as due to/from funds. Transactions that constitute flows of cash or goods, from one fund to another without the requirement for repayment, are reported as interfund transfers. Additionally, reimbursements of a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditure or expense in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed.

Restricted Assets - Restricted assets include monies or other resources, the use of which is subject to constraints that are either: (a) externally imposed by creditors (such as debt covenants), grants, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Capital Assets - Capital assets, which include property, equipment, infrastructure assets (e.g., roads and bridges), and right-to-use lease and subscription assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Capital Assets (Continued) - Property, equipment, and infrastructure assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Right-to-use lease building	4
Building improvements	20
Infrastructure:	
Roads	20
Bridges	40
Machinery & equipment	10
Right-to-use lease equipment	5
Vehicles	5
Furniture & fixtures	10
Computer equipment	5
Right-to-use subscriptions	3
Right-to-use museum collection	8

Lease Accounting (Lessee) - The County is a lessee for noncancellable leases including land, buildings, equipment, and a museum collection. The County recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of \$5,000 or more. At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the asset's useful life or the term of the lease.

Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Lease Accounting (Lessee) (Continued) - The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option prices that the County is reasonably certain to exercise. The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position. The General Fund, Hospitality Fund, and Florence County Landfill Fund are typically used to liquidate lease liabilities.

Lease Accounting (Lessor) - The County is the lessor for certain noncancellable leases of real property and spaces within existing County buildings. The County recognizes a lease receivable and a deferred inflow of resources for deferred lease receipts in accordance with these transactions. At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments made. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments made at or before the lease commencement date, less certain other amounts to be paid by the County (if any). Subsequently, the deferred inflow of resources is amortized into lease revenue on a straight-line basis over the lease term.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The lease agreements entered into by the County as lessor do not include stated interest rates. Therefore, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments that the County will receive over the term of the lease agreement. The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflow of resources if certain changes occur that are expected to significantly affect the amount of the lease.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Subscription-Based Information Technology Arrangements - The County is a party in certain noncancellable Subscription-Based Information Technology Arrangements (SBITAs). The County recognizes a subscription liability and subscription asset in the government-wide financial statements. The County recognizes subscription liabilities with an initial individual value of \$5,000 or more. At the commencement of a SBITA, the County initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to SBITAs include how the County determines (1) the discount rate it uses to discount the expected payments to present value, (2) agreement term, and (3) payments: The County uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for subscriptions. The subscription term includes the noncancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option prices that the County is reasonably certain to exercise. The County monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability. Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term liabilities on the Statement of Net Position.

Compensation for Future Absences - The County's vacation policy provides for the accumulation of up to twenty-five days earned vacation as of the end of the calendar year with such leave being fully vested when earned. Depending on years of service, ten days (for service years 1-10), fifteen days (for service years 11-20) or twenty days (for service over twenty years) may accrue for the current year. Accumulated earned vacation at June 30, 2023, amounted to \$3,157,410 in total. The liability of the governmental funds is recorded as a long-term obligation on the *Statement of Net Position*.

The County's sick leave policy provides for accumulation of ninety days earned sick leave. Depending on years of service, additional days are allowed to accrue for the current year but must be used within that year or they will be lost. Sick leave does not vest; any unused sick leave at retirement is lost and is not used in the determination of length of service for retirement purposes. Since the County has no obligation for accumulated sick leave until actually taken, no accrual has been made.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Long-term Obligations - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

Bond Charges - All bond issue costs are expensed in the period incurred. Bond premiums and discounts are deferred and amortized over the life of the related bond issue using the effective interest method. In the fund financial statements, governmental-fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as another financing source.

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the South Carolina Retirement System (SCRS) and the South Carolina Police Officers Retirement System (PORS) and additions to/deductions from SCRS' and PORS' fiduciary net position have been determined on the same basis as they are reported by SCRS or PORS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position and Fund Balances - In the government-wide financial statements, the difference between the County's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources represents net position. Net position for the government-wide statements and proprietary-fund types is comprised of three components – net investment in capital assets, restricted (distinguished between major categories of restrictions), and unrestricted. Net investment in capital assets represents its net investment in capital assets, net of any related debt. Restricted net position represents the amount that is restricted for payment of capital-related borrowings, future debt service payments, and other items. Unrestricted net position represents the net position available for future operations. In the governmental fund financial statements, the County reports fund balance within one of the following fund balance categories:

Nonspendable - Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not spendable for" criterion includes items that are not to be converted to cash, for example, inventories and prepaid items. It also includes the long-term amounts of loans and notes receivable, as well as property acquired for resale.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Restricted - Amounts that are either restricted externally by creditors, grantors, contributors, or laws or regulations of other governments or restricted by law through constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the County's highest level of decision-making authority, the County Council. This formal action is in the form of three readings of an ordinance, which bears the rule of law at the county level. Those committed amounts cannot be used for any other purpose unless the County Council removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. Committed fund balances also incorporate contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. The County recognizes committed fund balances that have been approved for specific purposes by the County Council before fiscal year end.

Assigned - Amounts that are constrained by the County's intent to be used for specific purposes but are not restricted or committed. The authority for making an assignment is not required to be the County's highest level of decision-making authority and as such, the nature of actions necessary to remove or modify an assignment does not require the County's highest level of authority. Assigned fund balance amounts in the County's financial statements represent amounts approved by the County Council to be transferred and spent after fiscal year end.

Unassigned Fund Balance - The unassigned fund balance classification includes amounts that have not been assigned to other funds and have not been restricted, committed, or assigned for specific purposes. The General Fund is the only fund that reports a positive unassigned fund balance. In governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Based on the County's policies regarding fund balance classifications as noted above, the County considers amounts that are restricted, committed, or assigned to be spent when the corresponding expenditures that have been designated by the County Council or donors have been incurred. After these fund balances have been depleted, unassigned fund balance will be considered to have been spent. Government-wide and fund financial statements must be presented using an all-inclusive format. That is, the results of the current period's activities are to be reported as an addition to (or a deduction from) equity at the beginning of the period to arrive at the closing equity balance. Thus, changes in net position on the government-wide *Statement of Activities* is added to (or deducted from) net position - beginning of the fiscal year to arrive at net position - end of the fiscal year.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Non-exchange Transaction, Contributed Capital, and Transfers - Pursuant to GASB Codification Section N50, deeded properties and federal, state, and local government assistance in the form of nonoperating grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment have been recorded as nonoperating revenue.

Future Landfill Closure and Post-closure Care Costs - In accordance with GASB Codification Section L10, the County recognizes expenses for landfill closure and post-closure care costs over the life of the landfill's operation in proportion to the usage of the landfill's total capacity. Federal and state regulations related to landfill closure procedures are comprehensive and require post-closure care and monitoring for a period extending either twenty (20) years, for construction and demolition waste landfills, or thirty (30) years, for municipal solid waste landfills, after closure.

Property Taxes - The County assesses and levies property taxes in accordance with applicable laws of the State of South Carolina. Real property and personal property owned and used in the County, except that which is exempt from taxation under the constitution and laws of the state, is subject to taxation. An annual ordinance establishing the millage rate associated with the levy is adopted each year as part of the budget process.

Ad valorem taxes receivable are accrued as revenue for collections 60 days subsequent to year end; the remaining balance is not accrued because it is not considered to be both "measurable and available". The amount of the receivable is reduced by an allowance for doubtful accounts and is based on historical collection experience (see Note 4).

An amount equal to the net receivable less the 60 days subsequent collections is shown as deferred inflows of resources on the Governmental Funds Balance Sheet. The following dates are applicable to property taxes:

Lien date	December 31
Levy date	July 1
Due date	January 15
Collection date	March 15

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity (Continued)

Property Taxes (Continued) - According to South Carolina State law, ad valorem taxes levied on July 1, the beginning of the fiscal year, are due January 15. Penalties accrue at that time. On March 15 delinquent costs also begin to accrue. On June 30, they are materially past due and, consequently, cannot be considered as a resource which can be used to finance the government's operations for the current fiscal year although the amount due is measurable.

For collection purposes, ad valorem taxes receivable are written off at the end of ten years in accordance with South Carolina State law. For reporting purposes, this receivable also includes costs and fees relating to property taxes.

Sales Taxes - During November 1993, the County's voters approved a referendum to impose a one percent local option sales tax. This tax was imposed beginning May 1, 1994. All of the revenue collected from this tax is being used as a credit against ad valorem taxes and vehicle taxes. This credit first appeared on ad valorem tax notices mailed November 1994 and on vehicle tax notices beginning with those notices for January 1995. May and June taxes which were received by the County after fiscal year-end are shown as sales tax receivable in the asset section of the balance sheet.

Program and General Revenue - The County charges the public fees for building permits, inspections, marriage licenses, document filing fees, ambulance (EMS) services, and other program related services. These fees, as well as traffic violations and grant revenues, are recorded as program revenue in the statement of activities. General revenue reported by the County include property taxes, fees-in-lieu of taxes, hospitality taxes, state-shared revenue, business licenses, and other government-imposed, non-exchange fees not specific to a particular program (e.g., business licenses and franchise fees, which are general revenue taxes in lieu of program specific fees).

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to May 1, the County Administrator and Finance Director submit to the County Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the County to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of an ordinance.
4. The County Administrator is authorized to transfer budgeted amounts within departments or between departments. Revisions that alter total expenditures of a fund must be approved by the County Council.
5. Formal budgetary integration is employed as a management control device during the fiscal year for all funds of the County; however, legal budgets are adopted only for the General Fund and the following nine Special Revenue Funds: Law Library Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Local Hospitality Tax Special Revenue Fund, Local Accommodations Fee Special Revenue Fund, Sheriff's Camps Special Revenue Fund, Road System Maintenance Fee Special Revenue Fund, the Sheriff Sex Offender Special Revenue Fund, and the Unified Fire District Special Revenue Fund.
6. The County provides that the whole or any part of any appropriation provided for grants, and South Carolina accommodations tax budgeted amounts for outlays of any activity remaining unexpended or unencumbered at the close of the fiscal year shall remain in full force and effect and shall be held available for the following fiscal year, except any such appropriations as the County Council by ordinance may abandon. All other appropriations, which are not encumbered, lapse at the end of each fiscal year.
7. The budget for the General Fund is adopted on a basis that differs from generally accepted accounting principles in that expenditures are budgeted on a basis that includes encumbrances. Budgetary control over expenditures is exercised by the County Council on a departmental basis to establish more administrative control than State law requires. Legal level of budgetary control is at the fund level.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgets and Budgetary Accounting (Continued)

The actual results of operations are presented in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - in accordance with the budgetary basis to provide a meaningful comparison between actual results and budget.

Adjustments necessary to convert the results of operations and fund balances at fiscal year-end on the GAAP basis to the budgetary basis for the General Fund are as follows:

	Net Change in Fund Balance	Fund Balance at Fiscal Year End
GAAP basis	\$ 2,925,559	\$ 31,738,560
Increases (decreases) due to expenditures:		
Encumbrances	269,207	(80,477)
Inventories	(141,959)	(418,018)
Cash - Juror fee accounts	(5,386)	3,521
Budgetary basis	\$ 3,047,421	\$ 31,243,586

B. Encumbrances

The County maintains encumbrance accounts which are considered to be "budgetary accounts". Encumbrances outstanding at fiscal year-end represent the estimated amounts of the expenditures ultimately to be incurred if unperformed contracts in process at fiscal year-end are completed. Encumbrances outstanding at fiscal year-end do not constitute expenditures or liabilities.

At June 30, 2023, \$80,477 of open purchase orders and contracts were outstanding, related to general operations. These amounts are included in "Assigned Fund Balance" in the fund balance section of the *Governmental Funds Balance Sheet*. Encumbrances do not lapse at fiscal year-end.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

C. Fund Deficits

The Florence Darlington Tech Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, Florence County E911 System proprietary fund, Sheriff's Camps Special Revenue Fund, and CPST2 Capital Project Fund had deficit fund balances of \$41,383, \$91,537, and \$38,937, \$24,615 and \$127,785 respectively, as of June 30, 2023.

The deficit for the Florence Darlington Tech Special Revenue Fund was caused by revenues being exceeded by expenditures for multiple years. Expenditures related to education have depleted the fund balance. Intergovernmental and miscellaneous revenue have increased in the current year and are expected to grow.

The deficit for the Victim/Witness Assistance Special Revenue Fund was caused by a significant decline in Court-related fines and fee revenue for the fiscal years ended June 30, 2020 and 2021 due to court closures as a result of the COVID-19 pandemic. ARPA replacement revenue in the amount of \$120,400 was provided for 2020 and 2021 lost revenues. Additional lost revenue was provided for 2022. In addition, the change in fund balance was positive in the current year due to lower expenditures and transfers into the fund. Going forward in the fiscal year 2024 budget, the General Fund will begin supplementing the revenues to continue providing this service required by the State Attorney General's Office.

The deficit for the E911 System Proprietary Fund has been caused by revenues being exceeded by expenses for multiple years. Depreciation expense over this time period has depleted the net position. A majority of the capital assets are now fully depreciated, and this expense has been declining on an annual basis. Additionally, two full time employees were moved from the E911 System fund to the Central Dispatch and the Emergency Management departments in the General Fund. Interfund charges from the E911 System fund totaling \$258,504 per annum were eliminated in the prior year. Lastly, expenses within this fund have reduced dramatically in the current year.

The deficit for the Sheriff's Camps Special Revenue Fund was caused by budgeted expenditures related to public works in an amount totaling \$30,000.

The deficit for the CPST2 Capital Project Fund was caused by continued capital outlay expenditures outpacing revenue.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

D. Excess of Expenditures over Appropriations in Individual Funds

The following table shows the excess of expenditures over appropriations in individual funds for the fiscal year ended June 30, 2023.

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Excess</u>
Economic Development Partnership Fund	\$ 594,278	\$ 799,767	\$ (205,489)
Local Accommodations Fee Fund	<u>3,135,650</u>	<u>3,180,780</u>	<u>(45,130)</u>
Total excess of expenditures over appropriations	<u>\$ 3,729,928</u>	<u>\$ 3,980,547</u>	<u>\$ (250,619)</u>

The excess of expenditures over budget for the Economic Development Partnership Special Revenue Fund was the result of salaries and benefits exceeding the adopted budget.

The excess of expenditures over budget for the Local Accommodations Fee Special Revenue Fund was the result of culture and recreation expenditures exceeding the adopted budget.

NOTE 3. DEPOSITS AND INVESTMENTS

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. The County does not have a deposit policy for custodial credit risk aside from following state statutes. As of June 30, 2023, the carrying amount of the County's deposits subject to custodial credit risk was \$33,853,063 and the bank balance was \$36,648,163. As of June 30, 2023, all of the County's deposits are covered by FDIC insurance or by collateral held by the pledging financial institution's trust department in the County's name. As of June 30, 2023, all of the County's bank balance was insured or collateralized.

Custodial Credit Risk – Investments – Custodial credit risk of investments is the risk that, in the event of a bank failure or the failure of a counterparty, the County will not be able to recover the value of its investments. The County does not have an investment policy for custodial credit risk. At June 30, 2023, the County's investments were not exposed to custodial credit risk.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value – Investments – The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The County's investment in the South Carolina Local Government Investment Pool (LGIP) is valued at net asset value and is classified as cash and cash equivalents on the *Statement of Net Position*.

The County's fair value measurements as of June 30, 2023 consist of its investments in fixed income securities and are valued using readily determinable market values, meaning there is a quoted price for identical assets in an active market (Level 1 inputs). The County's investment in the LGIP is valued at net asset value.

As of June 30, 2023, the County had investments in U.S. government agency obligations and investments with the South Carolina State Treasurer's Office in the LGIP with fair values and maturities as follows:

Investment Type	Fair Value	Investment Maturities		
		Three Months or Less	Three to Twelve Months	More Than One Year
U.S. Government Agency Obligations	\$ 19,942,000	\$ -	\$ -	\$ 19,942,000
South Carolina Local Government Investment Pool	212,369,458	212,369,458	-	-
Total investments by fair value level	<u>\$ 232,311,458</u>	<u>\$ 212,369,458</u>	<u>\$ -</u>	<u>\$ 19,942,000</u>

The investments in the LGIP are invested with the South Carolina State Treasurer's Office, which established the LGIP pursuant to Section 6-6-10 of the South Carolina Code of Laws. The LGIP is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any county treasurer or any governing body of a political subdivision of the State, may be deposited. The LGIP's investments are carried at fair value determined annually based upon quoted market prices for identical or similar assets. The total fair value of the LGIP is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1. Funds may be deposited by LGIP participants at any time and may be withdrawn upon 24 hours' notice. Financial statements for the LGIP may be obtained by writing the South Carolina Office of the State Treasurer, Local Government Investment Pool, Post Office Box 11778, Columbia, South Carolina 29211-1950.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the County is accepting interest rate risk since the long- term investment maturities are matched with capital projects.

Concentration of Credit Risk – Statutes authorized the County to invest in obligations of the State of South Carolina and any of its political units, United States Government obligations fully insured or guaranteed by the United States Government, repurchase agreements and certificates of deposit which are secured by direct obligations of the State of South Carolina or the United States Government, and savings and loan associations to the extent that the same are insured by an agency of the United States Government. The County has no investment policy that would further limit its investment choices.

As of June 30, 2023, the County had the following balances in cash and cash equivalents:

Statement of Net Position		
Cash and cash equivalents	\$	201,622,278
Investments		19,942,000
Statement of Fiduciary Net Position		
Cash and cash equivalents		44,600,243
Total cash and cash equivalents	\$	266,164,521

NOTE 4. RECEIVABLES

Property taxes receivable were as follows at June 30, 2023:

	Property Taxes Receivable	Allowance for Doubtful Accounts	Property Taxes Receivable, Net
General Fund	\$ 3,367,215	\$ (2,731,188)	\$ 636,027
Nonmajor Governmental Funds	1,366,385	(912,470)	453,915
Total Governmental Funds	\$ 4,733,600	\$ (3,643,658)	\$ 1,089,942

NOTES TO FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES (CONTINUED)

Other receivables were as follows at June 30, 2023:

	<u>Other Receivables</u>	<u>Allowance for Doubtful Accounts</u>	<u>Other Receivables, Net</u>
Governmental Funds:			
General Fund	\$ 6,593,041	\$ (5,211,780)	\$ 1,381,261
Grant Special Revenue Fund	459	-	459
Nonmajor Governmental Funds	235,798	-	235,798
Total Governmental Funds	<u>6,829,298</u>	<u>(5,211,780)</u>	<u>1,617,518</u>
Enterprise Funds:			
Florence County E911 System Fund	130,309	-	130,309
Total Enterprise Funds	<u>130,309</u>	<u>-</u>	<u>130,309</u>
Total	<u>\$ 6,959,607</u>	<u>\$ (5,211,780)</u>	<u>\$ 1,747,827</u>

NOTE 5. INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due, (2) move unrestricted General Fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations and (3) move revenues from various funds into the General Fund also in accordance with budgetary authorizations.

<u>Transfers Out</u>	<u>Transfers In</u>				<u>Total Primary Government</u>
	<u>General Fund</u>	<u>Grant Special Revenue Fund</u>	<u>CPST3 Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	
General Fund	\$ -	\$ -	\$ -	\$ 1,089,253	\$ 1,089,253
Grant Special Revenue Fund	-	-	-	199,512	199,512
Nonmajor Governmental Funds	610,476	45,223	11,614,321	421,214	12,691,234
Total Governmental Funds	<u>610,476</u>	<u>45,223</u>	<u>11,614,321</u>	<u>1,709,979</u>	<u>13,979,999</u>
Total Primary Government	<u>\$ 610,476</u>	<u>\$ 45,223</u>	<u>\$ 11,614,321</u>	<u>\$ 1,709,979</u>	<u>\$ 13,979,999</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. CAPITAL ASSETS

A summary of the changes in the capital assets during the year ended June 30, 2023, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 19,481,532	\$ 1,886,186	\$ -	\$ 21,367,718
Construction in progress	6,757,291	2,292,066	-	9,049,357
Total capital assets, not being depreciated	<u>26,238,823</u>	<u>4,178,252</u>	<u>-</u>	<u>30,417,075</u>
Capital assets, being depreciated:				
Buildings and additions	158,118,496	1,126,881	-	159,245,377
Improvements other than buildings	10,849,515	886,683	-	11,736,198
Vehicles	18,274,880	2,811,979	(1,097,845)	19,989,014
Furniture and fixtures	1,402,074	-	-	1,402,074
Machinery and equipment	52,788,183	553,929	(745,736)	52,596,376
Infrastructure	80,806,546	5,795,108	-	86,601,654
Total capital assets, being depreciated	<u>322,239,694</u>	<u>11,174,580</u>	<u>(1,843,581)</u>	<u>331,570,693</u>
Less accumulated depreciation for:				
Buildings and additions	(41,781,145)	(3,126,234)	-	(44,907,379)
Improvements other than buildings	(7,839,294)	(579,183)	-	(8,418,477)
Vehicles	(14,292,939)	(1,721,538)	743,381	(15,271,096)
Furniture and fixtures	(901,880)	(41,079)	-	(942,959)
Machinery and equipment	(48,757,262)	(1,505,055)	1,003,422	(49,258,895)
Infrastructure	(55,709,864)	(1,835,887)	-	(57,545,751)
Total accumulated depreciation	<u>(169,282,384)</u>	<u>(8,808,976)</u>	<u>1,746,803</u>	<u>(176,344,557)</u>
Total capital assets, being depreciated, net	<u>152,957,310</u>	<u>2,365,604</u>	<u>(96,778)</u>	<u>155,226,136</u>
Governmental activities capital assets, net before lease assets and subscription assets	<u>\$ 179,196,133</u>	<u>\$ 6,543,856</u>	<u>\$ (96,778)</u>	<u>185,643,211</u>
Lease assets, net (Note 8)				<u>1,856,568</u>
Subscription assets, net (Note 9)				<u>4,929,257</u>
Total capital assets, net as reported in the Statement of Net Position				<u>\$ 192,429,036</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. CAPITAL ASSETS (CONTINUED)

Capital assets of the proprietary funds at June 30, 2023, are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 2,439,677	\$ 50,000	\$ -	\$ 2,489,677
Total capital assets, not being depreciated	<u>2,439,677</u>	<u>50,000</u>	<u>-</u>	<u>2,489,677</u>
Capital assets, being depreciated:				
Buildings and additions	112,842	-	-	112,842
Improvements other than buildings	1,055,140	-	-	1,055,140
Vehicles	1,741,985	-	-	1,741,985
Furniture and fixtures	20,454	-	-	20,454
Machinery and equipment	4,461,760	-	-	4,461,760
Total capital assets, being depreciated	<u>7,392,181</u>	<u>-</u>	<u>-</u>	<u>7,392,181</u>
Less accumulated depreciation for:				
Buildings and additions	(112,842)	-	-	(112,842)
Improvements other than buildings	(823,314)	(17,588)	-	(840,902)
Vehicles	(1,741,985)	-	-	(1,741,985)
Furniture and fixtures	(20,454)	-	-	(20,454)
Machinery and equipment	(4,146,404)	(128,300)	-	(4,274,704)
Total accumulated depreciation	<u>(6,844,999)</u>	<u>(145,888)</u>	<u>-</u>	<u>(6,990,887)</u>
Total capital assets, being depreciated, net	<u>547,182</u>	<u>(145,888)</u>	<u>-</u>	<u>401,294</u>
Business-type activities capital assets, net before lease assets	<u>\$ 2,986,859</u>	<u>\$ (95,888)</u>	<u>\$ -</u>	<u>2,890,971</u>
Lease assets, net (Note 8)				<u>20,921</u>
Total capital assets, net as reported in the Statement of Net Position				<u>\$ 2,911,892</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:

General government	\$ 5,629,624
Public safety	1,482,956
Economic development	49,047
Public works, including infrastructure	2,529,213
Health	624,117
Culture and recreation	929,169
Total depreciation and amortization expense - governmental activities	<u>\$ 11,244,126</u>

Business-type activities:

Florence County Landfill Fund	\$ 19,521
Florence County E911 System Fund	128,300
Total depreciation and amortization expense - business-type activities	<u>\$ 147,821</u>

The Civic Center is operated as a joint venture between the City of Florence and the County. Accordingly, the capital assets of the Civic Center are not included in the capital assets of the County. Refer to Note 1 for additional information.

NOTE 7. LONG-TERM OBLIGATIONS

As of June 30, 2023, the County was permitted by the South Carolina Constitution to incur general obligation bonded indebtedness in an amount not exceeding 8% of the assessed value of all taxable property of the County. As of June 30, 2023, the County was within the limits of this requirement. The general obligation bonds shown as long-term liabilities in the government-wide financial statements are collateralized by the full faith, credit, resources and taxing power of the County. They bear interest payable semiannually, at rates varying approximately from 1.23% to 4.00%. Principal and interest payments are to be made from the applicable Debt Service Funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

On November 22, 2011, the County issued \$5,000,000 of Florence County General Obligation Refunding Bonds, Series 2011. These bonds bear interest rates ranging from 2.00% to 2.75%. The first interest payment of \$29,733 was due March 1, 2012, and semiannually thereafter. The first principal payment was due March 1, 2012, and annually thereafter, with the final payment for both principal and interest due March 1, 2026. The proceeds of these bonds were used to refund the remaining outstanding portion of the Series 2002 Florence County General Obligation Bonds and for various capital improvement projects.

On July 21, 2015, the County issued \$3,560,000 of Florence County General Obligation Bonds, Series 2015B (Florence County Fire Protection District). These bonds bear interest at a rate of 2.03%. The first interest payment of \$50,186 was due April 1, 2016, and semiannually thereafter. The first principal payment was due October 1, 2016, and annually thereafter, with the final payment for both principal and interest due October 1, 2030. The proceeds of these bonds were used to refund a bond anticipation note originally issued on December 17, 2014, that was due August 1, 2015. The proceeds of the note were used to refund various general obligation bonds and other fire district debt, as well as fund various firefighting equipment.

On September 15, 2015, the County issued \$8,207,000 of Florence County General Obligation Bonds, Series 2015C (Florence County Fire Protection District). These bonds bear interest at a rate of 3.19%. The first interest payment of \$142,537 was due April 1, 2016, and semiannually thereafter. The first principal payment was due October 1, 2016, and annually thereafter, with the final payment for both principal and interest due October 1, 2035. The proceeds of these bonds are being used to fund various firefighting equipment.

On September 19, 2018, the County issued \$1,000,000 of Florence County General Obligation Bonds, Series 2018C. These bonds bear interest at a rate of 2.92%. The first interest payment of \$13,140 was due March 1, 2019, and annually thereafter. The first principal payment was due March 1, 2019, and annually thereafter, with the final payment for both principal and interest due March 1, 2028. The proceeds of these bonds are being used to partially fund the construction of a new fire station.

On June 17, 2020, the County issued \$22,000,000 of Florence County General Obligation Bonds, Series 2020B. These bonds were issued at a premium of \$1,163,167 and bear interest rates ranging from 1.80% of 4.00%. The first interest payment of \$188,249 was due on October 1, 2020, and semiannually thereafter. The first principal payment was due on April 1, 2021, and annually thereafter. The final payment for both principal and interest is due on April 1, 2040. The proceeds of these bonds are being used to purchase industrial properties located throughout the County.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

On March 11, 2021, the County issued \$120,000,000 of Florence County General Obligation Bonds, Series 2021A. These bonds were issued at a premium of \$22,620,841 and bear an interest rate of 5.00%. The first interest payment of \$4,333,333 was due on December 1, 2021, and semiannually thereafter. The first principal payment was due on June 1, 2022, and annually thereafter. The final payment for both principal and interest is due on June 1, 2028. The proceeds of these bonds are being used to construct projects located throughout the County that were approved by voter referendum on November 3, 2020.

General obligation bonds payable at June 30, 2023, are comprised of the following:

	<u>Rates Interest Rates</u>	<u>Final Maturity Fiscal Year</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General				
Obligation Refunding Bonds				
\$5,000,000, Series 2011	2.50%	2024	\$ 320,000	\$ 320,000
	2.63%	2025	330,000	-
	2.75%	2026	340,000	-
			<u>\$ 990,000</u>	<u>\$ 320,000</u>
Florence County General				
Obligation Bonds				
\$3,650,000, Series 2015B	2.03%	2024	\$ 172,000	\$ 172,000
	2.03%	2025	176,000	-
	2.03%	2026	76,000	-
	2.03%	2027	77,000	-
	2.03%	2028	79,000	-
	2.03%	2029	81,000	-
	2.03%	2030	45,000	-
	2.03%	2031	45,000	-
			<u>\$ 751,000</u>	<u>\$ 172,000</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

	<u>Rates Interest Rates</u>	<u>Final Maturity Fiscal Year</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General				
Obligation Bonds				
\$8,207,000, Series 2015C	3.19%	2024	\$ 363,000	\$ 363,000
	3.19%	2025	374,000	-
	3.19%	2026	490,000	-
	3.19%	2027	506,000	-
	3.19%	2028	521,000	-
	3.19%	2029	538,000	-
	3.19%	2030	593,000	-
	3.19%	2031	612,000	-
	3.19%	2032	678,000	-
	3.19%	2033	699,000	-
	3.19%	2034	722,000	-
	3.19%	2035	745,000	-
	3.19%	2036	768,000	-
			<u>\$ 7,609,000</u>	<u>\$ 363,000</u>
Florence County General				
Obligation Bonds				
\$1,000,000, Series 2018C	2.92%	2024	\$ 100,000	\$ 100,000
	2.92%	2025	105,000	-
	2.92%	2026	110,000	-
	2.92%	2027	110,000	-
	2.92%	2028	115,000	-
			<u>\$ 540,000</u>	<u>\$ 100,000</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

	<u>Rates Interest Rates</u>	<u>Final Maturity Fiscal Year</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General				
Obligation Bonds				
\$22,000,000, Series 2020B	4.00%	2024	\$ 870,000	\$ 870,000
	4.00%	2025	905,000	-
	4.00%	2026	940,000	-
	4.00%	2027	980,000	-
	4.00%	2028	1,015,000	-
	4.00%	2029	1,060,000	-
	4.00%	2030	1,100,000	-
	1.80%	2031	1,145,000	-
	1.90%	2032	1,165,000	-
	1.95%	2033	1,185,000	-
	2.00%	2034	1,210,000	-
	2.10%	2035	1,235,000	-
	2.20%	2036	1,260,000	-
	2.30%	2037	1,290,000	-
	2.40%	2038	1,320,000	-
	2.50%	2039	1,350,000	-
	2.50%	2040	1,385,000	-
			<u>\$ 19,415,000</u>	<u>\$ 870,000</u>
Florence County General				
Obligation Bonds				
\$120,000,000, Series 2021	5.00%	2024	\$ 16,420,000	\$ 16,420,000
	5.00%	2025	17,240,000	-
	5.00%	2026	18,105,000	-
	5.00%	2027	19,010,000	-
	5.00%	2028	19,960,000	-
			<u>\$ 90,735,000</u>	<u>\$ 16,420,000</u>
Total general obligation bonds			<u>\$ 120,040,000</u>	<u>\$ 18,245,000</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

Annual principal and interest requirements on these General Obligation Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	General Obligation Bonds		General Obligation Refunding Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 17,925,000	\$ 5,351,188	\$ 320,000	\$ 26,013	\$ 18,245,000	\$ 5,377,201
2025	18,800,000	4,477,180	330,000	18,013	19,130,000	4,495,193
2026	19,721,000	3,559,576	340,000	9,350	20,061,000	3,568,926
2027	20,683,000	2,596,075	-	-	20,683,000	2,596,075
2028	21,690,000	1,585,198	-	-	21,690,000	1,585,198
2029-2033	8,946,000	2,056,972	-	-	8,946,000	2,056,972
2034-2038	8,550,000	886,598	-	-	8,550,000	886,598
2039-2040	2,735,000	102,994	-	-	2,735,000	102,994
	<u>\$ 119,050,000</u>	<u>\$ 20,615,781</u>	<u>\$ 990,000</u>	<u>\$ 53,376</u>	<u>\$ 120,040,000</u>	<u>\$ 20,669,157</u>

On December 8, 2015, the County issued \$3,238,000 of Hospitality Fee Refunding Revenue Bonds, Series 2015. These bonds bear interest at a rate of 2.9445%. The first interest payment of \$21,982 was due March 1, 2016, and semiannually thereafter. The first principal payment was due March 1, 2016, and annually thereafter, with the final payment for both principal and interest due March 1, 2035. The proceeds of these bonds were used to refund the Series 2011 Hospitality Fee Revenue Bonds, which were issued to fund a portion of the cost of the construction of a new museum.

These bonds contain a provision that in an event of default, the bondholders of at least fifty-one percent (51%) of the outstanding bonds, may declare the entire unpaid principal amount of the bonds, together with all accrued and unpaid interest, to be due and payable immediately.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

Annual principal and interest requirements on these Hospitality Fee Refunding Revenue Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 154,000	\$ 64,131	\$ 218,131
2025	158,000	59,597	217,597
2026	163,000	54,944	217,944
2027	168,000	50,145	218,145
2028	173,000	45,198	218,198
2029-2033	944,000	146,547	1,090,547
2034-2035	418,000	18,550	436,550
	<u>\$ 2,178,000</u>	<u>\$ 439,112</u>	<u>\$ 2,617,112</u>

On December 17, 2015, the County issued \$16,015,000 of Accommodations Fee Revenue Bonds with interest at rates ranging from 2.00% to 5.00%. The bonds mature on May 1, 2040, and the proceeds of the bonds are being used to construct an expansion of the Civic Center.

These bonds contain a provision that in an event of default, the bondholders of at least fifty-one percent (51%) of the outstanding bonds, may declare the entire unpaid principal amount of the bonds, together with all accrued and unpaid interest, to be due and payable immediately.

Annual principal and interest requirements on these Accommodations Fee Revenue Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 240,000	\$ 638,738	\$ 878,738
2025	260,000	629,138	889,138
2026	285,000	618,738	903,738
2027	310,000	607,338	917,338
2028	340,000	594,938	934,938
2029-2033	4,590,000	2,563,614	7,153,614
2034-2038	6,155,000	1,359,813	7,514,813
2039-2040	2,945,000	166,876	3,111,876
	<u>\$ 15,125,000</u>	<u>\$ 7,179,193</u>	<u>\$ 22,304,193</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

On March 31, 2021, the County issued \$7,456,000 of Series 2021 Installment Purchase Revenue Refunding Bonds (the "Series 2021 Refunding Bonds") with an interest rate of 1.20%. The County issued these bonds to refund the remaining \$7,415,000 of the outstanding Series 2017A Installment Purchase Revenue Bonds (the "Series 2017A Bonds") that were originally issued to finance the construction of a multi-level parking garage and purchase an industrial spec building. The Series 2017A Bonds had an interest rate that ranged from 2.61% to 4.41%.

This refunding reduced total debt service payments over the next five (5) years by \$225,882 and resulted in an economic gain (the difference between the present values of the new and old debt service requirements discounted at the effective interest rate, less bond issuance costs) of \$176,973.

Annual principal and interest requirements on the Series 2021 Refunding Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,520,000	\$ 45,240	\$ 1,565,240
2025	1,511,000	27,054	1,538,054
2026	1,499,000	8,994	1,507,994
	\$ 4,530,000	\$ 81,288	\$ 4,611,288

On April 22, 2021, the County issued \$37,870,000 of Taxable Series 2021 Installment Purchase Revenue Refunding Bonds (the "Taxable Series 2021 Refunding Bonds"). These bonds were issued at a discount for \$209,968 and with an interest rate of 2.65%. The County issued these bonds to advance refund \$33,575,000 of the Series 2015 Installment Purchase Revenue Bonds (the "Series 2015 Bonds"). The Series 2015 Bonds were issued at a premium for \$3,154,824 with interest rates ranging from 3.25% to 5.00%.

The County deposited the net proceeds of \$37,122,830 in an escrow account to provide for all future debt service on the refunded portion of the Series 2015 Bonds. As a result, that portion of the 2015 Series Bonds is considered defeased and the County has removed the liability from its financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

The refunding reduced total debt service payments over the next fifteen (15) years by \$2,269,908 and resulted in an economic gain (the difference between the present values of the new and old debt service requirements discounted at the effective interest rate, less bond issuance costs) of 1,364,682. The County recognized a deferred gain on this refunding for \$4,080,620 and this amount is reported as deferred inflow of resources, net of accumulated amortization, on the Statement of Net Position and will be amortized over the term of the Taxable Series 2021 Refunding Bonds through interest expense.

Annual principal and interest requirements on the Taxable Series 2021 Refunding Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 595,000	\$ 743,566	\$ 1,338,566
2025	2,580,000	731,670	3,311,670
2026	2,635,000	706,198	3,341,198
2027	2,685,000	672,252	3,357,252
2028	2,780,000	629,132	3,409,132
2029-2033	15,075,000	2,224,832	17,299,832
2034-2036	10,290,000	409,930	10,699,930
	<u>\$ 36,640,000</u>	<u>\$ 6,117,580</u>	<u>\$ 42,757,580</u>

On June 30, 2015, the County issued \$42,000,000 of Installment Purchase Revenue Bonds (the "Series 2015 Bonds") with interest rates ranging from 3.25% to 5.00% in order to construct the Florence County Judicial Center. These bonds were partially refunded by the Taxable Series 2021 Refunding Bonds in the amount of \$33,575,000 as noted above. The remaining \$5,375,000 remains a separate obligation of the County.

Annual principal and interest requirements on the Series 2015 Bonds are as follows as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 1,905,000	\$ 47,625	\$ 1,952,625
	<u>\$ 1,905,000</u>	<u>\$ 47,625</u>	<u>\$ 1,952,625</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

On March 27, 2013, the County issued a \$22,487,000 financed purchase agreement with a fixed interest rate of 1.825% to refinance an outstanding financed purchase agreement in the amount of \$15,988,947 including interest. The remaining proceeds of the financed purchase agreement were used to fund capital improvements at the Civic Center and the costs of issuance of the financed purchased agreement.

This financed purchase agreement contains a provision that in an event of default, the financial institution shall have the right to declare all payments due to be paid during the original term or the then current renewal term, to be due and payable immediately and to terminate the term of the financed purchase agreement and give notice to the County to vacate the property immediately.

The following is a schedule of future minimum payments under this financed purchase agreement as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 422,000	\$ 39,912	\$ 461,912
2025	430,000	32,211	462,211
2026	437,000	24,364	461,364
2027	445,000	16,388	461,388
2028	453,000	8,267	461,267
	<u>\$ 2,187,000</u>	<u>\$ 121,142</u>	<u>\$ 2,308,142</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

On December 23, 2014, the County issued a \$5,804,102 financed purchase agreement with a fixed interest rate of 2.28% as a part of an energy savings performance contract. The contract included the installation of various heating and air conditioning equipment, lighting, and water conservation measures.

The following is a schedule of future minimum payments under this financed purchase agreement as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 396,239	\$ 75,376	\$ 471,615
2025	414,821	66,184	481,005
2026	434,020	56,563	490,583
2027	453,851	46,499	500,350
2028	474,334	35,976	510,310
2029-2031	1,279,406	40,770	1,320,176
	<u>\$ 3,452,671</u>	<u>\$ 321,368</u>	<u>\$ 3,774,039</u>

On August 25, 2016, the County issued a \$500,000 financed purchase agreement with a fixed interest rate of 1.752%. The proceeds of the financed purchase agreement were used to fund a portion of the cost of lights for a new ball field.

This financed purchase agreement contains a provision that in an event of default, the financial institution shall have the right to declare the unpaid principal components of the base payments immediately due and payable.

The following is a schedule of future minimum payments under this financed purchase agreement as of June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 75,118	\$ 1,316	\$ 76,434
	<u>\$ 75,118</u>	<u>\$ 1,316</u>	<u>\$ 76,434</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

Changes in long-term liabilities by type during the fiscal year ended June 30, 2023, are summarized as follows:

Governmental activities:	June 30, 2022	Additions	Retirements	June 30, 2023	Amount Due in One Year
By type of obligation:					
General obligation bonds	\$ 137,523,000	\$ 4,825,000	\$ (22,308,000)	\$ 120,040,000	\$ 18,245,000
Premium on general obligation bonds	17,367,303	-	(4,610,994)	12,756,309	3,942,519
Hospitality tax bonds	2,327,000	-	(149,000)	2,178,000	154,000
Installment purchase revenue bonds	46,915,000	-	(3,840,000)	43,075,000	4,020,000
Accommodations fee revenue bonds	15,340,000	-	(215,000)	15,125,000	240,000
Discount on revenue bonds	(190,413)	-	20,706	(169,707)	(20,627)
Financed purchases	6,580,867	-	(866,078)	5,714,789	893,357
Compensated absences	2,520,914	2,132,561	(1,496,955)	3,156,520	1,496,955
Lease liability	2,653,306	8,883	(825,030)	1,837,159	793,935
Subscription liability	2,510,082	2,886,451	(1,639,880)	3,756,653	1,814,710
Net pension liability	61,006,865	4,875,688	-	65,882,553	-
Total other postemployment benefit liability	50,115,099	2,886,123	(13,837,117)	39,164,105	-
	<u>\$ 344,669,023</u>	<u>\$ 17,614,706</u>	<u>\$ (49,767,348)</u>	<u>\$ 312,516,381</u>	<u>\$ 31,579,849</u>
Business-type activities:	June 30, 2022	Additions	Retirements	June 30, 2023	Amount Due in One Year
By type of obligation:					
Closure/post-closure liability	\$ 1,852,510	\$ -	\$ (463,128)	\$ 1,389,382	\$ 463,128
Compensated absences	890	-	-	890	890
Lease liability	22,981	-	(1,794)	21,187	1,375
Net pension liability	474,449	-	(170,618)	303,831	-
	<u>\$ 2,350,830</u>	<u>\$ -</u>	<u>\$ (635,540)</u>	<u>\$ 1,715,290</u>	<u>\$ 465,393</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LEASES

The County has entered into multiple noncancelable leases as the lessee for various right-to-use assets. The incremental borrowing rate varies from 0.316% to 2.419%. As of June 30, 2023, the County has \$1,858,346 outstanding in leases payable. The annual requirements to amortize all leases payable as of June 30, 2023, including interest payments, are as follows:

Governmental Activities

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 793,935	\$ 21,720	\$ 815,655
2025	243,656	14,777	258,433
2026	205,874	11,447	217,321
2027	145,452	9,058	154,510
2028	147,155	6,845	154,000
2029-2033	301,087	6,913	308,000
	<u>\$ 1,837,159</u>	<u>\$ 70,760</u>	<u>\$ 1,907,919</u>

Business-type Activities

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,375	\$ 425	\$ 1,800
2025	1,404	396	1,800
2026	1,433	367	1,800
2027	1,463	337	1,800
2028	1,493	307	1,800
2029-2033	7,947	1,053	9,000
2034-2038	6,072	227	6,299
	<u>\$ 21,187</u>	<u>\$ 3,112</u>	<u>\$ 24,299</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LEASES (CONTINUED)

Lease asset activity for the County's governmental activities for the year ended June 30, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Remeasurements</u>	<u>Deductions</u>	<u>Ending Balance</u>
Governmental activities:					
Lease assets:					
Buildings	\$ 495,809	\$ -	\$ -	\$ -	\$ 495,809
Equipment	1,663,564	10,087	-	-	1,673,651
Museum collection	1,305,477	-	-	-	1,305,477
Total lease assets	<u>3,464,850</u>	<u>10,087</u>	<u>-</u>	<u>-</u>	<u>3,474,937</u>
Less accumulated amortization for:					
Buildings	(109,236)	(109,236)	-	-	(218,472)
Equipment	(553,430)	(556,361)	-	-	(1,109,791)
Museum collection	(145,053)	(145,053)	-	-	(290,106)
Total accumulated amortization	<u>(807,719)</u>	<u>(810,650)</u>	<u>-</u>	<u>-</u>	<u>(1,618,369)</u>
Governmental activities total lease assets, net	<u>\$ 2,657,131</u>	<u>\$ (800,563)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,856,568</u>

Lease asset activity for the County's business-type activities for the year ended June 30, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Remeasurements</u>	<u>Deductions</u>	<u>Ending Balance</u>
Business-type Activities:					
Lease assets:					
Land	\$ 24,787	\$ -	\$ -	\$ -	\$ 24,787
Total lease assets	<u>24,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,787</u>
Less accumulated amortization for:					
Land	(1,933)	(1,933)	-	-	(3,866)
Total accumulated amortization	<u>(1,933)</u>	<u>(1,933)</u>	<u>-</u>	<u>-</u>	<u>(3,866)</u>
Business-type activities total lease assets, net	<u>\$ 22,854</u>	<u>\$ (1,933)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,921</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 9. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The County has entered into multiple noncancelable subscriptions for various right-to-use subscription assets. The incremental borrowing rate varies from 1.710% to 3.238%. As of June 30, 2023, the County has \$3,756,653 outstanding in subscriptions payable. The annual requirements to amortize all subscriptions payable as of June 30, 2023, including interest payments, are as follows:

Governmental Activities:

Fiscal Year				
Ending June 30,	Principal	Interest	Total	
2024	\$ 1,814,710	\$ 121,986	\$ 1,936,696	
2025	1,214,673	40,327	1,255,000	
2026	279,963	17,103	297,066	
2027	286,581	10,486	297,067	
2028	160,726	3,713	164,439	
	\$ 3,756,653	\$ 193,615	\$ 3,950,268	

Subscription asset activity for the County's governmental activities for the year ended June 30, 2023, was as follows:

	Beginning Balance	Additions	Remeasurements	Deductions	Ending Balance
Governmental activities:					
Subscription assets:					
Software	\$ 2,510,082	\$ 4,043,675	\$ -	\$ -	\$ 6,553,757
Total subscription assets	2,510,082	4,043,675	-	-	6,553,757
Less accumulated amortization for:					
Software	-	(1,624,500)	-	-	(1,624,500)
Total accumulated amortization	-	(1,624,500)	-	-	(1,624,500)
Total subscription assets, being amortized, net	-	(1,624,500)	-	-	(1,624,500)
Governmental activities total subscription assets, net	\$ 2,510,082	\$ 2,419,175	\$ -	\$ -	\$ 4,929,257

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LANDFILL CLOSURE AND POST-CLOSURE CARE COSTS

Pursuant to the Solid Waste Management Act (the "Act") of 1991, the County must operate a Subtitle D landfill in compliance with the provisions of the Act, to continue to accept solid waste into its landfill after October 1995. Among the requirements of a Subtitle D operation are installation of synthetic liners in all filled areas, installation of a cap over the filled areas at the time of closure, and funding of a post-closure care account to defray costs of monitoring and compliance after closure. On October 5, 1995, the County received a six-month extension on compliance with the Act and did not have to operate a Subtitle D landfill until April 9, 1996. On April 9, 1996, the County closed the vertical expansion portion of the landfill and contracted with a private company to transport the County's solid waste to another landfill.

Since the County elected to close the vertical expansion portion of the landfill, the County will now incur costs for closure of this portion of the landfill as well as post-closure care costs such as the purchase of liability insurance to protect the County in the event of an incident of contamination and the monitoring of this portion of the landfill for a thirty-year period. These costs are estimated at \$1,389,382 at June 30, 2023, and have been funded by user fees which were being collected through September 1995. Since the vertical expansion portion of the landfill was closed on April 9, 1996, the estimated amount for closure and post-closure care costs have been fully accrued at June 30, 2023. Costs for closure and post-closure care are based on engineering estimates and are subject to change based on various factors, some of which include inflation, deflation, changes in technology, and changes in laws or regulations.

The Act, which was amended on June 23, 1995, requires the County to adopt one, or a combination of a few, financial assurance mechanisms that would bind and legally enforce the County to make the payments necessary for closure and post-closure care costs. The County has chosen the local government financial test as its financial assurance mechanism. This test requires that the Finance Director provide certification annually that the County meets certain financial ratios and certain other criteria in order to comply with financial assurance under the Act. The South Carolina Department of Health and Environmental Control (SCDHEC) is the State agency charged with enforcing the Act in the State of South Carolina. SCDHEC has determined that the County has met the provisions of the local government financial test for the fiscal year ended June 30, 2023, and, therefore, it is not necessary for the County to restrict cash to fund closure and post-closure care costs.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS

Overview

The South Carolina Public Employee Benefit Authority (PEBA), created July 1, 2012, is the state agency responsible for the administration and management of the various Retirement Systems and retirement programs of the state of South Carolina, including the State Optional Retirement Program and the S.C. Deferred Compensation Program, as well as the state's employee insurance programs. As such, PEBA is responsible for administering the South Carolina Retirement Systems' five defined benefit pension plans. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as custodian, co-trustee and co-fiduciary of the Systems and the assets of the retirement trust funds. The Retirement System Investment Commission (Commission as the governing body, RSIC as the agency), created by the General Assembly in 2005, has exclusive authority to invest and manage the retirement trust funds' assets. The Commission, an eight-member board, serves as co-trustee and co-fiduciary for the assets of the retirement trust funds. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions regarding the actuary of the Systems.

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Systems and additions to/deductions from the Systems fiduciary net position have been determined on the accrual basis of accounting as they are reported by the Systems in accordance with generally accepted accounting principles (GAAP). For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Benefit and refund expenses are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, South Carolina 29223. PEBA is considered a division of the primary government of the state of South Carolina and, therefore, retirement trust fund financial information is also included in the ACFR.

Plan Description

The South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits for teachers and employees of the State of South Carolina and its political subdivisions. SCRS covers employees of state agencies, public school districts, higher education institutions, other participating local subdivisions of government and individuals newly elected to the South Carolina General at or after the November 2012 general election.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Plan Description (Continued)

The SCRS, a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits for teachers and employees of the State of South Carolina and its political subdivisions. SCRS covers employees of state agencies, public school districts, higher education institutions, other participating local subdivisions of government and individuals newly elected to the South Carolina General at or after the November 2012 general election.

The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits to police officers and firefighters. PORS also covers peace officers, coroners, probate judges and magistrates.

Membership

Membership requirements are prescribed in Title 9 of the South Carolina Code of Laws. A brief summary of the requirements under each system is presented below.

SCRS - Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

PORS - To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Benefits

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the South Carolina Code of Laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current annual salary. A brief summary of benefit terms for each system is presented below.

SCRS - A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years of credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five or eight-year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

PORS - A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty. The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Contributions

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. The Retirement Funding and Administration Act of 2017 increased, but also established a ceiling for SCRS and PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00 percent for SCRS and 9.75 percent for PORS. The legislation also increased employer contribution rates beginning July 1, 2017, for both SCRS and PORS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year in accordance with state statute. The General Assembly postponed the one percent increase in the SCRS and PORS employer contribution rates that was scheduled to go into effect beginning July 1, 2020. In accordance with the legislative funding schedule, employer contribution rates will continue to increase by 1 percentage point each year until reaching 18.56 percent for SCRS and 21.24 percent for PORS but may be increased further, if the scheduled contributions are not sufficient to meet the funding periods set for the applicable year. The Board shall increase the employer contribution rates as necessary to meet the amortization period set in statute.

Pension reform legislation modified statute such that the employer contribution rates for SCRS and PORS to be further increased, not to exceed one-half of one percent in any one year, if necessary, in order to improve the funding of the plans. The statute set rates intended to reduce the unfunded liability of SCRS and PORS to the maximum amortization period of 20 years from 30 years over a ten-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for SCRS and PORS may not be decreased until the plans are at least 85 percent funded.

For the year ended June 30, 2023, the County contributed \$4,644,857 to the SCRS plan and \$2,365,861 to the PORS plan.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Contributions (Continued)

Required **employee** contribution rates for the year ended June 30, 2023, are as follows:

South Carolina Retirement System

Employee Class Two	9.00% of earnable compensation
Employee Class Three	9.00% of earnable compensation

South Carolina Police Officers Retirement System

Employee Class Two	9.75% of earnable compensation
Employee Class Three	9.75% of earnable compensation

Required **employer** contribution rates for the year ended June 30, 2023, are as follows:

South Carolina Retirement System

Employee Class Two	17.41% of earnable compensation
Employee Class Three	17.41% of earnable compensation
Employer incidental death benefit	0.15% of earnable compensation

South Carolina Police Officers Retirement System

Employee Class Two	19.84% of earnable compensation
Employee Class Three	19.84% of earnable compensation
Employer incidental death benefit	0.20% of earnable compensation
Employer accidental death program	0.20% of earnable compensation

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Net Pension Liability

The June 30, 2022, (the measurement date) total pension liability, net pension liability, and sensitivity information were determined by the consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on the July 1, 2021, actuarial valuations, as adopted by the PEBA Board and Budget and Control Board, which utilized membership data as of July 1, 2021. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year ended June 30, 2022, using generally accepted actuarial principles. Information included in the following schedules is based on the certification provided by GRS. The net pension liability is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB No. 67, less that system's fiduciary net position. As of June 30, 2023, (measurement date of June 30, 2022), the net pension liability amounts for the County's proportionate share of the collective net pension liabilities associated with the SCRS and PORS plans are as follows:

<u>System</u>	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Employers' Net Pension Liability</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>	<u>County's Proportionate Share of the Collective Net Pension Liability</u>
SCRS	\$ 56,454,779,872	\$ 32,212,626,932	\$ 24,242,152,940	57.1%	0.193681%
PORS	\$ 8,937,686,946	\$ 5,938,707,767	\$ 2,998,979,179	66.4%	0.641346%

Actuarial Assumptions and Methods

Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. 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, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Actuarial Assumptions and Methods (Continued)

The following table provides a summary of the actuarial assumptions and methods used in the July 1, 2021 valuations for SCRS and PORS.

	SCRS	PORS
Actuarial cost method	Entry age normal	Entry age normal
Actuarial assumptions:		
Investment rate of return	7.00%	7.00%
Projected salary increases	3.0% to 11.0% (varies by service)	3.5% to 10.5% (varies by service)
Includes inflation at	2.25%	2.25%
Benefit adjustments	lesser of 1% of \$500 annually	lesser of 1% or \$500 annually

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumption, 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.

Former Job Class	Males	Females
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%

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Long-term Expected Rate of Return

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

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2022 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 adding expected inflation and is summarized in the table below. For actuarial purposes, the 7.00 percent assumed annual investment rate of return used in the calculation of the TPL 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 table on the following page.

Allocation/Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long-term Expected Portfolio Real Rate of Return
Public equity	46.0%	6.79%	3.12%
Bonds	26.0%	-0.35%	-0.09%
Private equity	9.0%	8.75%	0.79%
Private debt	7.0%	6.00%	0.42%
Real assets	12.0%		
Real estate	9.0%	4.12%	0.37%
Infrastructure	3.0%	5.88%	0.18%
	100%		
		Total expected real return	4.79%
		Inflation for actuarial purposes	2.25%
		Total expected nominal return	7.04%

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Discount Rate

The discount rate used to measure the TPL was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, the System's fiduciary net position was projected to be available to make all the 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 TPL.

Sensitivity Analysis

The following table presents the sensitivity of the net pension liabilities to changes in the discount rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate				
	1% Decrease	Current	Discount Rate	1% Increase
	(6.00%)	(7.00%)		(8.00%)
SCRS	\$ 60,198,957	\$ 46,952,546	\$	35,939,875
PORS	\$ 26,820,429	\$ 19,233,838	\$	13,023,499

Pension Expense

For the year ended June 30, 2023, the County recognized its proportionate share of collective pension expense of \$3,939,966 and recognition of deferred amounts from changes in proportionate share and differences between employer contributions and the proportionate share of total plan employer contributions of (\$1,120,846) for a total of \$2,819,120 for the SCRS plan. Additionally, for the year ended June 30, 2023, the County recognized its proportionate share of collective pension expense of \$1,873,500 and recognition of deferred amounts from changes in proportionate share and differences between employer contributions and the proportionate share of total plan employer contributions of (\$504,851) for a total of \$1,368,649 for the PORS plan. Total pension expense for both plans was \$4,187,769.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to the SCRS and PORS pension plans, respectively, from the following sources:

SCRS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 407,930	\$ 204,618
Changes of assumptions	1,505,878	-
Net difference between projected and actual earnings on pension plan investments	72,410	-
Changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions	7,458	2,636,859
Employer contributions subsequent to the measurement date	<u>4,644,857</u>	-
Total	<u>\$ 6,638,533</u>	<u>\$ 2,841,477</u>
PORS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 322,705	\$ 380,221
Changes of assumptions	800,928	-
Net difference between projected and actual earnings on pension plan investments	58,081	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	76,138	1,500,831
Employer contributions subsequent to the measurement date	<u>2,395,861</u>	-
Total	<u>\$ 3,653,713</u>	<u>\$ 1,881,052</u>
Total deferred outflows/inflows related to pensions	<u>\$ 10,292,246</u>	<u>\$ 4,722,529</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11. PENSION PLANS (CONTINUED)

*Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
(Continued)*

The \$4,644,857 and \$2,365,861 reported as deferred outflows of resources related to pensions resulting from County contributions paid subsequent to the measurement date for the SCRS and PORS plans, but before June 30, 2023, respectively, will be recognized as reduction of the net pension liabilities in the fiscal year ended June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the SCRS and PORS plans, respectively:

Year ended June 30:	<u>SCRS</u>	<u>PORS</u>
2024	\$ (368,617)	\$ (87,609)
2025	(195,397)	(275,350)
2026	(1,508,277)	(1,007,856)
2027	1,224,490	747,615
	<u>\$ (847,801)</u>	<u>\$ (623,200)</u>

Additional Financial and Actuarial Information

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the Systems' audited financial statements for the fiscal year ended June 30, 2022, which includes the accounting and financial reporting actuarial valuation as of June 30, 2022, (including the unmodified audit opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2022.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The County provides a post-retirement health insurance benefit plan, referred to as the Florence County Retiree Hospitalization Plan, for qualifying retirees as required by County Ordinance No. 15-87/88. The plan is administered by the County as a single employer defined benefit plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Summary of Benefits

Plan Participants – Retiring employees who were enrolled in coverage at the time of retirement and scheduled to work 30 hours or more during the normal workweek are eligible to participate in retiree health and dental coverage.

Retirement Benefit Eligibility – SCRS and PORS retirement eligibility requirements are described in the following tables. In addition to the requirements shown below, Class Two employees must have 5 years of earned service and Class Three employees must have 8 years of earned service.

Normal (Unreduced) Retirement Requirements

	Class Two	Class Three
SCRS	Any age with 28 years of service; or at age 65 with at least 5 years of service	Rule of 90; or at age 65 with at least 8 years of service
PORS	Any age with 25 years of service; or at age 55 with at least 5 years of service	Any age with 27 years of service; or at age 55 with at least 8 years of service

Early (Reduced) Retirement Requirements

	Class Two	Class Three
SCRS	Age 60 with at least 5 years of service; or at age 55 with at least 25 years of service	Age 60 with at least 8 years of service

Disability Retirement Requirements

	Class Two	Class Three
SCRS	Under age 65 with at least 5 years of service	Under age 65 with at least 8 years of service
PORS	Under age 55 with at least 5 years of service	Under age 55 with at least 8 years of service

Class Two employees are those employees hired prior to July 1, 2012. Class Three employees are those employees hired on or after July 1, 2012.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Summary of Benefits (Continued)

Disability Retirement Benefit Eligibility (Non-duty and Duty) – In addition to the age and service requirements for disability retirement shown in the tables above, SCRS employees must have been approved for disability benefits from the federal Social Security Administration and PORS employees must qualify for Police Officers Retirement System disability retirement. If the employee can substantiate that the disability is the result of an on-the-job injury with SCRS or PORS, the service requirement is waived.

Vested Termination Benefits – Employees terminating before retirement conditions are not eligible for retiree health and dental coverage.

Death-in-Service Retirement Benefits (Non-duty and Duty) – The County waives the premiums for health and dental coverage for one year for survivors of retirees or active employees. Survivors of active employees also receive payment of compensation for one month after the death of the employee.

Vision Coverage – The County does not provide subsidized retiree vision care coverage.

Life Insurance Coverage – The County does not provide subsidized life insurance for retirees.

Opt-Out – The County does not provide payments to retirees in lieu of retiree health care benefits.

Benefits Paid by the Plan – Retiree health and dental coverage levels for retirees are the same as coverage provided to active County employees in accordance with the terms and conditions of the current County Health and Dental Plans.

The County contributes up to 100% of the monthly premium for the retiree only according to the premium sharing table presented below. County premium-sharing contributions are based upon the years of employment service with the County.

Benefits for Spouses of Retired Employees – Retirees may purchase retiree health care coverage for eligible spouses and dependents at their own expense. Surviving spouses of deceased retired members may continue retiree health care coverage until death or remarriage. Surviving dependents can continue coverage until 19 or 25 if in an accredited college or unless incapacitated.

Non-Medicare and Medicare - Eligible Provisions – Retirees are required to enroll in Medicare Parts A and B once eligible. The Retirees pay the Medicare Part B premiums through their Social Security checks. The Retiree may enroll in the Medicare Supplement Plan through the County.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Summary of Benefits (Continued)

Premium Sharing – The vesting schedule for regular, early and disabled retirees is as follows:

Percentage of Premiums Paid by Employer
Hired Before July 1, 2011

Years of Employment Service	Rate of County Contributions
35	100% paid by County
30	90% paid by County
25	80% paid by County
20	70% paid by County
15	60% paid by County
Less than 15	0% paid by County

Percentage of Premiums Paid by Employer
Hired After July 1, 2011

Years of Employment Service	Rate of County Contributions
25	75% paid by County
20	50% paid by County
Less than 20	0% paid by County

For any employee hired after June 30, 2010, all such assistance will cease when the employee first becomes Medicare eligible.

The premiums shown below are the gross 2023 South Carolina PEBA premiums for the Standard pre-65 plans:

Coverage	Medical	Dental
Retiree Only	\$463.10	\$13.48
Retiree + Spouse	\$964.88	\$13.48

This is a brief summary of the Florence County Employees Retiree Health and Dental Plan Fund provisions. In the event that any description contained herein differs from the actual eligibility or benefit, the appropriate employee contract or governing document will prevail. All post-retirement health insurance assistance available to eligible retirees, including any established by the County's Personnel Policy Manual, is subject to annual appropriation by County Council each fiscal year.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Summary of Membership Information

The following table provides a summary of the number of participants in the plan as of June 30, 2021, the date of the most recent actuarial valuation:

Active members	<u>746</u>
Total Plan Members	<u><u>892</u></u>

Total OPEB Expense

For the fiscal year ended June 30, 2023, the County recognized OPEB expense of \$1,301,093. The following table presents the components of this amount in accordance with GASB Statement No. 75:

Service cost	\$1,850,363
Interest on the total OPEB liability	971,375
Recognition of current year outflow (inflow) due to liabilities	(1,523,547)
Amortization of prior year outflow (inflow) due to liabilities	<u>2,902</u>
Total OPEB expense	<u><u>\$1,301,093</u></u>

Deferred Outflows of Resources and Deferred Inflows of Resources

Differences between expected and actual experience and changes in assumptions are recognized in OPEB expense using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the OPEB plan (active employees and inactive employees) determined as of the beginning of the measurement period.

At the beginning of the current measurement period, the expected remaining service lives of all active employees in the plan was approximately 7,539 years. Additionally, the total plan membership (active employees and inactive employees) was 892. As a result, the average of the expected remaining service lives for purposes of recognizing the applicable deferred outflows and inflows of resources established in the current measurement period is 8.4520 years.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

The table presented below provides the sources of deferred outflows of resources and deferred inflows of resources that were recognized in OPEB expense during the fiscal year ended June 30, 2023, and the amounts that will be recognized in OPEB expense during subsequent reporting periods.

	Recognition Period (Amortization Years)	Total Outflows (Inflows)	Amount Recognized in Current OPEB Expense	Deferred Outflows (Inflows) Recognized in Future OPEB Expense
Differences in expected and actual experience	8.7696	\$ 64,385	\$ (7,618)	\$ 56,767
Assumption changes	8.7696	<u>(12,941,409)</u>	<u>1,531,165</u>	<u>(11,410,244)</u>
Total		<u>\$ (12,877,024)</u>	<u>\$ 1,523,547</u>	<u>\$ (11,353,477)</u>

At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 155,626	\$ 6,541,523
Changes in assumptions	9,183,353	12,861,444
Contributions made subsequent to the measurement date	<u>1,033,674</u>	<u>-</u>
Total	<u>\$ 10,372,653</u>	<u>\$ 19,402,967</u>

Employer contributions/benefit payments made subsequent to the measurement date of the total OPEB liability (June 30, 2022) and prior to the end of the employer's reporting period (June 30, 2023) are reported as deferred outflows of resources and will be recognized as a reduction of the total OPEB liability during the fiscal year ending June 30, 2024.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

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

Fiscal Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2024	\$ (1,520,645)
2025	(1,520,645)
2026	(1,317,722)
2027	(1,010,440)
2028	(1,037,762)
Thereafter	(3,656,774)
	\$ (10,063,988)

Total OPEB Liability

The County's total OPEB liability of \$39,164,105 was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2021. A schedule of changes in the total OPEB liability and related ratios during the fiscal year ended June 30, 2023, is as follows:

Service cost	\$ 1,850,363
Interest on the total OPEB liability	971,375
Difference between expected and actual experience	64,385
Changes of assumptions	(12,941,409)
Benefit payments	(895,708)
Net change in the total OPEB liability	(10,950,994)
Total OPEB liability, beginning of year	50,115,099
Total OPEB liability, end of year	\$ 39,164,105
Covered employee payroll	\$ 33,199,706
Total OPEB liability as a percentage of covered employee payroll	117.97%

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Total OPEB Liability (Continued)

The table above contains information for the RSI section of the financial statements. The ending balance of the total OPEB liability is as of June 30, 2022. Changes of assumptions reflect a change in the discount rate from 1.92% as of June 30, 2021, to 3.69% as of June 30, 2022, and updates to the health care trend assumption including the repeal of the excise tax on high-cost employer health plans. The benefit payments made during the measurement period were determined as follows:

Explicit benefit payments (provided by the County)	\$ 805,493
Implicit benefit payments (explicit benefit payments * 0.112)	<u>90,215</u>
Total benefit payments	<u>\$ 895,708</u>

The 0.112 factor equals the ratio of the expected implicit subsidy to the expected explicit costs.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions and Methods

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and methods, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date June 30, 2021

Methods and Assumptions:

Actuarial Cost Method Individual Entry-Age Normal

Discount Rate 3.69% at June 30, 2022

Inflation 2.25%

Salary Increases 3.50% to 10.50% for PORS and 3.00% to 9.50% for SCRS, including inflation

Demographic Assumptions Based on the experience study covering the five-year period ending June 30, 2019, as conducted for the South Carolina Retirement System (SCRS).

Mortality For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with the following multipliers applied to the base totals: 97% for male SCRS members, 107% for female SCRS members, 127% for male PORS members, and 107% for female PORS members. 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 Rates Initial rate of 6.00% declining to an ultimate rate of 4.00% after 14 years

Participation Rates For members hired before July 1, 2011, that have at least 15 years of service, participation rates vary from 60% to 100% based on years of service. For members hired after July 1, 2011, that have at least 20 years of service, participation rates vary from 50% to 80% based on years of service. The participation rate is 10% for retirees who are less than 65 years of age and do not receive an explicit subsidy from the County.

Other Information:

Notes The discount rate changed from 1.92% as of June 30, 2021, to 3.69% as of June 30, 2022.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Discount Rate

For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 3.69% (based on the daily rate closest to but not later than the measurement date of the Fidelity “20-Year Municipal GO AA Index”). The discount rate was 1.92% as of the previous measurement date.

Sensitivity Analysis

Sensitivity of Total OPEB Liability to the Discount Rate Assumption – Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan’s total OPEB liability, calculated using a discount rate of 3.69%, as well as what the plan’s total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

1% Decrease 2.69%	Current Discount Rate Assumption 3.69%	1% Increase 4.69%
\$ 45,786,150	\$ 39,164,105	\$ 33,824,382

Sensitivity of Total OPEB Liability to the Healthcare Cost Trend Rate Assumption – Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan’s total OPEB liability, calculated using the assumed trend rates as well as what the plan’s total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

1% Decrease	Current Healthcare Cost Rate Assumption	1% Increase
\$ 32,792,244	\$ 39,164,105	\$ 47,294,029

NOTES TO FINANCIAL STATEMENTS

NOTE 13. COMMITMENTS AND CONTINGENCIES

Litigation – The County is a defendant in several miscellaneous litigations. Any losses which may be incurred and are not fully covered by County insurance are not expected to be material. Legal fees related to these litigations are also not expected to be material.

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

The Florence and Scranton Industrial Parks, Infrastructure District 7, and Lake City Park Expansion represent the County's only active construction project as of June 30, 2023. The County's commitments with contractors for this project is as follows as of June 30, 2023:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Florence Industrial Park	\$ 4,310,654	\$ 1,099,176
Scranton Industrial Park	4,885,030	322,970
Infrastructure District 7 – Lazy Lane	11,715	619,658
Lake City Park Expansion	1,358,284	73,425

NOTE 14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. The County participates in certain State-wide funds for the purchase of workers compensation insurance and liability insurance. The County's primary risk with regard to these funds is only for the annual premiums. However, the County does bear a secondary risk if the funds were to default due to either a widespread increase in claim experience or mismanagement of the funds' assets.

If this event were to occur, the County, along with all other participants in the funds, would be charged additional assessments. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 15. TAX ABATEMENTS

As of June 30, 2023, the County provides tax abatements through two programs to encourage economic development, attract new businesses and retain existing businesses: Fee in Lieu of Tax and Special Source Revenue Credits.

NOTES TO FINANCIAL STATEMENTS

NOTE 15. TAX ABATEMENTS (CONTINUED)

The County has entered into fee in lieu of tax agreements pursuant to the authority granted by Title 12, Chapter 44, Title 4, Chapter 29, and/or Title 4, Chapter 12 of the Code of Laws of South Carolina, 1976, as amended (the "Code"), as well as special source revenue credit agreements pursuant to the authority granted by Sections 4-29-68 and 4-1-170 through 4-1-175 of the Code. Property subject to a fee in lieu of tax agreement is exempt from ad valorem property tax and is instead subject to a fee in lieu of tax equal to the product of the value of the property, an assessment ratio that is generally no lower than 6% (but may be as low as 4% for extraordinary projects that satisfy the statutory definition of an "enhanced investment"), and a millage rate that is either fixed for the life of the agreement or is adjusted every five years based on the trailing five-year average. The County uses fixed millage rate agreements. The County has entered into a written agreement for each fee in lieu of tax incentive, with each agreement having been approved by the County Council. Taxpayers must invest \$2,500,000 in capitalized investment within an investment period as defined in the applicable agreement (generally six years) in order to qualify for a fee in lieu of tax incentive, and some agreements include heightened requirements tied to investment and/or job creation thresholds. These requirements are negotiated on a case-by-case basis and may provide for a recapture of some or all of the abated taxes in the event that the taxpayer does not meet and/or maintain the required investment or job creation thresholds.

While negotiated property tax agreements are often viewed as incentives and trigger reporting requirements under GASB Statement No. 77, the State of South Carolina has a property tax structure that compares unfavorably to many other states with which it competes to attract industry. As the site selection process for industries has become increasingly more competitive, many companies have come to view negotiated property tax agreements as absolutely critical to their decision to locate in South Carolina. The reported figures illustrate the abated taxes but do not take into consideration the increase in property taxes that the County believes has occurred as a result of offering incentives resulting in new industries and significant expansions that otherwise would not have occurred. Total payments to the County under the agreements subject to GASB Statement No. 77 reporting were over \$15,800,000 for the current fiscal year and the County believes that its negotiated tax agreements were critical to securing the investments that generated those payments. The GASB Statement No. 77 analysis requires a comparison of the negotiated payments to hypothetical ad valorem taxes that would have been generated had every industry under a negotiated agreement in the County made the same investment without any incentive agreement. The County believes that this is a fundamentally flawed assumption, and that the reporting requirement is therefore misleading to the public.

For the fiscal year ended June 30, 2023, the County abated property taxes and fees in lieu of taxes by a total of \$664,901 as compared to the total taxes that would have been received if every taxpayer subject to a tax abatement had made the exact same capital investment with no incentives.

NOTES TO FINANCIAL STATEMENTS

NOTE 16. CONDUIT DEBT

At June 30, 2023, \$185,855,000 of hospital revenue bonds bearing the County's name were outstanding. This debt is repayable only by the entity for whom the debt is issued and the County assumes no responsibility for repayment.

NOTE 17. NET POSITION

Net position represents the result of assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net position amounts were as follows as of June 30, 2023:

	Governmental Activities	Business-type Activities	Totals
Net investment in capital assets:			
Net capital assets	\$ 192,429,036	\$ 2,911,892	\$ 195,340,928
Less: related bonds payable	(94,819,125)	-	(94,819,125)
Less: related premiums/discounts	(12,586,602)	-	(12,586,602)
Less: related financed purchases payable	(5,714,789)	-	(5,714,789)
Less: deferred amount on refunding	(3,554,674)	-	(3,554,674)
Less: lease liabilities	(1,837,159)	(21,187)	(1,858,346)
Less: subscription liabilities	(3,756,653)	-	(3,756,653)
Plus: unspent bond proceeds	36,106,070	-	36,106,070
Net investment in capital assets:	106,266,104	2,890,705	109,156,809
Amounts restricted for capital projects and other purposes	167,761,784	-	167,761,784
Less: unspent bond proceeds	(36,106,070)	-	(36,106,070)
Restricted net position	131,655,714	-	131,655,714
Unrestricted net position	(163,674,177)	(1,680,196)	(165,354,373)
Total net position	\$ 74,247,641	\$ 1,210,509	\$ 75,458,150

NOTE 17. SUBSEQUENT EVENTS

In preparing these financial statements, the County evaluated events and transactions for potential recognition or disclosure through March 22, 2024, the date these financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS FOR THE FISCAL YEAR ENDED JUNE 30,

	2023	2022	2021	2020	2019	2018
Total OPEB liability						
Service cost	\$ 1,850,363	\$ 1,645,784	\$ 1,543,048	\$ 1,336,998	\$ 1,379,084	\$ 1,607,826
Interest on total OPEB liability	971,375	1,219,503	1,343,876	1,447,283	1,365,106	1,187,735
Difference between expected and actual experience	64,385	(6,257,595)	73,711	(3,208,402)	121,858	-
Assumption changes	(12,941,409)	5,059,282	4,742,766	4,116,292	(385,006)	(4,276,548)
Benefit payments	(895,708)	(1,009,271)	(819,646)	(860,463)	(790,491)	(679,138)
Net change in total OPEB liability	(10,950,994)	657,703	6,883,755	2,831,708	1,690,551	(2,160,125)
Total OPEB liability - beginning	50,115,099	49,457,396	42,573,641	39,741,933	38,051,382	40,211,507
Total OPEB liability - ending	<u>\$ 39,164,105</u>	<u>\$ 50,115,099</u>	<u>\$ 49,457,396</u>	<u>\$ 42,573,641</u>	<u>\$ 39,741,933</u>	<u>\$ 38,051,382</u>
Covered-employee payroll	\$ 33,199,706	\$ 33,217,994	\$ 34,040,416	\$ 33,307,700	\$ 31,898,454	\$ 30,287,075
Total OPEB liability as a percentage of covered-employee payroll	117.97%	150.87%	145.29%	127.82%	124.59%	125.64%

Notes to the schedule:

The assumptions used in the preparation of the above schedule are disclosed in Note 11 to the financial statements.

The schedule will present 10 years of information once it is accumulated.

Assumption changes reflect the effects of change in the discount rate each period. The following are the discount rates used in each period:

For the Fiscal Year Ended June 30,	
2023	3.69%
2022	1.92%
2021	2.45%
2020	3.13%
2019	3.62%
2018	3.56%

The County is not accumulating assets in a trust fund that meets the criteria in paragraph 4 of GASB Statement No. 75 for payment of future OPEB benefits.

FLORENCE COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FOR THE FISCAL YEAR ENDED JUNE 30,

South Carolina Retirement System

Plan Year Ended June 30,	County's proportion of the net pension liability	County's proportionate share of the net pension liability	County's covered payroll	County's share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2023	0.193681%	\$ 46,952,546	\$ 23,071,553	203.51%	57.06%
2022	0.202078%	43,732,282	22,842,075	191.45%	60.75%
2021	0.207560%	53,034,529	23,487,887	225.80%	50.71%
2020	0.217900%	49,754,778	23,005,180	216.28%	54.40%
2019	0.212450%	47,602,620	22,024,864	216.13%	54.10%
2018	0.207230%	46,650,130	20,893,127	223.28%	53.60%
2017	0.208490%	44,533,583	20,198,054	220.48%	52.90%
2016	0.210560%	39,933,719	19,744,583	202.25%	56.99%
2015	0.209480%	36,064,995	19,024,639	189.57%	59.92%
2014	0.510290%	37,572,701	18,168,370	206.80%	56.39%

South Carolina Police Officers Retirement System

Plan Year Ended June 30,	County's proportion of the net pension liability	County's proportionate share of the net pension liability	County's covered payroll	County's share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2023	0.641346%	\$ 19,233,838	\$ 10,128,153	189.90%	66.45%
2022	0.689842%	17,749,032	10,374,919	171.08%	70.37%
2021	0.720530%	23,894,143	10,552,529	226.43%	58.79%
2020	0.710410%	20,360,026	10,302,520	197.62%	62.70%
2019	0.714020%	20,231,940	9,873,590	204.91%	61.73%
2018	0.697000%	19,094,821	9,393,948	203.27%	60.90%
2017	0.732200%	18,571,941	9,328,483	199.09%	60.40%
2016	0.747110%	16,283,262	9,253,586	175.97%	64.57%
2015	0.705650%	13,509,159	8,480,293	159.30%	67.55%
2014	0.705650%	14,627,931	8,258,898	177.12%	62.98%

FLORENCE COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF THE COUNTY'S PENSION CONTRIBUTIONS FOR THE FISCAL YEAR ENDED JUNE 30,

South Carolina Retirement System

Fiscal Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	County's covered payroll	Contributions as a percentage of covered payroll
2023	\$ 4,644,857	\$ 4,644,857	\$ -	\$ 26,451,351	17.56%
2022	3,820,649	3,820,649	-	23,071,553	16.56%
2021	3,348,439	3,348,439	-	22,842,075	14.66%
2020	3,397,181	3,397,181	-	23,487,887	14.46%
2019	3,143,611	3,143,611	-	23,005,180	13.66%
2018	2,780,628	2,780,628	-	22,024,864	12.62%
2017	2,413,576	2,413,576	-	20,893,127	11.55%
2016	2,233,904	2,233,904	-	20,198,054	11.06%
2015	2,152,159	2,152,159	-	19,744,583	10.90%
2014	2,016,612	2,016,612	-	19,024,639	10.60%

South Carolina Police Officers Retirement System

Fiscal Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	County's covered payroll	Contributions as a percentage of covered payroll
2023	\$ 2,395,861	\$ 2,395,861	\$ -	\$ 11,837,256	20.24%
2022	1,948,657	1,948,657	-	10,128,153	19.24%
2021	1,796,414	1,796,414	-	10,374,919	17.31%
2020	1,889,378	1,889,378	-	10,552,529	17.90%
2019	1,680,183	1,680,183	-	10,302,520	16.31%
2018	1,507,516	1,507,516	-	9,873,590	15.27%
2017	1,337,698	1,337,698	-	9,393,948	14.24%
2016	1,281,734	1,281,734	-	9,328,483	13.74%
2015	1,240,906	1,240,906	-	9,253,586	13.41%
2014	1,088,900	1,088,900	-	8,480,293	12.84%

FLORENCE COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE COUNTY'S PENSION CONTRIBUTIONS

FOR THE FISCAL YEAR ENDED JUNE 30,

Notes to the schedule:

Actuarial assumptions used in determining the statutorily required contribution are as follows:

System	SCRS	PORS
Calculation date	July 1, 2021	July 1, 2021
Actuarial cost method	Entry Age Normal	Entry Age Normal
Asset valuation method	5-year Smoothed	5-year Smoothed
Amortization method	Level % of pay	Level % of pay
Amortization period	27-year maximum, closed period	27-year maximum, closed period
Investment return	7.00%	7.00%
Inflation	2.25%	2.25%
Salary increases	3.00% plus step-rate increases for members with less than 21 years of service.	3.50% plus step-rate increases for members with less than 15 years of service.
Mortality	The 2016 Public Retirees of South Carolina Mortality Tables for Males and Females, both projected at Scale AA from the year 2016. Male rates are multiplied by 100% for non-educators and 92% for educators. Female rates multiplied by 111% for non-educators and 98% for educators.	The 2016 Public Retirees of South Carolina Mortality Tables for Males and Females, both projected at Scale AA from the year 2016. Males rates are multiplied by 125% and female rates are multiplied by 111%.

OTHER SUPPLEMENTARY INFORMATION

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds				
	Florence Darlington Tech Special Revenue Fund	S.C. Accommodations Tax Special Revenue Fund	Law Library Special Revenue Fund	Victim/Witness Assistance Special Revenue Fund	Howe Springs Fire District Special Revenue Fund
ASSETS					
Cash and cash equivalents	\$ 100,416	\$ 183,835	\$ 30,075	\$ -	\$ -
Receivables, net:					
Property taxes	94,999	-	-	-	-
Other governmental units and agencies	-	130,884	-	12,018	-
Other	-	-	-	-	-
Inventories	-	-	-	-	-
Prepays	-	-	-	-	-
Total assets	<u>195,415</u>	<u>314,719</u>	<u>30,075</u>	<u>12,018</u>	<u>-</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	-	69,892	449	95,601	-
Payroll withholdings and accruals	-	-	-	7,954	-
Other liabilities	-	-	-	-	-
Unearned revenue	192,090	-	-	-	-
Total liabilities	<u>192,090</u>	<u>69,892</u>	<u>449</u>	<u>103,555</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues					
Property taxes	44,708	-	-	-	-
Total deferred inflows of resources	<u>44,708</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted:					
Tourism	-	244,827	-	-	-
Library	-	-	29,626	-	-
Public safety	-	-	-	-	-
Economic development	-	-	-	-	-
Road maintenance	-	-	-	-	-
Unassigned:					
Special revenue fund (deficit)	(41,383)	-	-	(91,537)	-
Total fund balances	<u>(41,383)</u>	<u>244,827</u>	<u>29,626</u>	<u>(91,537)</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 195,415</u>	<u>\$ 314,719</u>	<u>\$ 30,075</u>	<u>\$ 12,018</u>	<u>\$ -</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds				
	Sardis-Timmonsville Fire District Special Revenue Fund	Johnsonville Fire District Special Revenue Fund	Economic Development Partnership Special Revenue Fund	Economic Business Development Special Revenue Fund	Local Hospitality Tax Special Revenue Fund
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ 48,510	\$ 5,507,240	\$ 1,482,288
Receivables, net:					
Property taxes	-	-	-	-	-
Other governmental units and agencies	-	-	-	-	275,183
Other	-	-	-	-	-
Inventories	-	-	-	-	-
Prepays	-	-	-	111,655	-
Total assets	<u>-</u>	<u>-</u>	<u>48,510</u>	<u>5,618,895</u>	<u>1,757,471</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	-	-	-	15,402	86,768
Payroll withholdings and accruals	-	-	20,298	4,397	9,793
Other liabilities	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>20,298</u>	<u>19,799</u>	<u>96,561</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues					
Property taxes	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted:					
Tourism	-	-	-	-	1,660,910
Library	-	-	-	-	-
Public safety	-	-	-	-	-
Economic development	-	-	28,212	5,599,096	-
Road maintenance	-	-	-	-	-
Unassigned:					
Special revenue fund (deficit)	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>28,212</u>	<u>5,599,096</u>	<u>1,660,910</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,510</u>	<u>\$ 5,618,895</u>	<u>\$ 1,757,471</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds				
	Sheriff's Camps Special Revenue Fund	Sheriff's Sex Offender Special Revenue Fund	Seized Auction Special Revenue Fund	Road System Maintenance Fee Special Revenue Fund	Local Accommodations Fee Special Revenue Fund
ASSETS					
Cash and cash equivalents	\$ -	\$ 52,119	\$ 12,230	\$ 4,194,117	\$ 1,933,409
Receivables, net:					
Property taxes	-	-	-	-	-
Other governmental units and agencies	-	-	-	-	791,228
Other	-	-	-	309	235,489
Inventories	-	-	-	351,606	-
Prepays	-	-	-	-	-
Total assets	<u>-</u>	<u>52,119</u>	<u>12,230</u>	<u>4,546,032</u>	<u>2,960,126</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	24,615	81	-	33,052	7,825
Payroll withholdings and accruals	-	-	-	38,372	-
Other liabilities	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>24,615</u>	<u>81</u>	<u>-</u>	<u>71,424</u>	<u>7,825</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues					
Property taxes	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	351,606	-
Restricted:					
Tourism	-	-	-	-	2,952,301
Library	-	-	-	-	-
Public safety	-	52,038	12,230	-	-
Economic development	-	-	-	-	-
Road maintenance	-	-	-	4,123,002	-
Unassigned:					
Special revenue fund (deficit)	(24,615)	-	-	-	-
Total fund balances	<u>(24,615)</u>	<u>52,038</u>	<u>12,230</u>	<u>4,474,608</u>	<u>2,952,301</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 52,119</u>	<u>\$ 12,230</u>	<u>\$ 4,546,032</u>	<u>\$ 2,960,126</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds				
	Unified Fire District Special Revenue Fund	Emergency Management Special Revenue Fund	Jail Debt Service O&M Special Revenue Fund	Senior Citizens Center Special Revenue Fund	County Library Special Revenue Fund
ASSETS					
Cash and cash equivalents	\$ 6,350,323	\$ 9	\$ 61	\$ 1	\$ 10
Receivables, net:					
Property taxes	220,455	35	207	-	15
Other governmental units and agencies	-	-	-	-	-
Other	-	-	-	-	-
Inventories	-	-	-	-	-
Prepays	-	-	-	-	-
Total assets	<u>6,570,778</u>	<u>44</u>	<u>268</u>	<u>1</u>	<u>25</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	321,134	-	-	-	-
Payroll withholdings and accruals	218,366	-	-	-	-
Other liabilities	46,710	-	-	-	-
Unearned revenue	415,164	-	-	-	-
Total liabilities	<u>1,001,374</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues					
Property taxes	139,467	-	-	-	-
Total deferred inflows of resources	<u>139,467</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted:					
Tourism	-	-	-	-	-
Library	-	-	-	-	-
Public safety	5,429,937	44	268	1	25
Economic development	-	-	-	-	-
Road maintenance	-	-	-	-	-
Unassigned:					
Special revenue fund (deficit)	-	-	-	-	-
Total fund balances	<u>5,429,937</u>	<u>44</u>	<u>268</u>	<u>1</u>	<u>25</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 6,570,778</u>	<u>\$ 44</u>	<u>\$ 268</u>	<u>\$ 1</u>	<u>\$ 25</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

		<u>Special Revenue Funds</u>
ASSETS		<u>Total Nonmajor Special Revenue Fund</u>
Cash and cash equivalents	\$	19,894,643
Receivables, net:		
Property taxes		315,711
Other governmental units and agencies		1,209,313
Other		235,798
Inventories		351,606
Prepays		111,655
Total assets		<u>22,118,726</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts payable		654,819
Payroll withholdings and accruals		299,180
Other liabilities		46,710
Unearned revenue		<u>607,254</u>
Total liabilities		<u>1,607,963</u>
 DEFERRED INFLOWS OF RESOURCES		
Unavailable revenues		
Property taxes		<u>184,175</u>
Total deferred inflows of resources		<u>184,175</u>
 FUND BALANCES		
Nonspendable		351,606
Restricted:		
Tourism		4,858,038
Library		29,626
Public safety		5,494,543
Economic development		5,627,308
Road maintenance		4,123,002
Unassigned:		
Special revenue fund (deficit)		<u>(157,535)</u>
Total fund balances		<u>20,326,588</u>
 Total liabilities, deferred inflows of resources and fund balances	 \$	 <u>22,118,726</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	<u>Debt Service Funds</u>				
	<u>County Debt Service Fund</u>	<u>South Lynches Fire District Debt Service Fund</u>	<u>Unified Fire District Debt Service Fund</u>	<u>CPST2 Debt Service Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
ASSETS					
Cash and cash equivalents	\$ 5,392,867	\$ 255,882	\$ 755,653	\$ 747,395	\$ 7,151,797
Receivables, net:					
Property taxes	105,604	2,809	29,791	-	138,204
Other governmental units and agencies	238,559	-	-	-	238,559
Total assets	<u>5,737,030</u>	<u>258,691</u>	<u>785,444</u>	<u>747,395</u>	<u>7,528,560</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Other liabilities	267,067	-	-	-	267,067
Unearned revenue	227,789	9,099	81,210	-	318,098
Total liabilities	<u>494,856</u>	<u>9,099</u>	<u>81,210</u>	<u>-</u>	<u>585,165</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues					
Property taxes	87,215	4,352	21,410	-	112,977
Total deferred inflows of resources	<u>87,215</u>	<u>4,352</u>	<u>21,410</u>	<u>-</u>	<u>112,977</u>
FUND BALANCES					
Restricted:					
Debt service	5,154,959	245,240	682,824	747,395	6,830,418
Total fund balances	<u>5,154,959</u>	<u>245,240</u>	<u>682,824</u>	<u>747,395</u>	<u>6,830,418</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,737,030</u>	<u>\$ 258,691</u>	<u>\$ 785,444</u>	<u>\$ 747,395</u>	<u>\$ 7,528,560</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

JUNE 30, 2023

	Capital Projects Funds				
	County General Capital Project Fund	Windy Hill/ Olanta Fire District Capital Project Fund	2008 County General Capital Project Fund	Radio System Upgrade Capital Project Fund	Unified Fire District Capital Project Fund
ASSETS					
Cash and cash equivalents	\$ 72	\$ -	\$ 246,476	\$ 220,637	\$ 130,316
Total assets	<u>72</u>	<u>-</u>	<u>246,476</u>	<u>220,637</u>	<u>130,316</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	-	-	-	-	20,575
Retainage payable	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,575</u>
FUND BALANCES					
Restricted:					
Capital projects	-	-	246,476	-	109,741
Committed:					
Capital projects	72	-	-	220,637	-
Unassigned:					
Special revenue fund (deficit)	-	-	-	-	-
Total fund balances	<u>72</u>	<u>-</u>	<u>246,476</u>	<u>220,637</u>	<u>109,741</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 72</u>	<u>\$ -</u>	<u>\$ 246,476</u>	<u>\$ 220,637</u>	<u>\$ 130,316</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Capital Projects Funds				
	Museum Capital Project Fund	Infrastructure Capital Project Fund	2006 County General Capital Project Fund	2011 County General Capital Project Fund	County Complex Capital Project Fund
ASSETS					
Cash and cash equivalents	\$ 140	\$ 1,721,821	\$ 1	\$ 21	\$ 3,026
Total assets	<u>140</u>	<u>1,721,821</u>	<u>1</u>	<u>21</u>	<u>3,026</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	-	48,649	-	-	-
Retainage payable	-	-	-	-	-
Total liabilities	<u>-</u>	<u>48,649</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Restricted:					
Capital projects	140	-	-	21	-
Committed:					
Capital projects	-	1,673,172	1	-	3,026
Unassigned:					
Special revenue fund (deficit)	-	-	-	-	-
Total fund balances	<u>140</u>	<u>1,673,172</u>	<u>1</u>	<u>21</u>	<u>3,026</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 140</u>	<u>\$ 1,721,821</u>	<u>\$ 1</u>	<u>\$ 21</u>	<u>\$ 3,026</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Capital Projects Funds				
	Judicial Center Capital Project Fund	2017 Civic Center Capital Project Fund	Parking Deck Capital Project Fund	CPST2 Capital Project Fund	Economic Development Capital Project Fund
ASSETS					
Cash and cash equivalents	\$ 719,988	\$ 282,392	\$ 728,040	\$ 89,295	\$ 9,615,897
Total assets	<u>719,988</u>	<u>282,392</u>	<u>728,040</u>	<u>89,295</u>	<u>9,615,897</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	-	-	-	57,283	2,085
Retainage payable	-	-	-	159,797	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>217,080</u>	<u>2,085</u>
FUND BALANCES					
Restricted:					-
Capital projects	719,988	282,392	728,040	-	9,613,812
Committed:					-
Capital projects	-	-	-	-	-
Unassigned:					-
Special revenue fund (deficit)	-	-	-	(127,785)	-
Total fund balances	<u>719,988</u>	<u>282,392</u>	<u>728,040</u>	<u>(127,785)</u>	<u>9,613,812</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 719,988</u>	<u>\$ 282,392</u>	<u>\$ 728,040</u>	<u>\$ 89,295</u>	<u>\$ 9,615,897</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

Total Nonmajor Governmental Funds		
	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS		
Cash and cash equivalents	\$ 13,758,122	\$ 40,804,562
Receivables, net:		
Property taxes	-	453,915
Other governmental units and agencies	-	1,447,872
Other	-	235,798
Inventories	-	351,606
Prepays	-	111,655
Total assets	13,758,122	43,405,408
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts payable	128,592	783,411
Payroll withholdings and accruals	-	299,180
Other liabilities	-	313,777
Retainage payable	159,797	159,797
Unearned revenue	-	925,352
Total liabilities	288,389	2,481,517
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenues		
Property taxes	-	297,152
Total deferred inflows of resources	-	297,152
FUND BALANCES		
Nonspendable	-	351,606
Restricted:		
Tourism	-	4,858,038
Library	-	29,626
Public safety	-	5,494,543
Economic development	-	5,627,308
Road maintenance	-	4,123,002
Debt service	-	6,830,418
Capital projects	11,700,610	11,700,610
Committed:		
Capital projects	1,896,908	1,896,908
Unassigned:		
Special revenue fund (deficit)	(127,785)	(285,320)
Total fund balances	13,469,733	40,626,739
Total liabilities, deferred inflows of resources and fund balances	\$ 13,758,122	\$ 43,405,408

FLORENCE COUNTY, SOUTH CAROLINA

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

	Special Revenue Funds				
	Florence Darlington Tech Special Revenue Fund	S.C. Accommodations Tax Special Revenue Fund	Law Library Special Revenue Fund	Victim/Witness Assistance Special Revenue Fund	Howe Springs Fire District Special Revenue Fund
Revenues:					
Taxes	\$ 2,823,065	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	24,695	121,695	-
Intergovernmental	27,447	348,017	-	2,449	41,709
Miscellaneous	14,261	5,815	-	-	-
Total revenues	<u>2,864,773</u>	<u>353,832</u>	<u>24,695</u>	<u>124,144</u>	<u>41,709</u>
Expenditures:					
Current:					
General government	-	-	18,528	82,418	-
Public safety	-	-	-	128,626	41,709
Economic and physical development	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	298,000	-	-	-
Education	2,990,425	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	<u>2,990,425</u>	<u>298,000</u>	<u>18,528</u>	<u>211,044</u>	<u>41,709</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(125,652)</u>	<u>55,832</u>	<u>6,167</u>	<u>(86,900)</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	120,400	-
Transfers out	-	-	-	-	-
Total other financing sources (uses), net	<u>-</u>	<u>-</u>	<u>-</u>	<u>120,400</u>	<u>-</u>
Net change in fund balance	(125,652)	55,832	6,167	33,500	-
Fund balance (deficit), beginning of year	<u>84,269</u>	<u>188,995</u>	<u>23,459</u>	<u>(125,037)</u>	<u>-</u>
Fund balance (deficit), end of year	<u><u>\$ (41,383)</u></u>	<u><u>\$ 244,827</u></u>	<u><u>\$ 29,626</u></u>	<u><u>\$ (91,537)</u></u>	<u><u>\$ -</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Special Revenue Funds				
	Sardis-Timmonsville Fire District Special Revenue Fund	Johnsonville Fire District Special Revenue Fund	Economic Development Partnership Special Revenue Fund	Economic Business Development Special Revenue Fund	Local Hospitality Tax Special Revenue Fund
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ 1,432,395	\$ -
Fines and fees	-	-	-	-	2,683,217
Intergovernmental	15,429	5,868	59,570	-	56,000
Miscellaneous	-	-	1,439	198,761	30,886
Total revenues	15,429	5,868	61,009	1,631,156	2,770,103
Expenditures:					
Current:					
General government	-	-	-	81,394	63,451
Public safety	15,429	5,868	-	-	-
Economic and physical development	-	-	799,697	93,562	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	1,119,941
Education	-	-	-	-	-
Capital outlay	-	-	70	199,700	-
Debt service:					
Principal retirements	-	-	-	-	417,926
Interest	-	-	-	-	89,886
Total expenditures	15,429	5,868	799,767	374,656	1,691,204
Excess (deficiency) of revenues over (under) expenditures	-	-	(738,758)	1,256,500	1,078,899
Other financing sources (uses):					
Transfers in	-	-	439,579	-	-
Transfers out	-	-	-	(500,326)	(258,103)
Total other financing sources (uses), net	-	-	439,579	(500,326)	(258,103)
Net change in fund balance	-	-	(299,179)	756,174	820,796
Fund balance (deficit), beginning of year	-	-	327,391	4,842,922	840,114
Fund balance (deficit), end of year	\$ -	\$ -	\$ 28,212	\$ 5,599,096	\$ 1,660,910

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Special Revenue Funds				
	Sheriff's Camps Special Revenue Fund	Sheriff's Sex Offender Special Revenue Fund	Seized Auction Special Revenue Fund	Road System Maintenance Fee Special Revenue Fund	Local Accommodations Fee Special Revenue Fund
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	11,452	8,259	3,687,721	2,750,999
Intergovernmental	-	-	-	-	1,474,912
Miscellaneous	88	-	-	136,780	175,703
Total revenues	<u>88</u>	<u>11,452</u>	<u>8,259</u>	<u>3,824,501</u>	<u>4,401,614</u>
Expenditures:					
Current:					
General government	-	-	-	-	84,080
Public safety	-	1,264	-	-	-
Economic and physical development	-	-	-	-	-
Public works	30,000	-	-	2,888,784	-
Culture and recreation	-	-	-	-	1,347,634
Education	-	-	-	-	-
Capital outlay	-	-	12,500	273,455	400,000
Debt service:	-	-	-	-	-
Principal retirements	-	-	-	-	650,162
Interest	-	-	-	-	698,904
Total expenditures	<u>30,000</u>	<u>1,264</u>	<u>12,500</u>	<u>3,162,239</u>	<u>3,180,780</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,912)</u>	<u>10,188</u>	<u>(4,241)</u>	<u>662,262</u>	<u>1,220,834</u>
Other financing sources (uses):					
Transfers in	-	-	-	25,000	-
Transfers out	-	-	-	-	(284,000)
Total other financing sources (uses), net	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>(284,000)</u>
Net change in fund balance	(29,912)	10,188	(4,241)	687,262	936,834
Fund balance (deficit), beginning of year	<u>5,297</u>	<u>41,850</u>	<u>16,471</u>	<u>3,787,346</u>	<u>2,015,467</u>
Fund balance (deficit), end of year	<u>\$ (24,615)</u>	<u>\$ 52,038</u>	<u>\$ 12,230</u>	<u>\$ 4,474,608</u>	<u>\$ 2,952,301</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Special Revenue Funds				
	Unified Fire District Special Revenue Fund	Emergency Management Special Revenue Fund	Jail Debt Service O&M Special Revenue Fund	Senior Citizens Center Special Revenue Fund	County Library Special Revenue Fund
Revenues:					
Taxes	\$ 6,271,810	\$ 2	\$ 6	\$ -	\$ 1
Fines and fees	1,710,200	-	-	-	-
Intergovernmental	-	-	-	-	-
Miscellaneous	273,832	-	-	-	-
Total revenues	<u>8,255,842</u>	<u>2</u>	<u>6</u>	<u>-</u>	<u>1</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	7,283,456	-	-	1	-
Economic and physical development	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	210,061	-	-	-	-
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	<u>7,493,517</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>762,325</u>	<u>2</u>	<u>6</u>	<u>(1)</u>	<u>1</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	(34,484)	-	-	-	-
Total other financing sources (uses), net	<u>(34,484)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	727,841	2	6	(1)	1
Fund balance (deficit), beginning of year	<u>4,702,096</u>	<u>42</u>	<u>262</u>	<u>2</u>	<u>24</u>
Fund balance (deficit), end of year	<u>\$ 5,429,937</u>	<u>\$ 44</u>	<u>\$ 268</u>	<u>\$ 1</u>	<u>\$ 25</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Special Revenue Funds
	Total Nonmajor Special Revenue Fund
Revenues:	
Taxes	\$ 10,527,279
Fines and fees	10,998,238
Intergovernmental	2,031,401
Miscellaneous	837,565
Total revenues	24,394,483
Expenditures:	
Current:	
General government	329,871
Public safety	7,476,353
Economic and physical development	893,259
Public works	2,918,784
Culture and recreation	2,765,575
Education	2,990,425
Capital outlay	1,095,786
Debt service:	
Principal retirements	1,068,088
Interest	788,790
Total expenditures	20,326,931
Excess (deficiency) of revenues over (under) expenditures	4,067,552
Other financing sources (uses):	
Transfers in	584,979
Transfers out	(1,076,913)
Total other financing sources (uses), net	(491,934)
Net change in fund balance	3,575,618
Fund balance, beginning of year	16,750,970
Fund balance, end of year	\$ 20,326,588

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	<u>Debt Service Funds</u>				
	<u>County Debt Service Fund</u>	<u>South Lynches Fire District Debt Service Fund</u>	<u>Unified Fire District Debt Service Fund</u>	<u>CPST2 Debt Service Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
Revenues:					
Taxes	\$ 8,058,904	\$ 115,908	\$ 1,033,256	\$ -	\$ 9,208,068
Intergovernmental	-	67,293	-	-	67,293
Miscellaneous	173,308	7,553	18,008	-	198,869
Total revenues	<u>8,232,212</u>	<u>190,754</u>	<u>1,051,264</u>	<u>-</u>	<u>9,474,230</u>
Expenditures:					
Current:					
Public safety	-	178,059	-	-	178,059
Debt service:					
Principal retirements	9,958,824	-	623,000	-	10,581,824
Interest	1,640,106	-	282,526	-	1,922,632
Bond issuance costs	35,611	-	-	-	35,611
Paying agent fees	6,798	-	-	-	6,798
Total expenditures	<u>11,641,339</u>	<u>178,059</u>	<u>905,526</u>	<u>-</u>	<u>12,724,924</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,409,127)</u>	<u>12,695</u>	<u>145,738</u>	<u>-</u>	<u>(3,250,694)</u>
Other financing sources (uses):					
Issuance of debt	4,825,000	-	-	-	4,825,000
Transfers in	450,000	-	-	-	450,000
Transfers out	-	-	-	(11,614,321)	(11,614,321)
Total other financing sources (uses), net	<u>5,275,000</u>	<u>-</u>	<u>-</u>	<u>(11,614,321)</u>	<u>(6,339,321)</u>
Net change in fund balance	1,865,873	12,695	145,738	(11,614,321)	(9,590,015)
Fund balance, beginning of year	<u>3,289,086</u>	<u>232,545</u>	<u>537,086</u>	<u>12,361,716</u>	<u>16,420,433</u>
Fund balance, end of year	<u>\$ 5,154,959</u>	<u>\$ 245,240</u>	<u>\$ 682,824</u>	<u>\$ 747,395</u>	<u>\$ 6,830,418</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Capital Projects Funds				
	County General Capital Project Fund	Windy Hill/ Olanta Fire District Capital Project Fund	2008 County General Capital Project Fund	Radio System Upgrade Capital Project Fund	Unified Fire District Capital Project Fund
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and fees	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Sales and other functional revenues	-	-	-	-	-
Miscellaneous	2	-	8,392	7,512	4,437
Total revenues	<u>2</u>	<u>-</u>	<u>8,392</u>	<u>7,512</u>	<u>4,437</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Economic and physical development	-	-	-	-	-
Public works	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	20,575
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
Paying agent fees	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,575</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2</u>	<u>-</u>	<u>8,392</u>	<u>7,512</u>	<u>(16,138)</u>
Other financing sources (uses):					
Issuance of debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Discount on bond issuance	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses), net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	2	-	8,392	7,512	(16,138)
Fund balance, beginning of year	<u>70</u>	<u>-</u>	<u>238,084</u>	<u>213,125</u>	<u>125,879</u>
Fund balance, end of year	<u>\$ 72</u>	<u>\$ -</u>	<u>\$ 246,476</u>	<u>\$ 220,637</u>	<u>\$ 109,741</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Capital Projects Funds				
	Museum Capital Project Fund	Infrastructure Capital Project Fund	2006 County General Capital Project Fund	2011 County General Capital Project Fund	County Complex Capital Project Fund
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and fees	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Sales and other functional revenues	-	-	-	-	-
Miscellaneous	5	-	-	1	103
Total revenues	<u>5</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>103</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Economic and physical development	-	-	-	-	-
Public works	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	215,923	-	-	-
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
Paying agent fees	-	-	-	-	-
Total expenditures	<u>-</u>	<u>215,923</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5</u>	<u>(215,923)</u>	<u>-</u>	<u>1</u>	<u>103</u>
Other financing sources (uses):					
Issuance of debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Discount on bond issuance	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	-	675,000	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses), net	<u>-</u>	<u>675,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	5	459,077	-	1	103
Fund balance (deficit), beginning of year	<u>135</u>	<u>1,214,095</u>	<u>1</u>	<u>20</u>	<u>2,923</u>
Fund balance, end of year	<u>\$ 140</u>	<u>\$ 1,673,172</u>	<u>\$ 1</u>	<u>\$ 21</u>	<u>\$ 3,026</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Capital Projects Funds				
	Judicial Center Capital Project Fund	2017 Civic Center Capital Project Fund	Parking Deck Capital Project Fund	CPST2 Capital Project Fund	Economic Development Capital Project Funds
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and fees	-	-	-	-	-
Intergovernmental	-	3,050	-	-	-
Sales and other functional revenues	-	-	-	-	-
Miscellaneous	25,388	-	-	32,619	336,979
Total revenues	<u>25,388</u>	<u>3,050</u>	<u>-</u>	<u>32,619</u>	<u>336,979</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Economic and physical development	-	-	-	-	-
Public works	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	69,175	-	-	1,359,266	1,064,227
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
Paying agent fees	-	-	-	-	-
Total expenditures	<u>69,175</u>	<u>-</u>	<u>-</u>	<u>1,359,266</u>	<u>1,064,227</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(43,787)</u>	<u>3,050</u>	<u>-</u>	<u>(1,326,647)</u>	<u>(727,248)</u>
Other financing sources (uses):					
Issuance of debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Discount on bond issuance	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses), net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(43,787)	3,050	-	(1,326,647)	(727,248)
Fund balance (deficit), beginning of year	<u>763,775</u>	<u>279,342</u>	<u>728,040</u>	<u>1,198,862</u>	<u>10,341,060</u>
Fund balance, end of year	<u>\$ 719,988</u>	<u>\$ 282,392</u>	<u>\$ 728,040</u>	<u>\$ (127,785)</u>	<u>\$ 9,613,812</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

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

	Total Nonmajor Governmental Funds	
	Total	
	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:		
Taxes	\$ -	\$ 19,735,347
Fines and fees	-	10,998,238
Intergovernmental	3,050	2,101,744
Miscellaneous	415,438	1,451,872
Total revenues	418,488	34,287,201
Expenditures:		
Current:		
General government	-	329,871
Public safety	-	7,654,412
Economic and physical development	-	893,259
Public works	-	2,918,784
Culture and recreation	-	2,765,575
Education	-	2,990,425
Capital outlay	2,729,166	3,824,952
Debt service:		
Principal retirements	-	11,649,912
Interest	-	2,711,422
Bond issuance costs	-	35,611
Paying agent fees	-	6,798
Total expenditures	2,729,166	35,781,021
Excess (deficiency) of revenues over (under) expenditures	(2,310,678)	(1,493,820)
Other financing sources (uses):		
Issuance of debt	-	4,825,000
Transfers in	675,000	1,709,979
Transfers out	-	(12,691,234)
Total other financing sources (uses), net	675,000	(6,156,255)
Net change in fund balance	(1,635,678)	(7,650,075)
Fund balance (deficit), beginning of year	15,105,411	48,276,814
Fund balance, end of year	\$ 13,469,733	\$ 40,626,739

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

LAW LIBRARY

SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 27,000	\$ 24,695	\$ (2,305)
Total revenues	<u>27,000</u>	<u>24,695</u>	<u>(2,305)</u>
Expenditures:			
Current:			
Public safety	31,328	18,528	12,800
Total expenditures	<u>31,328</u>	<u>18,528</u>	<u>12,800</u>
Net change in fund balance	<u>\$ (4,328)</u>	6,167	<u>\$ 10,495</u>
Fund balance, beginning of year		<u>23,459</u>	
Fund balance, end of year		<u>\$ 29,626</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**VICTIM/WITNESS ASSISTANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 180,000	\$ 121,695	\$ 58,305
Intergovernmental	-	2,449	(2,449)
Total revenues	<u>180,000</u>	<u>124,144</u>	<u>55,856</u>
Expenditures:			
Current:			
General government	82,875	82,418	457
Public safety	156,671	128,626	28,045
Total expenditures	<u>239,546</u>	<u>211,044</u>	<u>28,502</u>
Deficiency of revenues under expenditures	<u>(59,546)</u>	<u>(86,900)</u>	<u>27,354</u>
Other financing sources:			
Transfers in	<u>120,400</u>	<u>120,400</u>	<u>-</u>
Total other financing uses	<u>120,400</u>	<u>120,400</u>	<u>-</u>
Net change in fund balance	<u>\$ 60,854</u>	33,500	<u>\$ (27,354)</u>
Fund balance (deficit), beginning of year		<u>(125,037)</u>	
Fund balance (deficit), end of year		<u>\$ (91,537)</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**ECONOMIC DEVELOPMENT PARTNERSHIP
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 59,429	\$ 59,570	\$ 141
Miscellaneous	-	1,439	1,439
Total revenues	<u>59,429</u>	<u>61,009</u>	<u>1,580</u>
Expenditures:			
Current:			
Economic and physical development	587,889	799,697	(211,808)
Capital outlay	6,389	70	6,319
Total expenditures	<u>594,278</u>	<u>799,767</u>	<u>(205,489)</u>
Deficiency of revenues under expenditures	<u>(534,849)</u>	<u>(738,758)</u>	<u>(203,909)</u>
Other financing sources:			
Transfers in	<u>389,253</u>	<u>439,579</u>	<u>50,326</u>
Total other financing sources	<u>389,253</u>	<u>439,579</u>	<u>50,326</u>
Net change in fund balance	<u>\$ (145,596)</u>	(299,179)	<u>\$ (153,583)</u>
Fund balance, beginning of year		<u>327,391</u>	
Fund balance, end of year		<u>\$ 28,212</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**LOCAL HOSPITALITY TAX
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 1,860,810	\$ 2,683,217	\$ 822,407
Intergovernmental	52,000	56,000	4,000
Miscellaneous	-	30,886	30,886
Total revenues	<u>1,912,810</u>	<u>2,770,103</u>	<u>857,293</u>
Expenditures:			
Current:			
General government	63,913	63,451	462
Culture and recreation	1,410,312	1,119,941	290,371
Debt service:			
Principal retirements	149,000	417,926	(268,926)
Interest	68,519	89,886	(21,367)
Total expenditures	<u>1,691,744</u>	<u>1,691,204</u>	<u>540</u>
Excess of revenues over expenditures	<u>221,066</u>	<u>1,078,899</u>	<u>857,833</u>
Other financing uses:			
Transfers out	<u>(264,000)</u>	<u>(258,103)</u>	<u>5,897</u>
Total other financing uses	<u>(264,000)</u>	<u>(258,103)</u>	<u>5,897</u>
Net change in fund balance	<u>\$ (42,934)</u>	820,796	<u>\$ 863,730</u>
Fund balance, beginning of year		<u>840,114</u>	
Fund balance, end of year		<u>\$ 1,660,910</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**LOCAL ACCOMMODATIONS FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 2,388,600	\$ 2,750,999	\$ 362,399
Intergovernmental	1,487,825	1,474,912	(12,913)
Miscellaneous	2,000	175,703	173,703
Total revenues	<u>3,878,425</u>	<u>4,401,614</u>	<u>523,189</u>
Expenditures:			
Current:			
General government	115,000	84,080	30,920
Culture and recreation	1,296,844	1,347,634	(50,790)
Capital outlay	400,000	400,000	-
Debt service:			
Principal retirements	629,000	650,162	(21,162)
Interest	694,806	698,904	(4,098)
Total expenditures	<u>3,135,650</u>	<u>3,180,780</u>	<u>(45,130)</u>
Excess of revenues over expenditures	<u>742,775</u>	<u>1,220,834</u>	<u>478,059</u>
Other financing uses:			
Transfers out	<u>(284,000)</u>	<u>(284,000)</u>	<u>-</u>
Total other financing uses	<u>(284,000)</u>	<u>(284,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ 458,775</u>	936,834	<u>\$ 478,059</u>
Fund balance, beginning of year		<u>2,015,467</u>	
Fund balance, end of year		<u>\$ 2,952,301</u>	

FLORENCE COUNTY, SOUTH CAROLINA

SHERIFF'S CAMPS

SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Miscellaneous	\$ 36,103	\$ 88	\$ (36,015)
Total revenues	<u>36,103</u>	<u>88</u>	<u>(36,015)</u>
Expenditures:			
Current:			
Public safety	36,103	30,000	6,103
Total expenditures	<u>36,103</u>	<u>30,000</u>	<u>6,103</u>
Net change in fund balance	<u>\$ -</u>	(29,912)	<u>\$ (29,912)</u>
Fund balance, beginning of year		<u>5,297</u>	
Fund (deficit), end of year		<u>\$ (24,615)</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**SHERIFF'S SEX OFFENDER
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 12,500	\$ 11,452	\$ (1,048)
Total revenues	<u>12,500</u>	<u>11,452</u>	<u>(1,048)</u>
Expenditures:			
Current:			
Public safety	<u>36,365</u>	<u>1,264</u>	<u>35,101</u>
Total expenditures	<u>36,365</u>	<u>1,264</u>	<u>35,101</u>
Net change in fund balance	<u>\$ (23,865)</u>	10,188	<u>\$ 34,053</u>
Fund balance, beginning of year		<u>41,850</u>	
Fund balance, end of year		<u>\$ 52,038</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**ROAD SYSTEM MAINTENANCE FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and fees	\$ 3,677,620	\$ 3,687,721	\$ 10,101
Miscellaneous	-	136,780	136,780
Total revenues	<u>3,677,620</u>	<u>3,824,501</u>	<u>146,881</u>
Expenditures:			
Current:			
Public works	3,126,164	2,888,784	237,380
Capital outlay	<u>1,653,000</u>	<u>273,455</u>	<u>1,379,545</u>
Total expenditures	<u>4,779,164</u>	<u>3,162,239</u>	<u>1,616,925</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,101,544)</u>	<u>662,262</u>	<u>1,763,806</u>
Other financing sources:			
Transfers in	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Total other financing sources	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (1,076,544)</u>	687,262	<u>\$ 1,763,806</u>
Fund balance, beginning of year		<u>3,787,346</u>	
Fund balance, end of year		<u>\$ 4,474,608</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**UNIFIED FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 5,889,400	\$ 6,271,810	\$ 382,410
Fines and fees	1,882,520	1,710,200	(172,320)
Miscellaneous	-	273,832	273,832
Total revenues	<u>7,771,920</u>	<u>8,255,842</u>	<u>483,922</u>
Expenditures:			
Current:			
Public safety	7,894,909	7,283,456	611,453
Capital outlay	<u>110,812</u>	<u>210,061</u>	<u>(99,249)</u>
Total expenditures	<u>8,005,721</u>	<u>7,493,517</u>	<u>512,204</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(233,801)</u>	<u>762,325</u>	<u>996,126</u>
Other financing uses:			
Transfers out	<u>(34,484)</u>	<u>(34,484)</u>	<u>-</u>
Total other financing uses	<u>(34,484)</u>	<u>(34,484)</u>	<u>-</u>
Net change in fund balance	<u>\$ (268,285)</u>	727,841	<u>\$ 996,126</u>
Fund balance, beginning of year		<u>4,702,096</u>	
Fund balance, end of year		<u>\$ 5,429,937</u>	

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF FIDUCIARY NET POSITION CUSTODIAL FUNDS JUNE 30, 2023

	School District General Fund	School District Debt Service Fund	School District Capital Project Fund	Municipalities Fund
ASSETS				
Cash and cash equivalents	\$ 7,143,627	\$ 8,912,938	\$ 23,085,966	\$ 109,202
Property taxes	2,632,377	457,122	-	341,720
Other	-	-	-	-
Due from others	-	-	-	-
Total assets	9,776,004	9,370,060	23,085,966	450,922
LIABILITIES				
Accounts payable	-	-	-	-
Uncollected taxes	-	-	-	-
Due to local governments	-	457,122	-	342,014
Due to other taxing entities	2,632,377	-	-	-
Due to other funds	-	-	-	-
Total liabilities	2,632,377	457,122	-	342,014
NET POSITION				
Restricted for individuals, organizations and other governments	7,143,627	8,912,938	23,085,966	108,908
Total net position	\$ 7,143,627	\$ 8,912,938	\$ 23,085,966	\$ 108,908

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2023**

	Fire Board Fund	Lynches Lake/Camp Branch Fund	Salem Watershed Fund	Williamsburg County Fund
ASSETS				
Cash and cash equivalents	\$ 23,668	\$ 11,344	\$ 93,520	\$ 4,072
Property taxes	-	-	-	-
Other	-	-	-	-
Due from others	-	-	-	-
Total assets	23,668	11,344	93,520	4,072
LIABILITIES				
Accounts payable	-	-	-	-
Uncollected taxes	-	-	-	-
Due to local governments	-	-	-	-
Due to other taxing entities	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	-	-	-	-
NET POSITION				
Restricted for individuals, organizations and other governments	23,668	11,344	93,520	4,072
Total net position	\$ 23,668	\$ 11,344	\$ 93,520	\$ 4,072

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2023**

	Magistrate Fund	Clerk of Court Fund	Sheriff's Fund	Total
ASSETS				
Cash and cash equivalents	\$ 179,089	\$ 1,605,771	\$ 3,431,046	\$ 44,600,243
Property taxes	-	-	-	3,431,219
Other	-	-	-	-
Due from others	-	-	-	-
	<u>179,089</u>	<u>1,605,771</u>	<u>3,431,046</u>	<u>48,031,462</u>
LIABILITIES				
Accounts payable	-	-	10,256	10,256
Uncollected taxes	-	-	-	-
Due to local governments	-	-	-	799,136
Due to other taxing entities	-	-	-	2,632,377
Due to other funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>10,256</u>	<u>3,441,769</u>
NET POSITION				
Restricted for individuals, organizations and other governments	<u>179,089</u>	<u>1,605,771</u>	<u>3,420,790</u>	<u>44,589,693</u>
Total net position	<u>\$ 179,089</u>	<u>\$ 1,605,771</u>	<u>\$ 3,420,790</u>	<u>\$ 44,589,693</u>

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	School District General Fund	School District Debt Service Fund	School District Capital Project Fund	Municipalities Fund
ADDITIONS				
Current property taxes	\$ 53,946,344	\$ 17,564,250	\$ -	\$ 13,832,026
Inventory exemption	570,369	204,288	-	-
Vehicle taxes	16,476,844	3,496,423	-	2,019,499
Delinquent property taxes	2,408,349	689,406	-	504,972
Penalties	102,127	39,318	-	20,088
Fee transfer	(6,086)	(342)	-	-
State and federal aid	207,990,172	-	-	-
Interest on investments	217,309	327,905	339,108	-
Proceeds from bond issue	-	-	29,092,211	-
State homestead exemption	30,649,004	765,562	-	-
Fees in lieu of taxes	7,766,616	1,406,141	-	37,371
Watercraft taxes	638,871	123,263	-	55,943
Cash received from others	-	-	-	-
Miscellaneous	(1,331)	(214)	-	-
Less: local option sales tax credits	-	-	-	(7,509,408)
Total additions	320,758,588	24,616,000	29,431,319	8,960,491
DEDUCTIONS				
Claims paid	320,486,207	-	16,169,603	9,045,583
Cash paid to others	-	-	-	-
Refunds	245,543	55,264	-	21,369
Bond principal payments	-	21,400,702	-	-
Interest payments	-	1,572,650	-	-
Paying agent fees	-	1,250	-	-
Total deductions	320,731,750	23,029,866	16,169,603	9,066,952
Change in fiduciary net position	26,838	1,586,134	13,261,716	(106,461)
Net position, beginning of year	7,116,789	7,326,804	9,824,250	215,369
Net position, end of year	\$ 7,143,627	\$ 8,912,938	\$ 23,085,966	\$ 108,908

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Fire Board Fund	Lynches Lake/Camp Branch Fund	Salem Watershed Fund	Williamsburg County Fund
ADDITIONS				
Current property taxes	\$ 494,048	\$ 7,376	\$ 70,096	\$ 3,498,766
Inventory exemption	11,208	-	-	-
Vehicle taxes	93,270	87	807	5,572
Delinquent property taxes	22,385	1,248	6,736	-
Penalties	973	27	285	-
Fee transfer	-	-	-	-
State and federal aid	353,721	-	-	-
Interest on investments	2,012	255	1,833	-
Proceeds from bond issue	-	-	-	-
State homestead exemption	23,642	686	8,363	-
Fees in lieu of taxes	91,993	-	-	1,044,866
Watercraft taxes	5,640	-	-	-
Cash received from others	-	-	-	-
Miscellaneous	-	-	-	-
Less: local option sales tax credits	-	-	-	-
Total additions	1,098,892	9,679	88,120	4,549,204
DEDUCTIONS				
Claims paid	1,090,035	8,500	81,500	4,547,100
Cash paid to others	-	-	-	-
Refunds	1,371	-	-	-
Bond principal payments	-	-	-	-
Interest payments	-	-	-	-
Paying agent fees	-	-	-	-
Total deductions	1,091,406	8,500	81,500	4,547,100
Change in fiduciary net position	7,486	1,179	6,620	2,104
Net position, beginning of year	16,182	10,165	86,900	1,968
Net position, end of year	\$ 23,668	\$ 11,344	\$ 93,520	\$ 4,072

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Magistrate Fund	Clerk of Court Fund	Sheriff's Fund	Total
ADDITIONS				
Current property taxes	\$ -	\$ -	\$ -	\$ 89,412,906
Inventory exemption	-	-	-	785,865
Vehicle taxes	-	-	-	22,092,502
Delinquent property taxes	-	-	-	3,633,096
Penalties	-	-	-	162,818
Fee transfer	-	-	-	(6,428)
State and federal aid	-	-	-	208,343,893
Interest on investments	-	-	99,157	987,579
Proceeds from bond issue	-	-	-	29,092,211
State homestead exemption	-	-	-	31,447,257
Fees in lieu of taxes	-	-	-	10,346,987
Watercraft taxes	-	-	-	823,717
Cash received from others	1,799,084	-	3,157,478	4,956,562
Miscellaneous	-	-	8,200	6,655
Less: local option sales tax credits	-	-	-	(7,509,408)
Total additions	1,799,084	-	3,264,835	394,576,212
DEDUCTIONS				
Claims paid	1,804,394	-	-	353,232,922
Cash paid to others	-	64,296	2,036,236	2,100,532
Refunds	-	-	-	323,547
Bond principal payments	-	-	-	21,400,702
Interest payments	-	-	-	1,572,650
Paying agent fees	-	-	-	1,250
Total deductions	1,804,394	64,296	2,036,236	378,631,603
Change in fiduciary net position	(5,310)	(64,296)	1,228,599	15,944,609
Net position, beginning of year	184,399	1,670,067	2,192,191	28,645,084
Net position, end of year	\$ 179,089	\$ 1,605,771	\$ 3,420,790	\$ 44,589,693

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
SCHOOL DISTRICT GENERAL FUND
JUNE 30, 2023**

	District One	District Two	District Three	District Four	District Five	Total
ASSETS						
Cash and cash equivalents	\$ 5,663,864	\$ 287,846	\$ 767,762	\$ 88,707	\$ 335,448	\$ 7,143,627
Property taxes receivable	1,824,570	202,459	327,539	90,124	187,685	2,632,377
Total assets	<u>7,488,434</u>	<u>490,305</u>	<u>1,095,301</u>	<u>178,831</u>	<u>523,133</u>	<u>9,776,004</u>
LIABILITIES						
Due to other taxing entities	1,824,570	202,459	327,539	90,124	187,685	2,632,377
Total liabilities	<u>1,824,570</u>	<u>202,459</u>	<u>327,539</u>	<u>90,124</u>	<u>187,685</u>	<u>2,632,377</u>
NET POSITION						
Restricted for organizations and other governments	5,663,864	287,846	767,762	88,707	335,448	7,143,627
Total net position	<u>\$ 5,663,864</u>	<u>\$ 287,846</u>	<u>\$ 767,762</u>	<u>\$ 88,707</u>	<u>\$ 335,448</u>	<u>7,143,627</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
SCHOOL DISTRICT DEBT SERVICE FUND
JUNE 30, 2023**

	District One	District Two	District Three	District Four	District Five	Total
ASSETS						
Cash and cash equivalents	\$ 7,355,691	\$ 165,813	\$ 255,793	\$ 1,052,625	\$ 83,016	\$ 8,912,938
Property taxes	333,973	48,627	25,866	25,011	23,645	457,122
Total assets	<u>7,689,664</u>	<u>214,440</u>	<u>281,659</u>	<u>1,077,636</u>	<u>106,661</u>	<u>9,370,060</u>
LIABILITIES						
Due to local governments	<u>333,973</u>	<u>48,627</u>	<u>25,866</u>	<u>25,011</u>	<u>23,645</u>	<u>457,122</u>
Total liabilities	<u>333,973</u>	<u>48,627</u>	<u>25,866</u>	<u>25,011</u>	<u>23,645</u>	<u>457,122</u>
NET POSITION						
Restricted for organizations and other governments	<u>7,355,691</u>	<u>165,813</u>	<u>255,793</u>	<u>1,052,625</u>	<u>83,016</u>	<u>8,912,938</u>
Total net position	<u>\$ 7,355,691</u>	<u>\$ 165,813</u>	<u>\$ 255,793</u>	<u>\$ 1,052,625</u>	<u>\$ 83,016</u>	<u>\$ 8,912,938</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
SCHOOL DISTRICT CAPITAL PROJECT FUND
JUNE 30, 2023**

	District One	District Two	District Three	District Four	District Five	Total
ASSETS						
Cash and cash equivalents	\$ 20,218,377	\$ 427,655	\$ 1,264,921	\$ 1,222	\$ 1,173,791	\$ 23,085,966
Property taxes	-	-	-	-	-	-
Total assets	<u>20,218,377</u>	<u>427,655</u>	<u>1,264,921</u>	<u>1,222</u>	<u>1,173,791</u>	<u>23,085,966</u>
NET POSITION						
Restricted for organizations and other governments	<u>20,218,377</u>	<u>427,655</u>	<u>1,264,921</u>	<u>1,222</u>	<u>1,173,791</u>	<u>23,085,966</u>
Total net position	<u><u>\$ 20,218,377</u></u>	<u><u>\$ 427,655</u></u>	<u><u>\$ 1,264,921</u></u>	<u><u>\$ 1,222</u></u>	<u><u>\$ 1,173,791</u></u>	<u><u>\$ 23,085,966</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
SCHOOL DISTRICT DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	District One	District Two	District Three	District Four	District Five	Total
ADDITIONS						
Current property taxes	\$ 16,329,501	\$ 458,997	\$ 527,184	\$ 7	\$ 248,561	\$ 17,564,250
Inventory exemption	175,434	1,240	22,165	2,015	3,434	204,288
Vehicle taxes	3,198,825	118,721	102,347	111	76,419	3,496,423
Delinquent property taxes	604,702	36,980	31,966	98	15,660	689,406
Penalties	33,971	2,267	1,922	-	1,158	39,318
Fee transfer	-	-	(342)	-	-	(342)
Interest on investments	270,084	6,641	9,903	35,805	5,472	327,905
State homestead exemption	669,848	44,548	32,054	-	19,112	765,562
Fees in lieu of taxes	1,369,345	10,053	24,219	-	2,524	1,406,141
Watercraft taxes	106,409	6,190	5,637	-	5,027	123,263
Miscellaneous	(214)	-	-	-	-	(214)
Total additions	22,757,905	685,637	757,055	38,036	377,367	24,616,000
DEDUCTIONS						
Refunds	50,887	1,651	1,537	24	1,165	55,264
Bond principal payments	19,760,000	662,000	615,000	-	363,702	21,400,702
Interest payments	1,468,532	10,777	87,954	-	5,387	1,572,650
Paying agent fees	1,250	-	-	-	-	1,250
Total deductions	21,280,669	674,428	704,491	24	370,254	23,029,866
Change in fiduciary net position	1,477,236	11,209	52,564	38,012	7,113	1,586,134
Net position, beginning of year	5,878,455	154,604	203,229	1,014,613	75,903	7,326,804
Net position, end of year	\$ 7,355,691	\$ 165,813	\$ 255,793	\$ 1,052,625	\$ 83,016	\$ 8,912,938

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
SCHOOL DISTRICT GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>District One</u>	<u>District Two</u>	<u>District Three</u>	<u>District Four</u>	<u>District Five</u>	<u>Total</u>
ADDITIONS						
Current property taxes	\$ 42,178,370	\$ 1,591,863	\$ 7,039,852	\$ 1,599,077	\$ 1,537,182	\$ 53,946,344
Inventory exemption	440,969	9,789	94,239	17,467	7,905	570,369
Vehicle taxes	12,518,885	673,696	1,857,356	640,855	786,052	16,476,844
Delinquent property taxes	1,707,342	135,866	391,833	85,432	87,876	2,408,349
Penalties	72,244	4,049	15,836	4,828	5,170	102,127
Fee transfer	-	-	(6,086)	-	-	(6,086)
State and federal aid	144,414,713	12,673,489	37,538,719	1,118,935	12,244,316	207,990,172
Interest on investments	166,860	6,905	28,851	7,477	7,216	217,309
State homestead exemption	24,119,952	1,322,904	3,676,723	104,923	1,424,502	30,649,004
Fees in lieu of taxes	5,992,845	47,722	570,796	1,129,149	26,104	7,766,616
Watercraft taxes	419,812	35,178	102,414	29,724	51,743	638,871
Miscellaneous	(1,331)	-	-	-	-	(1,331)
Total additions	<u>232,030,661</u>	<u>16,501,461</u>	<u>51,310,533</u>	<u>4,737,867</u>	<u>16,178,066</u>	<u>320,758,588</u>
DEDUCTIONS						
Claims paid	231,679,457	16,525,000	51,304,264	4,830,493	16,146,993	320,486,207
Refunds	192,466	9,373	27,981	3,949	11,774	245,543
Total deductions	<u>231,871,923</u>	<u>16,534,373</u>	<u>51,332,245</u>	<u>4,834,442</u>	<u>16,158,767</u>	<u>320,731,750</u>
Change in fiduciary net position	158,738	(32,912)	(21,712)	(96,575)	19,299	26,838
Net position, beginning of year	<u>5,505,126</u>	<u>320,758</u>	<u>789,474</u>	<u>185,282</u>	<u>316,149</u>	<u>7,116,789</u>
Net position, end of year	<u>\$ 5,663,864</u>	<u>\$ 287,846</u>	<u>\$ 767,762</u>	<u>\$ 88,707</u>	<u>\$ 335,448</u>	<u>\$ 7,143,627</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
SCHOOL DISTRICT CAPITAL PROJECT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	District One	District Two	District Three	District Four	District Five	Total
ADDITIONS						
Interest on investments	\$ 311,315	\$ 7,567	\$ 13,966	\$ 41	\$ 6,219	\$ 339,108
Proceeds from bond issue	26,068,664	663,547	1,200,000	-	1,160,000	29,092,211
Total additions	<u>26,379,979</u>	<u>671,114</u>	<u>1,213,966</u>	<u>41</u>	<u>1,166,219</u>	<u>29,431,319</u>
DEDUCTIONS						
Claims paid	15,268,183	495,364	136,638	-	269,418	16,169,603
Total deductions	<u>15,268,183</u>	<u>495,364</u>	<u>136,638</u>	<u>-</u>	<u>269,418</u>	<u>16,169,603</u>
Change in fiduciary net position	11,111,796	175,750	1,077,328	41	896,801	13,261,716
Net position, beginning of year	<u>9,106,581</u>	<u>251,905</u>	<u>187,593</u>	<u>1,181</u>	<u>276,990</u>	<u>9,824,250</u>
Net position, end of year	<u>\$ 20,218,377</u>	<u>\$ 427,655</u>	<u>\$ 1,264,921</u>	<u>\$ 1,222</u>	<u>\$ 1,173,791</u>	<u>\$ 23,085,966</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
MUNICIPALITIES FUND
JUNE 30, 2023**

	<u>Florence</u>	<u>Quinby</u>	<u>Pamplico</u>	<u>Lake City</u>	<u>Olanta</u>
ASSETS					
Cash and cash equivalents	\$ 70,754	\$ -	\$ 696	\$ 33,708	\$ 200
Property taxes receivable	<u>120,098</u>	<u>14</u>	<u>20,840</u>	<u>93,109</u>	<u>3,341</u>
Total assets	<u>190,852</u>	<u>14</u>	<u>21,536</u>	<u>126,817</u>	<u>3,541</u>
LIABILITIES					
Due to local governments	<u>120,098</u>	<u>308</u>	<u>20,840</u>	<u>93,109</u>	<u>3,341</u>
Total liabilities	<u>120,098</u>	<u>308</u>	<u>20,840</u>	<u>93,109</u>	<u>3,341</u>
NET POSITION					
Restricted for organizations and other governments	<u>70,754</u>	<u>(294)</u>	<u>696</u>	<u>33,708</u>	<u>200</u>
Total net position	<u>\$ 70,754</u>	<u>\$ (294)</u>	<u>\$ 696</u>	<u>\$ 33,708</u>	<u>\$ 200</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
MUNICIPALITIES FUND
JUNE 30, 2023**

	<u>Coward</u>	<u>Scranton</u>	<u>Timmonsville</u>	<u>Johnsonville</u>	<u>Total</u>
ASSETS					
Cash and cash equivalents	\$ 131	\$ 190	\$ 2,971	\$ 552	\$ 109,202
Property taxes receivable	-	-	45,091	59,227	341,720
Total assets	<u>131</u>	<u>190</u>	<u>48,062</u>	<u>59,779</u>	<u>450,922</u>
LIABILITIES					
Due to local governments	-	-	45,091	59,227	342,014
Total liabilities	<u>-</u>	<u>-</u>	<u>45,091</u>	<u>59,227</u>	<u>342,014</u>
NET POSITION					
Restricted for organizations and other governments	131	190	2,971	552	108,908
Total net position	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 2,971</u>	<u>\$ 552</u>	<u>\$ 108,908</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
MUNICIPALITIES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Florence	Quinby	Pamplico	Lake City	Olanta
ADDITIONS					
Current property taxes	\$ 10,832,068	\$ -	\$ 189,443	\$ 2,204,216	\$ 56,347
Vehicle taxes	1,458,692	-	37,445	400,123	12,098
Delinquent property taxes	258,284	-	12,106	183,349	4,317
Penalties	14,100	-	48	5,453	-
Fees in lieu of taxes	37,371	-	-	-	-
Watercraft taxes	41,520	-	1,506	8,783	1,464
Less: local option sales tax credits	(5,711,922)	-	(210,160)	(952,182)	(73,494)
Total additions	6,930,113	-	30,388	1,849,742	732
DEDUCTIONS					
Claims paid	6,997,346	-	32,056	1,859,829	1,169
Refunds	16,190	-	69	5,006	-
Total deductions	7,013,536	-	32,125	1,864,835	1,169
Change in fiduciary net position	(83,423)	-	(1,737)	(15,093)	(437)
Net position (deficit), beginning of year	154,177	(294)	2,433	48,801	637
Net position (deficit), end of year	\$ 70,754	\$ (294)	\$ 696	\$ 33,708	\$ 200

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
MUNICIPALITIES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Coward</u>	<u>Scranton</u>	<u>Timmonsville</u>	<u>Johnsonville</u>	<u>Total</u>
ADDITIONS					
Current property taxes	\$ -	\$ -	\$ 363,464	\$ 186,488	\$ 13,832,026
Vehicle taxes	-	-	74,744	36,397	2,019,499
Delinquent property taxes	-	-	37,026	9,890	504,972
Penalties	-	-	487	-	20,088
Fees in lieu of taxes	-	-	-	-	37,371
Watercraft taxes	-	-	139	2,531	55,943
Less: local option sales tax credits	-	-	(328,252)	(233,398)	(7,509,408)
Total additions	<u>-</u>	<u>-</u>	<u>147,608</u>	<u>1,908</u>	<u>8,960,491</u>
DEDUCTIONS					
Claims paid	-	-	152,664	2,519	9,045,583
Refunds	-	-	104	-	21,369
Total deductions	<u>-</u>	<u>-</u>	<u>152,768</u>	<u>2,519</u>	<u>9,066,952</u>
Change in fiduciary net position	<u>-</u>	<u>-</u>	<u>(5,160)</u>	<u>(611)</u>	<u>(106,461)</u>
Net position, beginning of year	<u>131</u>	<u>190</u>	<u>8,131</u>	<u>1,163</u>	<u>215,369</u>
Net position, end of year	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 2,971</u>	<u>\$ 552</u>	<u>\$ 108,908</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIRE BOARD FUND
JUNE 30, 2023**

	South Lynches Fire District	West Florence Rural Fire District	Windy Hill/ Olanta Rural Fire District	Pamplico Fire District	Hannah-Salem Friendfield Fire District
ASSETS					
Cash and cash equivalents	\$ 15,053	\$ 18	\$ 4	\$ 12	\$ -
Total assets	15,053	18	4	12	-
NET POSITION					
Restricted for organizations and other governments	15,053	18	4	12	-
Total net position	\$ 15,053	\$ 18	\$ 4	\$ 12	\$ -

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIRE BOARD FUND
JUNE 30, 2023

	<u>Florence</u>	<u>Lake City</u>	<u>Scranton</u>	<u>Timmonsville</u>	<u>Johnsonville</u>	<u>Total</u>
ASSETS						
Cash and cash equivalents	\$ -	\$ 8,528	\$ 15	\$ 17	\$ 21	\$ 23,668
Total assets	<u>-</u>	<u>8,528</u>	<u>15</u>	<u>17</u>	<u>21</u>	<u>23,668</u>
NET POSITION						
Restricted for organizations and other governments	<u>-</u>	<u>8,528</u>	<u>15</u>	<u>17</u>	<u>21</u>	<u>23,668</u>
Total net position	<u>\$ -</u>	<u>\$ 8,528</u>	<u>\$ 15</u>	<u>\$ 17</u>	<u>\$ 21</u>	<u>\$ 23,668</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIRE BOARD FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	South Lynches Fire District	West Florence Rural Fire District	Windy Hill/ Olanta Rural Fire District	Pamplico Fire District	Hannah-Salem Friendfield Fire District
ADDITIONS					
Current property taxes	\$ 494,048	\$ -	\$ -	\$ -	\$ -
Inventory exemption	11,208	-	-	-	-
Vehicle taxes	93,266	-	4	-	-
Delinquent property taxes	22,367	18	-	-	-
Penalties	973	-	-	-	-
State and federal aid	20,249	88,403	65,346	1,683	6,286
Interest on investments	1,916	-	-	1	-
State homestead exemption	23,642	-	-	-	-
Fees in lieu of taxes	91,993	-	-	-	-
Watercraft taxes	5,640	-	-	-	-
Total additions	765,302	88,421	65,350	1,684	6,286
DEDUCTIONS					
Claims paid	764,091	88,403	65,346	1,684	6,286
Refunds	1,371	-	-	-	-
Total deductions	765,462	88,403	65,346	1,684	6,286
Change in fiduciary net position	(160)	18	4	-	-
Net position, beginning of year	15,213	-	-	12	-
Net position, end of year	\$ 15,053	\$ 18	\$ 4	\$ 12	\$ -

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIRE BOARD FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Florence	Lake City	Scranton	Timmonsville	Johnsonville	Total
ADDITIONS						
Current property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	494,048
Inventory exemption	-	-	-	-	-	11,208
Vehicle taxes	-	-	-	-	-	93,270
Delinquent property taxes	-	-	-	-	-	22,385
Penalties	-	-	-	-	-	973
State and federal aid	148,305	19,255	1,098	-	3,096	353,721
Interest on investments	79	16	-	-	-	2,012
State homestead exemption	-	-	-	-	-	23,642
Fees in lieu of taxes	-	-	-	-	-	91,993
Watercraft taxes	-	-	-	-	-	5,640
Total additions	148,384	19,271	1,098	-	3,096	1,098,892
DEDUCTIONS						
Claims paid	149,225	10,806	1,098	-	3,096	1,090,035
Refunds	-	-	-	-	-	1,371
Total deductions	149,225	10,806	1,098	-	3,096	1,091,406
Change in fiduciary net position	(841)	8,465	-	-	-	7,486
Net position, beginning of year	841	63	15	17	21	16,182
Net position, end of year	\$ -	\$ 8,528	\$ 15	\$ 17	\$ 21	\$ 23,668

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
SHERIFF'S FUND
JUNE 30, 2023

	Sheriff's Fund	Seized IB South	Fed Narcotics DOT	Fed Narcotics DOJ	Seized IB	Court Narcotics	FCSO Commissary	Total
ASSETS								
Cash and cash equivalents	\$ 411,011	\$ 204,912	\$ 195,938	\$ 756,029	\$ 1,443,880	\$ 190,476	\$ 228,800	\$ 3,431,046
Property taxes receivable	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Due from others	-	-	-	-	-	-	-	-
Total assets	<u>411,011</u>	<u>204,912</u>	<u>195,938</u>	<u>756,029</u>	<u>1,443,880</u>	<u>190,476</u>	<u>228,800</u>	<u>3,431,046</u>
LIABILITIES								
Accounts payable	-	950	-	-	-	8,181	1,125	10,256
Due to local governments	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Due to other taxing entities	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>950</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,181</u>	<u>1,125</u>	<u>10,256</u>
NET POSITION								
Restricted for organizations and other governments	<u>411,011</u>	<u>203,962</u>	<u>195,938</u>	<u>756,029</u>	<u>1,443,880</u>	<u>182,295</u>	<u>227,675</u>	<u>3,420,790</u>
Total net position	<u>\$ 411,011</u>	<u>\$ 203,962</u>	<u>\$ 195,938</u>	<u>\$ 756,029</u>	<u>\$ 1,443,880</u>	<u>\$ 182,295</u>	<u>\$ 227,675</u>	<u>\$ 3,420,790</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
SHERIFF'S FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Sheriff's Fund	Seized IB South	Fed Narcotics DOT	Fed Narcotics DOJ	Seized IB	Court Narcotics	FCSO Commissary	Total
ADDITIONS								
Interest on investments	\$ -	\$ 6,108	\$ 5,175	\$ 21,644	\$ 55,476	\$ 1,872	\$ 8,882	\$ 99,157
Cash received from others	1,176,880	33,811	261,653	765,028	242,275	325,546	352,285	3,157,478
Miscellaneous	-	-	-	-	-	8,200	-	8,200
Total additions	1,176,880	39,919	266,828	786,672	297,751	335,618	361,167	3,264,835
DEDUCTIONS								
Cash paid to others	989,267	2,324	70,890	139,154	377,673	200,270	256,658	2,036,236
Total deductions	989,267	2,324	70,890	139,154	377,673	200,270	256,658	2,036,236
Change in fiduciary net position	187,613	37,595	195,938	647,518	(79,922)	135,348	104,509	1,228,599
Net position, beginning of year	223,398	166,367	-	108,511	1,523,802	46,947	123,166	2,192,191
Net position, end of year	\$ 411,011	\$ 203,962	\$ 195,938	\$ 756,029	\$ 1,443,880	\$ 182,295	\$ 227,675	\$ 3,420,790

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Taxes				
Property tax	\$ 29,094,504	\$ 29,094,504	\$ 28,482,503	\$ (612,001)
Sales tax	15,486,945	15,486,945	18,156,220	2,669,275
Fees in lieu of tax	3,000,000	3,000,000	3,305,103	305,103
Total taxes	<u>47,581,449</u>	<u>47,581,449</u>	<u>49,943,826</u>	<u>2,362,377</u>
Licenses and permits				
Tax assessor fees	5,380	5,380	5,348	(32)
Cable TV fees	950,000	950,000	665,261	(284,739)
Building permit fees	906,700	906,700	858,000	(48,700)
Landfill permits	-	-	8,289	8,289
Road system maintenance fees	598,680	598,680	516,769	(81,911)
Planning commission fees	28,000	28,000	31,382	3,382
Total licenses and permits	<u>2,488,760</u>	<u>2,488,760</u>	<u>2,085,049</u>	<u>(403,711)</u>
Fines and fees				
Library fines	82,206	82,206	40,786	(41,420)
Tax collector's costs and fees	564,000	564,000	441,810	(122,190)
Magistrates' fines	1,123,000	1,123,000	856,660	(266,340)
Clerk of Court fines	24,000	24,000	76,809	52,809
Clerk of Court fees	1,237,281	1,237,281	1,352,895	115,614
Master in Equity fees	90,000	90,000	78,281	(11,719)
Judge of Probate fees	436,000	436,000	310,240	(125,760)
Family court fees	392,000	392,000	404,809	12,809
Total fines and fees	<u>3,948,487</u>	<u>3,948,487</u>	<u>3,562,290</u>	<u>(386,197)</u>
Intergovernmental				
Library state and federal	273,770	273,770	-	(273,770)
State revenue - local government fund	6,660,870	6,660,870	6,140,454	(520,416)
Election commission	422,000	422,000	307,957	(114,043)
Veterans' affairs	7,000	7,000	7,224	224
Public defender	372,000	372,000	351,747	(20,253)
Solicitor	361,000	361,000	267,838	(93,162)
Municipalities	71,595	71,595	83,630	12,035
Merchant inventory exemption	356,006	356,006	-	(356,006)
Accommodations tax	45,000	45,000	43,317	(1,683)
Other	98,700	98,700	302,441	203,741
Total intergovernmental	<u>8,667,941</u>	<u>8,667,941</u>	<u>7,504,608</u>	<u>(1,163,333)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND

DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)

AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Sales and other functional revenues				
Rent	\$ 274,287	\$ 274,287	\$ 276,058	\$ 1,771
Emergency medical services	7,720,000	7,720,000	8,865,172	1,145,172
Recreation	654,000	654,000	895,028	241,028
Inmate per diem	525,764	525,764	442,744	(83,020)
Sheriff serving fees	39,950	39,950	30,328	(9,622)
Commissary sales	66,000	66,000	-	(66,000)
Inmate telephone system	92,000	92,000	-	(92,000)
Other	3,600	3,600	2,913	(687)
Total sales and other functional revenues	<u>9,375,601</u>	<u>9,375,601</u>	<u>10,512,243</u>	<u>1,136,642</u>
Miscellaneous				
Interest on investments	350,000	350,000	3,433,946	3,083,946
Tax sale escrow accounts held five years	-	-	3,790	3,790
Sales of abandoned property	250,000	250,000	551,825	301,825
Other	569,800	569,800	468,014	(101,786)
Total miscellaneous	<u>1,169,800</u>	<u>1,169,800</u>	<u>4,457,575</u>	<u>3,287,775</u>
Total revenues	<u>\$ 73,232,038</u>	<u>\$ 73,232,038</u>	<u>\$ 78,065,591</u>	<u>\$ 4,833,553</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government				
County council:				
Personnel services	\$ 278,285	\$ 278,285	\$ 278,661	\$ (376)
Supplies	6,500	6,500	6,727	(227)
Other services and charges	120,465	120,465	103,776	16,689
Capital outlay	7,500	7,500	-	7,500
Direct assistance	-	-	5,600	(5,600)
Total county council	<u>412,750</u>	<u>412,750</u>	<u>394,764</u>	<u>17,986</u>
Attorney:				
Other services and charges	84,500	84,500	107,699	(23,199)
Total attorney	<u>84,500</u>	<u>84,500</u>	<u>107,699</u>	<u>(23,199)</u>
Administrator:				
Personnel services	887,742	884,742	802,710	82,032
Supplies	6,000	6,000	5,994	6
Other services and charges	32,570	32,570	27,841	4,729
Total administrator	<u>926,312</u>	<u>923,312</u>	<u>836,545</u>	<u>86,767</u>
Finance:				
Personnel services	591,743	591,743	623,700	(31,957)
Supplies	22,500	22,500	35,833	(13,333)
Other services and charges	524,691	524,691	577,903	(53,212)
Capital outlay	7,000	7,000	-	7,000
Total finance	<u>1,145,934</u>	<u>1,145,934</u>	<u>1,237,436</u>	<u>(91,502)</u>
Treasurer:				
Personnel services	1,037,203	1,037,203	918,478	118,725
Supplies	66,525	66,525	90,146	(23,621)
Other services and charges	358,905	358,905	372,660	(13,755)
Capital outlay	12,500	12,500	10,709	1,791
Total treasurer	<u>1,475,133</u>	<u>1,475,133</u>	<u>1,391,993</u>	<u>83,140</u>
Information technology:				
Personnel services	1,298,990	1,298,990	1,180,288	118,702
Supplies	25,000	25,000	28,551	(3,551)
Other services and charges	1,843,502	1,843,502	1,756,480	87,022
Capital outlay	449,118	449,118	390,217	58,901
Total information technology	<u>3,616,610</u>	<u>3,616,610</u>	<u>3,355,536</u>	<u>261,074</u>
Auditor:				
Personnel services	608,060	608,060	588,775	19,285
Supplies	18,953	18,953	19,521	(568)
Other services and charges	20,169	20,169	43,326	(23,157)
Total auditor	<u>647,182</u>	<u>647,182</u>	<u>651,622</u>	<u>(4,440)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government (continued)				
Tax assessor:				
Personnel services	\$ 1,450,168	\$ 1,450,168	\$ 1,393,110	\$ 57,058
Supplies	11,335	11,335	10,205	1,130
Other services and charges	78,137	78,137	60,684	17,453
Total tax assessor	<u>1,539,640</u>	<u>1,539,640</u>	<u>1,463,999</u>	<u>75,641</u>
Procurement:				
Personnel services	246,697	246,697	241,035	5,662
Supplies	3,400	3,400	1,933	1,467
Other services and charges	12,513	12,513	6,742	5,771
Total procurement	<u>262,610</u>	<u>262,610</u>	<u>249,710</u>	<u>12,900</u>
Clerk of court:				
Personnel services	1,040,958	1,040,958	1,084,223	(43,265)
Supplies	27,000	27,000	15,202	11,798
Other services and charges	71,586	71,586	54,445	17,141
Total clerk of court	<u>1,139,544</u>	<u>1,139,544</u>	<u>1,153,870</u>	<u>(14,326)</u>
Court of common pleas				
Personnel services	183,148	183,148	137,079	46,069
Other services and charges	163,660	163,660	37,618	126,042
Total court of common pleas	<u>346,808</u>	<u>346,808</u>	<u>174,697</u>	<u>172,111</u>
Solicitor:				
Personnel services	1,308,821	1,308,821	1,252,858	55,963
Supplies	15,000	15,000	21,911	(6,911)
Other services and charges	104,870	104,870	141,673	(36,803)
Capital outlay	42,100	42,100	30,803	11,297
Total solicitor	<u>1,470,791</u>	<u>1,470,791</u>	<u>1,447,245</u>	<u>23,546</u>
Human resources:				
Personnel services	527,561	527,561	327,403	200,158
Supplies	10,000	10,000	11,996	(1,996)
Other services and charges	64,736	64,736	44,043	20,693
Capital outlay	2,800	2,800	655	2,145
Total human resources	<u>605,097</u>	<u>605,097</u>	<u>384,097</u>	<u>221,000</u>
Family court:				
Personnel services	600,639	600,639	541,596	59,043
Other services and charges	1,445	1,445	1,441	4
Total family court	<u>602,084</u>	<u>602,084</u>	<u>543,037</u>	<u>59,047</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government (continued)				
Judge of probate:				
Personnel services	\$ 682,584	\$ 682,584	\$ 638,912	\$ 43,672
Supplies	13,000	13,000	20,945	(7,945)
Other services and charges	47,810	47,810	34,342	13,468
Total judge of probate	<u>743,394</u>	<u>743,394</u>	<u>694,199</u>	<u>49,195</u>
Public defender:				
Personnel services	1,037,008	1,037,008	976,576	60,432
Supplies	10,000	10,000	9,479	521
Other services and charges	56,940	56,940	47,481	9,459
Capital outlay	7,100	7,100	-	7,100
Total public defender	<u>1,111,048</u>	<u>1,111,048</u>	<u>1,033,536</u>	<u>77,512</u>
Master in equity:				
Personnel services	255,990	255,990	259,489	(3,499)
Supplies	1,200	1,200	573	627
Other services and charges	3,871	3,871	2,400	1,471
Capital outlay	1,000	1,000	809	191
Total master in equity	<u>262,061</u>	<u>262,061</u>	<u>263,271</u>	<u>(1,210)</u>
Magistrates' offices:				
Personnel services	2,425,764	2,425,764	2,290,078	135,686
Supplies	34,305	34,305	46,061	(11,756)
Other services and charges	257,846	257,846	300,233	(42,387)
Capital outlay	137,245	137,245	2,339	134,906
Total magistrates' offices	<u>2,855,160</u>	<u>2,855,160</u>	<u>2,638,711</u>	<u>216,449</u>
Building inspections:				
Personnel services	1,533,696	1,533,696	1,403,368	130,328
Supplies	15,404	15,404	9,832	5,572
Other services and charges	329,118	329,118	342,223	(13,105)
Capital outlay	46,800	46,800	3,294	43,506
Total building inspections	<u>1,925,018</u>	<u>1,925,018</u>	<u>1,758,717</u>	<u>166,301</u>
GIS:				
Personnel services	346,786	346,786	360,524	(13,738)
Supplies	3,150	3,150	4,495	(1,345)
Other services and charges	151,013	151,013	118,808	32,205
Capital outlay	2,000	2,000	1,974	26
Total GIS	<u>502,949</u>	<u>502,949</u>	<u>485,801</u>	<u>17,148</u>
Voter registration and election commission:				
Personnel services	397,633	397,633	423,325	(25,692)
Supplies	17,395	17,395	15,572	1,823
Other services and charges	489,712	489,712	595,096	(105,384)
Capital outlay	66,009	66,009	63,088	2,921
Total voter registration and election commission	<u>970,749</u>	<u>970,749</u>	<u>1,097,081</u>	<u>(126,332)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government (continued)				
Veterans' affairs:				
Personnel services	\$ 208,971	\$ 208,971	\$ 221,016	\$ (12,045)
Supplies	1,700	1,700	108	1,592
Other services and charges	47,575	47,575	41,493	6,082
Total veterans' affairs	<u>258,246</u>	<u>258,246</u>	<u>262,617</u>	<u>(4,371)</u>
Facilities management:				
Personnel services	768,382	768,382	675,458	92,924
Supplies	2,500	2,500	2,432	68
Other services and charges	2,035,292	2,035,292	2,157,063	(121,771)
Capital outlay	91,455	91,455	-	91,455
Total facilities management	<u>2,897,629</u>	<u>2,897,629</u>	<u>2,834,953</u>	<u>62,676</u>
Lake City Senior Center:				
Supplies	10,220	10,220	401	9,819
Other services and charges	125,180	125,180	150,098	(24,918)
Capital outlay	15,100	15,100	-	15,100
Total Lake City Senior Center	<u>150,500</u>	<u>150,500</u>	<u>150,499</u>	<u>1</u>
Direct assistance:				
Council of Governments	102,664	102,664	102,664	-
Senior Citizens Association	45,120	45,120	24,948	20,172
Pee Dee CAA	9,120	9,120	9,120	-
City-County Stadium Commission	8,200	8,200	8,200	-
Others	143,808	143,808	134,733	9,075
Total direct assistance	<u>308,912</u>	<u>308,912</u>	<u>279,665</u>	<u>29,247</u>
Other:				
Personnel services	2,828,516	2,828,516	2,375,721	452,795
Other services and charges	661,197	661,197	563,799	97,398
Capital outlay	-	-	8,884	(8,884)
Total other	<u>3,489,713</u>	<u>3,489,713</u>	<u>2,948,404</u>	<u>541,309</u>
Total general government	<u>29,750,374</u>	<u>29,747,374</u>	<u>27,839,704</u>	<u>1,907,670</u>
Public safety				
Sheriff's office:				
Personnel services	10,529,706	10,529,706	9,595,916	933,790
Supplies	20,000	20,000	18,327	1,673
Other services and charges	1,912,028	1,912,028	2,112,632	(200,604)
Capital outlay	783,025	783,025	1,650,196	(867,171)
Total sheriff's office	<u>13,244,759</u>	<u>13,244,759</u>	<u>13,377,071</u>	<u>(132,312)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety (continued)				
County jail:				
Personnel services	\$ 6,221,578	\$ 6,221,578	\$ 5,349,833	\$ 871,745
Supplies	20,000	20,000	18,955	1,045
Other services and charges	2,315,644	2,315,644	3,019,330	(703,686)
Capital outlay	304,336	304,336	595,566	(291,230)
Total county jail	<u>8,861,558</u>	<u>8,861,558</u>	<u>8,983,684</u>	<u>(122,126)</u>
Radio system:				
Other services and charges	658,727	658,727	171,879	486,848
Total radio system	<u>658,727</u>	<u>658,727</u>	<u>171,879</u>	<u>486,848</u>
Central dispatch:				
Personnel services	2,619,296	2,619,296	2,327,812	291,484
Supplies	5,000	5,000	5,001	(1)
Other services and charges	266,962	266,962	246,778	20,184
Total central dispatch	<u>2,891,258</u>	<u>2,891,258</u>	<u>2,579,591</u>	<u>311,667</u>
Emergency preparedness:				
Personnel services	373,561	373,561	412,085	(38,524)
Supplies	3,000	3,000	6,096	(3,096)
Other services and charges	223,778	223,778	249,445	(25,667)
Capital outlay	32,000	32,000	-	32,000
Total emergency preparedness	<u>632,339</u>	<u>632,339</u>	<u>667,626</u>	<u>(35,287)</u>
Total public safety	<u>26,288,641</u>	<u>26,288,641</u>	<u>25,779,851</u>	<u>508,790</u>
Public works				
Public works operating:				
Personnel services	2,430,382	2,430,382	-	2,430,382
Supplies	3,000	3,000	-	3,000
Other services and charges	692,782	692,782	-	692,782
Capital outlay	1,653,000	1,653,000	82,834	1,570,166
Total public works operating	<u>4,779,164</u>	<u>4,779,164</u>	<u>82,834</u>	<u>4,696,330</u>
Central maintenance:				
Other services and charges	1,017,381	1,017,381	1,063,623	(46,242)
Total central maintenance	<u>1,017,381</u>	<u>1,017,381</u>	<u>1,063,623</u>	<u>(46,242)</u>
Total public works	<u>5,796,545</u>	<u>5,796,545</u>	<u>1,146,457</u>	<u>4,650,088</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Health				
Health department:				
Other services and charges	\$ 76,850	\$ 76,850	\$ 76,783	\$ 67
Total health department	76,850	76,850	76,783	67
Environmental services:				
Personnel services	673,118	673,118	622,457	50,661
Supplies	3,500	3,500	145	3,355
Other services and charges	230,663	230,663	254,964	(24,301)
Capital outlay	102,164	102,164	6,352	95,812
Total environmental services	1,009,445	1,009,445	883,918	125,527
Emergency medical services:				
Personnel services	7,589,158	7,589,158	6,930,817	658,341
Supplies	8,000	8,000	8,101	(101)
Other services and charges	1,078,780	1,078,780	1,055,413	23,367
Capital outlay	34,600	34,600	69,124	(34,524)
Total emergency medical services	8,710,538	8,710,538	8,063,455	647,083
Rescue - ambulance squads:				
Other services and charges	74,000	74,000	83,370	(9,370)
Direct assistance	717,681	717,681	701,038	16,643
Total rescue - ambulance squads	791,681	791,681	784,408	7,273
Coroner:				
Personnel services	404,341	404,341	301,885	102,456
Supplies	2,000	2,000	2,482	(482)
Other services and charges	84,774	84,774	246,073	(161,299)
Capital outlay	45,000	45,000	2,490	42,510
Total coroner	536,115	536,115	552,930	(16,815)
On-site clinic:				
Other services and charges	255,000	255,000	248,080	6,920
Total on-site clinic	255,000	255,000	248,080	6,920
Direct assistance:				
Direct assistance	34,987	34,987	34,987	-
Total direct assistance	34,987	34,987	34,987	-
Total health	11,414,616	11,414,616	10,644,561	770,055

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Welfare				
Indigent care:				
Direct assistance	\$ 306,957	\$ 306,957	\$ 306,957	\$ -
Total indigent care	306,957	306,957	306,957	-
Social services:				
Direct assistance	21,500	21,500	12,790	8,710
Total social services	21,500	21,500	12,790	8,710
Pee Dee Coalition:				
Direct assistance	20,000	20,000	20,000	-
Total Pee Dee Coalition	20,000	20,000	20,000	-
Total welfare	348,457	348,457	339,747	8,710
Culture and recreation				
Library:				
Personnel services	3,240,155	3,240,155	3,113,165	126,990
Supplies	39,438	39,438	34,422	5,016
Other services and charges	991,413	991,413	1,020,067	(28,654)
Capital outlay	41,500	41,500	42,025	(525)
Total library	4,312,506	4,312,506	4,209,679	102,827
Recreation:				
Personnel services	651,953	651,953	560,318	91,635
Supplies	4,000	4,000	3,881	119
Other services and charges	973,355	973,355	1,692,395	(719,040)
Capital outlay	191,900	191,900	97,205	94,695
Total recreation	1,821,208	1,821,208	2,353,799	(532,591)
Lynches River County Park:				
Personnel services	425,648	425,648	341,369	84,279
Supplies	1,500	1,500	1,616	(116)
Other services and charges	125,433	125,433	193,156	(67,723)
Capital outlay	69,690	69,690	63,195	6,495
Total Lynches River County Park	622,271	622,271	599,336	22,935
Summer camps:				
Personnel services	4,722	4,722	5,093	(371)
Other services and charges	3,672	3,672	3,447	225
Total summer camps	8,394	8,394	8,540	(146)

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Culture and recreation (continued)				
Leatherman Senior Center:				
Personnel services	\$ 139,502	\$ 139,502	\$ 141,704	\$ (2,202)
Supplies	1,000	1,000	990	10
Other services and charges	224,113	224,113	117,256	106,857
Capital outlay	4,761	4,761	3,954	807
Total Leatherman Senior Center	<u>369,376</u>	<u>369,376</u>	<u>263,904</u>	<u>105,472</u>
Total culture and recreation	<u>7,133,755</u>	<u>7,133,755</u>	<u>7,435,258</u>	<u>(301,503)</u>
Education				
Literary council:				
Direct assistance	4,515	4,515	4,515	-
Total literary council	<u>4,515</u>	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Total education	<u>4,515</u>	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Debt Service				
Principal - leases and subscriptions	-	-	1,369,083	(1,369,083)
Interest - leases and subscriptions	-	-	110,962	(110,962)
Total debt service	<u>-</u>	<u>-</u>	<u>1,480,045</u>	<u>(1,480,045)</u>
Total expenditures	<u>\$ 80,736,903</u>	<u>\$ 80,733,903</u>	<u>\$ 74,670,138</u>	<u>\$ 6,063,765</u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
COMBINING SCHEDULE OF ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES
AND FUND BALANCES
JUNE 30, 2023**

	General Operations	Treasurer and Tax Sale	Road Paving	Total
ASSETS				
Cash and cash equivalents	\$ 12,843,747	\$ 3,210,421	\$ 1,361,076	\$ 17,415,244
Investments	19,942,000	-	-	19,942,000
Receivables, net:				
Property taxes	636,027	-	-	636,027
Other governmental units and agencies	3,167,580	400	-	3,167,980
Others	1,266,362	114,899	-	1,381,261
Inventory	66,412	-	-	66,412
Prepays	984,793	-	-	984,793
Leases receivable	894,704	-	-	894,704
Total assets	<u>\$ 39,801,625</u>	<u>\$ 3,325,720</u>	<u>\$ 1,361,076</u>	<u>\$ 44,488,421</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 1,133,537	\$ -	\$ -	\$ 1,133,537
Payroll withholdings and accruals	1,958,683	-	-	1,958,683
Other liabilities	2,847,165	3,309,140	-	6,156,305
Unearned revenue	2,101,843	-	-	2,101,843
Total liabilities	<u>8,041,228</u>	<u>3,309,140</u>	<u>-</u>	<u>11,350,368</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues:				
Property taxes	524,248	-	-	524,248
Lease receipts	875,245	-	-	875,245
Total deferred inflows of resources	<u>1,399,493</u>	<u>-</u>	<u>-</u>	<u>1,399,493</u>
FUND BALANCES				
Nonspendable	1,070,664	-	-	1,070,664
Committed:				
Road paving	-	-	1,361,076	1,361,076
Assigned:				
General government	80,477	-	-	80,477
Unassigned	29,209,763	16,580	-	29,226,343
Total fund balances	<u>30,360,904</u>	<u>16,580</u>	<u>1,361,076</u>	<u>31,738,560</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 39,801,625</u>	<u>\$ 3,325,720</u>	<u>\$ 1,361,076</u>	<u>\$ 44,488,421</u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
COMBINING DETAIL SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
JUNE 30, 2023**

	General Operations	Treasurer and Tax Sale	Road Paving	Total
Revenues:				
Taxes	\$ 49,943,826	\$ -	\$ -	\$ 49,943,826
Licenses and permits	1,568,280	-	516,769	2,085,049
Fines and fees	3,562,290	-	-	3,562,290
Intergovernmental	7,504,608	-	-	7,504,608
Sales and other functional revenues	10,512,243	-	-	10,512,243
Miscellaneous	3,899,343	6,407	-	3,905,750
Total revenues	<u>76,990,590</u>	<u>6,407</u>	<u>516,769</u>	<u>77,513,766</u>
Expenditures:				
Current:				
General government	27,839,704	-	-	27,839,704
Public safety	25,779,851	-	-	25,779,851
Public works	1,063,623	-	-	1,063,623
Health	10,644,561	-	-	10,644,561
Welfare	339,747	-	-	339,747
Culture and recreation	7,435,258	-	-	7,435,258
Education	4,515	-	-	4,515
Capital outlay	-	-	82,834	82,834
Debt service:				
Principal retirements	1,369,083	-	-	1,369,083
Interest	110,962	-	-	110,962
Total expenditures	<u>74,587,304</u>	<u>-</u>	<u>82,834</u>	<u>74,670,138</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,403,286</u>	<u>6,407</u>	<u>433,935</u>	<u>2,843,628</u>
Other financing sources (uses):				
Issuance of leases and subscriptions	8,883	-	-	8,883
Sale of capital assets	551,825	-	-	551,825
Transfers in	610,476	-	-	610,476
Transfers out	(1,089,253)	-	-	(1,089,253)
Total other financing sources	<u>81,931</u>	<u>-</u>	<u>-</u>	<u>81,931</u>
Net change in fund balance	2,485,217	6,407	433,935	2,925,559
Fund balance, beginning of year	<u>27,875,687</u>	<u>10,173</u>	<u>927,141</u>	<u>28,813,001</u>
Fund balance, end of year	<u>\$ 30,360,904</u>	<u>\$ 16,580</u>	<u>\$ 1,361,076</u>	<u>\$ 31,738,560</u>

FLORENCE COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES (per ACT 96)
FOR THE YEAR ENDED JUNE 30, 2023

FOR THE STATE TREASURER'S OFFICE:

COUNTY / MUNICIPAL FUNDS COLLECTED BY CLERK OF COURT	<u>General Sessions</u>	<u>Magistrate Court</u>	<u>Municipal Court</u>	<u>Total</u>
Court Fines and Assessments:				
Court fines and assessments collected	\$ 13,429	\$ 1,853,967	\$ -	\$ 1,867,396
Court fines and assessments remitted to State Treasurer	8,687	895,158	-	903,845
Total Court Fines and Assessments retained	\$ 4,742	\$ 958,809	\$ -	\$ 963,551
Surcharges and Assessments retained for victim services:				
Surcharges collected and retained	\$ 35,006	\$ 18,189	\$ -	\$ 53,195
Assessments retained	5,376	63,124	-	68,500
Total Surcharges and Assessments retained for victim services	\$ 40,382	\$ 81,313	\$ -	\$ 121,695

FOR THE DEPARTMENT OF CRIME VICTIM COMPENSATION (DCVC)

<u>VICTIM SERVICE FUNDS COLLECTED</u>	<u>Municipal</u>	<u>County</u>	<u>Total</u>
Carryforward from Previous Year – Beginning Balance	\$ -	\$ (125,037)	\$ (125,037)
<u>Victim Service Revenue:</u>			
Victim Service Assessments Retained by City/County Treasurer	-	68,500	68,500
Victim Service Surcharges Retained by City/County Treasurer	-	53,195	53,195
Interest Earned	-	-	-
Grant Funds Received			
Grant from: State Treasurer	-	-	-
General Funds Transferred to Victim Service Fund	-	120,400	120,400
Contribution Received from Victim Service Contracts:			
(1) Town of Pamplico	-	2,449	2,449
(2) Town of	-	-	-
(3) City of	-	-	-
Total Funds Allocated to Victim Service Fund + Beginning Balance (A)	\$ -	\$ 119,507	\$ 119,507

FLORENCE COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES (per ACT 96)
FOR THE YEAR ENDED JUNE 30, 2023

<u>Expenditures for Victim Service Program:</u>	<u>Municipal</u>	<u>County</u>	<u>Total</u>
Salaries and Benefits	\$ -	\$ 182,663	\$ 182,663
Operating Expenditures	-	28,381	28,381
Victim Service Contract(s):			
(1) Entity's Name:	-	-	-
(2) Entity's Name	-	-	-
Victim Service Donation(s):			
(1) Domestic Violence Shelter:	-	-	-
(2) Rape Crisis Center:	-	-	-
(3) Other local direct crime victims service agency:	-	-	-
Transferred to General Fund	-	-	-
Total Expenditures from Victim Service Fund/Program (B)	-	211,044	211,044
Total Victim Service Funds Retained by Municipal/County Treasurer (A-B)	-	(91,537)	(91,537)
Less: Prior Year Fund Deficit Repayment	-	-	-
Carryforward Funds – End of Year	\$ -	\$ (91,537)	\$ (91,537)

COMPLIANCE SECTION

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

**To the County Council
of Florence County
Florence, South Carolina**

We have audited, in accordance with the auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **Florence County, South Carolina** (the "County"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 22, 2024. Our report includes a reference to an emphasis of a matter relative to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County'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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Columbia, South Carolina
March 22, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

To the County Council
of Florence County
Florence, South Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Florence County, South Carolina's** (the "County") 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 County's major federal programs for the year ended June 30, 2023. The County'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 County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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* (CFR) 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 County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County'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 County'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 County'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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County'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 County'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 County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

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

Mauldin & Jenkins, LLC

Columbia, South Carolina
March 22, 2024

FLORENCE COUNTY, SOUTH CAROLINA

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

<u>Federal Grantor/Pass-through Grantor Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>Federal Grantor's/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>Passed through to Subrecipients</u>
<u>U.S. DEPARTMENT OF COMMERCE</u>				
<u>ECONOMIC DEVELOPMENT CLUSTER</u>				
Direct Assistance				
Investments for Public Works and Economic Development Facilities	11.300	04-01-07394	\$ 802	\$ -
Total Economic Development Cluster			802	-
TOTAL U.S. DEPARTMENT OF COMMERCE			802	-
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Passed through S.C. Department of Commerce				
Community Development Block Grant - State's Program	14.228	4-CI-20-007	446,114	-
Community Development Block Grant - State's Program	14.228	4-CE-21-010	500	-
			446,614	-
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			446,614	-
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct Assistance				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJ-21-GG-01805	40,953	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22GG-02041-JAGX	44,687	-
Equitable Sharing Program	16.922	N/A	139,154	-
			224,794	-
TOTAL U.S. DEPARTMENT OF JUSTICE			224,794	-
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Passed through S.C. Department of Transportation				
Highway Planning and Construction Grant	20.205	PLA-04-13	212,376	-
Passed through S.C. Department of Emergency Management				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	693JK32240041HEMP	1,028	-
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			213,404	-
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Passed through S.C. Department of Emergency Management				
Hazard Mitigation Grant	97.039	FEMA-4394-DR-SC	42,576	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			42,576	-
<u>U.S. DEPARTMENT OF TREASURY</u>				
Direct Assistance				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	5,374,095	-
TOTAL U.S. DEPARTMENT OF TREASURY			5,374,095	-
<u>THE INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u>				
Passed through S.C. State Library				
Grants to States	45.310	IID-22-102	2,266	-
Grants to States	45.310	IID-22-605	1,118	-
Grants to States	45.310	IID-ARPA-025	1,487	-
			4,871	-
TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES			4,871	-
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Passed through S.C. Department of Social Services				
Child Support Enforcement Services Program	93.563	C-21022C	289,144	-
Child Support Enforcement Services Program	93.563	C-210212	67,900	-
			357,044	-
Passed through S.C. Department of Health and Environmental Control				
National Bioterrorism Hospital Preparedness Program	93.889	PD-2-497	74,772	-
National Bioterrorism Hospital Preparedness Program	93.889	PD-2-460	4,748	-
National Bioterrorism Hospital Preparedness Program	93.889	PD-2-288	1,034	-
			80,554	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			437,598	-
TOTAL FEDERAL ASSISTANCE EXPENDED			\$ 6,744,754	\$ -

FLORENCE COUNTY, SOUTH CAROLINA

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

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Florence County (the "County") under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.

NOTE 3. INDIRECT COST RATE

The County has elected not to use the 10 percent de Minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4. SUBRECIPIENTS

The County did not have subrecipients during the fiscal year ended June 30, 2023.

FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

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

Internal control over financial reporting:
 Material weaknesses identified? ___ Yes X No

Significant deficiencies identified not considered to be material weaknesses? ___ Yes X No

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major programs:
 Material weaknesses identified? ___ Yes X No

Significant deficiencies identified not considered to be material weaknesses? ___ Yes X No

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a)? ___ Yes X No

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	U.S. Department of the Treasury COVID-19 Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? ___ Yes X No

FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

SECTION II
FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

SECTION IV
SCHEDULE OF PRIOR YEAR FINDINGS

2022-001 Management and Reporting of Long-term Obligations

Criteria: Generally accepted accounting principles require long-term obligations to be recorded in the accounting period in which they are incurred. Additionally, governmental accounting standards require liabilities reported in governmental-type funds and whose liquidation does not require current financial resources to be reported only at the government-wide level Statement of Net Position. Additionally, governmental accounting standards require that governmental funds record proceeds from the issuance of long-term obligations in the period of issuance as well as debt service expenditure and costs of issuance in the period paid.

Condition: The County did not properly record the activities associated with the issuance of the 2015 Series Installment Purchase Revenue Bond.

Status: Resolved.