

# **FLORENCE COUNTY, SOUTH CAROLINA**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2012**



**Prepared By:**

**Kevin V. Yokim, CPA, CGFO, Finance Director**  
**Kathy C. Coker, CGFO, Accounting Manager**



**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For The Year Ended June 30, 2012**

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## INTRODUCTORY SECTION







## FLORENCE COUNTY Finance Department

December 21, 2012

### **To the Chairman, Members of County Council, and Citizens of Florence County**

The Comprehensive Annual Financial Report of Florence County, South Carolina, for the year ended June 30, 2012, is submitted herewith. State statutes require Florence County to annually issue a report on its financial position and activities, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of this presented data and the completeness and fairness of this presentation, including all disclosures, rests with the County's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly both the financial position, results of operations and cash flows of the various funds and component units of Florence County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

This annual report is in a format that complies with the financial reporting model developed by the Government Accounting Standards Board (GASB) Statement 34. This model improves financial reporting by including government-wide statements that are based on full accrual accounting and include capital assets and long-term debt. The requirements of GASB Statement 34 are explained in some detail within the Management's Discussion and Analysis, which immediately precedes the basic financial statements in the financial section of this report.

Florence County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget's Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Information related to this single audit, including a schedule of expenditures of federal and state awards and the independent auditors' report on internal controls and compliance with applicable laws and regulations, is included in the single audit section of this report.

## **PROFILE OF THE GOVERNMENT**

Florence County, South Carolina is located in the northeast section of the state, and is bounded on the north and east by the Pee Dee River, on the south by Williamsburg County, and the west by Darlington County. The County was established in 1888 as a railroad community and since that time has grown into the commercial, retail, and medical center for this region of the state. Being at the intersection of U.S. I-95 and I-20 has facilitated this growth, as well as being the mid-way point on I-95 between New York City and Miami, Florida.

Florence County operates under the Council-Administrator form of government. The County's Council is comprised of nine single member districts. The Council annually elects one member to serve as Chairman, one member to serve as Vice-Chairman, and one member to serve as Secretary-Chaplain. County Council is responsible, among other things, for passing ordinances, adopting the budget, and appointing the Administrator.

The Comprehensive Annual Financial Report includes all funds of Florence County that are controlled by this governing body, and are considered to be the "reporting entity". The County provides a full range of services including public safety, public works, health and social service, culture and recreation, economic development, family court, magistrates, probate court, general sessions court, solicitor, public defender, and general administration. Other entities and political subdivisions including the County's five school districts and nine cities and towns have been excluded from the County's funds and accordingly, each entity has sufficient discretion in the management of its own affairs. However, the County Treasurer is responsible for the collection of property taxes, intergovernmental revenues, and other revenues for the political subdivisions. The year-end balances and results of that fiduciary responsibility are included as agency funds in the basic financial statements.

A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government (i.e. Florence County, South Carolina as legally defined) and to differentiate its financial position and results of operations from those of the primary government. The Florence City-County Building Commission is reported as a discretely presented component unit.

## **LOCAL ECONOMY**

Florence County is continuing to experience a strong increase in economic growth. This growth comes from four areas: manufacturing companies, distribution, the medical community, and tourism.

## **Manufacturing**

The County is becoming an international center for manufacturing. Nan Ya Plastics Corporation of America, a polyester fiber producing company based in Taiwan, has become the County's second largest taxpayer as it continues to grow towards its goal of investing \$1 billion in the Florence County/Williamsburg County Joint Industrial Park. Over the past few years, Honda Motors Corporation of America expanded its current facility to include an engine plant for its all-terrain vehicles. Honda now employs approximately 1,000 people in its assembly and engine plants. This is the first time that engines for any Honda vehicle have been produced in the United States. Honda has also constructed a personal watercraft (jet-ski) plant that began production in December 2002. Also, two suppliers to the Honda plant have located in Florence County in recent years, those being South East Express and North American Container Company. In addition, Angus-Palm, a manufacturer of cabs for heavy equipment, began operation of its plant in the Pee Dee Commerce Center as well. In late 2012, Johnson Controls opened a battery recycling facility, the first of its kind permitted in the United States for over a decade. In September 2011, Otis Elevator announced an investment of \$40,000,000 and 360 jobs in order to construct its next generation of elevators.

As shown above, the County's manufacturing base is very diversified. Other well known companies also have plants in the County. These companies include General Electric, Asea Brown Boveri, and RockTenn.

## **Distribution**

Given its location at the intersection of Interstates I-95 and I-20, the County is now becoming a center for distribution facilities as well. IFH, a restaurant food supplier, recently constructed a new plant that resulted in an investment of more than \$20,000,000 and 70 new jobs. FedEx has also constructed a 75,000 square foot distribution facility within the past two years. QVC, Inc. recently constructed a 1,000,000 square foot distribution facility that opened in the spring of 2007. This resulted in an investment of almost \$75,000,000 and the addition of several hundred jobs to the local economy. Finally, Johnson Controls, Inc. moved into a 300,000 square foot spec. building in the Pee Dee Touchstone Energy Commerce Center in order to distribute automotive batteries. This facility also opened in the spring of 2007 and resulted in an investment of approximately \$35,000,000. In June 2008, Heinz, Inc. announced a new investment of \$105,000,000 and 350 new jobs and began production in 2011.

## **Medical Community**

Florence County continues to serve as the medical center for the eastern half of South Carolina. McLeod Regional Medical Center is the largest employer in the County, with over 4,000 employees. McLeod has, in the past few years, constructed a women's hospital pavilion as well as a four-story medical office building. McLeod also has completed construction on an additional five-story medical office building. In 2007, McLeod completed the expansion of the women's hospital pavilion from its current five floors to a total of twelve floors at a cost in excess of \$100 million. In 2010, McLeod was awarded the American Hospital Association-McKesson Quest for Quality Prize. This national award is presented to one hospital annually and, since its inception in 2002, has been awarded to major national hospitals such as the Duke University Hospital and The Johns Hopkins Hospital. McLeod is the first hospital in South Carolina to receive this award.

Carolinas Hospital System is also located in Florence County. Carolinas is a subsidiary of the national hospital company Quorum Health Group. In November 1998 Carolinas dedicated a new nine-story state of the art hospital complex. In the past year, Carolinas has also constructed facilities for additional bed space as well as a new conference center.

Also headquartered in Florence County is Palmetto Government Benefits Administrators, a division of Blue Cross & Blue Shield of South Carolina. This division processes health insurance claims from military personnel and their dependents from all across the nation and around the world. They currently employ over 1,000 people in Florence County. In addition, American Security Insurance Company (Assurant) has located an insurance processing facility in Florence that currently employs over 300 people.

## **Tourism**

With such attractions as the Darlington Raceway, the Florence City-County Civic Center, and Freedom Florence, a nine-field softball complex, Florence County continues to see an increase in tourism every year. This has resulted in the construction of several new hotels and motels including a new multi-story Hilton Garden Inn as well as a new Holiday Inn Express.

Florence County's moderate climate attracts tourists year round to come to the County to shop, eat, and play golf at one of over 10 golf courses located within 30 miles of the City of Florence. In addition the Florence City-County Civic Center hosts several conventions and trade shows each year, as well as many business meetings and luncheons. The Freedom Florence recreation complex hosts softball tournaments every weekend during its 30-week season. These tournaments include a minimum of 15 teams and bring in players from all over the Southeast to the Florence area. The City of Florence constructed a 30 court tennis center that opened in June 2011. This center will attract tennis tournaments from many different locations. For the first time, the Darlington Raceway held a NASCAR Craftsman truck series race in 2001. The Darlington Raceway, which is next door to Florence County, also hosted the largest weekend sporting event in the state

with Busch series and NASCAR series races both on the Mother's Day weekend. These races bring international exposure to Florence through ESPN and major network telecasts. The raceway has also added lights to the track to provide the opportunity for night-time racing as well.

## **MAJOR INITIATIVES**

Florence County has embarked on several initiatives that center primarily on increasing service to the residents of Florence County.

### **EMS Improvements**

During 2000, Florence County made major improvements to its EMS System. Four new state of the art ambulances were purchased, as well as four new quick response vehicles. In February 1999 the County broke ground on a new 7,500 square foot EMS headquarters. The building was completed in December 1999. In 2004, the County completed the construction of two new EMS substations in rural areas of the County, and constructed a third rural substation in early 2012.

### **Recreation Improvements**

During 1999, a recreation master plan for the entire county was prepared by an outside consulting company. The County had executed a long-term lease for a state park that is now known as Lynches River County Park. On October 31, 2002, the State of South Carolina deeded the Lynches River County Park to Florence County. Therefore, the County now owns a 675 acre park near the geographic center of the county and the County is moving forward with improvements to the park. A major renovation of the community building at the park has already been completed. A canoe launch and a 1,200 foot boardwalk have been constructed. In addition, two cabins and a bathhouse have been purchased and installed and are available to be rented. A splashpad was added to the park to replace an out-dated swimming pool that was in much need of repair. An environmental discovery center opened during 2008, and includes a rope bridge walk through the treetops adjacent to the center. An archery range also opened at the park in 2010. In North Florence a local park has been enhanced by the addition of a community building and a walking trail. In West Florence, additional land was acquired adjacent to an existing ball field and several tennis courts, a picnic shelter and a playground were constructed. In the Lake City area, land was acquired for a local park and a walking trail was constructed. This land also includes a pond; therefore a fishing deck and a walking bridge over the pond have been constructed. In 2004 the County acquired three parcels of land for recreation. Two parcels are for the expansion of two existing baseball leagues and the third is for a neighborhood park. In 2005 one of these parks was completed and an existing league was relocated to this new facility. In 2007, the second of these parks was completed and the other existing league was relocated to this new facility.

## **Libraries**

In 2004, Florence County completed construction of an 80,000 square foot main library. This new facility more than doubled the existing space of the previous facility and provides more than three times the number of public access computers. In 2010 the County completed the last of four branch libraries in the rural area of the county. Each of these libraries are more than twice as large as the previous facilities and patronage at each of these new facilities has increased dramatically.

## **Economic Development**

During 1999, Florence County entered into an agreement with a local private business group to form the Florence County Economic Development Partnership. This is a joint partnership that was formed to increase economic development throughout the county and is funded equally by public and private funds. During 1999, a strategic plan was completed by an outside consulting company and the County is currently proceeding with most of the areas of the strategic plan. The County issued \$1,500,000 of general obligation bonds to fund the first of three phases of this strategic plan. A portion of these bonds proceeds have been used to purchase approximately 150 acres for an industrial park in Johnsonville and develop this park by installing roads and water and sewer service.

## **FINANCIAL INFORMATION**

Management of Florence County is responsible for establishing and maintaining an internal control structure to ensure that assets of the County are protected from loss, theft, or misuse, and to ensure that data compiled will allow for the preparation of financial statements that are in conformity with generally accepted accounting principles.

Financial Audit. As a recipient of federal and state financial assistance, we are also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with laws and regulations related to those programs. This internal structure is subject to periodic evaluation by management of the County and our external auditors. The results of the County's financial audit for the year ended June 30, 2012 provided no instances of material weakness in the internal control structure or significant violations of applicable laws and regulations related to major or non-major federal financial assistance programs.

Budgetary Controls. A formal budget is adopted for the general fund and various special revenue funds of the County at the account level. In the General Fund, a budget is prepared for each department of the County. Encumbrance accounting is used to record estimated amounts for purchase orders, contracts and other commitments prior to release to vendors. Commitments that would result in over expended funds are not made until available funds are transferred via a budget adjustment approved by the County Administrator and the Finance Director.

Proprietary Operations. Florence County has three proprietary funds. The Florence County Utility System Fund accounts for the operation and maintenance of the water and sewer system. The Florence County Landfill Fund accounts for the operation of the County's 15 manned convenience centers and the transportation of the waste from these centers to a private landfill outside the county and the tipping fee at this private landfill. The Florence County E911 System Fund accounts for the mapping and establishing of the E911 system throughout the County.

Debt Administration. In accordance with South Carolina State Law, Florence County must maintain its general obligation bonded debt within a limit of eight percent of its total assessed value of its real and personal property. For the year ended June 30, 2012, this requirement has been met.

Capital Assets. The capital assets of the County are those used in the performance of general government functions. These assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the acquisition date. The County, in accordance with the Government Accounting Standards Board Statement No. 34, began recognizing depreciation on all its capital assets during the prior fiscal year. In addition, in further compliance with this statement, the County capitalized all infrastructure assets, including roads and bridges, during the fiscal year as well.

Independent Audit. The South Carolina Code of Laws requires an annual audit of financial records and transactions of the County by an independent certified public accountant selected by County Council. The fiscal year ended June 30, 2012 was audited by the accounting firm of Elliott Davis, LLC, and their report on the basic financial statements is included in the Financial Section of this Comprehensive Annual Financial Report.

Financial Policies. The primary financial policy of the County is embodied in a resolution adopted by Florence County Council requiring the maintenance of a General Fund fund balance in an amount of at least 25% of General Fund expenditures. As a result of various revenue reductions over the past three years, primarily from the State of South Carolina, Florence County has used a portion of General Fund fund balance to balance the General Fund budget each year. In addition, the County included a 3% across-the-board reduction in the General Fund budget. The impact of these two measures on the financial statements as of and for the year ended June 30, 2012 was a reduction in both General Fund fund balance and General Fund expenditures.

Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Florence County, South Carolina for its comprehensive annual financial report for the fiscal year ended June 30, 2011. This was the fourteenth year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments. The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the dedicated service of the Finance Department and the technical expertise and efforts of our independent auditors, Elliott Davis, LLC. We would like to also commend County Council for realizing the need for, and the benefits derived from timely financial reporting.

Sincerely,



Kevin V. Yokim, CPA, CGFO  
Finance Director



## **FLORENCE COUNTY, SOUTH CAROLINA**

### **PRINCIPAL OFFICIALS**

*FOR THE YEAR ENDED JUNE 30, 2012*

### **MEMBERS OF COUNTY COUNCIL**

K.G. Rusty Smith, Jr.	Chairman
Waymon Mumford	Vice-Chairman
H. Morris Anderson	Secretary - Chaplain
Mitchell Kirby	Member
Russell Culberson	Member
Johnnie Rodgers	Member
Roger Poston	Member
James Schofield	Member
Alphonso Bradley	Member

### **ELECTED OFFICIALS**

Connie Reel-Shearin	Clerk of Court
Wayne Joye	County Auditor
M. G. "Bubba" Matthews	County Coroner
Kenney Boone	County Sheriff
Ed Clements	County Solicitor
Dean Fowler	County Treasurer
Kenneth Eaton	Judge of Probate

### **ADMINISTRATIVE OFFICIALS**

Thomas B. Robinson	County Administrator
Kevin V. Yokim	Finance Director

## SC STATE VOTERS

## SC GENERAL ASSEMBLY

## FLORENCE COUNTY VOTERS

### FLORENCE COUNTY LEGISLATIVE DELEGATION *[Senate/House Districts With Any Part Within Florence County]*

CTC - COUNTY TRANSPORTATION COMMITTEE

VETERAN'S AFFAIRS OFFICE

VOTER REGISTRATION AND ELECTION COMMISSION

MAGISTRATE OFFICES *[10 Judges, Legislative Delegation  
Senators appoint]*

CIRCUIT COURTS, FAMILY COURTS *[State judges]*

CLERK OF COURT *[SCDJ/Court Administration Directs;  
County funds costs. Recorder of Deeds and some Master  
In Equity functions included] [constitutional officer]*

SOLICITOR *[12<sup>th</sup> Circuit]*

PUBLIC DEFENDER *[12<sup>th</sup> Circuit] [State directed]*

PROBATE JUDGE *[constitutional officer]*

SHERIFF *[Patrol, Investigations, Civil, Special Programs  
Detention Center] [constitutional officer]*

CORONER *[constitutional officer]*

AUDITOR

TREASURER *[Delinquent Tax Collection]*

### SCHOOL DISTRICTS (5)

*[Five Separate and Independent Districts, Each  
Having Their Own Elected Boards; Each Setting  
Its Own Tax Levy, With Some Oversight From  
The Legislative Delegation]*

FLORENCE COUNTY MUSEUM BOARD

SENIOR CENTER COMMISSION

[OTHER BOARDS AND COMMISSIONS]

### FLORENCE COUNTY COUNCIL

#### COUNTY ADMINISTRATOR

COUNTY ATTORNEY

CLERK TO COUNCIL

ADMINISTRATIVE SERVICES *[Procurement, Grants, GIS  
Internal Audits, Records Management, Special Projects]*

EMERGENCY MANAGEMENT *[E-911, Radios, HazMat  
EP, Homeland Security Interface/Regional Incident Command]*

EMERGENCY MEDICAL SERVICES *[Rescue Interfaces]*

FINANCE *[Controller/Budget/Payroll/AP, Risk Management  
Facilities, Independent Audit/Financial Reporting]*

HUMAN RESOURCES *[Personnel Policies, Benefits, EAP  
Recruiting, Wellness, Insurance Management/Compliance]*

INFORMATION TECHNOLOGY *[Programs, Connectivity  
Maintenance/Upgrades, Disaster Recovery, Strategic Planning]*

MUSEUM *[Programs, Facilities, Operations, Collections  
Restorations, Corporate Interfaces]*

PARKS AND RECREATION *[County Parks and Athletic  
Fields, Programs, Lynches River Park Operation, Maintenance]*

PLANNING & BUILDING *[Codes Enforcement, Stormwater  
Comprehensive/Transportation Planning, E-911 Addressing]*

PUBLIC WORKS *[County Roads Maintenance, Storm Debris  
Environmental Services, Solid Waste Contract Oversight]*

TAX ASSESSOR *[Property Valuation Assessment, Tax Map  
Maintenance, Reassessments, Mobile Home Permits]*

ECONOMIC DEVELOPMENT/PARTNERSHIP

FIRE DISTRICTS ESTABLISHED BY ORDINANCE

LIBRARY SYSTEM BOARD OF TRUSTEES

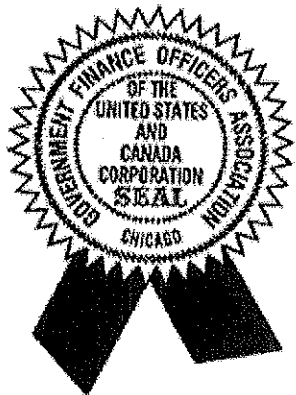
# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Florence County  
South Carolina

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

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



*Christopher P. Morinell*

President

*Jeffrey R. Emer*

Executive Director

## FINANCIAL SECTION



## INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, 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, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2012, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2012 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual major and nonmajor fund and component unit financial statements; the major and nonmajor fund budgetary comparison schedules; the schedules of capital assets used in the operation of governmental funds; the schedule of changes in long-term liabilities; the schedules of property taxes and cash; the schedule of library revenues and expenditures; and the schedule of fines, assessments and surcharges for the victim/witness special revenue fund are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual major and nonmajor fund and component unit financial statements; the major and nonmajor fund budgetary comparison schedules; the schedules of capital assets used in the operation of governmental funds; the schedule of changes in long-term liabilities; the schedules of property taxes and cash; the schedule of library revenues and expenditures; the schedule of fines, assessments and surcharges for the victim/witness special revenue; and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Columbia, South Carolina  
December 21, 2012

*Ernest Davis, III*

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Florence County, South Carolina, we offer readers of the Florence County financial statements this narrative overview and analysis of the financial activities of Florence County for the fiscal year ended June 30, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 – 8 of this report.

### Financial Highlights

- The assets of Florence County exceeded its liabilities at the close of the most recent fiscal year by \$76,736,202 (*net assets*). Of this amount, \$3,085,923 represents unrestricted net assets. The general fund unassigned fund balance was \$9,440,583, which may be used to meet the government'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 government's total net assets increased by \$3,455,483. Nearly all of this increase is attributable to an increase of \$4,001,258 in capital grants and contributions over the prior year, primarily related to the new County Museum, offset by the increase in the OPEB liability in the amount of \$1,197,239.
- As of the close of the current fiscal year, Florence County's governmental funds reported combined ending fund balances of \$36,333,690, an increase of \$5,556,584 in comparison with the prior year primarily as the result of issuance of debt in the net amount of \$3,786,000 for the new County Museum, as well as a grant contribution of \$1,800,000 for the same project.
- At the end of the current fiscal year, the unassigned fund balance for the general fund was \$9,440,583, or a healthy 19 percent of total general fund expenditures and net transfers out.
- Florence County's debt decreased by \$101,461 (0.2 percent) during the current fiscal year. The key factor in this decrease was the net effect of the issuance of the debt on the new County Museum and the principal payment during the fiscal year on the capital lease that funded the law enforcement center and the civic center.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Florence County basic financial statements. Florence County's basic financial statements comprise 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 Florence County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all Florence County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in

net assets may serve as a useful indicator of whether the financial position of Florence County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of Florence 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 Florence County include general government, public safety, economic development, public works, health, welfare, culture and recreation, and education. The business-type activities of Florence County include a utility system, a county landfill and an E911 system.

The government-wide financial statements include not only Florence County itself (known as the *primary government*), but also a legally separate building commission for which Florence County is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 25 – 26 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. Florence 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 Florence 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 governmental-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Florence County maintains thirty-nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the grant special



revenue fund, and the museum capital project fund, all of which are considered to be major funds. Data from the other thirty-eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Florence 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 27 – 31 of this report.

**Proprietary funds.** Florence 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. Florence 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 Florence County.

The basic proprietary fund financial statements can be found on pages 32 – 35 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 Florence County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 36 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 37 – 75 of this report.

**Other information.** The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 77 – 98 of this report.

### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Florence County, assets exceeded liabilities by \$76,736,202 at the close of the most recent fiscal year.

The largest portion of Florence County's net assets (65 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related outstanding debt used to

acquire those assets. Florence County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Florence 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.

### Florence County's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 48,842,793	\$ 41,432,904	\$ 6,262,677	\$ 6,357,237	\$ 55,105,470	\$ 47,790,141
Capital assets	77,091,098	78,384,066	2,381,786	2,510,134	79,472,884	80,894,200
Total assets	125,933,891	119,816,970	8,644,463	8,867,371	134,578,354	128,684,341
Long-term liabilities outstanding	41,193,952	41,295,413	890	890	41,194,842	41,296,303
Other liabilities	15,369,032	9,934,916	1,278,278	1,648,098	16,647,310	11,583,014
Total liabilities	56,562,984	51,230,329	1,279,168	1,648,988	57,842,152	52,879,317
Net assets:						
Invested in capital assets, net of related debt	54,610,726	41,980,418	2,381,786	2,510,134	56,992,512	44,490,552
Restricted	16,657,767	2,284,844	-	-	16,657,767	2,284,844
Unrestricted	( 1,897,586)	24,321,379	4,983,509	4,708,249	3,085,923	29,029,628
Total net assets	\$ 69,370,907	\$ 68,586,641	\$ 7,365,295	\$ 7,218,383	\$ 76,736,202	\$ 75,805,024

An additional portion of Florence County's net assets (21.7 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$3,085,923) is comprised of the unrestricted net assets of the proprietary funds of \$4,983,509, which may be used to meet the government's cash flow management needs and its ongoing obligations to citizens and creditors, less the governmental unrestricted net asset balance of (\$1,897,586), which is primarily the result of OPEB liability payable of \$5,285,344.

The County's net assets increased by \$3,455,483 during the current fiscal year as a result of an increase of \$4,001,258 in capital grants and contributions over the prior year, primarily related to the new County Museum, offset by the increase in the OPEB liability in the amount of \$1,197,239. In addition, unrestricted cash and investments increased by \$7,079,381 primarily as a result of this increase in capital grants and contributions and an increase in accounts payable and other current liabilities of \$1,342,752. Net assets invested in capital assets increased by \$12,501,960.

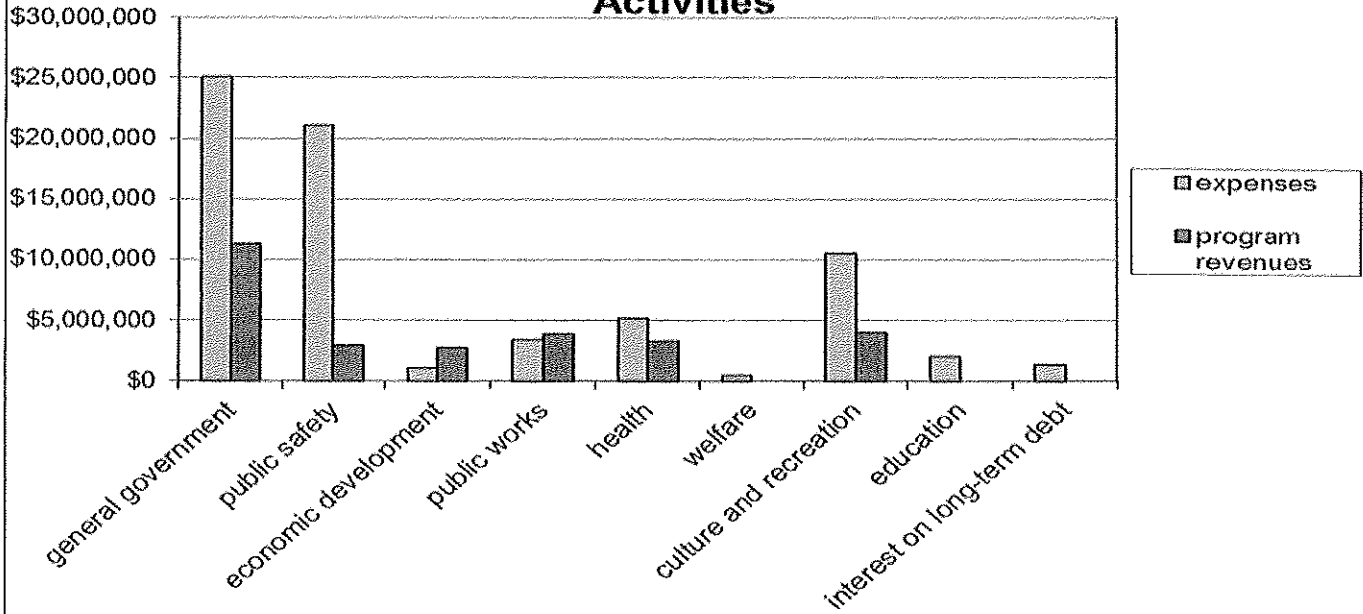
**Governmental activities.** Governmental activities adjusted Florence County's net assets upward by \$3,308,571 to \$69,370,907 as a result of the activities described in the previous paragraph.

**Business-type activities.** Business-type activities increased Florence County's net assets by \$146,912, primarily as a result of Florence County E911 System operating income in the amount of \$203,205.

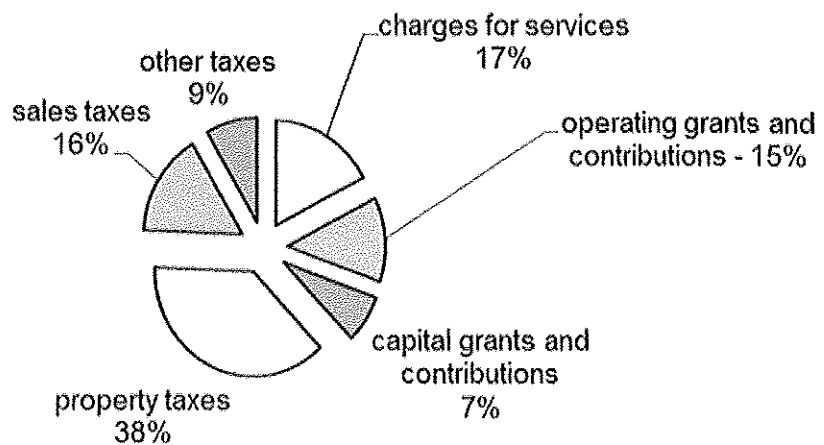
## Florence County's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$12,925,833	\$13,568,515	\$ 3,654,070	\$ 2,998,218	\$16,579,903	\$16,566,733
Operating grants and contributions	9,645,926	10,368,032	-	-	9,645,926	10,368,032
Capital grants and contributions	5,437,825	1,436,567	-	210,187	5,437,825	1,646,754
<b>General revenues:</b>						
Property taxes	27,965,877	29,086,094	-	-	27,965,877	29,086,094
Other taxes	18,029,596	16,575,596	-	-	18,029,596	16,575,596
Other	443,945	156,612	46,374	37,817	490,319	194,429
Total revenues	74,449,002	71,191,416	3,700,444	3,246,222	78,149,446	74,437,638
<b>Expenses:</b>						
General government	25,135,218	22,852,227	-	-	27,659,523	22,852,227
Public safety	21,074,011	21,186,696	-	-	21,074,011	21,186,696
Economic and physical development	1,096,242	650,299	-	-	1,096,242	650,299
Public works	3,380,298	5,525,667	-	-	3,380,298	5,525,667
Health	5,201,535	5,397,494	-	-	5,201,535	5,397,494
Welfare	425,734	430,833	-	-	425,734	430,833
Culture and recreation	10,541,700	10,972,285	-	-	10,541,700	10,972,285
Education	2,059,515	2,424,803	-	-	2,059,515	2,424,803
Interest on long-term debt	1,304,310	1,204,965	-	-	1,304,310	1,204,965
Utility System	-	-	387,785	591,542	387,785	591,542
Landfill	-	-	3,666,425	4,349,487	3,666,425	4,349,487
E911 System	-	-	421,190	448,063	421,190	448,063
Total expenses	70,218,563	70,645,269	4,475,400	5,389,092	74,693,963	76,034,361
<b>Increase (decrease) in net assets</b>						
before transfers	4,230,439	546,147	( 774,956)	(2,142,870)	3,455,483	( 1,596,723)
Transfers	( 921,868)	( 1,192,119)	921,868	1,192,119	-	-
Increase (decrease) in net assets	3,308,571	( 645,972)	146,912	( 950,751)	3,455,483	( 1,596,723)
Net assets, July 1, original	68,586,641	69,232,613	7,218,383	8,169,134	75,805,024	77,401,747
Prior period adjustment	( 2,524,305)	-	-	-	( 2,524,305)	-
Net assets, July 1, restated	66,062,336	-	7,218,383	-	73,280,719	-
Net assets, June 30,	\$69,370,907	\$68,586,641	\$ 7,365,295	\$ 7,218,383	\$76,736,202	\$75,805,024

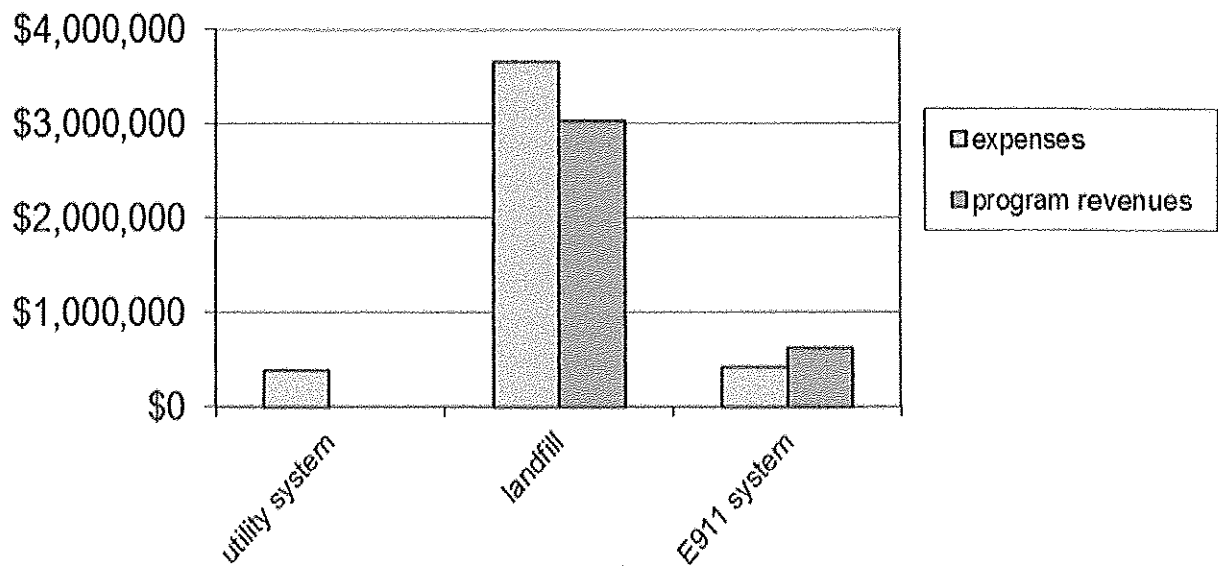
### Expenses and Program Revenues - Government Activities



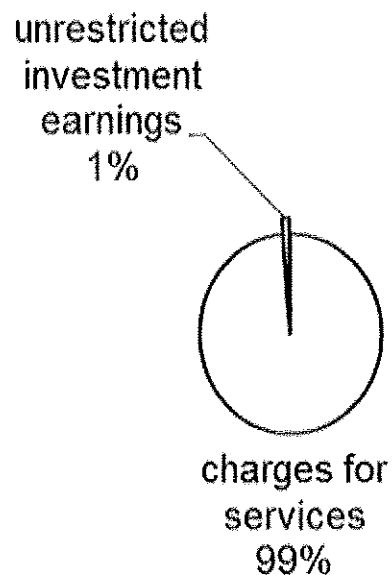
### Revenues by Source - Governmental Activities



## Expenses and Program Revenues - Business-type Activities



## Revenues by Source - Business-type Activities



## Financial Analysis of the Government's Funds

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

**Governmental funds.** The focus of Florence County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Florence County's financing requirements. In particular, *unreserved 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 revenue 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 fiscal year, Florence County's governmental funds reported combined ending fund balances of \$36,333,690, an increase of \$5,556,584 in comparison with the prior year primarily as the result of net bond proceeds of \$3,786,000 and a capital grant of \$1,800,000, both for the new County museum. Approximately one-quarter of this total amount (\$9,411,971) constitutes unassigned fund balance. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$13,667), 2) to pay debt service (\$3,193,493), 3) to pay for various capital improvements or other expenditures in future years (\$23,714,559).

The general fund is the chief operating fund of Florence County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$9,440,583, while total fund balance reached \$11,944,072. 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 in. Unassigned fund balance represents 19 percent of total general fund expenditures and net transfers in, while total fund balance represents 25 percent of that same amount.

The fund balance of Florence County's general fund increased by \$201,098 during the current fiscal year, primarily as a result of a savings from vacant positions during the fiscal year.

The grant special revenue fund has a total fund balance of \$2,331,986, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$205,804, primarily as a result of grant revenue exceeding grant expenditures during the fiscal year.

The museum capital project fund has a total fund balance of \$9,389,867, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$4,316,765, primarily as a result of net bond proceeds of \$3,786,000 and a capital grant of \$1,800,000, both for the new County museum.

The County debt service fund has a total fund balance of \$1,961,118, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$57,720, primarily as a result of the excess of property taxes over debt service expenditures.

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

Unrestricted net assets of the utility system at the end of the year amounted to \$1,980,818, those for the landfill amounted to \$670,219, and those for the E911 system amounted to \$2,332,472. The total decrease in net assets for the utility fund was \$373,088. The total increase in net assets for the landfill fund and the E911 system was \$366,020 and \$153,980, respectively. Other factors concerning the finances of these three funds have already been addressed in the discussion of Florence County's business-type activities.

### General Fund Budgetary Highlights

There were minor changes between the original budget and the final amended budget for the General Fund. Budgeted revenue from intergovernmental revenue from the State of South Carolina for poll workers was increased by \$118,479 and budgeted general government expenditures were increased by a corresponding amount. Budgeted revenue from intergovernmental revenue from the State of South Carolina for library books and materials was increased by \$40,324 and budgeted culture and recreation expenditures were increased by a corresponding amount. Budgeted general government expenditures were increased by \$240,367 to carry over funds previously appropriated for real property and other purchases. After these changes to the General Fund budget were made, it was expected that fund balance would decrease by a total of up to \$1,399,869. However, since less money was spent during the year than was budgeted, primarily as a result of savings from vacant personnel positions, fund balance increased by \$192,417.

### Capital Asset and Debt Administration

**Capital assets.** Florence County's investment in capital assets for its governmental and business type activities as of June 30, 2012, amounts to \$79,472,884 (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 assets events during the current fiscal year included the following:

- Construction was completed on the voter registration and election commission building.
- Various vehicle and equipment purchases were made.

### Florence County's Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 9,262,220	\$ 9,258,319	\$2,308,413	\$2,308,052	\$11,570,633	\$11,566,371
Construction-in-progress	195,016	-	-	-	195,016	-
Buildings and additions	41,958,613	42,135,090	1,614	1,614	41,960,227	42,136,704
Improvements other than buildings	3,968,646	4,306,139	7,404	1,652	3,976,050	4,307,791
Autos and trucks	2,405,959	2,687,726	14,250	4,750	2,420,209	2,692,476
Furniture and fixtures	141,203	167,293	5,696	-	146,899	167,293
Machinery and equipment	4,303,251	5,070,765	44,409	194,066	4,347,660	5,264,831
Infrastructure	14,856,190	14,758,734	-	-	14,856,190	14,758,734
Total	\$77,091,098	\$78,384,066	\$2,381,786	\$2,510,134	\$79,472,884	\$80,894,200

Additional information on Florence County's capital assets can be found in Note 2 on pages 55 – 57 of this report.

**Long-term debt.** At the end of the current fiscal year, Florence County had total bonded general obligation debt outstanding of \$17,130,609. This entire amount is backed by the full faith and credit of the government. The remainder of Florence County's debt represents revenue bonds, unused vacation pay, and capital leases which are secured by annual appropriations by County Council.

### **Florence County's Outstanding Debt** General Obligation Bonds and Other Debt

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
General obligation bonds	\$17,130,609	\$17,472,979	\$ -	\$ -	\$17,130,609	\$17,472,979
Revenue bonds	6,630,866	3,858,971	-	-	6,630,866	3,858,971
Capital leases	15,988,947	18,429,677	-	-	15,988,947	18,429,677
Unused vacation pay	1,443,530	1,533,786	890	890	1,444,420	1,534,677
<b>Total</b>	<b>\$41,193,952</b>	<b>\$41,295,413</b>	<b>\$ 890</b>	<b>\$ 890</b>	<b>\$41,194,842</b>	<b>\$41,296,303</b>

Florence County's total debt decreased by \$101,461 (0.2%) during the current fiscal year. The key factor in this decrease was the principal payments made on various capital leases during the course of the fiscal year and the local hospitality tax revenue bond issued for the construction on the new County museum.

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

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 Florence County is \$35,149,022, which is significantly in excess of Florence County's general obligation debt as of June 30, 2012, which is \$17,130,609.

Additional information on Florence County's long-term debt can be found in note 2 on pages 61 – 70 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Florence County is currently 10.2%, which is a decrease from a rate of 11.9% a year ago.

This factor was considered in preparing Florence County's budget for the 2013 fiscal year.

During the current fiscal year, unassigned fund balance in the general fund decreased to \$9,440,583. This fund balance has now reached a threshold of 19 percent of expenditures, limiting any additional planned drawdowns in future budget years. In addition, given the possibility of future reductions in state revenue and accompanying increases in premium



expenditures for the state health insurance 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 Florence 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.

### **Financial Statements of Component Unit**

The financial statements of Florence County's component unit, the Florence City-County Building Commission, can be obtained from its administrative office at 180 North Irby Street, Box VV, Florence, S.C. 29502.



## **BASIC FINANCIAL STATEMENTS**

**FLORENCE COUNTY, SOUTH CAROLINA**

**STATEMENT OF NET ASSETS  
JUNE 30, 2012**

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit Building Commission
<b>ASSETS</b>				
Cash and investments	\$ 39,699,984	\$ 5,326,494	\$ 45,026,478	\$ 3,631,207
Receivables (net of allowance for uncollectibles)	7,905,382	60,743	7,966,125	119,559
Inventories	157,019	-	157,019	-
Prepays	1,080,408	-	1,080,408	14,095
Restricted assets:				
Temporarily restricted:				
Cash and investments	-	875,440	875,440	-
Capital assets (net of accumulated depreciation):				
Land	9,262,220	2,308,413	11,570,633	521,180
Construction-in-progress	195,016	-	195,016	-
Buildings and additions	41,958,613	1,614	41,960,227	651,519
Improvements other than buildings	3,968,646	7,404	3,976,050	33,983
Autos and trucks	2,405,959	14,250	2,420,209	-
Furniture and fixtures	141,203	5,696	146,899	15,643
Machinery and equipment	4,303,251	44,409	4,347,660	-
Infrastructure	14,856,190	-	14,856,190	-
Total assets	<u>125,933,891</u>	<u>8,644,463</u>	<u>134,578,354</u>	<u>4,987,186</u>
<b>LIABILITIES</b>				
Accounts payable and other current liabilities	10,083,688	402,838	10,486,526	69,607
Liabilities payable from restricted assets	-	875,440	875,440	-
Noncurrent liabilities:				
OPEB liability payable	5,285,344	-	5,285,344	-
Due within one year	6,812,746	890	6,813,636	40,900
Due in more than one year	34,381,206	-	34,381,206	44,996
Total liabilities	<u>56,562,984</u>	<u>1,279,168</u>	<u>57,842,152</u>	<u>155,503</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	54,610,726	2,381,786	56,992,512	1,136,429
Restricted for:				
Federal and state grant purposes	2,331,986	-	2,331,986	-
Education purposes	234,221	-	234,221	-
Tourism related purposes	1,951,078	-	1,951,078	-
Public safety purposes	262,449	-	262,449	-
Delinquent tax collection purposes	170,516	-	170,516	-
Economic development purposes	396,355	-	396,355	-
Road maintenance purposes	1,903,659	-	1,903,659	-
Debt service	3,193,493	-	3,193,493	-
Capital projects	6,044,078	-	6,044,078	-
Other purposes	169,932	-	169,932	-
Unrestricted (deficit)	(1,897,586)	4,983,509	3,085,923	3,695,254
Total net assets	<u>\$ 69,370,907</u>	<u>\$ 7,365,295</u>	<u>\$ 76,736,202</u>	<u>\$ 4,831,683</u>

The Notes to Financial Statements are an integral part of this statement.

**FLORENCE COUNTY, SOUTH CAROLINA**

**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2012

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit
				Governmental Activities	Business-type Activities	
<b>Primary government:</b>	<b>Expenses</b>					
Governmental activities:						
General government	\$ 25,135,218	\$ 4,296,027	\$ 6,786,154	\$ 184,598	\$ -	\$ -
Public safety	21,074,011	1,502,197	1,217,866	174,746	-	-
Economic and physical development	1,096,242	-	67,244	2,649,363	-	-
Public works	3,380,298	3,294,302	-	551,578	-	-
Health	5,201,535	3,287,340	14,552	(1,884,406)	-	-
Welfare	425,734	-	-	(425,734)	-	-
Culture and recreation	10,541,700	545,967	1,560,110	(6,573,320)	-	-
Education	2,059,515	-	-	(2,059,515)	-	-
Interest on long-term debt	1,304,310	-	-	(1,304,310)	-	-
Total governmental activities	<u>70,218,563</u>	<u>12,925,833</u>	<u>9,645,926</u>	<u>(42,208,979)</u>	<u>-</u>	<u>-</u>
<b>Business-type activities:</b>						
Utility System	387,785	-	-	-	(387,785)	-
Landfill	3,666,425	-	-	-	(636,750)	-
E911 System	421,190	-	-	-	203,205	-
Total business-type activities	<u>4,475,400</u>	<u>3,654,070</u>	<u>-</u>	<u>-</u>	<u>(821,330)</u>	<u>-</u>
Total primary government	<u>\$ 74,693,963</u>	<u>\$ 16,579,903</u>	<u>\$ 9,645,926</u>	<u>(42,208,979)</u>	<u>(821,330)</u>	<u>-</u>
<b>Component unit:</b>						
Building Commission	\$ 1,671,865	\$ -	\$ 1,478,026	\$ 3,462,149	-	3,268,310
Total component unit	<u>\$ 1,671,865</u>	<u>\$ -</u>	<u>\$ 1,478,026</u>	<u>\$ 3,462,149</u>	<u>-</u>	<u>3,268,310</u>
<b>General revenues:</b>						
Property taxes				27,965,877	-	-
Sales taxes				11,733,368	-	-
Fees in lieu of tax				2,104,230	-	-
Franchise fees (based on gross receipts)				909,273	-	-
Accommodations tax				3,282,725	-	-
Unrestricted investment earnings				443,945	46,374	5,157
Transfers				(921,868)	921,868	-
Total general revenues and transfers				45,517,550	968,242	5,157
Change in net assets				3,308,571	146,912	3,273,467
Net assets - beginning, as originally reported				68,586,641	7,218,383	1,558,216
Prior period adjustment (Note 11)				(2,524,305)	-	-
Net assets - beginning, as restated				66,062,336	7,218,383	1,558,216
Net assets - ending				<u>\$ 69,370,907</u>	<u>\$ 7,365,295</u>	<u>\$ 4,831,683</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2012

	General	Grant Special Revenue Fund	Museum Capital Project Fund	County Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS AND OTHER DEBITS</b>						
Assets:						
Cash and investments	\$ 14,144,067	\$ 3,073,328	\$ 9,418,201	\$ 1,596,542	\$ 11,467,846	\$ 39,699,984
Receivables:						
Property taxes (net)	282,393	-	-	-	120,097	402,490
Other governmental units and agencies	4,396,116	452,027	-	-	761,986	5,610,129
Others (net)	1,375,003	12,157	-	364,576	141,027	1,892,763
Inventory	14,417	-	-	-	142,602	157,019
Prepays	1,080,408	-	-	-	-	1,080,408
Due from other funds	43,758	-	-	-	-	43,758
<b>Total assets</b>	<b>\$ 21,336,162</b>	<b>\$ 3,537,512</b>	<b>\$ 9,418,201</b>	<b>\$ 1,961,118</b>	<b>\$ 12,633,558</b>	<b>\$ 48,886,551</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$ 1,665,453	\$ 140,267	\$ 28,334	\$ -	\$ 1,669,397	\$ 3,503,451
Payroll withholdings and accruals	548,809	21,491	-	-	35,750	606,050
Other payables	5,974,187	-	-	-	-	5,974,187
Due to other funds	-	-	-	-	43,758	43,758
Deferred revenues	1,203,641	1,043,768	-	-	178,006	2,425,415
<b>Total liabilities</b>	<b>9,392,090</b>	<b>1,205,526</b>	<b>28,334</b>	<b>-</b>	<b>1,926,911</b>	<b>12,552,861</b>
Fund balances:						
Nonspendable:						
Inventory and prepaids	1,092,789	-	-	-	142,602	1,235,391
Restricted:						
Federal and state grant purposes	-	2,331,986	-	-	-	2,331,986
Education purposes	-	-	-	-	234,221	234,221
Tourism related purposes	-	-	-	-	1,951,078	1,951,078
Library purposes	-	-	-	-	93,755	93,755
Victim witness purposes	-	-	-	-	75,370	75,370
Public safety purposes	-	-	-	-	262,449	262,449
Senior citizen purposes	-	-	-	-	807	807
Delinquent tax collection purposes	-	-	-	-	170,516	170,516
Economic development purposes	-	-	-	-	396,355	396,355
Road maintenance purposes	-	-	-	-	1,903,659	1,903,659
Debt service	-	-	-	1,961,118	1,232,375	3,193,493
Capital project	-	-	9,389,867	-	3,867,764	13,257,631
Committed:						
Road paving purposes	1,397,033	-	-	-	-	1,397,033
Capital project	-	-	-	-	404,308	404,308
Assigned:						
General government	13,667	-	-	-	-	13,667
Unassigned:						
General fund	9,440,583	-	-	-	-	9,440,583
Special revenue funds (deficit)	-	-	-	-	(28,612)	(28,612)
<b>Total fund balances</b>	<b>11,944,072</b>	<b>2,331,986</b>	<b>9,389,867</b>	<b>1,961,118</b>	<b>10,706,647</b>	<b>36,333,690</b>
<b>Total liabilities and fund balances</b>	<b>\$ 21,336,162</b>	<b>\$ 3,537,512</b>	<b>\$ 9,418,201</b>	<b>\$ 1,961,118</b>	<b>\$ 12,633,558</b>	
Amounts reported for governmental activities in the statement of net assets are different because:						
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.						77,091,098
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.						2,425,415
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.						(41,193,952)
Other post-employment benefit costs are not due and payable in the current period and therefore are not reported in the funds.						(5,285,344)
<b>Net assets of governmental activities</b>						<b>\$ 69,370,907</b>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012

	General	Grant Special Revenue Fund	Museum Capital Project Fund	County Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>						
Taxes	\$ 31,644,959	\$ 266,646	\$ -	\$ 3,760,263	\$ 5,775,603	\$ 41,447,471
Licenses and permits	2,052,100	-	-	-	-	2,052,100
Fines and fees	3,405,100	-	-	-	6,156,329	9,561,429
Intergovernmental	5,405,193	4,903,309	1,800,000	-	1,577,119	13,685,621
Sales and other functional revenues	5,654,006	-	-	-	-	5,654,006
Miscellaneous	479,586	1,168,945	65,886	23,535	105,979	1,843,931
<b>Total revenues</b>	<u>48,640,944</u>	<u>6,338,900</u>	<u>1,865,886</u>	<u>3,783,798</u>	<u>13,615,030</u>	<u>74,244,558</u>
<b>Expenditures:</b>						
Current:						
General government	18,668,980	4,217,631	-	-	1,288,638	24,175,249
Public safety	16,941,585	1,025,489	-	-	1,687,942	19,655,016
Economic and physical development	-	576,170	-	-	514,419	1,090,589
Public works	581,784	-	-	-	2,846,509	3,428,293
Health	5,509,720	-	-	-	-	5,509,720
Welfare	425,734	-	-	-	-	425,734
Culture and recreation	5,073,857	142,351	-	-	1,848,582	7,064,790
Education	4,515	-	-	-	2,055,000	2,059,515
Capital outlay	-	-	585,121	-	2,182,072	2,767,193
Debt service:						
Principal retirements	-	-	-	2,884,954	2,261,250	5,146,204
Interest	-	-	-	839,024	490,486	1,329,510
Bond issuance costs	-	-	114,000	-	132,283	246,283
Paying agent fee	-	-	-	2,100	-	2,100
<b>Total expenditures</b>	<u>47,206,175</u>	<u>5,961,641</u>	<u>699,121</u>	<u>3,726,078</u>	<u>15,307,181</u>	<u>72,900,196</u>
Revenues over (under) expenditures	1,434,769	377,259	1,166,765	57,720	(1,692,151)	1,344,362
Other financing sources (uses):						
Issuance of debt	-	-	3,900,000	-	-	3,900,000
Issuance of refunding debt	-	-	-	-	5,000,000	5,000,000
Premium on refunding bonds	-	-	-	-	40,836	40,836
Payment to refunded bond escrow agent	-	-	-	-	(3,817,811)	(3,817,811)
Transfer in	755,607	-	-	-	1,795,323	2,550,930
Transfer out	(2,000,343)	(171,455)	(750,000)	-	(551,000)	(3,472,798)
<b>Total other financing sources (uses)</b>	<u>(1,244,736)</u>	<u>(171,455)</u>	<u>3,150,000</u>	<u>-</u>	<u>2,467,348</u>	<u>4,201,157</u>
Net change in fund balances	190,033	205,804	4,316,765	57,720	775,197	5,545,519
Fund balance - beginning of year	11,742,974	2,126,182	5,073,102	1,903,398	9,931,450	30,777,106
Change in reserve for inventory	11,065	-	-	-	-	11,065
<b>Fund balance - end of year</b>	<u>\$ 11,944,072</u>	<u>\$ 2,331,986</u>	<u>\$ 9,389,867</u>	<u>\$ 1,961,118</u>	<u>\$ 10,706,647</u>	<u>\$ 36,333,690</u>

The Notes to Financial Statements are an integral part of this statement.

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 Year Ended June 30, 2012

Amounts reported for governmental activities in the statement of activities (page 26) are different because:

Net change in fund balances - total governmental funds (page 28)		\$ 5,545,519
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	4,686,527	
Less: depreciation expense (page 56)	<u>(5,901,195)</u>	(1,214,668)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets		
Disposals of capital assets, net of accumulated depreciation (page 55)		(78,300)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Deferred revenues (page 27)	2,425,415	
Less: deferred revenues, June 30, 2011	<u>(2,284,682)</u>	140,733
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principle of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal retirements	8,911,205	
Net decrease in vacation pay earned not used	90,256	
Less: issuance of debt	<u>(8,900,000)</u>	101,461
Increase in OPEB liability		(1,197,239)
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		
Change in reserve for inventory (page 28)		<u>11,065</u>
Change in net assets of governmental activities (page 26)		<u>\$ 3,308,571</u>

The Notes to Financial Statements are an integral part of this statement.



**FLORENCE COUNTY, SOUTH CAROLINA**

**GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 33,016,586	\$ 33,016,586	\$ 31,644,959	\$ (1,371,627)
Licenses and permits	1,797,978	1,797,978	2,052,100	254,122
Fines and fees	3,561,342	3,561,342	3,405,100	(156,242)
Intergovernmental	5,380,549	5,539,352	5,405,193	(134,159)
Sales and other functional revenues	5,458,889	5,458,889	5,654,006	195,117
Miscellaneous	840,000	840,000	479,586	(360,414)
<b>Total revenues</b>	<u>50,055,344</u>	<u>50,214,147</u>	<u>48,640,944</u>	<u>(1,573,203)</u>
<b>Expenditures:</b>				
General government	18,856,962	19,215,808	18,660,774	555,034
Public safety	17,492,380	17,492,380	16,936,329	556,051
Public works	1,918,135	1,918,135	581,784	1,336,351
Health	5,859,752	5,859,752	5,520,798	338,954
Welfare	439,075	439,075	425,734	13,341
Culture and recreation	5,267,626	5,307,950	5,073,857	234,093
Education	4,515	4,515	4,515	-
<b>Total expenditures</b>	<u>49,838,445</u>	<u>50,237,615</u>	<u>47,203,791</u>	<u>3,033,824</u>
Revenues over (under) expenditures	216,899	(23,468)	1,437,153	1,460,621
Other financing sources (uses):				
Transfers in	623,942	623,942	755,607	131,665
Transfers out	(2,000,343)	(2,000,343)	(2,000,343)	-
Net change in fund balance	(1,159,502)	(1,399,869)	192,417	1,592,286
Fund balance - beginning of year	<u>11,758,625</u>	<u>11,758,625</u>	<u>11,758,625</u>	<u>-</u>
<b>Fund balance - end of year</b>	<u><b>\$ 10,599,123</b></u>	<u><b>\$ 10,358,756</b></u>	<u><b>\$ 11,951,042</b></u>	<u><b>\$ 1,592,286</b></u>

(Continued)

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2012

(Continued)

Reconciliation of fund balance:

GAAP basis	\$ 11,944,072
Increase (decrease):	
Due to expenditures:	
Encumbrances	(13,667)
Inventories	(12,381)
Cash - Juror fee accounts	<u>33,018</u>
<b>Budgetary basis</b>	<b><u>\$ 11,951,042</u></b>

The Notes to Financial Statements are an integral part of this statement.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**STATEMENT OF FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2012**

	<b>Business-type Activities - Enterprise Funds</b>			
	Florence County Utility System	Florence County Landfill	County E911 System	Totals
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 2,009,329	\$ 1,011,132	\$ 2,306,033	\$ 5,326,494
Receivables:				
Due from customers	-	15,927	44,816	60,743
Total current assets	<u>2,009,329</u>	<u>1,027,059</u>	<u>2,350,849</u>	<u>5,387,237</u>
Noncurrent assets:				
Restricted cash and investments	-	875,440	-	875,440
Capital assets:				
Land	-	2,465,853	-	2,465,853
Buildings & additions	-	188,528	-	188,528
Improvements other than buildings	-	567,096	-	567,096
Autos & trucks	-	1,738,972	25,009	1,763,981
Furniture & fixtures	-	1,720	21,089	22,809
Machinery & equipment	-	45,766	1,124,089	1,169,855
Less accumulated depreciation	-	(2,698,661)	(1,097,675)	(3,796,336)
Total capital assets (net of accumulated depreciation)	-	<u>2,309,274</u>	<u>72,512</u>	<u>2,381,786</u>
Total noncurrent assets	-	<u>3,184,714</u>	<u>72,512</u>	<u>3,257,226</u>
Total assets	<u>2,009,329</u>	<u>4,211,773</u>	<u>2,423,361</u>	<u>8,644,463</u>
<b>LIABILITIES</b>				
Liabilities:				
Current liabilities:				
Accounts payable	28,511	356,840	16,172	401,523
Accrued payroll	-	-	1,315	1,315
Total current liabilities	<u>28,511</u>	<u>356,840</u>	<u>17,487</u>	<u>402,838</u>
Noncurrent liabilities:				
Accrued vacation	-	-	890	890
Closure and post-closure costs	-	875,440	-	875,440
Total long-term liabilities	-	<u>875,440</u>	<u>890</u>	<u>876,330</u>
Total liabilities	<u>28,511</u>	<u>1,232,280</u>	<u>18,377</u>	<u>1,279,168</u>
<b>NET ASSETS</b>				
Invested in capital assets	-	2,309,274	72,512	2,381,786
Unrestricted	1,980,818	670,219	2,332,472	4,983,509
Total net assets	<u>\$ 1,980,818</u>	<u>\$ 2,979,493</u>	<u>\$ 2,404,984</u>	<u>\$ 7,365,295</u>

The Notes to Financial Statements are an integral part of this statement.

**FLORENCE COUNTY, SOUTH CAROLINA**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
For the Year Ended June 30, 2012**

	<b>Business-type Activities - Enterprise Funds</b>			<b>Totals</b>
	<b>Florence County Utility System</b>	<b>Florence County Landfill</b>	<b>Florence County E911 System</b>	
Operating revenues:				
Charges for services	\$ -	\$ 3,029,675	\$ 624,395	\$ 3,654,070
<b>Total operating revenues</b>	<u>-</u>	<u>3,029,675</u>	<u>624,395</u>	<u>3,654,070</u>
Operating expenses:				
System maintenance	387,785	3,659,627	293,130	4,340,542
Depreciation	-	6,798	128,060	134,858
<b>Total operating expenses</b>	<u>387,785</u>	<u>3,666,425</u>	<u>421,190</u>	<u>4,475,400</u>
<b>Operating income (loss)</b>	<u>(387,785)</u>	<u>(636,750)</u>	<u>203,205</u>	<u>(821,330)</u>
Non operating revenues:				
Interest earned on investments	14,697	12,750	18,927	46,374
<b>Total nonoperating revenues</b>	<u>14,697</u>	<u>12,750</u>	<u>18,927</u>	<u>46,374</u>
Income (loss) before transfers	(373,088)	(624,000)	222,132	(774,956)
Transfers in	-	990,020	-	990,020
Transfers out	<u>-</u>	<u>-</u>	<u>(68,152)</u>	<u>(68,152)</u>
Change in net assets	(373,088)	366,020	153,980	146,912
Net assets - beginning	<u>2,353,906</u>	<u>2,613,473</u>	<u>2,251,004</u>	<u>7,218,383</u>
<b>Net assets - ending</b>	<u><b>\$ 1,980,818</b></u>	<u><b>\$ 2,979,493</b></u>	<u><b>\$ 2,404,984</b></u>	<u><b>\$ 7,365,295</b></u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers and users	\$ -	\$ 3,026,510	\$ 620,577	\$ 3,647,087
Payments to suppliers	(391,711)	(4,023,473)	(206,456)	(4,621,640)
Payments to employees	-	-	(88,723)	(88,723)
<b>Net cash provided by (used in) operating activities</b>	<u>(391,711)</u>	<u>(996,963)</u>	<u>325,398</u>	<u>(1,063,276)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>				
Transfers in	-	990,020	-	990,020
Transfers out	-	-	(68,152)	(68,152)
<b>Net cash provided by (used in) non-capital financing activities</b>	<u>-</u>	<u>990,020</u>	<u>(68,152)</u>	<u>921,868</u>
<b>CASH FLOWS FROM CAPITAL and RELATED FINANCING ACTIVITIES:</b>				
Purchase of capital assets	-	-	(6,512)	(6,512)
<b>Net cash provided used in financing activities</b>	<u>-</u>	<u>-</u>	<u>(6,512)</u>	<u>(6,512)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Payment received on note	367,436	-	-	367,436
Interest earned on operating funds	14,697	12,750	18,927	46,374
<b>Net cash provided by investing activities</b>	<u>382,133</u>	<u>12,750</u>	<u>18,927</u>	<u>413,810</u>
 Net increase (decrease) in cash and restricted cash	 (9,578)	 5,807	 269,661	 265,890
Cash and restricted cash at beginning of period	<u>2,018,907</u>	<u>1,880,765</u>	<u>2,036,372</u>	<u>5,936,044</u>
<b>Cash and restricted cash at end of period</b>	<u><b>\$ 2,009,329</b></u>	<u><b>\$ 1,886,572</b></u>	<u><b>\$ 2,306,033</b></u>	<u><b>\$ 6,201,934</b></u>

(Continued)

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
(Continued)				
<b>Reconciliation of operating income to net cash provided by (used in) operating activities:</b>				
Operating income (loss)	\$ (387,785)	\$ (636,750)	\$ 203,205	\$ (821,330)
Adjustments to reconcile operating income(loss) to net cash provided by (used in) operations:				
Depreciation	-	6,798	128,060	134,858
Changes in assets and liabilities:				
Increase in receivables	-	(3,165)	(3,818)	(6,983)
Increase (decrease) in accounts payable	(3,926)	(363,846)	990	(366,782)
Decrease in accrued payroll	-	-	(3,039)	(3,039)
<b>Net cash provided by (used in) operating activities</b>	<u>\$ (391,711)</u>	<u>\$ (996,963)</u>	<u>\$ 325,398</u>	<u>\$ (1,063,276)</u>

SCHEDULE of NONCASH INVESTING and FINANCING ACTIVITIES:

NONE

The Notes to Financial Statements are an integral part of this statement.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**June 30, 2012**

	<b>Agency Funds</b>
<b>ASSETS</b>	
Cash and investments	\$ 26,344,946
Property taxes receivable	<u>3,717,925</u>
Total assets	<u><u>\$ 30,062,871</u></u>
<b>LIABILITIES</b>	
Due to others	\$ 2,068,259
Due to other taxing units	<u>27,994,612</u>
Total liabilities	<u><u>\$ 30,062,871</u></u>
<b>Reconciliation to combining statements:</b>	
Total assets and liabilities per above	\$ 30,062,871
Amount due to other funds - eliminated from basic financial statements	<u>-</u>
Total assets and liabilities per combining statements (page 101)	<u><u>\$ 30,062,871</u></u>

The Notes to Financial Statements are an integral part of this statement.





## **FLORENCE COUNTY, SOUTH CAROLINA**

### **NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012**

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#### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **A. The Financial Reporting Entity**

Florence County (County) is a municipal corporation governed by an elected nine member council. As required by generally accepted accounting principles, these financial statements present the County (the primary government) and its component unit, a legally separate entity for which the County is financially accountable. The component unit discussed in Note 1.B. is included in the County's reporting entity because of the significance of its operational or financial relationships with the County.

##### **B. Component Unit**

In conformity with generally accepted accounting principles, the financial statements of component units have been included in the financial reporting entity either as blended component units or as discretely presented component units.

Blended component units: The County has no blended component units.

Discretely presented component units: The component unit column in the combined financial statements includes the financial data of the County's component unit. It is reported in a separate column to emphasize that it is legally separate from the County.

The Florence City-County Building Commission (the Building Commission) is responsible for the maintenance and operation of the Florence City-County Complex building. The County provides approximately 72% of the operating revenue for the Building Commission under an agreement with the City of Florence. The Building Commission is governed by a seven member board. Five members are appointed based on the recommendation of County Council and two members on the recommendation of Florence City Council.

Complete financial statements of the individual component unit can be obtained at 180 North Irby Street, Box VV, Florence, S.C. 29502.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### C. 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 Howe Springs Fire District Board, the Sardis-Timmonsville Fire District Board, the Johnsonville Fire District Board, and the Commission on Alcohol and Drug Abuse.

##### D. 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 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, 2012. Complete financial statements of the Civic Center Commission can be obtained from its administrative office at 3300 West Radio Drive, Florence, S.C. 29501.

##### E. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component unit. For the most part, the effect of the interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from a certain legally separate *component unit* for which the primary government is financially accountable.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### E. Government-wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

##### F. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

In June 1999, Government Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments and in June 2001, GASB issued Statement No. 37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus and Statement No. 38, Certain Financial Statement Note Disclosures. These statements established new requirements for annual financial reports for state and local governments. The County implemented these statements for the year ended June 30, 2003.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund statements. The agency fund financial statements do not have a measurement focus; however, they are reported using the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

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

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 *Museum Capital Project Fund* accounts for the construction of a new museum in the County.

The *County Debt Service Fund* accounts for the payments made on the County's general obligation bonds and a portion of the payment on the County's capital lease.

The government reports the following major proprietary funds:

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

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Measurement Focus, Basis of Accounting, and Financial Statement Presentation  
(Continued)

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

The government also reports the receipt and disbursement of property taxes and other revenues for school districts, municipalities, fire districts, and other special purpose districts in its fiduciary funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of GASB. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the Utility System Fund, the County Landfill Fund, and the E911 System Fund are charges to customers for sales and services. 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 revenues and expenses.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

---

#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### G. Budgetary Data

###### Budget

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 year for all funds of the County; however, legal budgets are adopted only for the General Fund and the following ten Special Revenue and Capital Project Funds: Capital Improvements Capital Project Fund, Law Library Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, Local Accommodations Fee Special Revenue Fund, Local Hospitality Tax Special Revenue Fund, Sheriff's Camps Special Revenue Fund, Sheriff Sex Offender Special Revenue Fund, Seized Auction Special Revenue Fund, and Road System Maintenance Fee Special Revenue Fund.

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. Budgetary Data (Continued)**

The County provides that the whole or any part of any appropriation provided for grants, and S.C. 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 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.

6. The budget for the General Fund is adopted on a basis that differs from generally accepted accounting principles (GAAP) in that expenditures are budgeted on a basis that includes encumbrances. Budgetary control over expenditures is exercised by 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. 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 budget basis to provide a meaningful comparison between actual results and budget. Adjustments necessary to convert the results of operations and fund balances at year end on the GAAP basis to the budget basis for the General Fund are as follows:

	<u>Net Change in Fund Balance General Fund</u>	<u>Fund Balance at Year End General Fund</u>
GAAP basis	\$ 190,033	\$11,944,072
Increase (decrease):		
Due to expenditures:		
Encumbrances	(1,554)	(13,667)
Inventories	-	(12,381)
Cash - Juror fee accounts	<u>3,938</u>	<u>33,018</u>
Budgetary basis	<u>\$ 192,417</u>	<u>\$11,951,042</u>

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

---

#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### G. Budgetary Data (Continued)

The County does not have budgets for the fiscal year ended June 30, 2012, for the South Carolina Accommodations Tax Special Revenue Fund, the Treasurer Delinquent Tax Special Revenue Fund, the Grant Special Revenue Fund, the Jail Debt Service/Operations and Maintenance (O&M) Special Revenue Fund, the Emergency Management Special Revenue Fund, the County Library Special Revenue Fund, the Florence-Darlington Technical Education Center and Library Special Revenue Fund, the Howe Springs Fire District Special Revenue Fund, the Sardis-Timmonsville Fire District Special Revenue Fund, the Johnsonville Fire District Special Revenue Fund, and the Senior Citizens Center Special Revenue Fund. Individual fund statements of revenues, expenditures, and changes in fund balance -- budget (budgetary basis) and actual present financial information for only the following special revenue and capital project funds which have legally adopted annual budgets: Capital Improvements Capital Project Fund, Law Library Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, Local Accommodations Fee Special Revenue Fund, Hospitality Tax Special Revenue Fund, Sheriff Camps Special Revenue Fund, Sheriff Sex Offender Special Revenue Fund, Seized Auction Special Revenue Fund, and Road System Maintenance Fee Special Revenue Fund.

##### Encumbrances

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

At June 30, 2012, \$13,667 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 balance sheet. Encumbrances do not lapse at year end.



## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

---

#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances

###### Deposits and investments

As of June 30, 2012, the County had no investments. All cash balances were held in either deposit accounts or money market accounts.

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.

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 Federal government. The County has no investment policy that would further limit its investment choices.

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. At June 30, 2012, the carrying amount of the County's deposits was \$72,246,864 and the bank balance was \$72,637,381. State law requires that all of the County's deposits be 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, 2012, all but \$115,502 were fully insured or collateralized.

As of June 30, 2012, the County had the following balances in cash and investments:

Cash, including restricted cash and investments	\$72,246,864
Investments	<u>-</u>
Total cash and investments	<u>\$72,246,864</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**  
**Year Ended June 30, 2012**

---

**NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)**

H. Assets, Liabilities and Fund Balances (Continued)

Property Taxes Receivable

Ad valorem taxes receivable are accrued as revenue for collections 60 days subsequent to year end; the 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 (Note 2). An amount equal to the net receivable less the 60 days subsequent collections is shown as deferred revenue in the liability section of the 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

According to South Carolina 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 operations for the current 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 law.

For reporting purposes this receivable also includes costs and fees relating to property taxes.

Sales Tax Receivable

In 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.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances (Continued)

According to GASB Statement 22, "Sales taxes collected by merchants but not yet required to be remitted to the taxing authority at the end of the fiscal year and taxes collected and held by one government agency for another at year-end should be accrued..." Therefore, May and June taxes which were received by the County within 60 days after fiscal year-end are shown as sales tax receivable in the asset section of the balance sheet.

Included in other payables at June 30, 2012, are local option sales tax collections in excess of local option sales tax credits applied on property tax notices as follows:

General fund	\$2,417,075
Special revenue fund	<u>790,565</u>
	<u>\$3,207,640</u>

##### Allowance for Doubtful Accounts

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

##### Inventory

Inventories are maintained for major items used by the governmental funds and enterprise funds. Inventories of the governmental funds are valued at cost. The purchase method is used to account for most inventories of the governmental funds. The purchase 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 purchase 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, 2012, is \$2,036. Therefore, the total General Fund inventory balance at June 30, 2012, of \$14,417 is not equally offset by the General Fund fund balance reserved for inventory of \$12,381. Under the purchase method, disbursements for inventory-type items in the General Fund 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.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances (Continued)

Reported inventories accounted for using the purchase 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.

Inventories of proprietary funds are valued at the lower of cost (first-in, first-out) or market.

##### Restricted Assets - Cash and Investments

The balance shown in restricted assets - cash and investments at June 30, 2012, is the balance required for closure and post-closure costs of the County Landfill.

##### Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads and bridges), 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 estimated fair market 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.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances (Continued)

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Roads	20
Bridges	40
Machinery & equipment	10
Vehicles	5
Furniture & fixtures	10
Computer equipment	5

##### Long-Term Liabilities

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, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, 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.

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 debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

##### Deferred Revenues

As discussed on page 46, ad valorem taxes receivable are not accrued as revenue because they are not considered to be both "measurable and available". NCGA Statement 3 states that property taxes that are measurable but not available should be initially recorded as deferred revenues. In addition, property taxes collected in advance of the fiscal year to which they apply should also be recorded as deferred revenues.

# FLORENCE COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### H. Assets, Liabilities and Fund Balances (Continued)

The balance in deferred revenues at June 30, 2012, is composed of the following elements:

	<u>Receivables From Other Governments</u>	<u>Prepaid Vehicle Taxes &amp; Fees</u>	<u>Unearned Grant Revenue</u>	<u>Other</u>
General fund	\$ 188,622	\$1,007,684	\$ -	\$ 7,335
Special revenue funds	-	172,927	1,043,768	-
Debt service funds	-	5,079	-	-
Total	<u>\$ 188,622</u>	<u>\$1,185,690</u>	<u>\$1,043,768</u>	<u>\$ 7,335</u>

#### Fund Balances

The GASB has issued Statement No. 54, "*Fund Balance Reporting and Governmental Fund Type Definitions*". The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2010. The following categories of fund balance are now being used in the fund level financial statements of the government funds:

#### *Nonspendable Fund Balance*

The nonspendable fund balance classification includes 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 amount. It also includes the long-term amounts of loans and notes receivable, as well as property acquired for resale.

#### *Restricted Fund Balance*

The restricted fund balance classification includes 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.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances (Continued)

###### *Committed Fund Balance*

The committed fund balance classification includes 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. 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 County Council before year end.

###### *Assigned Fund Balance*

The assigned fund balance classification includes 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 year end. In the special revenue funds, assigned fund balances represent amounts to be spent for specific purposes.

###### *Unassigned Fund Balance*

The unassigned fund balance classification includes amounts that have not been assigned to other funds and has not been restricted, committed, or assigned for specific purposes within the General 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 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 assets on the government-wide statement of activities is added to (or deducted from) net assets - beginning of the fiscal year to arrive at net assets - end of the fiscal year.

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**H. Assets, Liabilities and Fund Balances (Continued)**

Net assets are defined as the difference between assets and liabilities in the government-wide statement of net assets.

The government-wide statement of net asset reports all government's assets; therefore, a significant portion of the net assets reported there typically reflects a government's investment in capital assets. To draw financial statement users' attention to this important information, GAAP requires the amount of net assets invested in capital assets to be reported as a separate category of net assets. Net assets invested in capital assets, net of related debt includes all capital assets less accumulated depreciation and outstanding principal of related debt.

Restrictions may be imposed on a portion of a government's net assets by parties outside the government, such as creditors, grantors, and contributors. In some cases, such restricted assets are directly associated with particular liabilities, such as restricted assets associated with revenue bonds. An amount equal to these restricted assets, less any related liabilities, is reported as restricted net assets.

GAAP directs that the difference between total net assets and the two categories discussed above (invested in capital assets, net of related debt and restricted net assets) be reported as unrestricted net assets.

The amounts shown in the fund balance section of the balance sheet reflect fund balance as defined by GAAP in NCGA Statement 1. Portions of fund balance have also been reserved for inventories, encumbrances and debt service.

Equity includes the following:

1. Net assets - represents the cumulative net earnings of the enterprise funds.
2. Fund balance - represents the fund balances as defined by GAAP in governmental accounting and financial reporting standards.



## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### H. Assets, Liabilities and Fund Balances (Continued)

###### Deficit Fund Balances

The S.C. Accommodations Tax Special Revenue Fund and the Johnsonville Fire District Special Revenue Fund had a deficit fund balance of \$13,862 and \$14,750, respectively, as of June 30, 2012. These deficits will be funded through future operations.

##### I. Revenues, Expenditures, and Expenses

###### Vacation and Sick Pay

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, 2012, amounted to \$1,443,530 in total, all of which relates to the governmental funds. The liability of the governmental funds is recorded as a long-term obligation in the government-wide financial statements. The current portion is not considered to be material.

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 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.

###### Excess of Expenditures over Appropriations in Individual Funds

The following table shows the excess of expenditures over appropriations in individual funds for the year ended June 30, 2012.

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Excess</u>
Victim/Witness Assistance Special Revenue Fund	\$ 187,594	\$ 188,247	(\$653)
Local Hospitality Tax Special Revenue Fund	\$ 655,116	\$ 828,458	(\$173,342)

For the Victim/Witness Assistance Special Revenue Fund, the excess of expenditures was the result of excess salary cost above what was budgeted. For the Local Hospitality Tax Special Revenue Fund, the excess of expenditures was the result of an oversight in budgeting for a debt service payment.

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

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**NOTE 2. DETAIL NOTES ON ALL FUNDS**

**A. Assets**

Receivables - Allowance for Doubtful Accounts

The amount shown on page 27 for property taxes receivable is net of an allowance for doubtful accounts of \$1,060,262 for property taxes not related to vehicles. The breakdown of this allowance is as follows:

General Fund	\$ 945,670
Special revenue funds	589
Debt service funds	<u>114,003</u>
	<u>\$1,060,262</u>

Included in the amount shown as property taxes receivable are vehicle taxes receivable net of an allowance for doubtful accounts of \$520,715. The breakdown of this allowance is as follows:

General Fund	\$ 384,112
Special revenue funds	75,215
Debt service funds	<u>61,388</u>
	<u>\$ 520,715</u>

Certain receivables included in other receivables are net of an allowance for doubtful accounts as follows:

	General Fund Vehicle Registration Fee	General Fund EMS	Enterprise Funds
Gross receivables	\$852,081	\$8,174,267	\$1,234,630
Less: allowance for doubtful accounts	<u>852,081</u>	<u>7,918,074</u>	<u>1,173,887</u>
	<u>\$ -</u>	<u>\$ 256,193</u>	<u>\$ 60,743</u>

Due from Other Governments and Agencies

General Fund amounts due from other governments include the following:

State – taxes and licenses	\$4,313,993
State – other	<u>82,123</u>
	<u>\$4,396,116</u>

# FLORENCE COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

#### A. Assets (Continued)

#### Capital Assets

Capital asset activity for the year ended June 30, 2012, was as follows:

#### **Primary Government**

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 9,258,319	\$ 3,901	\$ -	\$ 9,262,220
Construction-in-progress	-	195,016	-	195,016
Total capital assets not being depreciated	<u>9,258,319</u>	<u>198,917</u>	<u>-</u>	<u>9,457,236</u>
Capital assets being depreciated:				
Buildings & additions	57,411,195	1,191,126	-	58,602,321
Improvements other than buildings	6,951,517	17,770	-	6,969,287
Autos & trucks	10,599,029	829,296	(977,273)	10,451,052
Furniture & fixtures	428,099	-	-	428,099
Machinery & equipment	23,674,717	802,147	(223,453)	24,253,411
Infrastructure	52,946,961	1,647,271	-	54,594,232
Total capital assets being depreciated	<u>152,011,518</u>	<u>4,487,610</u>	<u>(1,200,726)</u>	<u>155,298,402</u>
Less accumulated depreciation for:				
Buildings & additions	(15,276,104)	(1,367,604)	-	(16,643,708)
Improvements other than buildings	(2,645,378)	(355,263)	-	(3,000,641)
Autos & trucks	(7,911,303)	(1,059,528)	925,738	(8,045,093)
Furniture & fixtures	(260,806)	(26,090)	-	(286,896)
Machinery & equipment	(18,603,952)	(1,542,896)	196,688	(19,950,160)
Infrastructure	(38,188,228)	(1,549,814)	-	(39,738,042)
Total accumulated depreciation	<u>(82,885,771)</u>	<u>(5,901,195)</u>	<u>1,122,426</u>	<u>(87,664,540)</u>
Total capital assets being depreciated, net	<u>69,125,747</u>	<u>(1,413,585)</u>	<u>(78,300)</u>	<u>67,633,862</u>
Governmental activities capital assets, net	<u>\$ 78,384,066</u>	<u>(\$1,214,668)</u>	<u>(\$ 78,300)</u>	<u>\$ 77,091,098</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**A. Assets (Continued)**

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
<b>Business-type activities:</b>				
Capital assets being depreciated:				
Land	\$2,465,853	\$ -	\$ -	\$2,465,853
Buildings & additions	188,528	-	-	188,528
Improvements other than buildings	567,096	-	-	567,096
Autos & trucks	1,763,981	-	-	1,763,981
Furniture & fixtures	20,432	2,377	-	22,809
Machinery & equipment	<u>1,165,720</u>	<u>4,135</u>	<u>-</u>	<u>1,169,855</u>
Total capital assets being depreciated	<u>6,171,610</u>	<u>6,512</u>	<u>-</u>	<u>6,178,122</u>
Less accumulated depreciation for:				
Land	(157,402)	(38)	-	(157,440)
Buildings & additions	(186,633)	(281)	-	(186,914)
Improvements other than buildings	(557,962)	(1,730)	-	(559,692)
Autos & trucks	(1,744,981)	(4,750)	-	(1,749,731)
Furniture & fixtures	(15,686)	(1,427)	-	(17,113)
Machinery & equipment	<u>(998,814)</u>	<u>(126,632)</u>	<u>-</u>	<u>(1,125,446)</u>
Total accumulated depreciation	<u>(3,661,478)</u>	<u>(134,858)</u>	<u>-</u>	<u>(3,796,336)</u>
Total capital assets being depreciated, net	<u>2,510,132</u>	<u>(128,346)</u>	<u>-</u>	<u>2,381,786</u>
Business-type activities capital assets, net	<u>\$2,510,132</u>	<u>\$(128,346)</u>	<u>\$ -</u>	<u>\$2,381,786</u>

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

<b>Governmental activities:</b>	
General government	\$ 770,317
Public safety	1,914,352
Public works, including depreciation of infrastructure assets	1,919,268
Health	482,742
Culture & recreation	814,516
Total depreciation expense – governmental activities	<u>\$5,901,195</u>
<b>Business-type activities:</b>	
Landfill	\$ 6,798
E911	<u>128,060</u>
Total depreciation expense – business type activities	<u>\$134,858</u>

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

##### A. Assets (Continued)

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.

The portion of the land in the Landfill Fund that was used for landfill purposes is being depreciated over a period of twenty-five (25) years since the future use of the land has been impaired due to its previous use as a municipal solid waste landfill. The remaining land in the Landfill Fund is vacant and has not been used for landfill purposes and therefore is not being depreciated.

##### B. Liabilities

###### Pension Plans

The County is a member of the South Carolina Retirement System (SCRS) and the South Carolina Police Officers' Retirement System (SCPORS). Both systems are cost-sharing multiple-employer public employee retirement systems (PERS) and are administered by the South Carolina Retirement Systems. Benefit provisions, contribution rates and amendment authority are established under the authority of Title 9 of the South Carolina Code of Laws.

Generally, all employees are required to participate and contribute to the SCRS as a condition of employment. The normal cost is funded by contributions from the members at a rate of 6.5% of wages earned for the year. The employer's contribution rate is 9.39%. Employees who retire at or after age 65 or with 28 years of credited service are entitled to full retirement benefits, payable for life, with an annual rate equal to 1.82% of average final compensation, for each year of credited service. Vested employees are entitled to a deferred annuity commencing at age 60.

Generally, all full-time employees whose principal duties are the preservation of public order, protection or prevention and control of property destruction by fire are eligible to participate in the SCPORS. The basic pension program is funded by contributions from the members at a 6.5% rate. The employer's contribution rate is 11.53%. There are no early retirement provisions under the SCPORS. A member must have 25 years of service for full retirement or must be age 55 with 5 years of service, both criteria provide for full formula benefit, payable for life with an annual rate equal to 2.14% of average final compensation, for each year of credited service.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

##### B. Liabilities (Continued)

The County's contributions to the SCRS for the years ended June 30, 2012, 2011, and 2010 were \$1,750,224, \$1,695,940, and \$1,723,477, respectively, equal to the required contributions for each year. The County's contributions to the SCPORS for the years ended June 30, 2012, 2011, and 2010 were \$1,006,862, \$962,076, and \$922,908, respectively, equal to the required contributions for each year. Contributions by employees during the year were \$1,193,126 to the SCRS and \$556,372 to the SCPORS. The County's covered payroll for the SCRS and SCPORS was \$18,355,780 and \$8,559,572, respectively. Total current year payroll for all employees was \$27,967,129.

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

##### Other Post Employment Benefits (OPEB)

###### ***Plan Description***

The County provides post-retirement health insurance benefits for qualifying retirees as required by County Ordinance #15-87/88. Qualifying retirees are those who retired after September 1, 1987, with at least 15 years of continuous employment service with the County. The County will contribute the cost of insurance coverage as carried by the County for regular full-time employees according to the following scale which is based on years of service, for employees hired prior to July 1, 2011.

<u>Years Of Service</u>	<u>% Of Coverage Paid For By The County</u>
35 years	100%
30 years	90%
25 years	80%
20 years	70%
15 years	60%

For employees hired after June 30, 2011, The County will contribute the cost of insurance coverage as carried by the County for regular full-time employees according to the following scale which is based on years of service.

<u>Years Of Service</u>	<u>% Of Coverage Paid For By The County</u>
25 years	75%
20 years	50%

# FLORENCE COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

#### B. Liabilities (Continued)

##### ***Funding Policy and Annual OPEB Cost***

The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of accrual that is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The County's annual OPEB cost for the current year is as follows:

Employer normal cost	\$ 889,682
Amortization of UAL	<u>721,032</u>
Annual required contribution	1,610,714
Interest on OPEB obligation	183,965
Adjustment to ARC	<u>( 170,441)</u>
Annual OPEB cost - end of year	1,624,238
Employer contributions	<u>( 426,999)</u>
Increase in net OPEB obligation	1,197,239
Net OPEB obligation - beginning of year	<u>4,088,105</u>
Net OPEB obligation - end of year	<u>\$5,285,344</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year ended June 30, 2012 and the preceding two fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Amount Contributed	Percentage Contributed	Net OPEB Obligation
June 30, 2010	\$1,770,142	\$318,011	18.0%	\$2,869,588
June 30, 2011	\$1,573,292	\$354,775	22.5%	\$4,088,105
June 30, 2012	\$1,624,238	\$426,999	26.3%	\$5,285,344

##### ***Funding Status and Funding Progress***

The funding status of the County's retiree health care plan, under GASB Statement No. 45 as of June 30, 2012 is as follows:

Actuarial value of plan assets (a)	-
Actuarial accrued liability (AAL) (b)	\$16,301,502
Unfunded actuarial accrued liability (UAAL) (b - a)	\$16,301,502
Funded ratio (actuarial value of plan assets / AAL) (b / a)	0.00%
Covered payroll (active plan members) (d)	\$27,967,129
UAAL as a percentage of covered payroll (b - a)/d	58.29%

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

##### B. Liabilities (Continued)

###### ***Actuarial methods and assumptions***

The projected unit credit actuarial cost method is used to calculate the GASB ARC for the County's retiree health care plan. Using the plan benefits, the present health premiums and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit actuarial cost method then provides for a systematic funding for these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members as well as to amortize a portion of the unfunded accrued liability.

Projections of health benefits are based on the plan as understood by the County and include types of benefits in force at the valuation date and the pattern of sharing benefit costs between the County and the County's employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

###### *Actuarial Methods and Assumptions*

Investment rate of return	4.50%, net of expenses
Actuarial cost method	Projected Unit Cost Credit Method
Amortization method	Level as a percentage of employee payroll
Amortization period	Open 30 year period
Payroll growth	3.00% per annum
Inflation	3.00% per annum
Medical trend	Starting at 7.5% and remaining level for 3 years, then decreasing by 0.5% per year to 5.0% per year after 5 years
Drug trend	Starting at 8.9% and remaining level for 3 years, then decreasing to 5.0% for years after 2016
Dental trend	3.0% per year

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funding status and the annual required contributions of the County's retiree health care plan are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.



## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

##### B. Liabilities (Continued)

###### Long-Term Liabilities

The general obligation bonds shown as long-term liabilities in the government-wide financial statements are collateralized by the full faith, credit and taxing power of the County. They bear interest payable semiannually, at rates varying from 3.00% to 5.50%. Principal and interest payments are to be made from the applicable Debt Service Funds.

On June 21, 2000, the County issued \$500,000 of Florence County General Obligation Bonds, Series 2000A (Johnsonville Fire District). These bonds bear interest at 5.30%. The first interest payment of \$18,403 was due March 1, 2001 and semi-annually thereafter. The first principal payment was due March 1, 2002 and annually thereafter, with the final payment for both principal and interest due March 1, 2015. The proceeds of these bonds are being used to fund the purchase of new fire trucks and equipment.

On October 15, 2003, the County issued \$210,000 of Florence County General Obligation Bonds, Series 2003 (Hannah-Salem-Friendfield Fire District). These bonds bear interest at a rate of 4.71%. Principal and interest payments were due annually beginning on October 15, 2004, with the first payment being in the amount of \$17,891. The final payment is due October 15, 2013. The proceeds of these bonds are being used to fund the construction of a new fire substation.

On February 5, 2004, the County issued \$950,000 of Florence County General Obligation Bonds, Series 2004 (Howe Springs Fire District). These bonds bear interest at a rate of 4.20%. Principal and interest payments were due annually beginning on February 5, 2005, with the first payment being in the amount of \$118,295. The final payment is due February 5, 2014. The proceeds of these bonds are being used to fund the purchase of new fire trucks and equipment.

On March 16, 2005, the County issued \$4,200,000 of Florence County Advance Refunding General Obligation Bonds, Series 2005. These bonds bear interest at rates ranging from 3.00% to 4.00%. The first interest payment of \$243,883 was due October 1, 2005, and semiannually thereafter. The first principal payment was due April 1, 2006, and annually thereafter, with the final payment for both principal and interest due April 1, 2020. The proceeds of the bonds were used to refund \$3,935,000 of the Florence County General Obligation Bonds, Series 2000. The aggregate debt service of the Refunding Bonds is \$5,743,595. The aggregate debt service of the refunded bonds was \$5,811,640, for an aggregate difference of \$68,045. The economic gain from this refunding transaction was \$252,317.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

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#### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

##### B. Liabilities (Continued)

On December 19, 2006, the County issued \$7,600,000 of Florence County General Obligation Bonds, Series 2006. These bonds bear interest at rates ranging from 3.50% to 3.85%. The first interest payment of \$189,990 was due August 1, 2007, and semiannually thereafter. The first principal payment was due February 1, 2008, and annually thereafter, with the final payment for both principal and interest due February 1, 2019. The proceeds of these bonds are being used to fund various capital projects.

On August 29, 2008, the County issued \$600,000 of Florence County General Obligation Bonds, Series 2008 (Windy Hill/Olanta Rural Volunteer Fire District). These bonds bear interest at a rate of 4.65%. Principal and interest payments were due annually beginning on April 1, 2009, with the first payment being in the amount of \$55,415. The final payment is due April 1, 2023. The proceeds of these bonds are being used to fund the construction of a new fire station.

On April 1, 2009 the County issued \$1,500,000 of Florence County General Obligation Bonds, Series 2009 (Howe Springs Fire District). These bonds bear interest at a rate of 3.235%. Principal and interest payments were due annually beginning on April 1, 2010, with the first payment being in the amount of \$177,961. The final payment is due April 1, 2019. The proceeds of these bonds are being used to fund fire-fighting equipment, vehicles, and related equipment.

On September 29, 2010, the County issued \$900,000 of Florence County General Obligation Bonds, Series 2010 (Windy Hill/Olanta Fire District). These bonds bear interest at a rate of 2.66%. Principal and interest payments were due annually beginning on September 29, 2011, with the first payment being in the amount of \$79,745. The final payment is due September 29, 2020. The proceeds of these bonds are being used to fund the purchase of two new fire trucks.

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 on 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. The aggregate debt service of the refunding bonds is \$4,384,674. The aggregate debt service of the refunded bonds was \$4,914,635, for an aggregate difference of \$529,961. The economic gain from this refunding transaction was \$473,136.

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**  
**For The Year Ended June 30, 2012**

**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

General obligation bonds payable at June 30, 2012, are comprised of the following individual issues:

	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Final Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Johnsonville Fire District Bonds:				
\$500,000, Series 2000A	5.30%	2013	\$ 50,000	\$ 50,000
	5.30%	2014	50,000	
	5.30%	2015	55,000	
			<u>155,000</u>	<u>50,000</u>
Hannah-Salem-Friendfield Fire District Bonds:				
\$210,000, Series 2003	4.71%	2013	\$ 55,000	\$ 55,000
	4.71%	2014	60,000	
			<u>115,000</u>	<u>55,000</u>
Howe Springs Fire District Bonds:				
\$950,000, Series 2004	4.20%	2013	\$ 108,951	\$ 108,951
	4.20%	2014	113,528	
			<u>222,479</u>	<u>108,951</u>
Florence County Advance Refunding Bonds:				
\$4,200,000, Series 2005	3.63%	2013	\$ 320,000	\$ 320,000
	3.63%	2014	335,000	
	3.63%	2015	345,000	
	3.63%	2016	360,000	
	3.75%	2017	375,000	
	3.80%	2018	390,000	
	3.90%	2019	400,000	
	4.00%	2020	420,000	
			<u>2,945,000</u>	<u>320,000</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**

**For The Year Ended June 30, 2012**

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**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Final Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
<b>Florence County General</b>				
<b>Bonds</b>				
\$7,600,000, Series 2006	3.75%	2013	\$ 535,000	\$ 535,000
	3.75%	2014	760,000	
	3.75%	2015	790,000	
	3.75%	2016	1,020,000	
	3.75%	2017	1,060,000	
	3.75%	2018	1,185,000	
	3.85%	2019	1,235,000	
			<u>6,585,000</u>	<u>535,000</u>
<b>Windy Hill/Olanta Fire</b>				
<b>District Bonds</b>				
\$600,000, Series 2008	4.65%	2013	\$ 33,612	\$ 33,612
	4.65%	2014	35,175	
	4.65%	2015	36,811	
	4.65%	2016	38,523	
	4.65%	2017	40,314	
	4.65%	2018	42,188	
	4.65%	2019	44,150	
	4.65%	2020	46,203	
	4.65%	2021	48,352	
	4.65%	2022	50,600	
	4.65%	2023	52,952	
			<u>468,880</u>	<u>33,612</u>
<b>Howe Springs Fire</b>				
<b>District Bonds</b>				
\$1,500,000, Series 2009	3.235%	2013	\$ 142,409	\$ 142,409
	3.235%	2014	147,016	
	3.235%	2015	151,772	
	3.235%	2016	156,681	
	3.235%	2017	161,750	
	3.235%	2018	166,983	
	3.235%	2019	172,384	
			<u>1,098,995</u>	<u>142,409</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**

**For The Year Ended June 30, 2012**

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**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

	<u>Interest Rates</u>	<u>Maturity Date</u>		<u>Final Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
<b>Windy Hill/Olanta Fire District</b>					
District Bonds					
\$900,000, Series 2010	2.66%	2013	\$	81,866	\$ 81,866
	2.66%	2014		84,044	
	2.66%	2015		86,279	
	2.66%	2016		88,574	
	2.66%	2017		90,930	
	2.66%	2018		93,349	
	2.66%	2019		95,832	
	2.66%	2020		98,381	
	2.66%	2021		<u>101,000</u>	
				<u>820,255</u>	<u>81,866</u>
 <b>Florence County General</b>					
Refunding Bonds					
\$5,000,000, Series 2011	2.00%	2013	\$	300,000	\$ 300,000
	2.00%	2014		305,000	
	2.00%	2015		315,000	
	2.00%	2016		320,000	
	2.00%	2017		330,000	
	2.00%	2018		340,000	
	2.00%	2019		345,000	
	2.00%	2020		355,000	
	2.00%	2021		365,000	
	2.13%	2022		370,000	
	2.38%	2023		385,000	
	2.50%	2024		320,000	
	2.63%	2025		330,000	
	2.75%	2026		<u>340,000</u>	
				<u>4,720,000</u>	<u>300,000</u>
 Total general obligation bonds				<u>\$17,130,609</u>	<u>\$1,626,838</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**  
**For The Year Ended June 30, 2012**

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**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

Amount of long-term liability due within one year, by class:

General obligation bonds	\$ 1,626,838
Special source revenue bond	1,033,946
Hospitality tax revenue bond	205,000
Capital leases	2,503,432
Vacation pay (estimated)	<u>1,002,122</u>
Total	<u>\$ 6,370,338</u>

Changes in long-term liabilities during fiscal year 2012 are summarized as follows:

	<u>July 1, 2011</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2012</u>
By type of debt:				
General obligation bonds	\$17,472,979	\$ 5,000,000	\$ 5,342,370	\$17,130,609
Revenue bonds	3,858,971	3,900,000	1,128,105	6,630,866
Capital leases	18,429,677	-	2,440,730	15,988,947
Vacation pay	<u>1,533,786</u>	<u>1,001,122</u>	<u>1,091,378</u>	<u>1,443,530</u>
Total	<u>\$41,295,413</u>	<u>\$9,901,122</u>	<u>\$10,002,583</u>	<u>\$41,193,952</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS**

**For The Year Ended June 30, 2012**

**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

	<u>July 1, 2011</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2012</u>
By purpose:				
General government:				
County general				
capital projects	\$14,220,232	\$ 5,000,000	\$ 1,607,819	\$17,612,413
County vehicles	-	-	-	-
Energy management	-	-	-	-
Public safety:				
Fire protection	3,357,979	-	477,370	2,880,609
County jail and				
radio system	9,583,432	-	1,249,920	8,333,512
Economic and physical				
development:				
Economic development	3,858,971	-	976,105	2,882,866
Culture & recreation:				
County library	3,765,000	-	3,765,000	-
Civic Center	4,976,013	-	682,991	4,293,022
Museum	-	3,900,000	152,000	3,748,000
Vacation pay	1,533,786	1,001,122	1,091,378	1,443,530
Total	<u>\$41,295,413</u>	<u>\$ 9,901,122</u>	<u>\$10,002,583</u>	<u>\$41,193,952</u>

# FLORENCE COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

#### B. Liabilities (Continued)

Annual principal and interest requirements of general obligation bonds are summarized as follows:

Year Ending June 30,	Johnsonville Fire District Bonds		Hannah/Salem/ Friendfield Fire District Bonds		Howe Springs Fire District Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 50,000	\$ 8,215	\$ 55,000	\$ 5,417	\$ 251,360	\$ 44,896
2014	50,000	5,565	60,000	2,826	260,544	35,714
2015	55,000	2,915	-	-	151,772	26,190
2016	-	-	-	-	156,681	21,280
2017	-	-	-	-	161,750	16,211
2018-2022	-	-	-	-	339,367	16,555
2023-2027	-	-	-	-	-	-
	<u>\$155,000</u>	<u>\$16,695</u>	<u>\$115,000</u>	<u>\$ 8,243</u>	<u>\$1,321,474</u>	<u>\$160,846</u>

Year Ending June 30,	Florence County General Bonds		Windy Hill/ Olanta Fire District Bonds	
	Principal	Interest	Principal	Interest
2013	\$ 835,000	\$ 350,691	\$ 115,478	\$ 43,622
2014	1,065,000	324,629	119,220	39,881
2015	1,105,000	290,029	123,091	36,010
2016	1,340,000	254,104	127,097	32,003
2017	1,390,000	209,454	131,244	27,856
2018-2022	4,195,000	425,726	620,053	71,761
2023-2027	1,375,000	88,531	52,952	2,462
	<u>\$11,305,000</u>	<u>\$1,943,164</u>	<u>\$1,289,135</u>	<u>\$253,595</u>

Year Ending June 30,	Florence County Advance Refunding Bonds		Totals	
	Principal	Interest	Principal	Interest
2013	\$ 320,000	\$ 110,583	\$ 1,626,838	\$ 563,424
2014	335,000	98,983	1,889,764	507,598
2015	345,000	86,839	1,779,863	441,983
2016	360,000	74,333	1,983,778	381,720
2017	375,000	61,283	2,057,994	314,804
2018-2022	1,210,000	96,420	6,364,420	610,462
2023-2027	-	-	1,427,952	90,993
	<u>\$2,945,000</u>	<u>\$ 528,441</u>	<u>\$17,130,609</u>	<u>\$2,910,984</u>



# FLORENCE COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

### NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

#### B. Liabilities (Continued)

	General		
	Principal	Interest	Totals
Reconciliation:			
Current portion	\$ 1,626,838	\$ 563,424	\$ 2,190,262
Subsequent years	<u>15,503,771</u>	<u>2,347,560</u>	<u>17,851,331</u>
Total	<u>\$17,130,609</u>	<u>\$2,910,984</u>	<u>\$20,041,593</u>

On March 15, 2007, the County issued \$2,800,000 of Florence County Special Source Revenue Bonds, Series 2007. These bonds bear interest at a rate of 6.24%. The first interest payment of \$174,720 was due March 15, 2008, and annually thereafter. The first principal payment was due March 15, 2009, and annually thereafter, with the final payment for both principal and interest due March 15, 2013. The proceeds of these bonds are being used to fund incentives for two industries in the County.

On April 30, 2010, the County issued \$3,000,000 of Florence County Special Source Revenue Bonds, Series 2010. These bonds bear interest at a rate of 5.44%. The first interest payment of \$163,200 was due April 30, 2011, and annually thereafter. The first principal payment was due April 30, 2011, and annually thereafter, with the final payment for both principal and interest due April 30, 2017. The proceeds of these bonds are being used to fund incentives for three industries in the County.

Annual principal and interest requirements of special source revenue bonds are summarized as follows:

Year Ending June 30	Principal	Interest	Total
2013	\$1,033,946	\$ 161,867	\$ 1,195,813
2014	426,176	100,581	526,757
2015	449,360	77,397	526,757
2016	473,805	52,952	526,757
2017	<u>499,579</u>	<u>27,177</u>	<u>526,756</u>
Total	<u>\$2,882,866</u>	<u>\$ 419,974</u>	<u>\$ 3,302,840</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

On December 22, 2011, the County issued \$3,900,000 of Hospitality Fee Revenue Bonds, Series 2011. These bonds bear interest at a rate of 4.00%. The first interest payment of \$29,900 was due on March 1, 2012, and semiannually thereafter. The first principal payment was due on March 1, 2012, and annually thereafter, with the final payment for both interest and principal due March 1, 2026. The proceeds of these bonds are being used to fund a portion of the cost of the construction of a new museum.

Annual principal and interest requirements of hospitality fee revenue bonds are summarized as follows:

Year Ending June 30	Principal	Interest	Total
2013	\$205,000	\$ 149,920	\$ 354,920
2014	213,000	141,720	354,720
2015	222,000	133,200	355,200
2016	231,000	124,320	355,320
2017	240,000	115,080	355,080
2018-2022	1,350,000	423,680	1,773,680
2023-2026	1,287,000	131,240	1,418,240
Total	<u>\$3,748,000</u>	<u>\$ 1,219,160</u>	<u>\$ 4,967,160</u>

On November 23, 2010, the County issued a \$21,158,666 capital lease with a fixed interest rate of 2.49% to refinance the outstanding certificates of participation in the amount of \$21,077,530, including interest. The remaining proceeds of the lease were used to fund the costs of issuance of the new lease. The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2012.

Year Ending June 30	Principal	Interest	Total
2013	\$ 2,503,432	\$ 398,125	\$ 2,901,557
2014	2,569,704	335,789	2,905,493
2015	2,629,457	271,804	2,901,261
2016	2,692,707	206,330	2,899,037
2017	2,764,364	139,282	2,903,646
2018	2,829,283	70,449	2,899,732
Minimum capital lease payments	<u>\$15,988,947</u>	<u>\$1,421,779</u>	<u>\$17,410,726</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**NOTES TO FINANCIAL STATEMENTS  
For The Year Ended June 30, 2012**

**NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)**

**B. Liabilities (Continued)**

The County is obligated under other leases accounted for as noncancellable operating leases. The following is a schedule of future minimum lease payments under noncancellable operating leases as of June 30, 2012:

Year Ending June 30,	
2013	\$ 41,500
2014	24,042
	<u>\$ 65,042</u>

Due to/from Other Funds

The composition of interfund balances as of June 30, 2012, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	S.C. Accommodations Tax Special Revenue Fund	<u>\$ 43,758</u>

The outstanding balance between these funds results from the time lag between the dates that payments between funds are made.

Interfund Transfers

	<u>Transfer In:</u>			
	<u>General Fund</u>	<u>Enterprise Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Transfer out:				
General Fund	\$ -	\$990,020	\$1,010,323	\$2,000,343
Grant Special				
Revenue Fund	171,455	-	-	171,455
Museum Capital				
Project Fund	-	-	750,000	750,000
Enterprise Fund	68,152	-	-	68,152
Nonmajor				
Governmental Funds	<u>516,000</u>	<u>-</u>	<u>35,000</u>	<u>551,000</u>
Total	<u>\$755,607</u>	<u>\$990,020</u>	<u>\$1,795,323</u>	<u>\$3,540,950</u>

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.

## **FLORENCE COUNTY, SOUTH CAROLINA**

### **NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012**

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#### **NOTE 3. RESTRICTED ASSETS - ENTERPRISE FUNDS**

The balances of the restricted asset accounts in the enterprise funds are as follows:

Restricted cash – held for closure and postclosure costs	<u>\$875,440</u>
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#### **NOTE 4. SUMMARY DISCLOSURE of SIGNIFICANT 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.

#### **NOTE 5. LEASING ARRANGEMENTS**

The County has entered into an operating lease agreement with a fire district whereby the district will pay the County for renting a portion of the Lower Florence County Public Service Building. At June 30, 2012, the minimum future rentals under this lease are \$22,483 annually for 7 years or \$157,381 in the aggregate. The revenue from these rentals is recorded by the County in the General Fund.

#### **NOTE 6. NO-COMMITMENT DEBT**

At June 30, 2012, approximately \$251,240,000 of industrial and hospital revenue bonds bearing the County's name was outstanding. This debt is repayable only by the entities for whom the debt is issued and the County assumes no responsibility for repayment.

#### **NOTE 7. SUBSEQUENT EVENTS**

In preparing the financial statements, the County evaluated events and transactions for potential recognition or disclosure through December 21, 2012, the date the financial statements were available to be issued.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012

#### NOTE 8. COMMITMENTS

Of the total unrestricted General Fund balance of \$11,944,072, \$9,440,583 is unassigned. The remaining \$2,503,489 is either committed or assigned to finance current and future capital improvement needs of the County, or is nonspendable.

The County has two active construction projects as of June 30, 2012. These two projects are the expansion of a branch library and the construction of a new museum. At year end the County's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Branch library expansion	\$ 109,448	\$ 394,952
New museum construction	85,568	8,788,422

During fiscal year 1993, County Council approved an ordinance and certain agreements authorizing the sale of \$45,880,000 of refunding series certificates of participation. The proceeds of this issue were placed in an irrevocable trust to provide for all future debt service payments of the 1990 certificates of participation. The County's obligation to repay these certificates is dependent upon annual appropriations being made by the County for that purpose. Although this obligation of the County does not constitute a pledge of the full faith, credit, or taxing power of the County within the meaning of any state constitutional or statutory provision, the County is financially obligated for repayment and has set up certain special revenue and debt service funds from which it contemplates making the annual appropriations. The proceeds of these certificates were used to finance the construction of a Law Enforcement Center, a Civic Center, a radio transmission tower, and to purchase other County equipment.

On March 3, 2003, the first call date for the 1992 certificates of participation, the County issued \$29,515,000 variable rate refunding certificates of participation to pay the entire outstanding balance of the 1992 certificates of participation, as well as the issuance costs of the new 2003 certificates of participation.

Principal and interest payments for the refunding series of certificates of participation are being funded by annual appropriations made by County Council.

On April 30, 2008, the County issued a \$25,000,000 capital lease with a fixed interest rate of 3.52% to refinance the outstanding certificates of participation in the amount of \$17,628,714, including interest, and to pay a swap termination payment in the amount of \$1,933,400. The remaining proceeds of the lease were deposited into the 2008 County Capital Project Fund to be used for various capital projects.

## **FLORENCE COUNTY, SOUTH CAROLINA**

### **NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2012**

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#### **NOTE 8. COMMITMENTS (Continued)**

On November 23, 2010, the County issued a \$21,158,666 capital lease with a fixed interest rate of 2.49% to refinance the outstanding certificates of participation in the amount of \$21,077,530, including interest. The remaining proceeds of the lease were used to fund the costs of issuance of the new lease.

The debt service costs and the operation and maintenance costs for the Civic Center are being jointly paid by the City of Florence and the County. The two entities have entered into a service agreement whereby each are making equal annual payments into a Civic Center Debt Service and Operations and Maintenance Fund from which these costs will be paid. All Civic Center revenues are to be used to offset operation and maintenance costs, thereby reducing the amounts needed from the Debt Service and Operations and Maintenance Fund. In fiscal year 2003, the County began using revenues from the Local Accommodations Tax Special Revenue Fund to meet its obligations under this service agreement. The City-County service agreement requires that, if the annual payments and balances on hand in the Debt Service and Operations and Maintenance Fund are not sufficient in any year to pay the debt service and net operations and maintenance costs, the County and City of Florence must make equal additional payments to fund the deficiency. The annual payment from both the County and the City of Florence was approximately \$1,300,000 each for the fiscal year ended June 30, 2012. It is expected that the City of Florence's and County's annual payments will remain approximately \$1,300,000 per year beginning in fiscal year 2013.

#### **NOTE 9. CONTINGENCIES**

Pursuant to the Solid Waste Management Act (the Act) of 1991, the County must operate a Sub-title 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 Sub-title 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 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 Sub-title 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.

Because 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 approximately \$875,440 at June 30, 2012, 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 costs have been fully accrued at June 30, 2012. 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.

## FLORENCE COUNTY, SOUTH CAROLINA

### NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2012

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#### NOTE 9. CONTINGENCIES (Continued)

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 restricted the cash necessary for the payment of the closure and post-closure care costs in the Landfill Fund and 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.

#### NOTE 10. 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 purchasing 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 wide-spread 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 11. PRIOR PERIOD ADJUSTMENT

The County found that its prior year government-wide statements' liabilities were understated, and correspondingly its net assets were overstated by \$2,524,305, as a result of understating the County's OPEB liability payable as of June 30, 2011.

#### NOTE 12. NET ASSETS AND FUND BALANCES

Net assets represent the difference between assets and liabilities. The restricted net asset amounts were as follows:

	<u>Governmental</u>	<u>Business-type</u>
Invested in Capital Assets, Net of Related Debt:		
Net capital assets	\$77,091,098	\$2,381,786
Less: Related bonds payable, net	( 21,360,413)	-
Related capital lease payable	( 8,333,512)	-
Add: Unspent bond proceeds	<u>7,213,553</u>	<u>-</u>
	<u>54,610,726</u>	<u>2,381,786</u>
Restricted for capital projects and other purposes	23,871,320	-
Deductions — Unspent bond proceeds	<u>( 7,213,553)</u>	<u>-</u>
	<u>16,657,767</u>	<u>-</u>
Unrestricted (deficit)	<u>( 1,897,586)</u>	<u>4,983,509</u>
Total net assets	<u>\$69,370,907</u>	<u>\$7,365,295</u>





**REQUIRED SUPPLEMENTARY INFORMATION**



**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULES OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS -**  
**OTHER POSTEMPLOYMENT BENEFITS**  
**For the Year Ended June 30, 2012**

**SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2010	\$ -	\$ 16,301,502	\$ 16,301,502	0%	\$ 27,967,129	58.29%
7/1/2010	\$ -	\$ 16,301,502	\$ 16,301,502	0%	\$ 27,744,669	58.76%
7/1/2008	\$ -	\$ 18,033,142	\$ 18,033,142	0%	\$ 27,520,475	65.53%
7/1/2008	\$ -	\$ 18,033,142	\$ 18,033,142	0%	\$ 26,471,722	68.12%

**SCHEDULE OF EMPLOYER CONTRIBUTIONS**

Year Ended	Annual Required Contribution	Employer Amount Contributed	Percentage Contributed	Net OPEB Obligation
June 30, 2012	\$ 1,610,714	\$ 426,999	26.5%	\$ 5,285,344
June 30, 2011	\$ 1,563,800	\$ 354,775	22.7%	\$ 4,088,105
June 30, 2010	\$ 1,765,453	\$ 318,011	18.0%	\$ 2,869,588
June 30, 2009	\$ 1,714,032	\$ 296,575	17.3%	\$ 1,417,457



## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues from earmarked revenue sources which by law are designated to finance particular functions or activities of the government and which, therefore, cannot be diverted to other uses.

Florence Darlington TEC Fund - To account for the receipt of tax revenues and the disbursement of these revenues to Florence Darlington TEC.

S.C. Accommodations Tax Fund - To account for the receipt of accommodations taxes and the disbursement of these taxes to various cultural and tourism related organizations.

Law Library Fund - To account for the receipt of fee revenue and the expenditures of the law library.

Victim/Witness Assistance Fund - To account for the receipt of fines and fees charges in magistrate court and general sessions court and the expenditures to assist victims and witnesses of various crimes.

Treasurer Delinquent Tax Fund - To account for the collection of delinquent tax costs and fees and the expenditures of the delinquent tax office.

Jail Debt Service O&M Fund - To account for the remaining balances in this fund after the operation of the sheriff's office was transferred to the General Fund.

Howe Springs Fire District Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Sardis - Timmonsville Fire District Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Johnsonville Fire District Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Economic Development Partnership Fund - To account for the receipt of both private revenue sources as well as a matching transfer from the General Fund and the disbursement of these revenues for economic development purposes.

Emergency Management Fund - To account for the receipt of property tax revenue and other revenues and the expenditures of the radio system, central dispatch, and the emergency management department.

County Library Fund - To account for the operation of the County library system.

Senior Citizens Center Fund - To account for the operation of the senior citizens center.

Local Hospitality Tax Fund - To account for the receipt of local hospitality taxes and the expenditures for tourist-related activities.

Local Accommodations Fee Fund - To account for the receipt of local accommodations fees and the expenditures for tourist-related activities.

Sheriff's Camps Fund - To account for the operation of the Sheriff's camps.

## **NONMAJOR GOVERNMENTAL FUNDS (Continued)**

### **CAPITAL PROJECTS FUNDS**

The capital projects funds are used to account for the receipt and disbursement of resources for the purpose of building or buying major capital assets.

The following funds are reported in this section:

County General Capital Project Fund - To account for various projects funded by the 2000 Florence County General Obligation Bond.

Windy Hill/Olanta Fire District Capital Project Fund - To account for the various capital projects of the fire district.

2008 County General Capital Project Fund - To account for the expenditures of the proceeds of a capital lease for various capital projects.

Radio System Upgrade Capital Project Fund - To account for the installation of an additional radio tower and various other radio and dispatch equipment in order to upgrade the County radio system.

Hannah/Salem/Friendfield Fire District Capital Project Fund - To account for the various capital projects of the fire district.

Johnsonville Fire District Capital Project Fund - To account for the various capital projects of the fire district.

Howe Springs Fire District Capital Project Fund - To account for the various capital projects of the fire district.

Capital Improvements Fund - To account for specific capital projects of the County.

2006 County General Capital Project Fund - To account for the expenditures of the proceeds of a general obligation bond for various capital projects.

2011 County General Capital Project Fund - To account for the expenditures of the proceeds of a general obligation bond for various capital projects.

## **NONMAJOR GOVERNMENTAL FUNDS (Continued)**

### **SPECIAL REVENUE FUNDS (Continued)**

Sheriff Sex Offender Fund – To account for the operation of the sex offender registry.

Seized Auction Fund – To account for the receipt and disbursement of proceeds of the auction of seized vehicles and equipment.

Road System Maintenance Fee Fund – To account for the receipt of road system maintenance fees and the operation of the public works department.

### **DEBT SERVICE FUNDS**

The debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt and long-term obligation principal, interest, and related costs.

The following funds are reported in this section:

Hannah/Salem/Friendfield Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Johnsonville Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Howe - Springs Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Windy Hill/Olanta Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

South Lynches Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Civic Center Debt Service Fund - To account for the receipt of the annual appropriation from the County and the City of Florence and the payment of the annual debt service for the Civic Center.

Special Source Revenue Bond Debt Service Fund – To account for the receipt of a portion of the fee in lieu of taxes from two industries and the payment of debt service on the bond which was issued to fund incentives for these two industries.

Energy Management Debt Service Fund – To account for the annual appropriation from the General Fund and the payment of debt service on the lease which was entered into for energy management purposes.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

	Special Revenue Funds		
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Law Library Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 359,979	\$ -	\$ 78,024
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	116,645	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 359,979</b>	<b>\$ 116,645</b>	<b>\$ 78,024</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ 86,749	\$ 1,820
Payroll withholdings and accruals	-	-	-
Due to other funds	-	43,758	-
Deferred revenues	125,758	-	-
<b>Total liabilities</b>	<b>125,758</b>	<b>130,507</b>	<b>1,820</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	234,221	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	76,204
Victim witness purposes	-	-	-
Public safety purposes	-	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	(13,862)	-
<b>Total fund balances</b>	<b>234,221</b>	<b>(13,862)</b>	<b>76,204</b>
<b>Total liabilities and fund balances</b>	<b>\$ 359,979</b>	<b>\$ 116,645</b>	<b>\$ 78,024</b>

(Continued)



**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Special Revenue Funds		
	Victim/ Witness Assistance Fund	Treasurer Delinquent Tax Fund	Jail Debt Service O&M Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 66,515	\$ 178,432	\$ 760,873
Receivables:			
Property taxes (net)	-	-	79,135
Other governmental units and agencies	11,888	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 78,403</b>	<b>\$ 178,432</b>	<b>\$ 840,008</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 199	\$ (67)	\$ 677,690
Payroll withholdings and accruals	2,834	-	-
Due to other funds	-	-	-
Deferred revenues	-	7,983	-
<b>Total liabilities</b>	<b>3,033</b>	<b>7,916</b>	<b>677,690</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	75,370	-	-
Public safety purposes	-	-	162,318
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	170,516	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b>75,370</b>	<b>170,516</b>	<b>162,318</b>
<b>Total liabilities and fund balances</b>	<b>\$ 78,403</b>	<b>\$ 178,432</b>	<b>\$ 840,008</b>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2012

(Continued)

	Special Revenue Funds		
	Howe Springs Fire District Fund	Sardis- Timmons- ville Fire District Fund	Johnsonville Fire District Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 16,461	\$ 33,878	\$ 5,567
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 16,461</b>	<b>\$ 33,878</b>	<b>\$ 5,567</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	18,869	20,317
<b>Total liabilities</b>	<b>-</b>	<b>18,869</b>	<b>20,317</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	16,461	15,009	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	(14,750)
<b>Total fund balances</b>	<b>16,461</b>	<b>15,009</b>	<b>(14,750)</b>
<b>Total liabilities and fund balances</b>	<b>\$ 16,461</b>	<b>\$ 33,878</b>	<b>\$ 5,567</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Special Revenue Funds			
	Economic Development Partnership Fund	Emergency Management Fund	County Library Fund	Senior Citizens Center Fund
<b>ASSETS</b>				
Assets:				
Cash and investments	\$ 403,327	\$ 95,564	\$ 8,323	\$ 10,567
Receivables:				
Property taxes (net)	-	15,326	25,092	544
Other governmental units and agencies	(657)	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
<b>Total assets</b>	<b>\$ 402,670</b>	<b>\$ 110,890</b>	<b>\$ 33,415</b>	<b>\$ 11,111</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 411	\$ 103,793	\$ 15,864	\$ 10,304
Payroll withholdings and accruals	5,904	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
<b>Total liabilities</b>	<b>6,315</b>	<b>103,793</b>	<b>15,864</b>	<b>10,304</b>
Fund balances:				
Nonspendable:				
Inventory and prepaids	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	-
Library purposes	-	-	17,551	-
Victim witness purposes	-	-	-	-
Public safety purposes	-	7,097	-	-
Senior citizen purposes	-	-	-	807
Delinquent tax collection purposes	-	-	-	-
Economic development purposes	396,355	-	-	-
Road maintenance purposes	-	-	-	-
Debt service	-	-	-	-
Capital project	-	-	-	-
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>396,355</b>	<b>7,097</b>	<b>17,551</b>	<b>807</b>
<b>Total liabilities and fund balances</b>	<b>\$ 402,670</b>	<b>\$ 110,890</b>	<b>\$ 33,415</b>	<b>\$ 11,111</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Special Revenue Funds		
	Local Hospitality Tax Fund	Local Accommodations Fee Fund	Sheriff's Camps Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 1,413,888	\$ 61,677	\$ 10,215
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	141,756	491,659	695
Others (net)	-	141,027	-
Inventory	-	-	-
<b>Total assets</b>	<b><u>\$ 1,555,644</u></b>	<b><u>\$ 694,363</u></b>	<b><u>\$ 10,910</u></b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 290,735	\$ 4,966	\$ 501
Payroll withholdings and accruals	3,228	-	157
Due to other funds	-	-	-
Deferred revenues	-	-	-
<b>Total liabilities</b>	<b><u>293,963</u></b>	<b><u>4,966</u></b>	<b><u>658</u></b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	1,261,681	689,397	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	-	10,252
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b><u>1,261,681</u></b>	<b><u>689,397</u></b>	<b><u>10,252</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 1,555,644</u></b>	<b><u>\$ 694,363</u></b>	<b><u>\$ 10,910</u></b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Special Revenue Funds		
	Sheriff's Sex Offender Fund	Seized Auction Fund	Road System Maintenance Fee Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 52,764	\$ 313	\$ 1,967,428
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	142,602
<b>Total assets</b>	<b><u>\$ 52,764</u></b>	<b><u>\$ 313</u></b>	<b><u>\$ 2,110,030</u></b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 1,765	\$ -	\$ 40,142
Payroll withholdings and accruals	-	-	23,627
Due to other funds	-	-	-
Deferred revenues	-	-	-
<b>Total liabilities</b>	<b><u>1,765</u></b>	<b><u>-</u></b>	<b><u>63,769</u></b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	142,602
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	50,999	313	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	1,903,659
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b><u>50,999</u></b>	<b><u>313</u></b>	<b><u>2,046,261</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 52,764</u></b>	<b><u>\$ 313</u></b>	<b><u>\$ 2,110,030</u></b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Debt Service Funds		
	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 80,086	\$ 22,410	\$ 83,451
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 80,086</b>	<b>\$ 22,410</b>	<b>\$ 83,451</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	5,079	-
<b>Total liabilities</b>	<b>-</b>	<b>5,079</b>	<b>-</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	80,086	17,331	83,451
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b>80,086</b>	<b>17,331</b>	<b>83,451</b>
<b>Total liabilities and fund balances</b>	<b>\$ 80,086</b>	<b>\$ 22,410</b>	<b>\$ 83,451</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Debt Service Funds		
	Windy Hill/ Olanta Fire District Fund	South Lynches Fire District Debt Service Fund	Civic Center Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 149,830	\$ 199,922	\$ 625,586
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 149,830</b>	<b>\$ 199,922</b>	<b>\$ 625,586</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	149,830	199,922	625,586
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b>149,830</b>	<b>199,922</b>	<b>625,586</b>
<b>Total liabilities and fund balances</b>	<b>\$ 149,830</b>	<b>\$ 199,922</b>	<b>\$ 625,586</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

	(Continued)		Capital Project
	Debt Service Funds		Funds
	Special Source Revenue Bond Debt Service Fund	Energy Management Debt Service Fund	County General Capital Project Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 3,332	\$ 72,837	\$ 160,565
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 3,332</b>	<b>\$ 72,837</b>	<b>\$ 160,565</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 220
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>220</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	3,332	72,837	-
Capital project	-	-	-
Committed:			
Capital project	-	-	160,345
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b>3,332</b>	<b>72,837</b>	<b>160,345</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,332</b>	<b>\$ 72,837</b>	<b>\$ 160,565</b>

(Continued)



**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Capital Project Funds		
	Windy Hill/ Olanta Fire District Fund	2008 County General Capital Project Fund	Radio System Upgrade Fund
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 15,754	\$ 1,180,134	\$ 209,011
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 15,754</b>	<b>\$ 1,180,134</b>	<b>\$ 209,011</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	-	-
Debt service	-	-	-
Capital project	-	1,180,134	-
Committed:			
Capital project	15,754	-	209,011
Unassigned:			
Special revenue funds (deficit)	-	-	-
<b>Total fund balances</b>	<b>15,754</b>	<b>1,180,134</b>	<b>209,011</b>
<b>Total liabilities and fund balances</b>	<b>\$ 15,754</b>	<b>\$ 1,180,134</b>	<b>\$ 209,011</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	Capital Project Funds			
	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund	Capital Improvements Fund
<b>ASSETS</b>				
Assets:				
Cash and investments	\$ 240	\$ 7,949	\$ 11,009	\$ 1,035,081
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
<b>Total assets</b>	<b>\$ 240</b>	<b>\$ 7,949</b>	<b>\$ 11,009</b>	<b>\$ 1,035,081</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 39,350
Payroll withholdings and accruals	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,350</b>
Fund balances:				
Nonspendable:				
Inventory and prepaids	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	-
Library purposes	-	-	-	-
Victim witness purposes	-	-	-	-
Public safety purposes	-	-	-	-
Senior citizen purposes	-	-	-	-
Delinquent tax collection purposes	-	-	-	-
Economic development purposes	-	-	-	-
Road maintenance purposes	-	-	-	-
Debt service	-	-	-	-
Capital project	-	-	-	995,731
Committed:				
Capital project	240	7,949	11,009	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>240</b>	<b>7,949</b>	<b>11,009</b>	<b>995,731</b>
<b>Total liabilities and fund balances</b>	<b>\$ 240</b>	<b>\$ 7,949</b>	<b>\$ 11,009</b>	<b>\$ 1,035,081</b>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2012**

(Continued)

	<u>Capital Project Funds</u>		
	2006 County General Capital Project Fund	2011 County General Capital Project Fund	Total
<b>ASSETS</b>			
Assets:			
Cash and investments	\$ 1,650,549	\$ 436,305	\$ 11,467,846
Receivables:			
Property taxes (net)	-	-	120,097
Other governmental units and agencies	-	-	761,986
Others (net)	-	-	141,027
Inventory	-	-	142,602
<b>Total assets</b>	<u><u>\$ 1,650,549</u></u>	<u><u>\$ 436,305</u></u>	<u><u>\$ 12,633,558</u></u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 20,404	\$ 374,551	\$ 1,669,397
Payroll withholdings and accruals	-	-	35,750
Due to other funds	-	-	43,758
Deferred revenues	-	-	178,006
<b>Total liabilities</b>	<u><u>20,404</u></u>	<u><u>374,551</u></u>	<u><u>1,926,911</u></u>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	142,602
Restricted:			
Education purposes	-	-	234,221
Tourism related purposes	-	-	1,951,078
Library purposes	-	-	93,755
Victim witness purposes	-	-	75,370
Public safety purposes	-	-	262,449
Senior citizen purposes	-	-	807
Delinquent tax collection purposes	-	-	170,516
Economic development purposes	-	-	396,355
Road maintenance purposes	-	-	1,903,659
Debt service	-	-	1,232,375
Capital project	1,630,145	61,754	3,867,764
Committed:			
Capital project	-	-	404,308
Unassigned:			
Special revenue funds (deficit)	-	-	(28,612)
<b>Total fund balances</b>	<u><u>1,630,145</u></u>	<u><u>61,754</u></u>	<u><u>10,706,647</u></u>
<b>Total liabilities and fund balances</b>	<u><u>\$ 1,650,549</u></u>	<u><u>\$ 436,305</u></u>	<u><u>\$ 12,633,558</u></u>

FLORENCE COUNTY, SOUTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2012

	Special Revenue Funds			
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Law Library Fund	Victim/ Witness Assistance Fund
Revenues:				
Taxes	\$ 2,353,686	\$ -	\$ -	\$ -
Fines and fees	-	-	54,236	261,522
Intergovernmental	-	334,566	-	-
Miscellaneous	2,704	61	-	74
<b>Total revenues</b>	<u>2,356,390</u>	<u>334,627</u>	<u>54,236</u>	<u>261,596</u>
Expenditures:				
Current:				
General government	-	-	41,828	70,952
Public safety	-	-	-	117,295
Economic and physical development	-	126,492	-	-
Public works	-	-	-	-
Culture and recreation	-	250,000	-	-
Education	2,055,000	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>2,055,000</u>	<u>376,492</u>	<u>41,828</u>	<u>188,247</u>
Revenues over (under) expenditures	301,390	(41,865)	12,408	73,349
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	301,390	(41,865)	12,408	73,349
Fund balance (deficit) - beginning of year	<u>(67,169)</u>	<u>28,003</u>	<u>63,796</u>	<u>2,021</u>
<b>Fund balance (deficit) -     end of year</b>	<u><u>\$ 234,221</u></u>	<u><u>\$ (13,862)</u></u>	<u><u>\$ 76,204</u></u>	<u><u>\$ 75,370</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012  
(Continued)

	Special Revenue Funds			
	Treasurer Delinquent Tax Fund	Jail Debt Service O&M Fund	Howe Springs Fire District Fund	Sardis- Timmons- ville Fire District Fund
Revenues:				
Taxes	\$ -	\$ (8,330)	\$ 929,227	\$ 259,611
Fines and fees	-	-	-	-
Intergovernmental	-	-	28,797	-
Miscellaneous	-	-	538	476
<b>Total revenues</b>	<u>-</u>	<u>(8,330)</u>	<u>958,562</u>	<u>260,087</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	957,501	298,178
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>957,501</u>	<u>298,178</u>
Revenues over (under) expenditures	-	(8,330)	1,061	(38,091)
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	-	(8,330)	1,061	(38,091)
Fund balance (deficit) - beginning of year	<u>170,516</u>	<u>170,648</u>	<u>15,400</u>	<u>53,100</u>
<b>Fund balance (deficit) -     end of year</b>	<u><b>\$ 170,516</b></u>	<u><b>\$ 162,318</b></u>	<u><b>\$ 16,461</b></u>	<u><b>\$ 15,009</b></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2012  
 (Continued)

	Special Revenue Funds				
	Johnsonville Fire District Fund	Economic Development Partnership Fund	Emergency Management Fund	County Library Fund	Senior Citizens Center Fund
Revenues:					
Taxes	\$ 227,797	\$ -	\$ (1,539)	\$ -	\$ -
Fines and fees	-	50,827	-	-	-
Intergovernmental	4,097	-	-	-	-
Miscellaneous	39,751	1,714	-	-	-
<b>Total revenues</b>	<u>271,645</u>	<u>52,541</u>	<u>(1,539)</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	267,639	-	-	-	-
Economic and physical development	-	387,927	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirements	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
<b>Total expenditures</b>	<u>267,639</u>	<u>387,927</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	4,006	(335,386)	(1,539)	-	-
Other financing sources (uses):					
Issuance of refunding debt	-	-	-	-	-
Premium on refunding bonds	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Transfers in	-	389,253	-	-	-
Transfers out	-	-	-	-	-
Net change in fund balances	4,006	53,867	(1,539)	-	-
Fund balance (deficit) - beginning of year	<u>(18,756)</u>	<u>342,488</u>	<u>8,636</u>	<u>17,551</u>	<u>807</u>
<b>Fund balance (deficit) -     end of year</b>	<u><b>\$ (14,750)</b></u>	<u><b>\$ 396,355</b></u>	<u><b>\$ 7,097</b></u>	<u><b>\$ 17,551</b></u>	<u><b>\$ 807</b></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012  
(Continued)

	Special Revenue Funds			
	Local Hospitality Tax Fund	Sheriff's Camps Fund	Sheriff Sex Offender Fund	Seized Auction Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	1,363,730	33,859	17,235	-
Intergovernmental	-	-	-	-
Miscellaneous	5,862	146	-	-
<b>Total revenues</b>	<u>1,369,592</u>	<u>34,005</u>	<u>17,235</u>	<u>-</u>
Expenditures:				
Current:				
General government	649,158	-	-	-
Public safety	-	37,857	9,472	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	152,000	-	-	-
Interest	27,300	-	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>828,458</u>	<u>37,857</u>	<u>9,472</u>	<u>-</u>
Revenues over (under) expenditures	541,134	(3,852)	7,763	-
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	750,000	-	-	-
Transfers out	<u>(250,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,041,134	(3,852)	7,763	-
Fund balance (deficit) - beginning of year	<u>220,547</u>	<u>14,104</u>	<u>43,236</u>	<u>313</u>
<b>Fund balance (deficit) -     end of year</b>	<u><u>\$1,261,681</u></u>	<u><u>\$ 10,252</u></u>	<u><u>\$ 50,999</u></u>	<u><u>\$ 313</u></u>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2012**  
(Continued)

	Special Revenue Funds		Debt Service Funds	
	Local Accommodations Fee Fund	Road System Maintenance Fee Fund	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund
Revenues:				
Taxes	\$ -	\$ -	\$ 62,432	\$ 61,810
Fines and fees	1,541,820	2,833,100	-	-
Intergovernmental	1,209,659	-	-	-
Miscellaneous	8,749	15,590	619	203
<b>Total revenues</b>	<u>2,760,228</u>	<u>2,848,690</u>	<u>63,051</u>	<u>62,013</u>
Expenditures:				
Current:				
General government	89,491	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	2,846,509	-	-
Culture and recreation	1,598,582	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	655,776	-	78,000	45,000
Interest	123,225	-	8,706	10,559
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>2,467,074</u>	<u>2,846,509</u>	<u>86,706</u>	<u>55,559</u>
Revenues over (under) expenditures	293,154	2,181	(23,655)	6,454
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	306,070	-	-
Transfers out	<u>(266,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	27,154	308,251	(23,655)	6,454
Fund balance (deficit) - beginning of year	<u>662,243</u>	<u>1,738,010</u>	<u>103,741</u>	<u>10,877</u>
<b>Fund balance (deficit) -     end of year</b>	<u><u>\$ 689,397</u></u>	<u><u>\$ 2,046,261</u></u>	<u><u>\$ 80,086</u></u>	<u><u>\$ 17,331</u></u>

(Continued)



FLORENCE COUNTY, SOUTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012  
(Continued)

	Debt Service Funds			
	Howe Springs Fire District Fund	Windy Hill/ Olanta Fire District Fund	South Lynches Fire District Debt Service Fund	Civic Center Fund
Revenues:				
Taxes	\$ 306,116	\$ 189,788	\$ 199,192	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	1,083	994	730	-
<b>Total revenues</b>	<u>307,199</u>	<u>190,782</u>	<u>199,922</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	242,506	111,864	-	-
Interest	53,751	47,236	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>296,257</u>	<u>159,100</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	10,942	31,682	199,922	-
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	10,942	31,682	199,922	-
Fund balance (deficit) - beginning of year	<u>72,509</u>	<u>118,148</u>	<u>-</u>	<u>625,586</u>
Fund balance (deficit) - end of year	<u><u>\$ 83,451</u></u>	<u><u>\$ 149,830</u></u>	<u><u>\$ 199,922</u></u>	<u><u>\$ 625,586</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2012  
 (Continued)

	Debt Service Funds		Capital Project Funds	
	Special Source Revenue Bond Debt Service Fund	Energy Management Fund	County General Capital Projects Fund	Windy Hill/ Olanta Fire District Fund
Revenues:				
Taxes	\$ 1,195,813	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	3,627	137
<b>Total revenues</b>	<u>1,195,813</u>	<u>-</u>	<u>3,627</u>	<u>137</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	497,941	-
Debt service:				
Principal retirements	976,104	-	-	-
Interest	219,709	-	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>1,195,813</u>	<u>-</u>	<u>497,941</u>	<u>-</u>
Revenues over (under) expenditures	-	-	(494,314)	137
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(35,000)	-
Net change in fund balances	-	-	(529,314)	137
Fund balance (deficit) - beginning of year	<u>3,332</u>	<u>72,839</u>	<u>689,659</u>	<u>15,617</u>
<b>Fund balance (deficit) -     end of year</b>	<u><b>\$ 3,332</b></u>	<u><b>\$ 72,839</b></u>	<u><b>\$ 160,345</b></u>	<u><b>\$ 15,754</b></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012  
(Continued)

	Capital Project Funds			
	2008 County General Capital Project Fund	Radio System Upgrade Fund	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	1,628	1,819	2	69
<b>Total revenues</b>	<u>1,628</u>	<u>1,819</u>	<u>2</u>	<u>69</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	250,224	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<u>250,224</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	(248,596)	1,819	2	69
Other financing sources (uses):				
Issuance of refunding debt	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	(248,596)	1,819	2	69
Fund balance (deficit) - beginning of year	<u>1,428,730</u>	<u>207,192</u>	<u>238</u>	<u>7,880</u>
<b>Fund balance (deficit) -   end of year</b>	<u><b>\$ 1,180,134</b></u>	<u><b>\$ 209,011</b></u>	<u><b>\$ 240</b></u>	<u><b>\$ 7,949</b></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2012  
 (Continued)

	Capital Project Funds				
	Howe Springs Fire District Fund	Capital Improvements Fund	2006 County General Capital Project Fund	2011 County General Capital Project Fund	Total
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 5,775,603
Fines and fees	-	-	-	-	6,156,329
Intergovernmental	-	-	-	-	1,577,119
Miscellaneous	96	-	16,410	2,897	105,979
<b>Total revenues</b>	<u>96</u>	<u>-</u>	<u>16,410</u>	<u>2,897</u>	<u>13,615,030</u>
Expenditures:					
Current:					
General government	-	437,209	-	-	1,288,638
Public safety	-	-	-	-	1,687,942
Economic and physical development	-	-	-	-	514,419
Public works	-	-	-	-	2,846,509
Culture and recreation	-	-	-	-	1,848,582
Education	-	-	-	-	2,055,000
Capital outlay	-	-	367,020	1,066,887	2,182,072
Debt service:					
Principal retirements	-	-	-	-	2,261,250
Interest	-	-	-	-	490,486
Bond issuance costs	-	-	-	132,283	132,283
<b>Total expenditures</b>	<u>-</u>	<u>437,209</u>	<u>367,020</u>	<u>1,199,170</u>	<u>15,307,181</u>
Revenues over (under) expenditures	96	(437,209)	(350,610)	(1,196,273)	(1,692,151)
Other financing sources (uses):					
Issuance of refunding debt	-	-	-	5,000,000	5,000,000
Premium on refunding bonds	-	-	-	40,836	40,836
Payment to refunded bond escrow agent	-	-	-	(3,817,811)	(3,817,811)
Transfers in	-	315,000	-	35,000	1,795,323
Transfers out	-	-	-	-	(551,000)
Net change in fund balances	96	(122,209)	(350,610)	61,752	775,197
Fund balance (deficit) - beginning of year	<u>10,913</u>	<u>1,117,940</u>	<u>1,980,755</u>	<u>-</u>	<u>9,931,450</u>
<b>Fund balance (deficit) -     end of year</b>	<u><b>\$ 11,009</b></u>	<u><b>\$ 995,731</b></u>	<u><b>\$ 1,630,145</b></u>	<u><b>\$ 61,752</b></u>	<u><b>\$ 10,706,647</b></u>

## FIDUCIARY FUNDS

The County maintains twelve agency funds. They are used to account for the collection and payment to the County school district funds, municipalities, and special assessment districts of property taxes, intergovernmental revenues, and interest on investments of amounts collected by the County for their behalf.

The following activities of the County are reported in this section:

School General Fund - To account for the receipt of property tax and federal and state aid revenue and other revenues and the disbursement of these revenues to the school districts.

School Debt Service Fund - To account for the receipt of property tax and other revenues and the payment of debt service for the school districts.

School Capital Project Fund - To account for the receipt of the proceeds from various bond issues and the disbursement of these receipts to the school districts.

Municipalities Fund - To account for the receipt of property tax and other revenues and the disbursement of these revenues to the municipalities.

Lynches Lake Camp Branch Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to Lynches Lake Camp Branch.

Fire Board Fund - To account for the receipt of property tax and other revenue and the disbursement of this revenue to the fire districts.

Salem Watershed Fund - To account for the receipt of property tax and other revenue and the disbursement of this revenue to the watershed.

Commission on Alcohol and Drug Abuse Fund - To account for the receipt of state revenue and the disbursement of this revenue to the Commission on Alcohol and Drug Abuse.

Williamsburg County Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to Williamsburg County.

Magistrate Fund - To account for fines and fees collected but not yet remitted to the County or to the State of South Carolina.

Clerk of Court Fund - To account for fines and fees collected but not yet remitted to the County or to the State of South Carolina.

Sheriff Fund - To account for money received but not yet disposed of by the court system.

FLORENCE COUNTY, SOUTH CAROLINA

FIDUCIARY FUNDS  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
June 30, 2012

	Agency Funds					
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
<b>ASSETS</b>						
Cash and investments	\$ 958,166	\$ 3,981,914	\$19,215,641	\$ 74,852	\$ 36,899	\$ 802
Property taxes receivable	2,924,077	610,663	-	-	180,650	256
<b>TOTAL ASSETS</b>	<b>\$ 3,882,243</b>	<b>\$ 4,592,577</b>	<b>\$19,215,641</b>	<b>\$ 74,852</b>	<b>\$ 217,549</b>	<b>\$ 1,058</b>
<b>LIABILITIES</b>						
Due to						
Others	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxing units:						
School District One	2,925,275	3,410,431	18,961,693	-	-	-
School District Two	108,670	270,349	199,992	-	-	-
School District Three	513,091	277,236	53,734	-	-	-
School District Four	164,418	371,243	195	-	-	-
School District Five	170,789	263,318	27	-	-	-
Municipalities	-	-	-	74,852	-	-
Fire Boards	-	-	-	-	217,549	-
Lynches Lake/Camp Branch	-	-	-	-	-	1,058
Salem Watershed	-	-	-	-	-	-
Commission on Alcohol and Drug Abuse	-	-	-	-	-	-
Williamsburg County	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>\$ 3,882,243</b>	<b>\$ 4,592,577</b>	<b>\$19,215,641</b>	<b>\$ 74,852</b>	<b>\$ 217,549</b>	<b>\$ 1,058</b>

Salem Watershed Fund	Commission on Alcohol and Drug Abuse Fund	Williams- burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
\$ 8,084 2,279	\$ - -	\$ 329 -	\$ 354,890 -	\$ 684,033 -	\$ 1,029,336 -	\$26,344,946 3,717,925
<u>\$ 10,363</u>	<u>\$ -</u>	<u>\$ 329</u>	<u>\$ 354,890</u>	<u>\$ 684,033</u>	<u>\$ 1,029,336</u>	<u>\$30,062,871</u>
\$ -	\$ -	\$ -	\$ 354,890	\$ 684,033	\$ 1,029,336	\$ 2,068,259
-	-	-	-	-	-	25,297,399
-	-	-	-	-	-	579,011
-	-	-	-	-	-	844,061
-	-	-	-	-	-	535,856
-	-	-	-	-	-	434,134
-	-	-	-	-	-	74,852
-	-	-	-	-	-	217,549
-	-	-	-	-	-	1,058
10,363	-	-	-	-	-	10,363
-	-	-	-	-	-	-
-	-	329	-	-	-	329
<u>\$ 10,363</u>	<u>\$ -</u>	<u>\$ 329</u>	<u>\$ 354,890</u>	<u>\$ 684,033</u>	<u>\$ 1,029,336</u>	<u>\$30,062,871</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
ALL FIDUCIARY FUNDS  
For The Year Ended June 30, 2012**

	Agency Funds					
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
<b>Beginning balances of assets and liabilities</b>	<u>\$ 994,222</u>	<u>\$ 3,555,814</u>	<u>\$20,537,502</u>	<u>\$ 102,401</u>	<u>\$ 35,918</u>	<u>\$ 1,321</u>
<b>Additions of assets and liabilities:</b>						
Current property taxes	40,595,518	11,481,370	-	9,921,223	2,379,172	6,685
Inventory exemption	570,369	204,288	-	-	27,197	-
Vehicle taxes	8,970,646	1,623,318	-	1,127,337	324,316	23
Delinquent property taxes	2,486,075	699,635	-	597,482	143,108	624
Penalties	96,106	40,231	-	14,818	9,247	68
Fee transfer	(19,149)	(1,249)	-	-	-	-
State and federal aid	118,496,178	-	-	-	256,880	-
Interest on investments	29,225	99,731	281,273	-	1,750	44
Proceeds from bond issue	-	-	20,228,950	-	-	-
State homestead exemption	24,258,832	545,890	-	-	115,618	793
Fees in lieu of taxes	3,536,365	404,077	-	50,957	191,927	-
Increase in due to other funds	-	43,600	-	-	-	-
Cash received from others	-	781,305	-	-	-	-
Less local option sales tax credits	-	-	-	(6,509,948)	-	-
<b>Total additions</b>	<u>199,020,165</u>	<u>15,922,196</u>	<u>20,510,223</u>	<u>5,201,869</u>	<u>3,449,215</u>	<u>8,237</u>
<b>Reductions of assets and liabilities:</b>						
Claims paid	195,975,584	-	21,050,779	5,210,300	3,263,273	8,500
Cash paid to others	-	-	-	-	-	-
Refunds	156,560	27,764	-	19,118	4,311	-
Bond principal paid	-	13,956,692	-	-	-	-
Interest payments	-	897,952	-	-	-	-
Paying agent fee	-	3,025	-	-	-	-
Transfers out	-	-	781,305	-	-	-
<b>Total reductions</b>	<u>196,132,144</u>	<u>14,885,433</u>	<u>21,832,084</u>	<u>5,229,418</u>	<u>3,267,584</u>	<u>8,500</u>
<b>Ending balances of assets and liabilities</b>	<u><u>\$ 3,882,243</u></u>	<u><u>\$ 4,592,577</u></u>	<u><u>\$19,215,641</u></u>	<u><u>\$ 74,852</u></u>	<u><u>\$ 217,549</u></u>	<u><u>\$ 1,058</u></u>



Salem Watershed Fund	Commission on Alcohol and Drug Abuse Fund	Williams- burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
<u>\$ 9,712</u>	<u>\$ -</u>	<u>\$ 14</u>	<u>\$ 361,143</u>	<u>\$ 1,089,768</u>	<u>\$ 993,846</u>	<u>\$27,681,661</u>
66,006	-	3,373,220	-	-	-	67,823,194
-	-	-	-	-	-	801,854
233	-	-	-	-	-	12,045,873
5,683	-	-	-	-	-	3,932,607
475	-	-	-	-	-	160,945
-	-	-	-	-	-	(20,398)
-	207,958	-	-	-	-	118,961,016
415	-	-	-	-	-	412,437
-	-	-	-	-	-	20,228,950
9,339	-	-	-	-	-	24,930,472
-	-	-	-	-	-	4,183,326
-	-	25,090	-	-	-	68,690
-	-	-	3,302,795	471,425	1,499,344	6,054,869
-	-	-	-	-	-	(6,509,948)
<u>82,151</u>	<u>207,958</u>	<u>3,398,310</u>	<u>3,302,795</u>	<u>471,425</u>	<u>1,499,344</u>	<u>253,073,888</u>
81,500	207,958	3,397,995	-	-	-	229,195,889
-	-	-	3,309,048	877,160	1,463,854	5,650,062
-	-	-	-	-	-	207,753
-	-	-	-	-	-	13,956,692
-	-	-	-	-	-	897,952
-	-	-	-	-	-	3,025
-	-	-	-	-	-	781,305
<u>81,500</u>	<u>207,958</u>	<u>3,397,995</u>	<u>3,309,048</u>	<u>877,160</u>	<u>1,463,854</u>	<u>250,692,678</u>
<u>\$ 10,363</u>	<u>\$ -</u>	<u>\$ 329</u>	<u>\$ 354,890</u>	<u>\$ 684,033</u>	<u>\$ 1,029,336</u>	<u>\$30,062,871</u>



## **COMPONENT UNITS**

Component units are entities which are legally separate from the County but are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

**FLORENCE COUNTY, SOUTH CAROLINA**

**COMPONENT UNIT  
STATEMENT OF NET ASSETS  
June 30, 2012**

Florence  
City-County  
Building  
Commission

**ASSETS**

Current assets:

Cash and investments	\$ 3,631,207
Intergovernmental receivable	119,559
Prepaid items	14,095
Total current assets	<u>3,764,861</u>

Noncurrent assets:

Capital assets (net of accumulated depreciation)	<u>1,222,325</u>
Total noncurrent assets	<u>1,222,325</u>

Total assets	<u>4,987,186</u>
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**LIABILITIES**

Current liabilities:

Accounts payable	36,287
Accrued payroll taxes and employee withholdings	5,500
Accrued salaries	6,700
Accumulated unpaid vacation pay	21,120
Current maturities of long-term debt	<u>40,900</u>
Total current liabilities	<u>110,507</u>

Long-term debt, less current maturities	<u>44,996</u>
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Total liabilities	<u>155,503</u>
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**NET ASSETS**

Invested in capital assets, net of related debt	1,136,429
Unrestricted	<u>3,695,254</u>

Total net assets	<u>\$ 4,831,683</u>
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**FLORENCE COUNTY, SOUTH CAROLINA**

**COMPONENT UNIT  
STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS  
For The Year Ended June 30, 2012**

	Florence City-County Building Commission
Operating revenues:	
Intergovernmental	\$ 1,362,189
Other revenues	<u>115,837</u>
Total operating revenues	<u>1,478,026</u>
Operating expenses:	
Building operation and maintenance	1,450,159
Depreciation	<u>209,398</u>
Total operating expenses	<u>1,659,557</u>
Operating loss	<u>(181,531)</u>
Nonoperating revenues (expenses):	
Interest income	5,157
Interest expense	(12,308)
Litigation settlement	<u>3,462,149</u>
Total nonoperating revenue (expenses)	<u>3,454,998</u>
Changes in net assets	3,273,467
Total net assets - beginning	<u>1,558,216</u>
Total net assets - ending	<u><u>\$ 4,831,683</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**COMPONENT UNIT  
STATEMENT OF CASH FLOWS  
For The Year Ended June 30, 2012**

	Florence City-County Building Commission
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from operations	\$ 1,430,499
Cash paid to suppliers and employees	(1,439,274)
Net cash used in operating activities	<u>(8,775)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Acquisition of capital assets	(9,948)
Proceeds from asbestos lawsuit	3,462,149
Interest paid on long-term debt	(12,308)
Principal paid on capital debt	(37,181)
Net cash provided by capital and related financing activities	<u>3,402,712</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	5,157
Net cash provided by investing activities	<u>5,157</u>
Net increase in cash and cash equivalents	<u>3,399,094</u>
Cash and cash equivalents, July 1	232,113
Cash and cash equivalents, June 30	<u>\$ 3,631,207</u>
<b>Reconciliation of operating income to net cash provided by (used in) operating activities:</b>	
Operating loss	\$ (181,531)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:	
Depreciation expense	209,398
Increase in accounts receivable	(47,527)
Decrease in prepaid items	3,389
Increase in accounts payable	4,378
Increase in accrued payroll taxes and employee withholding	1,522
Increase in accrued salaries	877
Increase in accumulated unpaid vacation pay	719
Total adjustments	<u>172,756</u>
Net cash used in operating activities	<u>\$ (8,775)</u>
<b>Non-cash investing, capital, and financing activities:</b>	
(NONE)	



FLORENCE COUNTY, SOUTH CAROLINA

CAPITAL IMPROVEMENT  
CAPITAL PROJECT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
For The Year Ended June 30, 2012

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental:			
State aid	\$ -	\$ -	\$ -
Total intergovernmental	-	-	-
Total revenues	-	-	-
Expenditures:			
General government:			
Other	1,719,884	437,209	1,282,675
Total general government	1,719,884	437,209	1,282,675
Total expenditures	1,719,884	437,209	1,282,675
Revenues over (under) expenditures	(1,719,884)	(437,209)	1,282,675
Other financing sources:			
Transfer in	315,000	315,000	-
Total other financing sources	315,000	315,000	-
<b>Net change in fund balance</b>	<b>\$ (1,404,884)</b>	<b>(122,209)</b>	<b>\$ 1,282,675</b>
Fund balance - beginning of year		1,117,940	
<b>Fund balance - end of year</b>		<b>\$ 995,731</b>	



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 Year Ended June 30, 2012

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Law library surcharge	\$ 25,000	\$ 54,236	\$ 29,236
Total fines and fees	<u>25,000</u>	<u>54,236</u>	<u>29,236</u>
Total revenues	<u>25,000</u>	<u>54,236</u>	<u>29,236</u>
Expenditures:			
General government			
Other	82,548	41,828	40,720
Total general government	<u>82,548</u>	<u>41,828</u>	<u>40,720</u>
Total expenditures	<u>82,548</u>	<u>41,828</u>	<u>40,720</u>
<b>Net change in fund balance</b>	<b><u>\$ (57,548)</u></b>	12,408	<b><u>\$ 69,956</u></b>
Fund balance - beginning of year		<u>63,796</u>	
Fund balance - end of year		<b><u>\$ 76,204</u></b>	

**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 Year Ended June 30, 2012**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 202,100	\$ 261,522	\$ 59,422
Intergovernmental	-	-	-
Miscellaneous:			
Interest on investments	-	74	74
Total miscellaneous	-	74	74
Total revenues	202,100	261,596	59,496
Expenditures:			
General Government:			
Clerk of Court	31,758	33,109	(1,351)
Solicitor	30,070	30,189	(119)
Magistrates	8,470	7,654	816
Other	-	-	-
Total general government	70,298	70,952	(654)
Public Safety:			
Sheriff	117,296	117,295	1
Total public safety	117,296	117,295	1
Total expenditures	187,594	188,247	(653)
<b>Net change in fund balance</b>	<b>\$ 14,506</b>	73,349	<b>\$ 58,843</b>
Fund balance - beginning of year		2,021	
<b>Fund balance - end of year</b>		<b>\$ 75,370</b>	

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 Year Ended June 30, 2012**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 1,275,000	\$ 1,363,730	\$ 88,730
Total fines and fees	1,275,000	1,363,730	88,730
Miscellaneous:			
Interest on investments	-	5,862	5,862
Total miscellaneous	-	5,862	5,862
Total revenues	1,275,000	1,369,592	94,592
Expenditures:			
General Government:			
Other	655,116	649,158	5,958
Principal retirement	-	152,000	(152,000)
Debt service	-	27,300	(27,300)
Total general government	655,116	828,458	(173,342)
Total expenditures	655,116	828,458	(173,342)
Revenues over (under) expenditures	619,884	541,134	(78,750)
Other financing sources (uses):			
Transfer in	-	750,000	750,000
Transfer out	(250,000)	(250,000)	-
Total other financing sources (uses)	(250,000)	500,000	750,000
<b>Net change in fund balance</b>	<b>\$ 369,884</b>	<b>1,041,134</b>	<b>\$ 671,250</b>
Fund balance - beginning of year		220,547	
<b>Fund balance - end of year</b>		<b>\$ 1,261,681</b>	

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 Year Ended June 30, 2012

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Local contributions	\$ 45,000	\$ 50,827	\$ 5,827
Total fines and fees	<u>45,000</u>	<u>50,827</u>	<u>5,827</u>
Miscellaneous			
Interest on investments	-	1,714	1,714
Total miscellaneous	<u>-</u>	<u>1,714</u>	<u>1,714</u>
Total revenues	<u>45,000</u>	<u>52,541</u>	<u>7,541</u>
Expenditures:			
Economic and physical development:			
Economic development promotion	434,253	387,927	46,326
Total economic and physical development	<u>434,253</u>	<u>387,927</u>	<u>46,326</u>
Total expenditures	<u>434,253</u>	<u>387,927</u>	<u>46,326</u>
Revenues over (under) expenditures	(389,253)	(335,386)	53,867
Other financing sources:			
Transfer in	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Total other financing sources	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	53,867	<u>\$ 53,867</u>
Fund balance - beginning of year		<u>342,488</u>	
Fund balance - end of year		<u>\$ 396,355</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 Year Ended June 30, 2012**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 1,370,000	\$ 1,541,820	\$ 171,820
Municipality Revenue	1,171,938	1,209,659	37,721
Total fines and fees	<u>2,541,938</u>	<u>2,751,479</u>	<u>209,541</u>
Miscellaneous:			
Interest on investments	<u>20,000</u>	<u>8,749</u>	<u>(11,251)</u>
Total miscellaneous	<u>20,000</u>	<u>8,749</u>	<u>(11,251)</u>
Total revenues	<u>2,561,938</u>	<u>2,760,228</u>	<u>198,290</u>
Expenditures:			
General Government:			
Other	<u>95,000</u>	<u>89,491</u>	<u>5,509</u>
Total general government	<u>95,000</u>	<u>89,491</u>	<u>5,509</u>
Culture and recreation	<u>1,571,000</u>	<u>1,598,582</u>	<u>(27,582)</u>
Debt Service:			
Principal retirements	655,776	655,776	(0)
Interest	152,099	123,225	28,874
Paying agent fee	-	-	-
Total debt service	<u>807,875</u>	<u>779,001</u>	<u>28,874</u>
Total expenditures	<u>2,473,875</u>	<u>2,467,074</u>	<u>6,801</u>
Revenues over expenditures	88,063	293,154	205,091
Other financing uses:			
Transfer out	<u>(266,000)</u>	<u>(266,000)</u>	<u>-</u>
Total other financing uses	<u>(266,000)</u>	<u>(266,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	<b><u>\$ (177,937)</u></b>	27,154	<b><u>\$ 205,091</u></b>
Fund balance - beginning of year		<u>662,243</u>	
<b>Fund balance - end of year</b>		<b><u>\$ 689,397</u></b>	

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 Year Ended June 30, 2012

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Licenses and permits	\$ 2,760,000	\$ 2,833,100	\$ 73,100
Total licenses and permits	<u>2,760,000</u>	<u>2,833,100</u>	<u>73,100</u>
Miscellaneous:			
Interest on investments	-	15,590	15,590
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>15,590</u>	<u>15,590</u>
Total revenues	<u>2,760,000</u>	<u>2,848,690</u>	<u>88,690</u>
Expenditures:			
Public Works:			
Public Works operating	3,081,973	2,846,509	235,464
Total public works	<u>3,081,973</u>	<u>2,846,509</u>	<u>235,464</u>
Total expenditures	<u>3,081,973</u>	<u>2,846,509</u>	<u>235,464</u>
Revenues over (under) expenditures	(321,973)	2,181	324,154
Other financing sources:			
Transfer in	306,070	306,070	-
Total other financing sources	<u>306,070</u>	<u>306,070</u>	<u>-</u>
<b>Net change in fund balance</b>	<u><b>\$ (15,903)</b></u>	308,251	<u><b>\$ 324,154</b></u>
Fund balance - beginning of year		<u>1,738,010</u>	
<b>Fund balance - end of year</b>		<u><b>\$ 2,046,261</b></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 Year Ended June 30, 2012

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and Fees	\$ 54,000	\$ 33,859	\$ (20,141)
Total Fines and Fees	54,000	33,859	(20,141)
Miscellaneous:			
Interest on investments	-	146	146
Total miscellaneous	-	146	146
Total revenues	54,000	34,005	(19,995)
Expenditures:			
Public Safety			
Sheriff	54,000	37,857	16,143
Total public safety	54,000	37,857	16,143
Total expenditures	54,000	37,857	16,143
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>(3,852)</b>	<b>\$ (3,852)</b>
Fund balance - beginning of year		14,104	
<b>Fund balance - end of year</b>		<b>\$ 10,252</b>	

**FLORENCE COUNTY, SOUTH CAROLINA**

**SHERIFF SEX OFFENDER  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
For The Year Ended June 30, 2012**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and Fees	<u>\$ 19,000</u>	<u>\$ 17,235</u>	<u>\$ (1,765)</u>
Total Fines and Fees	<u>19,000</u>	<u>17,235</u>	<u>(1,765)</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>19,000</u>	<u>17,235</u>	<u>(1,765)</u>
Expenditures:			
Public Safety			
Sheriff	<u>54,000</u>	<u>9,472</u>	<u>44,528</u>
Total public safety	<u>54,000</u>	<u>9,472</u>	<u>44,528</u>
Total expenditures	<u>54,000</u>	<u>9,472</u>	<u>44,528</u>
<b>Net change in fund balance</b>	<b><u>\$ (35,000)</u></b>	<b>7,763</b>	<b><u>\$ 42,763</u></b>
Fund balance - beginning of year		<u>43,236</u>	
<b>Fund balance - end of year</b>		<b><u>\$ 50,999</u></b>	



**FLORENCE COUNTY, SOUTH CAROLINA**

**SEIZED AUCTION  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
For The Year Ended June 30, 2012**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and Fees	\$ 40,000	\$ -	\$ (40,000)
Total Fines and Fees	<u>40,000</u>	<u>-</u>	<u>(40,000)</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>40,000</u>	<u>-</u>	<u>(40,000)</u>
Expenditures:			
Public Safety			
Sheriff	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Total public safety	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Total expenditures	<u>40,000</u>	<u>-</u>	<u>40,000</u>
<b>Net change in fund balance</b>	<u><u>\$ -</u></u>	<u>-</u>	<u><u>\$ -</u></u>
Fund balance - beginning of year		<u>313</u>	
<b>Fund balance - end of year</b>		<u><u>\$ 313</u></u>	



**CAPITAL ASSETS**  
**USED IN THE OPERATION**  
**OF GOVERNMENTAL FUNDS**

**FLORENCE COUNTY, SOUTH CAROLINA**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY SOURCE**

**June 30, 2012**

Governmental Funds Capital Assets:

Land	\$ 9,262,220
Construction-in-progress	195,016
Buildings and Additions	58,602,321
Improvements Other Than Buildings	6,969,287
Autos and Trucks	10,451,052
Furniture and Fixtures	428,099
Machinery and Equipment	24,253,411
Infrastructure	54,594,232
Total Governmental Funds Capital Assets	<u>\$ 164,755,638</u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	\$ 100,798,862
Special Revenue Funds	37,614,779
Capital Project Funds	26,341,997
Total Governmental Funds Capital Assets	<u>\$ 164,755,638</u>

FLORENCE COUNTY, SOUTH CAROLINA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2012

Function and Activity	Land	Construction in Progress	Buildings and Additions	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
<b>General government:</b>									
Council	\$ -	\$ -	\$ 1,416,338	\$ -	\$ -	\$ -	\$ 8,116	\$ -	\$ 1,424,454
Administrator	3,393,498	-	41,122	-	17,006	-	7,943	-	3,459,569
Finance	-	-	53,761	-	-	-	81,721	-	135,482
Treasurer	-	-	-	5,340	41,695	-	20,549	-	67,584
Data Processing	-	-	-	79,202	-	-	2,181,577	-	2,260,779
Auditor	-	-	-	-	21,331	-	13,230	-	34,561
Tax Assessor	-	-	-	-	122,269	5,720	51,052	-	179,031
Planning	-	-	-	-	-	-	15,713	-	15,713
Purchasing	-	-	-	-	-	-	143,070	-	143,070
Clerk of Court	-	-	5,000	-	-	-	224,545	-	229,545
Court of Common Pleas	-	-	12,305	-	-	-	-	-	12,305
Solicitor	-	-	-	-	26,598	-	46,150	-	72,748
Human Resources Management	-	-	-	-	-	12,287	12,939	-	25,226
Family Court	-	-	37,274	-	-	94,989	51,837	-	184,100
Judge of Probate	-	-	-	-	-	-	46,048	-	46,048
Public Defender	-	-	-	-	-	-	11,479	-	24,537
Engineering	-	-	-	-	13,058	-	-	-	22,482
Magistrates' Offices	-	-	224,519	21,980	22,482	-	-	-	610,436
Building Inspections	-	-	-	404,003	248,080	-	413,678	-	1,065,761
Public Services Buildings	309,631	-	4,891,372	98,050	111,765	-	24,875	-	5,435,693
Other	518,989	-	1,281,537	674,584	-	-	4,343,285	-	6,818,395
<b>Total general government</b>	<b>4,222,118</b>	<b>-</b>	<b>7,963,228</b>	<b>1,283,159</b>	<b>988,211</b>	<b>112,996</b>	<b>7,697,807</b>	<b>-</b>	<b>22,267,519</b>
<b>Public Safety:</b>									
Sheriff	13,258	-	184,474	12,841	4,857,147	-	1,210,306	-	6,278,026
County Jail	382,710	-	18,198,452	-	368,149	-	1,796,047	-	20,745,358
Radio System and Central Dispatch	9,240	-	349,419	9,250	226,248	-	6,554,962	-	7,149,119
<b>Total Public Safety</b>	<b>405,208</b>	<b>-</b>	<b>18,732,345</b>	<b>22,091</b>	<b>5,451,544</b>	<b>-</b>	<b>9,561,315</b>	<b>-</b>	<b>34,172,503</b>

(continued)

FLORENCE COUNTY, SOUTH CAROLINA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2012

Function and Activity	Improvements									
	Land	Construction in Progress	Buildings and Additions	Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total	
Economic Development	\$ 921,034	\$ -	\$ 1,130,179	\$ 1,810,163	\$ 28,295	\$ 13,551	\$ 5,547	\$ -	\$ 3,908,769	
	921,034	-	1,130,179	1,810,163	28,295	13,551	5,547	-	3,908,769	
Public Works:										
Central Maintenance	-	-	19,798	10,400	-	-	22,920	-	53,118	
Public Works Operating	536,035	-	819,826	13,060	452,774	-	5,421,719	54,594,232	61,837,646	
Total public works	536,035	-	839,624	23,460	452,774	-	5,444,639	54,594,232	61,890,764	
Health:										
Health Department	115,000	-	2,284,519	-	-	-	-	-	2,399,519	
Environmental Services	44,297	-	1,286,756	-	282,249	-	65,011	-	1,678,313	
Emergency Medical Services	29,950	-	1,404,247	-	2,040,164	-	491,498	-	3,965,859	
Rescue - Ambulance Squads	-	-	15,500	32,221	642,838	-	242,092	-	932,651	
Coroner	-	-	-	-	85,581	-	17,191	-	102,772	
Total Health	189,247	-	4,991,022	32,221	3,050,832	-	815,792	-	9,079,114	
Culture and Recreation:										
Recreation	1,303,820	-	1,915,970	2,796,386	278,876	-	199,797	-	6,494,849	
Freedom Florence	-	-	-	-	-	-	-	-	-	
Lynches River County Park	31,370	-	677,815	609,115	82,136	-	66,776	-	1,467,212	
County Library	1,430,593	109,448	21,872,396	392,692	118,384	301,552	461,738	-	24,686,803	
Museum	222,795	85,568	479,742	-	-	-	-	-	788,105	
Total Culture and Recreation	2,988,578	195,016	24,945,923	3,798,193	479,396	301,552	728,311	-	33,436,969	
Total Governmental Funds Capital Assets	\$ 9,262,220	\$ 195,016	\$ 58,602,321	\$ 6,969,287	\$ 10,451,052	\$ 428,099	\$ 24,253,411	\$ 54,594,232	\$ 164,755,638	

**FLORENCE COUNTY, SOUTH CAROLINA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**

**For the Year Ended June 30, 2012**

Function and Activity	<u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2012</u>
General government:				
Council	\$ 1,412,171	\$ 12,283	\$ -	\$ 1,424,454
Administrator	3,459,569	-	-	3,459,569
Finance	135,482	-	-	135,482
Treasurer	67,584	-	-	67,584
Data Processing	1,922,222	338,557	-	2,260,779
Auditor	34,561	-	-	34,561
Tax Assessor	179,031	-	-	179,031
Planning	15,713	-	-	15,713
Central Services	143,070	-	-	143,070
Clerk of Court	243,039	-	13,494	229,545
Court of Common Pleas	12,305	-	-	12,305
Solicitor	58,780	15,784	7,351	67,213
Human Resources Management	25,226	-	-	25,226
Family Court	189,635	-	-	189,635
Judge of Probate	46,048	-	-	46,048
Public Defender	24,537	-	-	24,537
Engineering	22,482	-	-	22,482
Magistrates' Offices	648,920	-	38,484	610,436
Building Inspections	1,062,082	34,550	17,288	1,079,344
Public Services Buildings	5,203,799	8,812	-	5,212,611
Other	6,874,958	152,936	-	7,027,894
Total general government	<u>21,781,214</u>	<u>562,922</u>	<u>76,617</u>	<u>22,267,519</u>
Public Safety:				
Sheriff	6,253,366	408,079	383,419	6,278,026
County Jail	20,749,480	17,249	21,371	20,745,358
Radio System and Central Dispatch	7,058,400	120,130	29,411	7,149,119
Total Public Safety	<u>34,061,246</u>	<u>545,458</u>	<u>434,201</u>	<u>34,172,503</u>
Economic Development	<u>3,908,769</u>	-	-	<u>3,908,769</u>
	<u>3,908,769</u>	-	-	<u>3,908,769</u>
Public Works:				
Central Maintenance	96,846	-	43,728	53,118
Public Works Operating	60,206,384	1,994,833	363,571	61,837,646
Total public works	<u>60,303,230</u>	<u>1,994,833</u>	<u>407,299</u>	<u>61,890,764</u>

(continued)

**FLORENCE COUNTY, SOUTH CAROLINA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**

**For the Year Ended June 30, 2012**

	<u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2012</u>
	(continued)			
Health:				
Health Department	\$ 2,399,519	\$ -	\$ 69,591	\$ 2,329,928
Environmental Services	1,692,406	55,498	-	1,747,904
Emergency Medical Services	3,396,972	717,267	148,380	3,965,859
Rescue - Ambulance Squads	909,351	23,300	-	932,651
Coroner	102,772	-	-	102,772
Total Health	<u>8,501,020</u>	<u>796,065</u>	<u>217,971</u>	<u>9,079,114</u>
Culture and Recreation:				
Recreation	6,722,899	38,397	43,652	6,717,644
Freedom Florence	-	-	-	-
Lynches River County Park	1,488,198	-	20,986	1,467,212
County Library	24,503,261	183,542	-	24,686,803
Museum	-	565,310	-	565,310
Total Culture and Recreation	<u>32,714,358</u>	<u>787,249</u>	<u>64,638</u>	<u>33,436,969</u>
Total Governmental Funds Capital Assets	<u>\$ 161,269,837</u>	<u>\$ 4,686,527</u>	<u>\$ 1,200,726</u>	<u>\$ 164,755,638</u>



**LONG-TERM LIABILITIES  
OF  
GOVERNMENTAL FUNDS**

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF CHANGES IN LONG-TERM LIABILITIES  
For The Year Ended June 30, 2012**

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2011
Johnsonville Rural Fire District Bonds	5.30%	2000	\$ 45,000
	5.30%	2000	50,000
	5.30%	2000	50,000
	5.30%	2000	<u>55,000</u>
Subtotal			<u>200,000</u>
Hannah-Salem-Friendfield Fire District Bonds	4.10%	2001	63,000
Subtotal			<u>63,000</u>
Florence County General Bonds	4.00%	2002	235,000
	4.10%	2002	250,000
	4.20%	2002	260,000
	4.30%	2002	275,000
	4.40%	2002	285,000
	4.45%	2002	300,000
	4.55%	2002	315,000
	4.65%	2002	330,000
	4.70%	2002	350,000
	4.75%	2002	370,000
	4.75%	2002	385,000
	4.75%	2002	<u>410,000</u>
Subtotal			<u>3,765,000</u>
Hannah-Salem-Friendfield Fire District Bonds	4.71%	2004	15,000
	4.71%	2004	55,000
	4.71%	2004	<u>60,000</u>
Subtotal			<u>130,000</u>
Howe Springs Fire District Bonds	4.20%	2004	104,560
	4.20%	2004	108,951
	4.20%	2004	<u>113,528</u>
Subtotal			<u>327,039</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2012	Next Fiscal Year Requirements	
			Principal	Interest
\$ -	\$ 45,000	\$ -	\$ -	\$ -
-	-	50,000	50,000	8,215
-	-	50,000	-	-
-	-	55,000	-	-
-	45,000	155,000	50,000	8,215
-	63,000	-	-	-
-	63,000	-	-	-
-	235,000	-	-	-
-	250,000	-	-	-
-	260,000	-	-	-
-	275,000	-	-	-
-	285,000	-	-	-
-	300,000	-	-	-
-	315,000	-	-	-
-	330,000	-	-	-
-	350,000	-	-	-
-	370,000	-	-	-
-	385,000	-	-	-
-	410,000	-	-	-
-	3,765,000	-	-	-
-	15,000	-	-	-
-	-	55,000	55,000	5,417
-	-	60,000	-	-
-	15,000	115,000	55,000	5,417
-	104,560	-	-	-
-	-	108,951	108,951	9,344
-	-	113,528	-	-
-	104,560	222,479	108,951	9,344

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF CHANGES IN LONG-TERM LIABILITIES  
For The Year Ended June 30, 2012**

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2011
(Continued)			
Florence County Advance Refunding Bonds	3.50%	2005	305,000
	3.63%	2005	320,000
	3.63%	2005	335,000
	3.63%	2005	345,000
	3.63%	2005	360,000
	3.75%	2005	375,000
	3.80%	2005	390,000
	3.90%	2005	400,000
	4.00%	2005	<u>420,000</u>
Subtotal			<u>3,250,000</u>
Florence County General Bonds	3.75%	2006	515,000
	3.75%	2006	535,000
	3.75%	2006	760,000
	3.75%	2006	790,000
	3.75%	2006	1,020,000
	3.75%	2006	1,060,000
	3.75%	2006	1,185,000
	3.85%	2006	<u>1,235,000</u>
Subtotal			<u>7,100,000</u>
Howe Springs Fire District Bonds	3.235%	2009	137,946
	3.235%	2009	142,409
	3.235%	2009	147,016
	3.235%	2009	151,772
	3.235%	2009	156,681
	3.235%	2009	161,750
	3.235%	2009	166,983
	3.235%	2009	<u>172,384</u>
Subtotal			<u>1,236,941</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2012	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	305,000	-	-	-
-	-	320,000	320,000	110,583
-	-	335,000	-	-
-	-	345,000	-	-
-	-	360,000	-	-
-	-	375,000	-	-
-	-	390,000	-	-
-	-	400,000	-	-
-	-	420,000	-	-
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-	305,000	2,945,000	320,000	110,583
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-	515,000	-	-	-
-	-	535,000	535,000	248,173
-	-	760,000	-	-
-	-	790,000	-	-
-	-	1,020,000	-	-
-	-	1,060,000	-	-
-	-	1,185,000	-	-
-	-	1,235,000	-	-
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-	515,000	6,585,000	535,000	248,173
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-	137,946	-	-	-
-	-	142,409	142,409	35,552
-	-	147,016	-	-
-	-	151,772	-	-
-	-	156,681	-	-
-	-	161,750	-	-
-	-	166,983	-	-
-	-	172,384	-	-
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-	137,946	1,098,995	142,409	35,552
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(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF CHANGES IN LONG-TERM LIABILITIES  
For The Year Ended June 30, 2012**

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2011
(Continued)			
Windy Hill/Olanta Fire District	4.65%	2009	32,119
	4.65%	2009	33,612
	4.65%	2009	35,175
	4.65%	2009	36,811
	4.65%	2009	38,523
	4.65%	2009	40,314
	4.65%	2009	42,188
	4.65%	2009	44,150
	4.65%	2009	46,203
	4.65%	2009	48,352
	4.65%	2009	50,600
	4.65%	2009	<u>52,952</u>
Subtotal			<u>500,999</u>
Windy Hill/Olanta Fire District	2.66%	2010	79,745
	2.66%	2010	81,866
	2.66%	2010	84,045
	2.66%	2010	86,280
	2.66%	2010	88,574
	2.66%	2010	90,930
	2.66%	2010	93,349
	2.66%	2010	95,832
	2.66%	2010	<u>98,381</u>
Subtotal			<u>900,000</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2012	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	32,119	-	-	-
-	-	33,612	33,612	21,803
-	-	35,175	-	-
-	-	36,811	-	-
-	-	38,523	-	-
-	-	40,314	-	-
-	-	42,188	-	-
-	-	44,150	-	-
-	-	46,203	-	-
-	-	48,352	-	-
-	-	50,600	-	-
-	-	52,952	-	-
-	32,119	468,880	33,612	21,803
-	79,745	-	-	-
-	-	81,866	81,866	21,819
-	-	84,045	-	-
-	-	86,280	-	-
-	-	88,574	-	-
-	-	90,930	-	-
-	-	93,349	-	-
-	-	95,832	-	-
-	-	98,381	-	-
-	-	100,998	-	-
-	79,745	820,255	81,866	21,819

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF CHANGES IN LONG-TERM LIABILITIES  
For The Year Ended June 30, 2012**

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2011
(Continued)			
Florence County General Bonds	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.00%	2012	-
	2.13%	2012	-
	2.38%	2012	-
	2.50%	2012	-
	2.63%	2012	-
	2.75%	2012	-
			-
Subtotal			-
Total general bonded indebtedness			17,472,979
Special Source Revenue Bonds	6.24%	2007	1,222,528
	5.44%	2010	2,636,443
Hospitality Tax Revenue Bonds	4.00%	2012	-
Capital leases	2.49%	2010	18,429,677
Vacation pay earned but not used			1,533,786
Total			\$ 41,295,413



Charges Issued	Retired During Year	Amount Outstanding 6/30/2012	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
280,000	280,000	-	-	-
300,000	-	300,000	300,000	102,519
305,000	-	305,000	-	-
315,000	-	315,000	-	-
320,000	-	320,000	-	-
330,000	-	330,000	-	-
340,000	-	340,000	-	-
345,000	-	345,000	-	-
355,000	-	355,000	-	-
365,000	-	365,000	-	-
370,000	-	370,000	-	-
385,000	-	385,000	-	-
320,000	-	320,000	-	-
330,000	-	330,000	-	-
340,000	-	340,000	-	-
<u>5,000,000</u>	<u>280,000</u>	<u>4,720,000</u>	<u>300,000</u>	<u>102,519</u>
5,000,000	5,342,370	17,130,609	1,626,838	563,425
-	592,770	629,758	629,758	39,297
-	383,335	2,253,108	404,188	122,569
3,900,000	152,000	3,748,000	205,000	149,920
-	2,440,730	15,988,947	2,503,432	398,125
<u>1,001,122</u>	<u>1,091,378</u>	<u>1,443,530</u>	<u>1,001,122</u>	<u>-</u>
<u>\$ 9,901,122</u>	<u>\$ 10,002,583</u>	<u>\$ 41,193,952</u>	<u>\$ 6,370,338</u>	<u>\$ 1,273,336</u>



**ADDITIONAL ACCOMPANYING INFORMATION**

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
BALANCE SHEET  
June 30, 2012

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**ASSETS**

Cash and investments	\$ 14,144,067
Receivables:	
Property taxes (net)	282,393
Other governmental units and agencies	4,396,116
Other (net)	1,375,003
Prepays	1,080,408
Inventory	14,417
Due from other funds	43,758

<b>Total assets</b>	<b><u>\$ 21,336,162</u></b>
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**LIABILITIES AND FUND BALANCE**

Liabilities:

Accounts payable	\$ 1,665,453
Payroll withholdings and accruals	548,809
Other payables	5,974,187
Deferred revenues	1,203,641
Total liabilities	<u>9,392,090</u>

Fund balance:

Nonspendable:	
Inventory and prepaids	1,092,789
Committed	1,397,033
Assigned:	
Encumbrances	13,667
Unassigned	9,440,583
Total fund balance	<u>11,944,072</u>

<b>Total liabilities and fund balance</b>	<b><u>\$ 21,336,162</u></b>
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FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Revenues:			
Taxes	\$ 33,016,586	\$ 31,644,959	\$ (1,371,627)
Licenses and permits	1,797,978	2,052,100	254,122
Fines and fees	3,561,342	3,405,100	(156,242)
Intergovernmental	5,539,352	5,405,193	(134,159)
Sales and other functional revenues	5,458,889	5,654,006	195,117
Miscellaneous	840,000	479,586	(360,414)
<b>Total revenues</b>	<b>50,214,147</b>	<b>48,640,944</b>	<b>(1,573,203)</b>
Expenditures:			
Current:			
General government	19,215,808	18,660,774	555,034
Public safety	17,492,380	16,936,329	556,051
Public works	1,918,135	581,784	1,336,351
Health	5,859,752	5,520,798	338,954
Welfare	439,075	425,734	13,341
Culture and recreation	5,307,950	5,073,857	234,093
Education	4,515	4,515	-
<b>Total expenditures</b>	<b>50,237,615</b>	<b>47,203,791</b>	<b>3,033,824</b>
Revenues over (under) expenditures	(23,468)	1,437,153	1,460,621

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
(Continued)			
Other financing sources (uses):			
Transfer in	623,942	755,607	131,665
Transfer out	<u>(2,000,343)</u>	<u>(2,000,343)</u>	<u>-</u>
Net change in fund balance	<u>\$ (1,399,869)</u>	192,417	<u>\$ 1,592,286</u>
Fund balance - beginning of year		<u>11,758,625</u>	
Fund balance - end of year		<u>\$ 11,951,042</u>	
Reconciliation of fund balance:			
GAAP basis		\$ 11,944,072	
Increase (decrease):			
Due to expenditures:			
Encumbrances		(13,667)	
Inventories		(12,381)	
Cash - Juror fee accounts		<u>33,018</u>	
Budgetary basis		<u>\$ 11,951,042</u>	

**FLORENCE COUNTY, SOUTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
AND ACTUAL  
For The Year Ended June 30, 2012**

	Budget	Actual	Variance with Budget
General government:			
County Council	\$ 356,108	\$ 324,547	\$ 31,561
Attorney	144,650	119,441	25,209
Administrator	635,162	611,625	23,537
Finance	743,944	724,405	19,539
Treasurer	1,189,141	1,144,450	44,691
Data processing	1,323,786	1,304,838	18,948
Auditor	473,893	451,390	22,503
Tax assessor	1,280,644	1,212,614	68,030
Procurement and facilities	212,090	137,085	75,005
Clerk of Court	960,670	974,465	(13,795)
Court of Common Pleas	172,697	153,304	19,393
Solicitor	1,064,277	1,015,289	48,988
Human resources management	248,163	246,128	2,035
Family court	620,622	610,861	9,761
Judge of Probate	501,075	501,188	(113)
Public defender	758,618	713,358	45,260
Master in Equity	51,414	51,240	174
Magistrates' offices	2,175,294	2,149,489	25,805
Building inspections	2,054,406	1,673,752	380,654
GIS	372,156	372,418	(262)
Voter registration and election commission	581,719	550,821	30,898
Veterans' affairs	146,112	144,186	1,926
Public services buildings	730,031	651,923	78,108
Senior Citizens Center	177,549	160,811	16,738
Lake City Senior Center	150,188	150,188	-
Direct assistance	1,411,460	1,465,187	(53,727)
Other	679,939	1,045,771	(365,832)
<b>Total general government</b>	<u>19,215,808</u>	<u>18,660,774</u>	<u>555,034</u>
Public safety:			
Sheriff's office	8,356,578	8,225,361	131,217
County jail	6,671,674	6,385,485	286,189
Radio System	358,175	356,850	1,325
Central Dispatch	1,815,389	1,694,904	120,485
Emergency Preparedness	275,424	261,445	13,979
Direct assistance	15,140	12,284	2,856
<b>Total public safety</b>	<u>17,492,380</u>	<u>16,936,329</u>	<u>556,051</u>
Public works:			
Public works operating	1,540,650	189,885	1,350,765
Central maintenance	377,485	391,899	(14,414)
<b>Total public works</b>	<u>1,918,135</u>	<u>581,784</u>	<u>1,336,351</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
AND ACTUAL  
For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
(Continued)			
Health:			
Health department	\$ 80,934	\$ 80,934	\$ -
Environmental services	725,507	714,958	10,549
Emergency medical services	4,371,988	4,066,815	305,173
Rescue - ambulance squads	388,035	382,776	5,259
Coroner	278,786	262,865	15,921
Direct assistance	14,502	12,450	2,052
<b>Total health</b>	<u>5,859,752</u>	<u>5,520,798</u>	<u>338,954</u>
Welfare:			
Indigent care	382,821	373,821	9,000
Social services	47,134	42,793	4,341
Direct assistance	9,120	9,120	-
<b>Total welfare</b>	<u>439,075</u>	<u>425,734</u>	<u>13,341</u>
Culture and recreation:			
Library	3,564,081	3,525,025	39,056
Recreation	1,354,654	1,208,788	145,866
Lynches River County Park	384,215	335,044	49,171
Museum	5,000	5,000	-
<b>Total culture and recreation</b>	<u>5,307,950</u>	<u>5,073,857</u>	<u>234,093</u>
Education:			
Direct assistance	4,515	4,515	-
<b>Total education</b>	<u>4,515</u>	<u>4,515</u>	<u>-</u>
<b>Total expenditures</b>	<u><b>\$ 50,237,615</b></u>	<u><b>\$ 47,203,791</b></u>	<u><b>\$ 3,033,824</b></u>



FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)  
AND ACTUAL

For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
<b>Taxes:</b>			
Property tax	\$ 20,040,014	\$ 17,807,361	\$ (2,232,653)
Sales tax	10,956,572	11,733,368	776,796
Fees in lieu of tax	2,020,000	2,104,230	84,230
<b>Total taxes</b>	<u>33,016,586</u>	<u>31,644,959</u>	<u>(1,371,627)</u>
<b>Licenses and permits:</b>			
Tax assessor fees	8,176	6,444	(1,732)
Cable TV fees	720,000	909,273	189,273
Scrap tire fees	4,500	1,500	(3,000)
Building permit fees	604,500	665,713	61,213
Landfill permits	5,000	5,243	243
Road system maintenance fees	449,302	461,202	11,900
Planning commission fees	6,500	2,725	(3,775)
<b>Total licenses and permits</b>	<u>1,797,978</u>	<u>2,052,100</u>	<u>254,122</u>
<b>Fines and fees:</b>			
Library fines	100,000	106,456	6,456
Tax collector's costs and fees	377,962	215,654	(162,308)
Magistrates' fines	1,809,116	1,792,962	(16,154)
Clerk of Court fines	34,478	21,951	(12,527)
Clerk of Court fees	574,692	697,563	122,871
Master in Equity fees	87,028	48,241	(38,787)
Judge of Probate fees	190,000	180,287	(9,713)
Family court fees	388,066	341,986	(46,080)
<b>Total fines and fees</b>	<u>3,561,342</u>	<u>3,405,100</u>	<u>(156,242)</u>
<b>Intergovernmental:</b>			
Library state and federal	208,824	100,326	(108,498)
State revenue - local government fund	4,000,000	4,213,418	213,418
Election commission	166,979	46,530	(120,449)
Veterans' affairs	8,500	6,184	(2,316)
Public defender	325,000	190,866	(134,134)
Solicitor	170,000	186,312	16,312
Municipalities	71,743	70,054	(1,689)
Merchant inventory exemption	356,006	356,006	-
Accommodations tax	44,000	42,609	(1,391)
Others	188,300	192,888	4,588
<b>Total intergovernmental</b>	<u>5,539,352</u>	<u>5,405,193</u>	<u>(134,159)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
(Continued)			
Sales and other functional revenues:			
Rent	\$ 258,283	\$ 293,134	\$ 34,851
Hospital reimbursements/MIAF administration	52,000	49,331	(2,669)
Vital Statistics	50,000	60,565	10,565
Emergency medical services	2,875,000	3,287,340	412,340
Recreation	518,008	439,511	(78,497)
Inmate per diem	1,493,800	1,331,179	(162,621)
Sheriff serving fees	35,000	39,672	4,672
Commissary sales	44,000	37,346	(6,654)
Inmate telephone system	95,273	94,000	(1,273)
Other	37,525	21,928	(15,597)
<b>Total sales and other functional revenues</b>	<b>5,458,889</b>	<b>5,654,006</b>	<b>195,117</b>
Miscellaneous:			
Interest on investments	619,000	200,523	(418,477)
Tax sale escrow accounts held five years	10,000	71,561	61,561
Sales of abandoned property	200,000	93,732	(106,268)
Others	11,000	113,770	102,770
<b>Total miscellaneous</b>	<b>840,000</b>	<b>479,586</b>	<b>(360,414)</b>
<b>Total revenues</b>	<b>\$ 50,214,147</b>	<b>\$ 48,640,944</b>	<b>\$ (1,573,203)</b>

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
General government:			
County Council:			
Personnel services	\$ 215,813	\$ 213,686	\$ 2,127
Supplies	9,658	8,067	1,591
Other service and charges	116,435	88,617	27,818
Capital outlay	2,051	2,026	25
Direct assistance	12,151	12,151	-
Total County Council	<u>356,108</u>	<u>324,547</u>	<u>31,561</u>
Attorney:			
Other service and charges	<u>144,650</u>	<u>119,441</u>	<u>25,209</u>
Total attorney	<u>144,650</u>	<u>119,441</u>	<u>25,209</u>
Administrator:			
Personnel services	580,987	565,031	15,956
Supplies	9,905	6,090	3,815
Other service and charges	29,348	25,698	3,650
Capital outlay	14,922	14,806	116
Total administrator	<u>635,162</u>	<u>611,625</u>	<u>23,537</u>
Finance:			
Personnel services	554,332	551,619	2,713
Supplies	35,477	32,373	3,104
Other service and charges	143,985	130,448	13,537
Capital outlay	10,150	9,965	185
Total finance	<u>743,944</u>	<u>724,405</u>	<u>19,539</u>
Treasurer:			
Personnel services	832,054	821,730	10,324
Supplies	71,579	71,230	349
Other service and charges	271,408	243,740	27,668
Capital outlay	14,100	7,750	6,350
Total treasurer	<u>1,189,141</u>	<u>1,144,450</u>	<u>44,691</u>
Information Technology:			
Personnel services	521,468	518,638	2,830
Supplies	8,710	7,307	1,403
Other service and charges	650,849	637,967	12,882
Capital outlay	142,759	140,926	1,833
Total data processing	<u>1,323,786</u>	<u>1,304,838</u>	<u>18,948</u>
Auditor:			
Personnel services	442,056	422,250	19,806
Supplies	13,740	13,674	66
Other service and charges	17,288	14,657	2,631
Capital outlay	809	809	-
Total auditor	<u>473,893</u>	<u>451,390</u>	<u>22,503</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Tax assessor:			
Personnel services	\$ 1,183,724	\$ 1,142,337	\$ 41,387
Supplies	13,480	13,300	180
Other service and charges	74,240	47,959	26,281
Capital outlay	9,200	9,018	182
Total tax assessor	<u>1,280,644</u>	<u>1,212,614</u>	<u>68,030</u>
Procurement:			
Personnel services	199,086	124,558	74,528
Supplies	4,004	4,001	3
Other service and charges	9,000	8,526	474
Capital outlay	-	-	-
Total central services	<u>212,090</u>	<u>137,085</u>	<u>75,005</u>
Clerk of Court:			
Personnel services	872,966	888,768	(15,802)
Supplies	33,694	33,681	13
Other service and charges	54,010	52,016	1,994
Capital outlay	-	-	-
Total Clerk of Court	<u>960,670</u>	<u>974,465</u>	<u>(13,795)</u>
Court of Common Pleas			
Personnel services	118,651	112,349	6,302
Other service and charges	54,046	40,955	13,091
Total court of common pleas	<u>172,697</u>	<u>153,304</u>	<u>19,393</u>
Solicitor:			
Personnel services	905,490	856,508	48,982
Supplies	16,610	16,602	8
Other service and charges	111,678	111,699	(21)
Capital outlay	30,499	30,480	19
Total solicitor	<u>1,064,277</u>	<u>1,015,289</u>	<u>48,988</u>
Human resources management:			
Personnel services	231,275	231,115	160
Supplies	8,543	7,896	647
Other service and charges	8,345	7,117	1,228
Capital outlay	-	-	-
Total human resources management	<u>248,163</u>	<u>246,128</u>	<u>2,035</u>
Family court:			
Personnel services	605,944	597,792	8,152
Supplies	-	13,069	(13,069)
Other service and charges	14,678	-	14,678
Total family court	<u>620,622</u>	<u>610,861</u>	<u>9,761</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Judge of Probate:			
Personnel services	\$ 472,213	\$ 468,268	\$ 3,945
Supplies	7,979	7,843	136
Other service and charges	20,883	25,077	(4,194)
Total Judge of Probate	<u>501,075</u>	<u>501,188</u>	<u>(113)</u>
Public defender:			
Personnel services	722,164	682,605	39,559
Supplies	2,618	2,599	19
Other service and charges	33,836	28,154	5,682
Capital outlay	-	-	-
Total public defender	<u>758,618</u>	<u>713,358</u>	<u>45,260</u>
Master in Equity:			
Personnel services	50,433	50,825	(392)
Supplies	246	218	28
Other service and charges	735	197	538
Total Master in Equity	<u>51,414</u>	<u>51,240</u>	<u>174</u>
Magistrates' Offices			
Personnel services	1,910,146	1,885,046	25,100
Supplies	18,658	17,351	1,307
Other service and charges	246,490	247,092	(602)
Capital outlay	-	-	-
Total magistrates' offices	<u>2,175,294</u>	<u>2,149,489</u>	<u>25,805</u>
Building inspections:			
Personnel services	1,694,704	1,407,310	287,394
Supplies	18,223	15,381	2,842
Other service and charges	311,929	229,984	81,945
Capital outlay	29,550	21,077	8,473
Total building inspections	<u>2,054,406</u>	<u>1,673,752</u>	<u>380,654</u>
GIS:			
Personnel services	299,990	301,598	(1,608)
Supplies	1,860	1,745	115
Other service and charges	68,726	67,527	1,199
Capital outlay	1,580	1,548	32
Total GIS	<u>372,156</u>	<u>372,418</u>	<u>(262)</u>
Voter registration and election commission:			
Personnel services	254,409	265,845	(11,436)
Supplies	19,588	17,800	1,788
Other service and charges	305,822	267,023	38,799
Capital outlay	1,900	153	1,747
Total voter registration and election commission	<u>581,719</u>	<u>550,821</u>	<u>30,898</u>

(Continued)

**FLORENCE COUNTY, SOUTH CAROLINA**

**GENERAL FUND  
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
AND ACTUAL  
For The Year Ended June 30, 2012**

	Budget	Actual	Variance with Budget
Veterans' affairs:			
Personnel services	\$ 127,892	\$ 125,859	\$ 2,033
Supplies	1,707	1,701	6
Other service and charges	10,503	10,639	(136)
Capital outlay	6,010	5,987	23
Total veterans' affairs	<u>146,112</u>	<u>144,186</u>	<u>1,926</u>
Facilities Management:			
Personnel services	249,145	212,456	36,689
Supplies	6,948	5,750	1,198
Other service and charges	439,938	405,002	34,936
Capital outlay	34,000	28,715	5,285
Total public services buildings	<u>730,031</u>	<u>651,923</u>	<u>78,108</u>
Senior Citizens Center:			
Personnel services	80,008	69,834	10,174
Supplies	450	444	6
Other service and charges	95,430	88,873	6,557
Capital outlay	1,661	1,660	1
Total Senior Citizens Center	<u>177,549</u>	<u>160,811</u>	<u>16,738</u>
Lake City Senior Center:			
Supplies	10,316	10,316	-
Other service and charges	134,487	134,487	-
Capital outlay	5,385	5,385	-
Total Lake City Senior Center	<u>150,188</u>	<u>150,188</u>	<u>-</u>
Direct assistance:			
City-County Complex	1,193,463	1,247,191	(53,728)
Council of Governments	82,131	82,131	-
Senior Citizens Association	9,120	9,120	-
Pee Dee CAA	9,120	9,120	-
City-County Stadium Commission	4,652	4,652	-
Others	112,974	112,973	1
Total direct assistance	<u>1,411,460</u>	<u>1,465,187</u>	<u>(53,727)</u>
Other:			
Personnel services	426,177	911,927	(485,750)
Supplies	-	-	-
Other service and charges	253,762	133,844	119,918
Direct assistance	-	-	-
Total other	<u>679,939</u>	<u>1,045,771</u>	<u>(365,832)</u>
<b>Total general government</b>	<u><b>19,215,808</b></u>	<u><b>18,660,774</b></u>	<u><b>555,034</b></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Public safety:			
Sheriff's office:			
Personnel services	\$ 6,274,516	\$ 6,169,318	\$ 105,198
Supplies	56,707	56,151	556
Other service and charges	1,775,396	1,751,189	24,207
Capital outlay	215,524	214,270	1,254
Direct assistance	34,435	34,433	2
Total sheriff's office	<u>8,356,578</u>	<u>8,225,361</u>	<u>131,217</u>
County Jail:			
Personnel services	4,440,897	4,287,159	153,738
Supplies	80,345	70,327	10,018
Other service and charges	2,044,565	1,941,516	103,049
Capital outlay	105,867	86,483	19,384
Total county jail	<u>6,671,674</u>	<u>6,385,485</u>	<u>286,189</u>
Radio System:			
Personnel services	51,606	51,606	-
Supplies	1,344	1,343	1
Other service and charges	305,225	303,901	1,324
Capital outlay	-	-	-
Total radio system	<u>358,175</u>	<u>356,850</u>	<u>1,325</u>
Central Dispatch:			
Personnel services	1,766,312	1,649,029	117,283
Supplies	5,545	5,537	8
Other service and charges	43,209	40,015	3,194
Capital outlay	323	323	-
Total central dispatch	<u>1,815,389</u>	<u>1,694,904</u>	<u>120,485</u>
Emergency Preparedness:			
Personnel services	241,661	235,348	6,313
Supplies	5,919	4,579	1,340
Other service and charges	27,844	21,518	6,326
Capital outlay	-	-	-
Total emergency preparedness	<u>275,424</u>	<u>261,445</u>	<u>13,979</u>
Direct assistance:			
Rural fire departments	15,140	12,284	2,856
Total direct assistance	<u>15,140</u>	<u>12,284</u>	<u>2,856</u>
Total public safety	<u>17,492,380</u>	<u>16,936,329</u>	<u>556,051</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Public works:			
Public works operating:			
Other service and charges	\$ 1,540,650	\$ 189,885	\$ 1,350,765
Total public works operating	<u>1,540,650</u>	<u>189,885</u>	<u>1,350,765</u>
Central maintenance:			
Other service and charges	377,485	391,899	(14,414)
Total central maintenance	<u>377,485</u>	<u>391,899</u>	<u>(14,414)</u>
<b>Total public works</b>	<b><u>1,918,135</u></b>	<b><u>581,784</u></b>	<b><u>1,336,351</u></b>
Health:			
Health department:			
Other service and charges	80,934	80,934	-
Total health department	<u>80,934</u>	<u>80,934</u>	<u>-</u>
Environmental services:			
Personnel services	465,279	480,177	(14,898)
Supplies	8,529	8,526	3
Other service and charges	184,244	159,441	24,803
Capital outlay	67,455	66,814	641
Total environmental services	<u>725,507</u>	<u>714,958</u>	<u>10,549</u>
Emergency medical services:			
Personnel services	3,335,869	3,120,754	215,115
Supplies	11,300	8,852	2,448
Other service and charges	678,394	608,639	69,755
Capital outlay	346,425	328,570	17,855
Total emergency medical services	<u>4,371,988</u>	<u>4,066,815</u>	<u>305,173</u>
Rescue - ambulance squads:			
Supplies	34,717	28,065	6,652
Other services and charges	2,645	-	2,645
Capital outlay	112,377	118,343	(5,966)
Direct assistance	238,296	236,368	1,928
Total rescue - ambulance squads	<u>388,035</u>	<u>382,776</u>	<u>5,259</u>
Coroner:			
Personnel services	193,978	191,226	2,752
Supplies	1,657	1,495	162
Other service and charges	83,151	70,144	13,007
Total coroner	<u>278,786</u>	<u>262,865</u>	<u>15,921</u>
Direct assistance:			
Direct assistance	14,502	12,450	2,052
Total direct assistance	<u>14,502</u>	<u>12,450</u>	<u>2,052</u>
<b>Total health</b>	<b><u>5,859,752</u></b>	<b><u>5,520,798</u></b>	<b><u>338,954</u></b>

(Continued)



FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Welfare:			
Indigent care:			
Other services and charges	\$ 382,821	\$ 373,821	\$ 9,000
Total indigent care	<u>382,821</u>	<u>373,821</u>	<u>9,000</u>
Social services:			
Other services and charges	47,134	42,793	4,341
Total social services	<u>47,134</u>	<u>42,793</u>	<u>4,341</u>
Direct assistance:			
Pee Dee Coalition	9,120	9,120	-
Total direct assistance	<u>9,120</u>	<u>9,120</u>	<u>-</u>
<b>Total welfare</b>	<b><u>439,075</u></b>	<b><u>425,734</u></b>	<b><u>13,341</u></b>
Culture and recreation:			
Library:			
Personnel services	2,578,937	2,556,479	22,458
Supplies	63,184	58,857	4,327
Other service and charges	900,304	889,282	11,022
Capital outlay	21,656	20,407	1,249
Total Library	<u>3,564,081</u>	<u>3,525,025</u>	<u>39,056</u>
Recreation:			
Personnel services	467,081	454,343	12,738
Supplies	58,337	54,928	3,409
Other service and charges	403,756	396,485	7,271
Capital outlay	30,776	(18,270)	49,046
Direct assistance	394,704	321,302	73,402
Total recreation	<u>1,354,654</u>	<u>1,208,788</u>	<u>145,866</u>
Lynches River County Park:			
Personnel services	247,477	217,601	29,876
Supplies	12,196	8,757	3,439
Other service and charges	106,542	98,704	7,838
Capital outlay	18,000	9,982	8,018
Total Lynches River County Park	<u>384,215</u>	<u>335,044</u>	<u>49,171</u>
Direct assistance:			
Museum	5,000	5,000	-
Total direct assistance	<u>5,000</u>	<u>5,000</u>	<u>-</u>
<b>Total culture and recreation</b>	<b><u>5,307,950</u></b>	<b><u>5,073,857</u></b>	<b><u>234,093</u></b>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND  
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)  
 AND ACTUAL  
 For The Year Ended June 30, 2012

	Budget	Actual	Variance with Budget
Education:			
Direct assistance:			
Literacy Council	\$ 4,515	\$ 4,515	\$ -
Total direct assistance	<u>4,515</u>	<u>4,515</u>	<u>-</u>
<b>Total education</b>	<u><b>4,515</b></u>	<u><b>4,515</b></u>	<u><b>-</b></u>
<b>Total expenditures</b>	<u><b>\$ 50,237,615</b></u>	<u><b>\$ 47,203,791</b></u>	<u><b>\$ 3,033,824</b></u>



FLORENCE COUNTY, SOUTH CAROLINA

ANALYSIS OF CURRENT LEVY

June 30, 2012

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Original assessment	
Regular	\$ 77,330,024
Mill exemption	698,571
Homestead exemption	535
Local option sales tax	11,254,788
School exemption	27,962,601
	<hr/>
	117,246,519
	<hr/>
Additions	
Regular	8,020,067
Mill exemption	215,396
Homestead exemption	3,474
Local option sales tax	678,345
School exemption	1,179,136
	<hr/>
	10,096,418
	<hr/>
Abatements	
Regular	11,109,812
Mill exemption	210,894
Homestead exemption	19,474
Local option sales tax	784,149
School exemption	631,498
	<hr/>
	12,755,827
	<hr/>
Collections and credits	
Regular	69,098,306
Mill exemption	714,770
Homestead exemption	(15,465)
Local option sales tax	10,496,550
School exemption	28,510,239
	<hr/>
	108,804,400
	<hr/>
Executions	<u><u>\$ 5,782,710</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF TAXES RECEIVABLE - DELINQUENT  
June 30, 2012**

	Uncollected Balance July 1, 2011	Additions	Collections	Credits (Debits)	Uncollected Balance June 30, 2012
2011	\$ -	\$ 5,748,379	\$ 1,860,656	\$ 285,201	\$ 3,602,522
2010	3,540,243	-	2,692,717	107,676	739,850
2009	641,427	-	53,667	25,494	562,266
2008	433,249	-	23,624	397,387	12,238
2007	3,356	8,149	3,617	5,410	2,478
2006	545	5,353	949	2,792	2,157
2005	(59)	10,978	7,682	2,032	1,205
2004	722	9,851	6,764	1,906	1,903
2003	2,783	-	306	1,444	1,033
2002	1,618	-	59	778	781
2001	429	-	-	429	-
	<u>\$ 4,624,313</u>	<u>\$ 5,782,710</u>	<u>\$ 4,650,041</u>	<u>\$ 830,549</u>	<u>\$ 4,926,433</u>

The schedule is not reduced for an allowance for uncollectible taxes, nor does it include costs and execution fees relating to the above receivables nor accounts nulla bonnaed. It includes delinquent taxes and penalties.

The schedule also includes \$3,534,740 of receivables relating to school districts.  
Reconciliation follows:

Per balance sheet (page 27)	\$ 402,490
Add:	
Allowance for delinquent doubtful accounts	1,060,262
Fiduciary funds	3,717,925
Less costs and fees receivable	<u>(254,244)</u>
As above	<u>\$ 4,926,433</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY  
LAST TEN YEARS  
(UNAUDITED)**

The assessed value of all taxable real and personal property (non-industrial property) and the assessed value of all real and personal industrial property in the County for each of the last 10 years is set forth below:

Tax Year	Non-manufacturing		Manufacturing*		Total Assessments
	Real	Personal	Real	Personal	
2002	\$217,688,421	\$80,118,648	\$18,032,345	\$59,988,736	\$375,828,150
2003	223,070,997	77,901,350	16,106,416	60,269,076	377,347,839
2004	227,583,167	74,195,939	16,259,777	62,206,241	380,245,124
2005	259,255,734	71,126,584	14,148,439	62,217,151	406,747,908
2006	266,847,880	70,351,210	13,942,482	62,382,660	413,524,232
2007	276,846,394	68,453,945	12,855,378	60,191,283	418,347,000
2008	287,100,121	63,328,539	12,587,362	63,031,690	426,047,712
2009	294,977,277	57,365,455	12,707,346	66,279,908	431,329,986
2010	306,767,976	56,057,235	10,509,907	63,225,204	436,560,322
2011	310,283,149	58,680,477	9,765,127	60,634,022	439,362,775

\* Assessed values for Utilities and Railroads property are included in Manufacturing personal. The breakdown between personal and real property for Utilities and Railroads is not readily available from the South Carolina Department of Revenue and Taxation.

# FLORENCE COUNTY, SOUTH CAROLINA

## MARKET AND ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY

### TAX YEAR ENDED DECEMBER 31, 2011, BY PROPERTY CLASSIFICATION (UNAUDITED)

The assessed value of all taxable property in the County for tax year 2011, according to classification of property, is set forth below:

Classification of Property	Market Value	Assessment
Real Estate (Non-manufacturing) Farm	\$ 247,689,963	\$ 10,119,728
Real Estate (Non-manufacturing) Non-farm	6,140,570,762	292,955,487
Mobile Homes	163,063,595	7,207,934
Business Personal	45,818,554	4,810,949
Watercraft	23,914,491	1,434,870
Aircraft	5,192,000	207,680
Utilities	241,081,988	25,313,610
Manufacturers' Furniture & Fixtures	149,167,733	15,662,613
Manufacturers' Real Estate	96,644,062	9,765,127
Manufacturers' Personal	156,076,182	16,388,000
Railroads	34,418,929	3,269,799
Vehicles	807,843,341	52,226,978
Totals	<u>\$8,111,481,600</u>	<u>\$439,362,775</u>

#### Exempt Manufacturing Property

Article X, Section 3 of the Constitution provides that all new manufacturing establishments located in any county after July 1, 1977, and all additions (in excess of \$50,000) to existing manufacturing establishments are exempt from ad valorem taxation for five years for county taxes only. No exemption is granted from school or municipal taxes.

The following table provides a breakdown of the total assessment between property subject to the exemption and property which is fully taxable for each of the last ten (10) years for which the information is available:

Year Ended December 31	Exempt Manufacturing Property	Total Assessment Not Exempt	Total Assessment
2002	\$11,012,180	\$364,815,970	\$375,828,150
2003	10,439,940	366,907,899	377,347,839
2004	12,384,860	367,860,264	380,245,124
2005	11,717,650	395,030,258	406,747,908
2006	9,871,210	403,653,022	413,524,232
2007	8,498,440	409,848,560	418,347,000
2008	9,301,650	416,746,062	426,047,712
2009	11,247,510	420,082,476	431,329,986
2010	11,362,204	425,198,118	436,560,322
2011	9,130,200	430,232,575	439,362,775

**FLORENCE COUNTY, SOUTH CAROLINA**

**ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY  
TAX YEAR ENDED DECEMBER 31, 2011 BY TAX DISTRICT  
(UNAUDITED)**

The assessed value of all taxable property in the County for tax year 2011, by tax district and according to major category, is set forth below:

District		Real Property	Personal Property
100	West Florence Rural Fire District	\$ 73,439,909	\$ 1,084,512
110	City of Florence	125,799,957	4,181,833
120	Town of Quinby	1,983,528	5,711
130	Howe Springs Fire District	33,016,642	403,024
140	Windy Hill Fire District	23,416,542	143,407
School District #1		257,656,578	5,818,487
200	Hannah-Salem-Friendfield	2,761,694	38,935
210	Town of Pamplico	1,479,341	18,447
220	Howe Springs Fire District	1,150,184	7,420
230	Hannah-Salem-Friendfield	3,143,596	56,580
School District #2		8,534,815	121,382
300	South Lynches Fire District	2,372,830	31,988
301	SLFD/Salem Watershed	1,886,512	950
310	South Lynches Fire District	5,981,808	87,858
311	SLFD/Salem Watershed	2,166,982	230
319	SLFD/Joint Ind Park	50,610	791
320	City of Lake City	9,815,309	119,444
330	Town of Olanta	995,716	7,877
340	Town of Coward	650,062	6,654
341	Town of Coward/Salem Watershed	86,053	-
350	Town of Scranton	347,022	19,403
351	Town of Scranton/Salem Watershed	532,190	790
360	SLFD/Lynches Lake Camp Branch	784	570
361	SLFD/Lynches Lake Camp Branch	45,170	-
371	SLFD/Lynches Lake Camp Branch	64,059	-
380	Olanta Rural Fire District	1,514,796	13,952
381	ORFD/Salem Watershed	121,834	-
390	ORFD/Lynches Lake Camp Branch	258	470
391	ORFD/Lynches Lake Camp Branch	310,744	-
School District #3		26,942,739	290,977
400	Sardis-Timmons ville Fire District	6,540,359	63,866
410	Town of Timmons ville	2,769,748	11,273
420	West Florence Rural Fire District	143,640	42,010
School District #4		9,453,747	117,149
500	Johnsonville Rural Fire District	4,852,656	57,894
510	Town of Johnsonville	2,842,614	47,610
School District #5		7,695,270	105,504
Total County		\$ 310,283,149	\$ 6,453,499



Tax Commission	Vehicles	Total Assessment
\$ 22,512,134	\$ 14,109,150	\$ 111,145,705
15,001,740	14,523,690	159,507,220
226,320	297,640	2,513,199
4,934,428	6,640,280	44,994,374
10,709,533	4,039,598	38,309,080
<u>53,384,155</u>	<u>39,610,358</u>	<u>356,469,578</u>
1,657,380	748,150	5,206,159
595,110	303,240	2,396,138
60,070	294,230	1,511,904
197,590	875,220	4,272,986
<u>2,510,150</u>	<u>2,220,840</u>	<u>13,387,187</u>
1,288,207	862,760	4,555,785
-	-	1,887,462
2,152,033	2,733,670	10,955,369
3,380	-	2,170,592
3,806,881	-	3,858,282
2,047,819	1,312,680	13,295,252
315,970	157,310	1,476,873
220,795	87,440	964,951
-	-	86,053
141,669	137,710	645,804
-	-	532,980
-	-	1,354
-	-	45,170
-	-	64,059
78,740	538,190	2,145,678
-	-	121,834
40	10,890	11,658
-	-	310,744
<u>10,055,534</u>	<u>5,840,650</u>	<u>43,129,900</u>
1,487,540	2,068,780	10,160,545
416,050	395,120	3,592,191
4,160	7,510	197,320
<u>1,907,750</u>	<u>2,471,410</u>	<u>13,950,056</u>
1,621,910	1,622,240	8,154,700
919,650	461,480	4,271,354
<u>2,541,560</u>	<u>2,083,720</u>	<u>12,426,054</u>
<u>\$ 70,399,149</u>	<u>\$ 52,226,978</u>	<u>\$ 439,362,775</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF SCHOOL GENERAL FUND**

**CASH DUE FROM TREASURER**

**For The Year Ended June 30, 2012**

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 780,629	\$ 37,717	\$ 101,958
Add receipts:			
Current property taxes	30,302,222	933,102	4,472,772
Inventory exemption	440,969	9,789	94,239
Vehicle taxes	6,767,594	390,528	1,031,381
Delinquent property taxes	1,803,414	83,384	296,066
Penalties	79,299	2,621	7,800
Fee transfer	-	-	(19,149)
State and federal aid	74,170,962	6,860,376	24,922,041
Interest on investments	22,758	741	3,185
Proceeds of Bond Issue	-	-	-
State homestead exemption	19,053,619	957,466	2,527,371
Fees in lieu of taxes	2,206,491	1,078	533,737
Total receipts	<u>134,847,328</u>	<u>9,239,085</u>	<u>33,869,443</u>
Less disbursements:			
Claims paid to School Districts	134,809,234	9,226,182	33,840,298
Refunds	125,100	4,678	17,732
Total disbursements	<u>134,934,334</u>	<u>9,230,860</u>	<u>33,858,030</u>
<b>Cash due from Treasurer - ending</b>	<b><u>\$ 693,623</u></b>	<b><u>\$ 45,942</u></b>	<b><u>\$ 113,371</u></b>

District Four	District Five	Total
<u>\$ 33,784</u>	<u>\$ 40,134</u>	<u>\$ 994,222</u>
789,488	1,173,857	37,671,441
17,467	7,905	570,369
329,727	451,416	8,970,646
170,118	133,093	2,486,075
2,888	3,498	96,106
-	-	(19,149)
4,485,248	8,057,551	118,496,178
1,674	867	29,225
-	-	-
713,572	1,006,804	24,258,832
<u>758,474</u>	<u>36,585</u>	<u>3,536,365</u>
<u>7,268,656</u>	<u>10,871,576</u>	<u>196,096,088</u>
7,253,272	10,846,598	195,975,584
<u>2,914</u>	<u>6,136</u>	<u>156,560</u>
<u>7,256,186</u>	<u>10,852,734</u>	<u>196,132,144</u>
<u><b>\$ 46,254</b></u>	<u><b>\$ 58,976</b></u>	<u><b>\$ 958,166</b></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF SCHOOL DEBT SERVICE FUND**

**CASH DUE FROM TREASURER**

**For The Year Ended June 30, 2012**

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 2,622,029	\$ 187,266	\$ 234,066
Add receipts:			
Current property taxes	8,925,329	529,870	425,378
Inventory exemption	175,434	1,240	22,165
Vehicle taxes	1,196,098	118,343	65,584
Delinquent property taxes	469,373	49,297	30,532
Fee transfer	-	-	(1,249)
State and Federal aid	-	-	-
Penalties	28,379	3,644	1,955
Interest on investments	59,047	31,136	2,843
Homestead exemption	363,209	59,392	33,757
Fees in lieu of taxes	293,324	154	21,257
Transfer in bond premiums	781,305	-	-
Miscellaneous	-	-	-
Total receipts	<u>12,291,498</u>	<u>793,076</u>	<u>602,222</u>
Less disbursements:			
Bond principal paid	11,500,000	615,000	505,000
Interest payments	431,340	126,133	84,644
Paying agent fees	-	1,025	1,000
Refunds	<u>22,514</u>	<u>1,406</u>	<u>1,126</u>
Total disbursements	<u>11,953,854</u>	<u>743,564</u>	<u>591,770</u>
Cash due from Treasurer - ending	<u><u>\$ 2,959,673</u></u>	<u><u>\$ 236,778</u></u>	<u><u>\$ 244,518</u></u>

District Four	District Five	Total
<u>\$ 335,420</u>	<u>\$ 177,033</u>	<u>\$ 3,555,814</u>
559,027	431,103	10,870,707
2,015	3,434	204,288
140,181	103,112	1,623,318
102,392	48,041	699,635
-	-	(1,249)
-	-	-
3,857	2,396	40,231
4,033	2,672	99,731
51,775	37,757	545,890
82,443	6,899	404,077
-	-	781,305
-	43,600	43,600
<u>945,723</u>	<u>679,014</u>	<u>15,311,533</u>
809,069	527,623	13,956,692
159,315	96,520	897,952
-	1,000	3,025
1,294	1,424	27,764
<u>969,678</u>	<u>626,567</u>	<u>14,885,433</u>
<u><b>\$ 311,465</b></u>	<u><b>\$ 229,480</b></u>	<u><b>\$ 3,981,914</b></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF SCHOOL CAPITAL PROJECT FUND  
CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 19,527,150	\$ 598,611	\$ 411,521
Add receipts:			
Interest on investments	273,765	4,716	2,790
Proceeds from bond issue	20,228,950	-	-
Total receipts	20,502,715	4,716	2,790
Less disbursements:			
Claims paid to School Districts	20,286,867	403,335	360,577
Transfer out for bond premium	781,305	-	-
Total disbursements	21,068,172	403,335	360,577
<b>Cash due from Treasurer - ending</b>	<b>\$ 18,961,693</b>	<b>\$ 199,992</b>	<b>\$ 53,734</b>

District Four	District Five	Total
<u>\$ 193</u>	<u>\$ 27</u>	<u>\$ 20,537,502</u>
2	-	281,273
<u>-</u>	<u>-</u>	<u>20,228,950</u>
<u>2</u>	<u>-</u>	<u>20,510,223</u>
-	-	21,050,779
<u>-</u>	<u>-</u>	<u>781,305</u>
<u>-</u>	<u>-</u>	<u>21,832,084</u>
<u><u>\$ 195</u></u>	<u><u>\$ 27</u></u>	<u><u>\$ 19,215,641</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF MUNICIPALITIES FUND**

**CASH DUE FROM TREASURER**

**For The Year Ended June 30, 2012**

	Florence	Quinby	Pamplico
Cash due from Treasurer - beginning	<u>\$ 75,432</u>	<u>\$ (294)</u>	<u>\$ 833</u>
Add receipts:			
Current property taxes	7,569,234	61	165,514
Vehicle taxes	795,721	-	27,802
Delinquent property taxes	320,529	-	10,237
Penalties	8,372	-	79
Fees in lieu of taxes	50,957	-	-
Less local option sales tax credits	<u>(5,197,098)</u>	<u>(61)</u>	<u>(150,136)</u>
Total receipts	<u>3,547,715</u>	<u>-</u>	<u>53,496</u>
Less disbursements:			
Payments to municipality	3,568,074	-	53,142



Lake City	Olanda	Coward	Scranton	Timmons ville	Johnsonville	Total
<u>\$ 19,628</u>	<u>\$ 21</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 6,359</u>	<u>\$ 101</u>	<u>\$ 102,401</u>
1,661,008	61,760	-	-	304,008	159,638	9,921,223
224,736	8,819	-	-	48,048	22,211	1,127,337
187,512	5,119	-	-	60,545	13,540	597,482
5,514	1	-	-	850	2	14,818
-	-	-	-	-	-	50,957
<u>(660,857)</u>	<u>(69,483)</u>	<u>-</u>	<u>-</u>	<u>(246,751)</u>	<u>(185,562)</u>	<u>(6,509,948)</u>
<u>1,417,913</u>	<u>6,216</u>	<u>-</u>	<u>-</u>	<u>166,700</u>	<u>9,829</u>	<u>5,201,869</u>
1,403,913	6,229	-	-	169,069	9,873	5,210,300
<u>3,824</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>150</u>	<u>-</u>	<u>19,118</u>
<u>1,407,737</u>	<u>6,229</u>	<u>-</u>	<u>-</u>	<u>169,219</u>	<u>9,873</u>	<u>5,229,418</u>
<u><u>\$ 29,804</u></u>	<u><u>\$ 8</u></u>	<u><u>\$ 131</u></u>	<u><u>\$ 190</u></u>	<u><u>\$ 3,840</u></u>	<u><u>\$ 57</u></u>	<u><u>\$ 74,852</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF FIRE BOARD FUND  
CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

	South Lynches River Fire District	West Florence Rural Fire District	Windy Hill/ Olanta Rural Fire District	Pamplico Fire District
Cash due from Treasurer - beginning	\$ 7,310	\$ 10,643	\$ 13,937	\$ 11
Add receipts:				
Current property taxes	403,743	728,626	945,513	-
Inventory exemption	11,208	15,762	227	-
Vehicle taxes	65,162	110,404	119,983	-
Delinquent property taxes	21,358	32,521	77,835	-
Penalties	1,606	1,730	5,063	-
Interest on investments	315	534	801	2
State aid	15,720	66,595	45,933	1,467
Homestead exemption	26,344	25,797	49,956	-
Fee in lieu of property tax	92,607	2,063	97,257	-
Total receipts	638,063	984,032	1,342,568	1,469
Less disbursements:				
Claims paid to Fire Board	637,292	981,545	1,340,890	1,467
Refunds	1,113	1,368	1,495	-
Penalty abatements	-	-	-	-
Total disbursements	638,405	982,913	1,342,385	1,467
Cash due from Treasurer - ending	\$ 6,968	\$ 11,762	\$ 14,120	\$ 13

Hannah-Salem-Friendfield Fire District	City of Florence	City of Lake City	City of Scranton	City of Timmonsville	City of Johnsonville	Total
<u>\$ 3,201</u>	<u>\$ 702</u>	<u>\$ 63</u>	<u>\$ 15</u>	<u>\$ 17</u>	<u>\$ 19</u>	<u>\$ 35,918</u>
120,640	-	-	-	-	-	2,198,522
-	-	-	-	-	-	27,197
28,767	-	-	-	-	-	324,316
11,394	-	-	-	-	-	143,108
848	-	-	-	-	-	9,247
89	9	-	-	-	-	1,750
4,768	110,642	8,380	866	-	2,509	256,880
13,521	-	-	-	-	-	115,618
-	-	-	-	-	-	191,927
<u>180,027</u>	<u>110,651</u>	<u>8,380</u>	<u>866</u>	<u>-</u>	<u>2,508</u>	<u>3,268,565</u>
179,681	110,642	8,381	866	-	2,509	3,263,273
335	-	-	-	-	-	4,311
-	-	-	-	-	-	-
<u>180,016</u>	<u>110,642</u>	<u>8,381</u>	<u>866</u>	<u>-</u>	<u>2,509</u>	<u>3,267,584</u>
<u><u>\$ 3,212</u></u>	<u><u>\$ 711</u></u>	<u><u>\$ 62</u></u>	<u><u>\$ 15</u></u>	<u><u>\$ 17</u></u>	<u><u>\$ 19</u></u>	<u><u>\$ 36,899</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF LYNCHES LAKE/CAMP BRANCH FUND**

**CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

---

Cash due from Treasurer - beginning	\$ 1,321
Add receipts:	
Current property taxes	6,429
Vehicle taxes	23
Delinquent property taxes	624
Homestead exemption	793
Penalties	68
Interest on investments	44
Total receipts	7,981
Less disbursements:	
Claims paid to Lynchess Lake/Camp Branch	8,500
Total disbursements	8,500
Cash due from Treasurer - ending	\$ 802

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF SALEM WATERSHED FUND  
CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

---

Cash due from Treasurer - beginning	<u>\$ 9,712</u>
Add receipts:	
Current property taxes	63,727
Vehicle taxes	233
Delinquent property taxes	5,683
Penalties	475
Homestead exemption	9,339
Interest on investments	<u>415</u>
Total receipts	<u>79,872</u>
Less disbursements:	
Claims paid to Salem Watershed	<u>81,500</u>
Total disbursements	<u>81,500</u>
Cash due from Treasurer - ending	<u><u>\$ 8,084</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF COMMISSION ON ALCOHOL AND DRUG ABUSE FUND  
CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

---

Cash due from Treasurer - beginning	<u>\$ -</u>
Add receipts:	
State aid	<u>207,958</u>
Total receipts	<u>207,958</u>
Less disbursements:	
Claims paid to Commission	<u>207,958</u>
Total disbursements	<u>207,958</u>
Cash due from Treasurer - ending	<u><u>\$ -</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF WILLIAMSBURG COUNTY FUND**

**CASH DUE FROM TREASURER  
For The Year Ended June 30, 2012**

---

Cash due from Treasurer - beginning	<u>\$ 14</u>
Add receipts:	
Current property taxes	3,373,220
Miscellaneous	<u>25,090</u>
Total receipts	<u>3,398,310</u>
Less disbursements:	
Claims paid to Williamsburg County	<u>3,397,995</u>
Total disbursements	<u>3,397,995</u>
<b>Cash due from Treasurer - ending</b>	<b><u><u>\$ 329</u></u></b>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**DETAIL SCHEDULE OF MAGISTRATE FUND**  
**CASH DUE TO OTHERS**  
**For The Year Ended June 30, 2012**

---

Cash due to others - beginning	<u>\$ 361,143</u>
Add receipts:	
Cash received from others	<u>3,302,795</u>
Total receipts	<u>3,302,795</u>
Less disbursements:	
Cash paid to others	<u>3,309,048</u>
Total disbursements	<u>3,309,048</u>
<b>Cash due to others - ending</b>	<b><u><u>\$ 354,890</u></u></b>



**FLORENCE COUNTY, SOUTH CAROLINA**  
**DETAIL SCHEDULE OF CLERK OF COURT FUND**  
**CASH DUE TO OTHERS**  
**For The Year Ended June 30, 2012**

---

Cash due to others - beginning	<u>\$ 1,089,768</u>
Add receipts:	
Cash received from others	<u>471,425</u>
Total receipts	<u>471,425</u>
Less disbursements:	
Cash paid to others	<u>877,160</u>
Total disbursements	<u>877,160</u>
<b>Cash due to others - ending</b>	<b><u><u>\$ 684,033</u></u></b>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF SHERIFF FUND  
CASH DUE TO OTHERS**

**For The Year Ended June 30, 2012**

---

Cash due to others - beginning	<u>\$ 993,846</u>
Add receipts:	
Cash received from others	<u>1,499,344</u>
Total receipts	<u>1,499,344</u>
Less disbursements:	
Cash paid to others	<u>1,463,854</u>
Total disbursements	<u>1,463,854</u>
<b>Cash due to others - ending</b>	<b><u><u>\$ 1,029,336</u></u></b>



**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF GENERAL FUND  
BALANCE SHEET  
June 30, 2012**

	General Operations	Treasurer and Tax Sale
<b>ASSETS</b>		
Cash and investments	\$ 10,036,955	\$ 2,697,432
Receivables:		
Property taxes (net)	282,393	-
Other governmental units and agencies	4,396,116	-
Other (net)	1,375,003	-
Prepays	1,080,408	-
Inventory	14,417	-
Due from other funds	43,758	-
<b>Total assets</b>	<b>\$ 17,229,050</b>	<b>\$ 2,697,432</b>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable	\$ 1,665,453	\$ -
Payroll withholdings and accruals	548,809	-
Other payables	3,209,307	2,752,233
Deferred revenues	1,203,641	-
Total liabilities	6,627,210	2,752,233
 Fund balance:		
Nonspendable:		
Inventory and prepaids	1,092,789	-
Committed	-	-
Assigned:		
Encumbrances	13,667	-
Unassigned	9,495,384	(54,801)
Total fund balance	10,601,840	(54,801)
<b>Total liabilities and fund balance</b>	<b>\$ 17,229,050</b>	<b>\$ 2,697,432</b>

Road Paving	Total
\$ 1,409,680	\$ 14,144,067
-	282,393
-	4,396,116
-	1,375,003
-	1,080,408
-	14,417
-	43,758
<u>\$ 1,409,680</u>	<u>\$ 21,336,162</u>
\$ -	\$ 1,665,453
-	548,809
12,647	5,974,187
-	1,203,641
<u>12,647</u>	<u>9,392,090</u>
-	1,092,789
1,397,033	1,397,033
-	13,667
-	9,440,583
<u>1,397,033</u>	<u>11,944,072</u>
<u>\$ 1,409,680</u>	<u>\$ 21,336,162</u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**DETAIL SCHEDULE OF GENERAL FUND  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
For The Year Ended June 30, 2012**

	General Operations	Treasurer and Tax Sale
Revenues:		
Taxes	\$ 31,644,959	\$ -
Licenses and permits	1,590,898	-
Fines and fees	3,405,100	-
Intergovernmental	5,405,193	-
Sales and other functional revenues	5,654,006	-
Miscellaneous	479,586	-
Total revenues	<u>48,179,742</u>	<u>-</u>
Expenditures:		
Current:		
General government	18,668,980	-
Public safety	16,941,585	-
Public works	391,899	-
Health	5,509,720	-
Welfare	425,734	-
Culture and recreation	5,073,857	-
Education	4,515	-
Total expenditures	<u>47,016,290</u>	<u>-</u>
Revenues over expenditures	1,163,452	-
Other financing sources (uses):		
Transfer in	755,607	-
Transfer out	<u>(2,000,343)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	(81,284)	-
Fund balance (deficit) - beginning of year	10,672,059	(54,801)
Change in reserve for inventory	<u>11,065</u>	<u>-</u>
<b>Fund balance (deficit) - end of year</b>	<b><u>\$ 10,601,840</u></b>	<b><u>\$(54,801)</u></b>

Road Paving	Total
\$ -	\$ 31,644,959
461,202	2,052,100
-	3,405,100
-	5,405,193
-	5,654,006
-	479,586
<u>461,202</u>	<u>48,640,944</u>
-	18,668,980
-	16,941,585
189,885	581,784
-	5,509,720
-	425,734
-	5,073,857
-	4,515
<u>189,885</u>	<u>47,206,175</u>
271,317	1,434,769
-	755,607
-	<u>(2,000,343)</u>
271,317	190,033
1,125,716	11,742,974
-	<u>11,065</u>
<u><u>\$ 1,397,033</u></u>	<u><u>\$ 11,944,072</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**

**GENERAL FUND  
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY  
BASIS TO ACCRUAL BASIS  
For The Year Ended June 30, 2012**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2011	6/30/2012		
General government:					
County Council	\$ 324,547	\$ -	\$ -	\$ -	\$ 324,547
Attorney	119,441	-	-	-	119,441
Administrator	611,625	-	-	-	611,625
Finance	724,405	-	-	-	724,405
Treasurer	1,144,450	-	-	-	1,144,450
Information Technology	1,304,838	4,383	-	-	1,309,221
Auditor	451,390	-	-	-	451,390
Tax assessor	1,212,614	-	-	-	1,212,614
Procurement	137,085	-	-	-	137,085
Clerk of Court	974,465	-	-	-	974,465
Court of common pleas	153,304	-	-	9,890	163,194
Solicitor	1,015,289	-	-	-	1,015,289
Human resources management	246,128	-	-	-	246,128
Family court	610,861	-	-	-	610,861
Judge of Probate	501,188	-	-	-	501,188
Public Defender	713,358	-	-	-	713,358
Master in Equity	51,240	-	-	-	51,240
Magistrates' offices	2,149,489	-	-	(5,951)	2,143,538
Building inspections	1,673,752	-	(312)	-	1,673,440
GIS	372,418	-	-	-	372,418
Voter registration & election commission	550,821	-	-	-	550,821
Veterans' affairs	144,186	-	-	-	144,186
Public services buildings	651,923	-	-	-	651,923
Senior Citizens Center	160,811	-	-	-	160,811
Lake City Senior Center	150,188	-	-	-	150,188
Direct assistance	1,465,187	-	-	-	1,465,187
Other	1,045,771	196	-	-	1,045,967
Total general government	<u>18,660,774</u>	<u>4,579</u>	<u>(312)</u>	<u>3,939</u>	<u>18,668,980</u>
Public safety:					
Sheriff's office	8,225,361	-	-	-	8,225,361
County jail	6,385,485	7,431	(2,175)	-	6,390,741
Radio system	356,850	-	-	-	356,850
Central dispatch	1,694,904	-	-	-	1,694,904
Emergency preparedness	261,445	-	-	-	261,445
Direct assistance	12,284	-	-	-	12,284
Total public safety	<u>16,936,329</u>	<u>7,431</u>	<u>(2,175)</u>	<u>-</u>	<u>16,941,585</u>
Public works:					
Public works operating	189,885	-	-	-	189,885
Central maintenance	391,899	-	-	-	391,899
Total public works	<u>581,784</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>581,784</u>



**FLORENCE COUNTY, SOUTH CAROLINA**

**GENERAL FUND  
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY  
BASIS TO ACCRUAL BASIS  
For The Year Ended June 30, 2012**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2011	6/30/2012		
Health:					
Health Department	80,934	-	-	-	80,934
Environmental services	714,958	-	-	-	714,958
Emergency medical services	4,066,815	-	-	-	4,066,815
Rescue-ambulance squads	382,776	102	(11,180)	-	371,698
Coroner	262,865	-	-	-	262,865
Direct assistance	12,450	-	-	-	12,450
Total health	<u>5,520,798</u>	<u>102</u>	<u>(11,180)</u>	<u>-</u>	<u>5,509,720</u>
Welfare:					
Indigent care	373,821	-	-	-	373,821
Social Services	42,793	-	-	-	42,793
Direct assistance	9,120	-	-	-	9,120
Total welfare	<u>425,734</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>425,734</u>
Culture and recreation:					
Library	3,525,025	-	-	-	3,525,025
Recreation	1,208,788	-	-	-	1,208,788
Lynches River County Park	335,044	-	-	-	335,044
Direct assistance	5,000	-	-	-	5,000
Total culture and recreation	<u>5,073,857</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,073,857</u>
Education:					
Literacy Council	4,515	-	-	-	4,515
Total education	<u>4,515</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,515</u>
Total expenditures	<u>\$ 47,203,791</u>	<u>\$ 12,112</u>	<u>\$ (13,667)</u>	<u>\$ 3,939</u>	<u>\$ 47,206,175</u>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**LIBRARY SCHEDULE OF REVENUES AND EXPENDITURES**  
**For The Year Ended June 30, 2012**

<b>SOURCES OF FUNDS</b>	<b>BEGINNING BALANCE</b>	<b>REVENUES</b>	<b>EXPENDITURES</b>	<b>ENDING BALANCE</b>
Local Sources:				
County or tax appropriation	\$ -	\$ 3,318,243	\$ 3,318,243	\$ -
Fees and fines	-	106,456	106,456	-
Gifts and donations	52,080	15,260	57,178	10,162
Total local sources	<u>\$ 52,080</u>	<u>\$ 3,439,959</u>	<u>\$ 3,481,877</u>	<u>\$ 10,162</u>
State Sources:				
State aid	\$ -	\$ 100,326	\$ 100,326	\$ -
Other state	-	16,859	16,859	-
Total state sources	<u>\$ -</u>	<u>\$ 117,185</u>	<u>\$ 117,185</u>	<u>\$ -</u>
Federal Sources:				
LSTA	\$ -	-	-	\$ -
Other federal	-	51,999	51,999	-
Total federal sources	<u>\$ -</u>	<u>\$ 51,999</u>	<u>\$ 51,999</u>	<u>\$ -</u>
<b>Total All Sources of Funds</b>	<u><u>\$ 52,080</u></u>	<u><u>\$ 3,609,143</u></u>	<u><u>\$ 3,651,061</u></u>	<u><u>\$ 10,162</u></u>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES**  
**VICTIM/WITNESS SPECIAL REVENUE FUND**  
**For The Year Ended June 30, 2012**

**Magistrate Court Fines**

Court fines collected	\$ 1,209,729
Court fines retained by County	<u>(1,167,209)</u>
Court fines remitted to the State Treasurer	<u>\$ 42,520</u>

**Magistrate Court Assessments**

Court assessments collected	\$ 1,614,584
Court assessments retained by County	<u>(115,395)</u>
Court assessments remitted to the State Treasurer	<u>\$ 1,499,189</u>

**Magistrate Court Surcharges**

Court surcharges collected	<u>\$ 52,079</u>
Court surcharges retained by County	<u>\$ 52,079</u>

**General Sessions & Circuit Court Fines**

Court fines collected	\$ 49,886
Court fines remitted to solicitor	(7,797)
Court fines remitted to municipality	(2,085)
Court fines retained by County	<u>(40,075)</u>
Court fines remitted to the State Treasurer	<u>\$ (71)</u>

**General Sessions Court Assessments**

Court assessments collected	\$ 79,631
Court assessments retained by County	<u>(6,902)</u>
Court assessments remitted to the State Treasurer	<u>\$ 72,729</u>

**General Sessions Court Surcharges**

Court surcharges collected	<u>\$ 44,582</u>
Court surcharges retained by County	<u>\$ 44,582</u>

**Victim Services**

Magistrate Court assessments allocated to Victim Services	\$ 115,395
Magistrate Court surcharges allocated to Victim Services	52,079
General Sessions Court assessments allocated to Victim Services	6,902
General Sessions Court surcharges allocated to Victim Services	44,582
Investment Income	<u>74</u>
Funds allocated to Victim Services	219,032
Victim Services expenditures	<u>(188,247)</u>
Funds available for carryforward	<u>\$ 30,785</u>

## STATISTICAL SECTION

This part of Florence County, South Carolina's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends	
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	174
Revenue Capacity	
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	181
Debt Capacity	
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	185
Demographic and Economic Information	
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	189
Operating Information	
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	191

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

FLORENCE COUNTY, SOUTH CAROLINA  
NET ASSETS BY COMPONENT  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Invested in capital assets, net of related debt	\$ 46,069,324	\$ 48,268,793	\$ 51,876,930	\$ 53,667,749	\$ 49,731,874	\$ 44,993,383	\$ 38,515,950	\$ 40,838,692	\$ 41,980,418	\$ 54,610,726
Restricted	1,133,842	920,854	1,280,207	1,442,329	1,742,763	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767
Unrestricted	17,869,108	21,939,616	15,716,231	13,515,623	19,840,565	26,286,540	35,510,576	26,888,126	24,321,379	(1,897,586)
Total governmental activities net assets	<u>\$ 65,072,274</u>	<u>\$ 71,129,263</u>	<u>\$ 68,873,368</u>	<u>\$ 68,625,701</u>	<u>\$ 71,315,202</u>	<u>\$ 72,559,390</u>	<u>\$ 75,526,106</u>	<u>\$ 69,232,613</u>	<u>\$ 68,586,641</u>	<u>\$ 69,370,907</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ 577,122	\$ 2,764,970	\$ 2,677,720	\$ 2,626,519	\$ 2,524,656	\$ 2,511,459	\$ 2,521,889	\$ 2,673,396	\$ 2,510,134	\$ 2,381,786
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	17,542,441	13,780,071	13,647,004	12,749,337	11,039,913	10,033,885	6,152,593	5,495,738	4,708,249	4,983,509
Total business-type activities net assets	<u>\$ 18,119,563</u>	<u>\$ 16,545,041</u>	<u>\$ 16,324,724</u>	<u>\$ 15,375,856</u>	<u>\$ 13,564,569</u>	<u>\$ 12,545,344</u>	<u>\$ 8,674,482</u>	<u>\$ 8,189,134</u>	<u>\$ 7,218,383</u>	<u>\$ 7,365,295</u>
Primary government										
Invested in capital assets, net of related debt	\$ 46,646,446	\$ 51,033,763	\$ 54,554,650	\$ 56,294,268	\$ 52,256,530	\$ 47,504,842	\$ 41,038,839	\$ 43,512,088	\$ 44,490,552	\$ 56,992,512
Restricted	1,133,842	920,854	1,280,207	1,442,329	1,742,763	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767
Unrestricted	35,411,549	35,719,687	29,383,235	26,264,960	30,880,478	36,320,425	41,683,169	32,383,864	29,029,628	3,085,923
Total primary government net assets	<u>\$ 83,191,837</u>	<u>\$ 87,674,304</u>	<u>\$ 85,198,092</u>	<u>\$ 84,001,557</u>	<u>\$ 84,879,771</u>	<u>\$ 85,104,734</u>	<u>\$ 84,200,588</u>	<u>\$ 77,401,747</u>	<u>\$ 75,805,024</u>	<u>\$ 76,736,202</u>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**CHANGES IN NET ASSETS**  
**LAST TEN FISCAL YEARS**  
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>										
Governmental activities:										
General government	\$ 17,397,616	\$ 17,060,251	\$ 18,983,257	\$ 18,916,067	\$ 23,184,504	\$ 21,614,850	\$ 24,427,877	\$ 31,761,022	\$ 22,852,227	\$ 25,135,218
Public safety	16,650,164	17,210,001	18,469,178	19,301,833	19,309,987	20,266,541	22,634,972	20,839,785	21,186,896	21,074,011
Economic and physical development	1,668,731	3,286,399	2,121,195	1,824,428	1,679,000	1,039,851	1,454,256	1,641,743	650,299	1,096,242
Public works	5,383,849	5,702,397	6,901,483	6,793,212	6,949,619	7,873,447	6,848,306	6,203,449	5,525,687	3,380,298
Health	4,436,483	4,511,934	4,654,915	4,753,736	5,457,357	5,805,169	5,973,499	5,478,965	5,397,494	5,201,535
Welfare	825,928	805,823	518,207	517,884	503,269	495,905	480,658	456,021	430,833	425,734
Culture and recreation	5,169,485	6,213,634	7,813,173	8,241,848	9,398,054	8,243,257	9,124,155	9,572,999	10,972,285	10,541,700
Education	1,567,095	657,436	2,019,145	2,391,420	1,559,950	2,129,950	2,278,950	2,254,901	2,424,803	2,059,515
Interest on long-term debt	2,600,252	2,607,774	2,599,706	2,418,282	1,982,095	2,525,181	1,827,075	1,706,255	1,204,965	1,304,310
Total governmental activities expenses	<u>55,699,603</u>	<u>58,055,629</u>	<u>64,080,259</u>	<u>65,158,710</u>	<u>70,023,835</u>	<u>70,004,151</u>	<u>75,050,748</u>	<u>79,915,141</u>	<u>70,845,269</u>	<u>70,218,563</u>
Business-type activities:										
Utility system	145,804	3,455	36,188	155,347	299,894	328,600	400,166	341,436	591,542	387,785
Landfill	2,941,993	3,266,528	3,197,252	3,468,302	3,728,778	3,842,846	5,818,160	4,441,440	4,349,487	3,666,425
E911 system	348,565	332,345	374,461	427,095	379,351	407,719	361,865	416,920	448,063	421,190
Total business-type activities expenses	<u>3,436,362</u>	<u>3,602,328</u>	<u>3,607,901</u>	<u>4,051,344</u>	<u>4,408,023</u>	<u>4,578,165</u>	<u>6,580,191</u>	<u>5,199,796</u>	<u>5,389,092</u>	<u>4,475,400</u>
Total primary government expenses	<u>\$ 59,135,965</u>	<u>\$ 61,657,957</u>	<u>\$ 67,688,160</u>	<u>\$ 69,210,054</u>	<u>\$ 74,431,858</u>	<u>\$ 74,583,316</u>	<u>\$ 81,630,939</u>	<u>\$ 85,114,937</u>	<u>\$ 76,034,361</u>	<u>\$ 74,693,963</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 4,923,049	\$ 5,099,301	\$ 5,433,385	\$ 5,562,097	\$ 5,854,590	\$ 5,492,208	\$ 5,148,084	\$ 4,663,219	\$ 5,141,701	\$ 4,296,027
Public safety	1,676,250	1,807,969	1,363,413	1,341,402	1,591,516	1,524,207	1,658,263	1,181,954	1,456,615	1,502,197
Public works	1,517,777	2,924,104	3,076,112	3,128,996	3,223,789	3,266,645	3,276,112	3,254,620	3,230,517	3,294,302
Health	1,592,292	1,808,939	1,895,012	2,079,171	2,269,099	2,455,571	2,771,513	2,896,451	3,198,009	3,287,340
Culture and recreation	504,799	472,378	561,242	507,822	369,744	174,629	183,687	565,176	541,673	545,967
Operating grants and contributions	13,288,183	10,113,186	10,861,203	11,420,110	11,612,605	12,929,028	11,932,002	11,535,769	10,368,032	9,645,926
Capital grants and contributions	11,782,510	4,893,578	2,811,643	6,498,842	7,441,000	3,343,414	10,033,845	7,408,402	1,436,587	5,437,825
Total governmental activities program revenues	<u>35,254,860</u>	<u>26,909,455</u>	<u>26,002,010</u>	<u>30,538,240</u>	<u>32,362,343</u>	<u>29,155,702</u>	<u>34,983,506</u>	<u>31,505,591</u>	<u>25,373,114</u>	<u>28,009,584</u>
Business-type activities:										
Charges for services:										
Utility system	69,460	-	-	1,395,077	1,384,330	1,403,893	1,445,809	2,322,730	2,367,542	3,029,675
Landfill	1,397,846	1,278,250	554,172	461,304	495,317	487,602	603,475	1,078,936	630,716	624,395
E911 system	548,558	-	-	-	-	-	-	-	-	-
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	1,801,715	1,893,664	1,856,381	1,880,247	1,891,495	2,049,284	3,401,666	3,208,445	3,654,070
Total business-type activities program revenues	<u>2,015,864</u>	<u>\$ 28,711,170</u>	<u>\$ 27,895,674</u>	<u>\$ 32,394,621</u>	<u>\$ 34,242,590</u>	<u>\$ 31,047,197</u>	<u>\$ 37,032,790</u>	<u>\$ 34,907,257</u>	<u>\$ 28,581,559</u>	<u>\$ 31,663,654</u>
Total primary government program revenues	<u>\$ 37,280,724</u>	<u>\$ 28,711,170</u>	<u>\$ 27,895,674</u>	<u>\$ 32,394,621</u>	<u>\$ 34,242,590</u>	<u>\$ 31,047,197</u>	<u>\$ 37,032,790</u>	<u>\$ 34,907,257</u>	<u>\$ 28,581,559</u>	<u>\$ 31,663,654</u>
<b>Net expense</b>										
Governmental activities	\$ (20,434,743)	\$ (31,146,174)	\$ (38,078,249)	\$ (34,620,470)	\$ (37,661,492)	\$ (40,848,449)	\$ (40,067,242)	\$ (48,409,550)	\$ (45,272,155)	\$ (42,208,979)
Business-type activities	(1,420,496)	(1,800,613)	(1,714,237)	(2,194,963)	(2,527,776)	(2,687,670)	(4,530,907)	(1,798,130)	(2,180,647)	(821,330)
Total primary government net expense	<u>\$ (21,855,241)</u>	<u>\$ (32,946,787)</u>	<u>\$ (39,792,486)</u>	<u>\$ (36,815,433)</u>	<u>\$ (40,189,268)</u>	<u>\$ (43,536,119)</u>	<u>\$ (44,598,149)</u>	<u>\$ (50,207,680)</u>	<u>\$ (47,452,802)</u>	<u>\$ (43,030,309)</u>

FLORENCE COUNTY, SOUTH CAROLINA  
CHANGES IN NET ASSETS  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>General Revenue and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes										
Property taxes	\$ 18,388,044	\$ 18,324,940	\$ 17,987,432	\$ 18,367,671	\$ 23,095,655	\$ 25,622,363	\$ 26,503,650	\$ 26,499,051	\$ 29,086,094	\$ 27,965,877
Sales taxes	10,325,244	10,795,228	11,150,944	11,994,857	11,236,932	11,639,420	10,900,881	10,447,194	10,823,456	11,733,368
Fees in lieu of tax	1,745,474	1,624,918	1,626,194	1,629,715	1,578,149	1,721,742	2,002,927	2,017,241	2,031,001	2,104,230
Franchise fees	460,488	496,033	356,341	554,907	641,361	650,796	687,104	720,575	706,104	909,273
Accommodations tax	1,451,894	1,370,859	1,620,143	1,614,860	2,013,894	1,787,390	2,441,766	2,901,511	3,015,035	3,282,725
Unrestricted investment earnings	(621,326)	362,425	629,602	1,007,091	1,484,911	1,837,025	926,799	722,604	156,612	443,945
Gain on sale of capital assets	155,884	-	-	-	-	-	-	-	-	-
Loss on disposal of capital assets	-	(56,698)	-	-	-	-	-	-	-	-
Value of donated assets	-	4,296,458	3,606,327	-	-	-	-	-	-	-
Transfers	(1,260,000)	(11,000)	(1,154,629)	(796,098)	(149,909)	(1,216,099)	(463,734)	(1,192,119)	(1,192,119)	(921,868)
Total governmental activities	<u>30,675,702</u>	<u>37,203,183</u>	<u>35,822,354</u>	<u>34,372,803</u>	<u>39,900,993</u>	<u>42,022,637</u>	<u>42,999,393</u>	<u>42,116,037</u>	<u>44,626,183</u>	<u>45,517,350</u>
Business-type activities										
Unrestricted investment earnings	670,746	215,091	339,291	449,997	566,580	452,346	196,311	100,663	37,817	46,374
Gain on sale of capital assets	1,568,977	-	-	-	-	-	-	-	-	-
Transfers	1,260,000	11,000	1,154,629	796,098	149,909	1,216,099	463,734	1,192,119	1,192,119	921,868
Total business-type activities	<u>3,499,723</u>	<u>226,091</u>	<u>1,493,920</u>	<u>1,246,095</u>	<u>716,489</u>	<u>1,668,445</u>	<u>660,045</u>	<u>1,292,782</u>	<u>1,229,938</u>	<u>968,242</u>
Total primary government	<u>\$ 34,175,425</u>	<u>\$ 37,429,274</u>	<u>\$ 37,316,274</u>	<u>\$ 35,618,898</u>	<u>\$ 40,617,482</u>	<u>\$ 43,781,082</u>	<u>\$ 43,659,438</u>	<u>\$ 43,408,839</u>	<u>\$ 45,856,119</u>	<u>\$ 46,485,792</u>
<b>Change in Net Assets</b>										
Governmental activities	\$ 10,240,959	\$ 6,056,988	\$ (2,255,895)	\$ (247,667)	\$ 2,239,501	\$ 1,244,183	\$ 2,932,151	\$ (6,293,493)	\$ (545,972)	\$ 3,308,571
Business-type activities	2,079,225	(1,374,522)	(220,317)	(948,868)	(1,811,287)	(1,019,225)	(3,870,862)	(505,348)	(950,711)	146,912
Total primary government	<u>\$ 12,320,184</u>	<u>\$ 4,682,467</u>	<u>\$ (2,476,212)</u>	<u>\$ (1,196,535)</u>	<u>\$ 428,214</u>	<u>\$ 224,958</u>	<u>\$ (938,711)</u>	<u>\$ (6,798,841)</u>	<u>\$ (1,596,683)</u>	<u>\$ 3,455,483</u>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
(accrual basis of accounting)

<b>Fiscal Year Ended June 30</b>	<b>Property Tax</b>	<b>Sales Tax</b>	<b>Fee in Lieu of Tax</b>	<b>Franchise Fees</b>	<b>Accommodations Tax</b>	<b>Total</b>
2003	\$ 18,388,044	\$ 10,325,244	\$ 1,745,474	\$ 460,488	\$ 1,481,894	\$ 32,401,144
2004	18,324,940	10,795,228	1,624,918	496,033	1,370,859	32,611,978
2005	17,987,432	11,150,944	1,626,194	356,341	1,620,143	32,741,054
2006	18,367,671	11,994,857	1,629,715	554,907	1,614,660	34,161,810
2007	23,095,655	11,236,932	1,578,149	641,361	2,013,894	38,565,991
2008	25,622,363	11,689,420	1,721,742	650,796	1,787,390	41,471,711
2009	26,503,650	10,900,881	2,002,927	687,104	2,441,766	42,536,328
2010	26,499,051	10,447,194	2,017,241	720,575	2,901,511	42,585,572
2011	29,086,094	10,823,456	2,031,001	706,104	3,015,035	45,661,690
2012	27,965,877	11,733,368	2,104,230	909,273	3,282,725	45,995,473



FLORENCE COUNTY, SOUTH CAROLINA  
FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General fund										
Nonspendable										
Committed	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,713	\$ 1,092,789
Assigned	-	-	-	-	-	-	-	-	1,125,716	1,397,033
Unassigned	-	-	-	-	-	-	-	-	12,112	13,667
Reserved	281,329	250,981	154,882	329,258	39,691	62,928	38,456	46,384	10,189,433	9,440,583
Unreserved	9,731,692	10,608,693	9,719,684	9,284,222	14,499,417	18,128,628	17,265,828	11,961,012	-	-
Total general fund	<u>\$ 10,013,021</u>	<u>\$ 10,859,674</u>	<u>\$ 9,874,566</u>	<u>\$ 9,593,480</u>	<u>\$ 14,539,108</u>	<u>\$ 18,191,556</u>	<u>\$ 17,304,284</u>	<u>\$ 12,007,396</u>	<u>\$ 11,742,974</u>	<u>\$ 11,944,072</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157,753	\$ 142,602
Restricted	-	-	-	-	-	-	-	-	6,322,600	23,871,320
Committed	-	-	-	-	-	-	-	-	9,414,086	404,308
Assigned	-	-	-	-	-	-	-	-	3,225,618	-
Unassigned	-	-	-	-	-	-	-	-	(85,925)	(28,612)
Reserved	2,385,015	2,172,027	2,531,380	2,693,502	2,494,108	2,037,297	2,258,759	2,289,827	-	-
Unreserved, reported in:										
Special revenue funds	10,079,026	11,204,206	8,555,159	6,249,178	6,516,782	6,178,291	7,710,977	4,108,697	-	-
Capital project funds	22,419,641	7,292,739	3,599,597	3,536,354	7,632,553	10,831,481	5,782,579	13,082,219	-	-
Total all other governmental funds	<u>\$ 34,883,682</u>	<u>\$ 20,668,972</u>	<u>\$ 14,886,136</u>	<u>\$ 12,479,034</u>	<u>\$ 16,643,443</u>	<u>\$ 19,047,069</u>	<u>\$ 15,752,315</u>	<u>\$ 19,480,743</u>	<u>\$ 19,034,132</u>	<u>\$ 24,389,618</u>

**FLORENCE COUNTY, SOUTH CAROLINA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Taxes	\$ 32,401,144	\$ 32,611,978	\$ 32,741,054	\$ 31,565,153	\$ 35,506,647	\$ 38,633,117	\$ 38,941,743	\$ 38,558,214	\$ 41,488,344	\$ 41,447,471
Licenses and permits	2,371,270	3,978,438	4,331,066	4,766,632	5,099,523	5,015,172	4,791,012	1,832,795	2,316,914	2,052,100
Fines and fees	4,549,446	4,434,806	4,688,133	6,167,975	6,436,374	5,842,846	6,631,015	9,474,124	9,682,878	9,951,429
Intergovernmental	13,353,560	13,433,479	12,987,486	12,660,252	14,713,560	12,744,029	13,771,066	20,520,843	11,144,630	13,685,621
Sales and other functional revenues	2,355,863	2,662,609	2,752,894	2,852,280	4,576,359	4,493,814	5,023,064	5,130,255	5,315,281	5,654,006
Miscellaneous	9,555,664	1,814,514	3,134,556	2,918,067	4,214,609	4,253,209	3,634,869	6,929,768	2,138,356	1,843,931
Total revenues	<u>64,586,947</u>	<u>59,035,824</u>	<u>60,615,189</u>	<u>60,930,359</u>	<u>70,547,072</u>	<u>70,962,187</u>	<u>72,792,769</u>	<u>82,445,799</u>	<u>72,286,403</u>	<u>74,244,558</u>
<b>Expenditures</b>										
General government	16,975,932	16,637,668	18,357,705	18,413,536	22,589,454	21,016,567	23,688,104	32,722,591	23,314,262	24,175,249
Public safety	15,475,478	15,639,767	16,796,948	17,574,356	17,569,650	18,440,484	20,685,662	20,197,603	19,906,174	19,655,016
Economic and physical development	1,666,267	3,272,623	2,051,830	1,703,193	1,558,319	939,725	1,334,807	1,638,913	650,299	1,090,589
Public works	2,901,069	3,119,826	4,211,884	3,952,336	4,012,720	4,876,893	4,295,439	4,636,642	4,364,398	3,428,293
Health	4,085,531	4,203,302	4,374,228	4,467,931	5,121,184	5,492,606	5,583,109	5,434,341	5,403,161	5,509,720
Welfare	825,928	805,823	518,207	517,884	503,269	495,905	480,658	456,021	430,833	425,734
Culture and recreation	4,909,763	5,791,089	7,228,758	7,642,539	8,757,378	7,545,432	8,384,134	10,396,451	7,602,129	7,064,790
Education	1,567,095	657,436	2,019,145	1,849,950	1,559,950	2,129,950	2,279,950	2,254,901	2,424,803	2,059,515
Capital outlay	8,904,905	17,163,544	3,290,497	712,395	1,898,246	2,449,505	5,475,008	1,711,529	2,630,946	2,767,193
Debt service										
Principal	2,803,659	6,357,094	6,392,033	4,400,905	4,377,912	4,189,428	4,587,307	4,649,902	4,754,160	5,146,204
Interest	2,581,552	2,601,786	2,391,420	2,118,600	1,958,756	2,518,122	1,824,517	1,703,698	1,277,468	1,328,510
Bond issuance costs	-	-	-	-	-	-	-	-	-	246,283
Paying agent fee	-	-	-	-	-	-	-	-	-	2,100
Total expenditures	<u>62,715,879</u>	<u>76,455,946</u>	<u>67,630,575</u>	<u>63,381,187</u>	<u>69,930,177</u>	<u>70,103,676</u>	<u>78,621,253</u>	<u>85,805,150</u>	<u>72,761,594</u>	<u>72,900,196</u>
Excess of revenues over (under) expenditures	1,871,068	(17,420,122)	(7,015,386)	(2,450,828)	616,895	878,511	(5,828,484)	(3,359,351)	(475,191)	1,344,362
<b>Other financing sources (uses)</b>										
Proceeds of bond issue	10,000,000	1,160,000	-	-	7,788,969	5,215,636	2,100,000	2,998,300	900,000	8,900,000
Proceeds of capital lease	313,160	1,219,554	1,183,612	749,110	970,661	1,188,780	-	-	77,936	-
Premium on refunding bonds	-	-	-	-	-	-	-	-	-	40,836
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	(3,817,811)
Transfer in	12,478,015	13,229,070	11,951,502	9,279,855	11,295,984	3,752,668	4,127,448	13,974,113	7,552,591	2,550,930
Transfer out	(13,738,015)	(13,240,070)	(13,106,131)	(10,076,953)	(11,445,893)	(4,968,767)	(4,968,182)	(15,166,232)	(8,744,710)	(3,472,798)
Total other financing sources (uses)	<u>9,053,160</u>	<u>2,368,554</u>	<u>23,983</u>	<u>(46,988)</u>	<u>8,609,721</u>	<u>5,188,317</u>	<u>1,636,266</u>	<u>1,806,181</u>	<u>(214,183)</u>	<u>4,201,157</u>
Net change in fund balances	<u>\$ 10,924,228</u>	<u>\$(15,051,568)</u>	<u>\$(6,986,403)</u>	<u>\$(2,497,816)</u>	<u>\$ 9,226,616</u>	<u>\$ 6,066,828</u>	<u>\$ (4,192,218)</u>	<u>\$ (1,553,170)</u>	<u>\$ (689,374)</u>	<u>\$ 5,545,519</u>
Debt service as a percentage of noncapital expenditures	10.04%	15.12%	13.65%	10.45%	9.35%	9.92%	8.77%	7.56%	8.60%	9.59%

FLORENCE COUNTY, SOUTH CAROLINA  
TAX REVENUES  
LAST TEN FISCAL YEARS  
(modified accrual basis of accounting)

Fiscal Year Ended June 30	Property Tax	Sales Tax	Fee in Lieu of Tax	Franchise Fees	Accommodations Tax	Total
2003	\$ 18,388,044	\$ 10,325,244	\$ 1,745,474	\$ 460,488	\$ 1,481,894	\$ 32,401,144
2004	18,324,940	10,795,228	1,624,918	496,033	1,370,859	32,611,978
2005	17,987,432	11,150,944	1,626,194	356,341	1,620,143	32,741,054
2006	16,571,014	11,194,857	1,629,715	554,907	1,614,660	31,565,153
2007	20,036,311	11,236,932	1,578,149	641,361	2,013,894	35,506,647
2008	22,783,769	11,689,420	1,721,742	650,796	1,787,390	38,633,117
2009	22,909,065	10,900,881	2,002,927	687,104	2,441,766	38,941,743
2010	22,471,693	10,447,194	2,017,241	720,575	2,901,511	38,558,214
2011	24,912,748	10,823,456	2,031,001	706,104	3,015,035	41,488,344
2012	23,417,873	11,733,368	2,104,230	909,273	3,282,725	41,447,469

FLORENCE COUNTY, SOUTH CAROLINA  
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Non-Manu- facturing Personal	Non-Manu- facturing Real	Manu- facturing Personal and Real	Less: Tax Exempt Manufacturing Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2003	\$ 80,118,648	\$ 217,888,421	\$ 89,033,281	\$ 11,012,180	\$ 375,828,150	70.00	\$ 6,176,758,865	6.26%
2004	77,901,350	223,070,997	86,815,432	10,439,940	377,347,839	70.00	6,307,702,576	6.15%
2005	74,195,939	227,583,167	90,850,878	12,384,860	380,245,124	67.80	6,436,102,557	6.10%
2006	71,126,584	259,255,734	88,083,240	11,717,650	406,747,908	67.80	7,084,411,015	5.91%
2007	70,351,210	266,847,880	86,196,352	9,871,210	413,524,232	76.90	7,307,395,752	5.79%
2008	68,453,945	276,846,394	81,545,101	8,498,440	418,347,000	76.90	7,495,360,978	5.69%
2009	63,328,539	287,100,121	84,920,702	9,301,650	426,047,712	76.90	7,684,387,520	5.67%
2010	57,365,455	294,977,277	90,234,764	11,247,510	431,329,986	76.90	7,797,723,241	5.68%
2011	56,057,235	306,767,976	85,097,315	11,362,204	436,560,322	76.90	8,006,517,802	5.59%
2012	58,680,477	310,283,149	79,529,349	9,130,200	439,362,775	76.90	8,111,481,600	5.53%

Source: Florence County Auditor's Office

Note: Property in the county is reassessed every five years. The county appraises property at estimated actual taxable value and then applies the appropriate assessment rate based on the class of property. Tax rates are per \$1,000 of assessed value.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**

COUNTY (WIDE) TAX RATES	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General County	22.8	21.8	21.8	21.8	21.8	21.8	27.2	28.0	28.0	28.0
Jail	31.5	31.5	31.5	31.5	31.5	31.5	30.5	31.5	31.5	31.5
Emergency Management	5.8	5.8	5.8	5.8	5.8	5.8	4.9	5.0	5.0	5.0
Florence-Darlington Technical College	4.9	4.9	4.9	4.9	4.9	3.4	3.4	3.5	3.5	3.5
County Library	7.9	7.9	7.9	7.9	7.9	7.9	4.7	5.0	5.0	5.0
Senior Citizens Center	0.9	0.9	0.9	0.9	0.9	0.9	0.5	0.5	0.5	-
County Bonds	8.0	9.0	9.0	9.0	9.0	9.0	-	-	-	-

**SPECIAL DISTRICTS-FIRE TAX RATES**

Florence Rural Fire District	-	-	-	-	-	5.0	5.0	5.0	5.0	5.0
West Florence Rural Fire District	8.0	8.0	8.0	8.0	6.5	-	-	-	-	-
Windy Hill/Olanta Rural Fire District	28.5	27.7	26.0	26.0	20.5	-	-	-	-	-
Howe Springs Fire District	25.7	26.0	25.5	22.7	21.7	21.0	11.9	12.7	10.0	9.0
South Lynches Fire District	25.8	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Sardis-Timmons Fire District	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Johnsontonville Rural Fire District	32.9	32.6	31.9	28.1	28.1	26.6	26.2	25.0	24.4	23.0
Hannah-Salem Friendfield	24.2	27.4	27.4	26.0	26.0	23.0	23.0	23.0	23.0	20.0

**SCHOOL DISTRICT TAX RATES**

Florence - School District #1	207.5	205.2	206.0	182.7	176.5	166.0	156.6	162.0	158.2	145.6
Pamplico - School District #2	236.7	230.3	219.3	226.6	220.4	216.9	218.2	212.3	188.8	187.2
Lake City - School District #3	194.3	190.3	185.6	181.8	175.5	170.8	163.3	158.3	152.9	151.4
Timmons - School District #4	205.9	196.7	190.9	191.3	192.7	201.9	237.4	156.2	189.3	191.3
Johnsonville - School District #5	278.8	281.1	273.2	261.8	250.9	242.6	242.2	247.7	234.1	231.8

**CITY TAX RATES**

Florence	56.7	56.7	54.9	54.9	54.9	54.9	54.9	60.8	60.8	60.8
Quincy	-	-	-	-	12.3	12.3	12.5	12.5	12.5	12.5
Pamplico	93.7	93.7	93.7	93.7	90.8	88.0	87.8	88.0	88.0	88.0
Lake City	176.0	176.0	176.0	176.0	165.9	165.9	165.9	165.9	165.9	150.3
Olanta	57.3	57.3	57.3	55.1	55.1	55.1	55.1	55.1	55.1	55.1
Timmons	130.6	130.6	120.6	105.5	105.5	105.5	105.5	90.0	90.0	90.0
Johnsonville	50.1	50.1	50.1	50.1	50.1	50.1	50.1	52.8	52.8	52.8
Coward	-	-	-	-	-	-	-	-	-	-
Scranton	-	-	-	-	-	-	-	-	-	-

**SPECIAL TAX DISTRICT - OTHER**

Lynches Lake	18.2	19.7	19.7	19.6	19.6	19.1	19.3	19.4	19.4	19.4
Salem Polecat	15.6	16.2	16.2	16.5	16.6	16.9	16.5	17.0	17.0	17.0

Source: Florence County Auditor's Office

Note: Overlapping rates are those of local and county governments that apply to property owners within Florence County. Not all overlapping rates apply to all Florence County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district.)

**FLORENCE COUNTY, SOUTH CAROLINA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
June 30, 2012

Taxpayer	2012			2003		
	Taxes Levied	Rank	Percentage of Total Taxes Levied	Taxes Levied	Rank	Percentage of Total Taxes Levied
Progress Energy	\$ 3,158,229	1	2.76%	\$ 1,647,945	2	2.33%
QHG of South Carolina	2,450,712	2	2.14%	1,611,465	3	2.28%
Nanya Plastics	2,222,047	3	1.94%	1,954,440	1	2.76%
RockTenn CP, LLC	1,326,102	4	1.16%	-		-
Bell South Communications	968,923	5	0.85%	1,179,830	4	1.67%
CSX Transportation, Inc.	910,283	6	0.79%	-		-
PR Magnolia LLC	886,937	7	0.77%	-		-
SCE&G	785,883	8	0.69%	-		-
NUCOR	593,286	9	0.52%	-		-
Time Warner	546,712	10	0.48%	-		-
Dupont/Teijin	-		-	940,947	5	1.33%
Wellman, Inc.	-		-	869,324	6	1.23%
Stone Container Corporation	-		-	810,195	7	1.15%
McLeod Regional Medical Center	-		-	741,848	8	1.05%
General Electric	-		-	481,884	9	0.68%
Byrd Properties	-		-	474,887	10	0.67%
Totals	\$ 13,849,114		12.09%	\$ 10,712,765		15.15%

FLORENCE COUNTY, SOUTH CAROLINA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

(1) Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2003	\$ 71,845,588	\$ 69,220,745	96.35%	\$ 1,683,445	\$ 70,904,190	98.69%
2004	73,968,999	71,295,252	96.39%	1,637,506	72,932,758	98.60%
2005	76,747,871	74,031,016	96.46%	1,796,386	75,827,402	98.80%
2006	82,509,229	79,705,936	96.60%	1,615,437	81,321,373	98.56%
2007	25,850,962	25,246,830	97.66%	407,076	25,653,906	99.24%
2008	25,854,174	25,121,390	97.17%	376,387	25,497,777	98.62%
2009	26,821,494	25,263,988	94.19%	593,699	25,857,687	96.41%
2010	27,810,812	26,961,498	96.95%	602,659	27,564,157	99.11%
2011	28,515,396	27,533,870	96.56%	610,280	28,144,150	98.70%
2012	28,327,206	27,543,336	97.23%	-	27,543,336	97.23%

(1) For years prior to 2007, County-only levy information is unavailable.  
Fiscal year 2007-2012 amounts are for County property taxes only and exclude the levies of all other governmental entities.  
All other years include levies of all governmental entities. In future years, only County levies will be presented.

**FLORENCE COUNTY, SOUTH CAROLINA  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds	Certificates of Participation	Capital Leases	Water Bonds				
2003	\$ 17,421,430	\$ -	\$ 29,515,000	\$ 2,034,399	-	\$	\$ 48,970,829	1.43%	385
2004	15,462,044	-	27,290,000	2,345,338	-		45,097,382	1.24%	352
2005	12,835,605	-	24,985,000	2,357,242	-		40,177,847	1.06%	311
2006	12,042,944	-	22,600,000	1,839,455	-		36,482,399	0.88%	281
2007	18,801,248	2,800,000	20,125,000	1,747,861	-		43,474,109	1.00%	332
2008	17,881,167	2,800,000	-	27,051,004	-		47,732,171	1.06%	362
2009	18,986,357	2,305,664	-	23,868,030	-		45,160,051	N/A	340
2010	17,676,639	4,780,482	-	20,665,000	-		43,122,121	N/A	321
2011	17,472,979	3,858,971	-	18,429,677	-		39,761,627	N/A	290
2012	17,130,609	6,630,866	-	15,988,947	-		39,750,422	N/A	288

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.  
See the Schedule of Demographic and Economic Statistics on page 192 for personal income and population data.  
N/A - Information on Personal Income not available



**FLORENCE COUNTY, SOUTH CAROLINA  
RATIO OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property</b>	<b>Per Capita</b>
2003	\$ 17,421,430	\$ 1,133,842	\$ 16,287,588	0.26%	128
2004	15,462,044	920,854	14,541,190	0.23%	114
2005	12,835,605	1,280,207	11,555,398	0.18%	90
2006	12,042,944	1,442,329	10,600,615	0.15%	82
2007	18,801,248	1,742,763	17,058,485	0.23%	130
2008	17,881,167	1,279,467	16,601,700	0.22%	126
2009	18,986,357	1,498,580	17,487,777	0.23%	132
2010	17,676,639	1,525,795	16,150,844	0.21%	120
2011	17,472,979	2,284,844	15,188,135	0.19%	111
2012	17,130,609	3,193,493	13,937,116	0.17%	101

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.  
See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 184 for property value data.

See the Schedule of Demographic and Economic Statistics on page 192 for population data.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
June 30, 2012

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Florence School District #1	\$ 19,000,000	100.00%	\$ 19,000,000
Florence School District #2	3,665,000	100.00%	3,665,000
Florence School District #3	1,980,000	100.00%	1,980,000
Florence School District #4	4,263,778	100.00%	4,263,778
Florence School District #5	2,015,000	100.00%	2,015,000
Subtotal, overlapping debt			<u>30,923,778</u>
Florence County, South Carolina direct debt			<u>39,750,422</u>
Direct and overlapping debt			<u>\$ 70,674,200</u>

Sources: assessed value data used to estimate applicable percentages provided by the Florence County Auditor's Office. Debt outstanding provided by the Florence County Treasurer's Office.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Florence County, South Carolina. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

All of the overlapping debt is issued by either school districts or municipalities whose geographic boundaries are wholly contained within the geographic boundary of the county. Therefore, the county's share of the overlapping debt is 100%.

FLORENCE COUNTY, SOUTH CAROLINA  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$30,066,252	\$30,187,827	\$30,419,610	\$32,539,833	\$33,081,939	\$33,467,760	\$34,083,817	\$34,506,399	\$ 34,924,826	\$ 35,149,022
Total net debt applicable to limit	17,421,430	15,462,044	12,835,605	12,042,944	18,801,248	17,881,167	18,986,357	17,676,639	17,472,979	17,130,609
Legal debt margin	<u>\$12,644,822</u>	<u>\$14,725,783</u>	<u>\$17,584,005</u>	<u>\$20,496,889</u>	<u>\$14,280,691</u>	<u>\$15,586,593</u>	<u>\$15,097,460</u>	<u>\$16,829,760</u>	<u>\$ 17,451,847</u>	<u>\$ 18,018,413</u>
Total net debt applicable to the limit as a percentage of debt limit	57.94%	51.22%	42.20%	37.01%	56.83%	53.43%	55.70%	51.23%	50.03%	48.74%
Legal Debt Margin Calculation for Fiscal Year 2011										
Assessed value										\$428,350,595
Add back: exempt manuf. property										11,012,180
Total assessed value										<u>\$439,362,775</u>
Debt limit (8% of total assessed value)										35,149,022
Debt applicable to limit:										
General obligation bonds										17,130,609
Total net debt applicable to limit										<u>17,130,609</u>
Legal debt margin										<u>\$ 18,018,413</u>

**FLORENCE COUNTY, SOUTH CAROLINA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

	(1)	(1)	(1)	(2)
<b>Fiscal Year Ended June 30</b>	<b>Population</b>	<b>Personal Income (amounts expressed in thousands)</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate</b>
2003	127,038	\$ 3,429,834	\$ 26,998	8.1%
2004	128,055	3,637,153	28,403	8.8%
2005	129,037	3,807,933	29,510	8.4%
2006	129,924	4,137,310	31,844	8.5%
2007	130,852	4,349,440	33,239	6.1%
2008	131,886	4,510,735	34,202	6.7%
2009	132,800	N/A	N/A	12.1%
2010	134,208	N/A	N/A	11.1%
2011	136,885	N/A	N/A	11.9%
2012	137,862	N/A	N/A	10.2%

Data sources:

- (1) South Carolina Budget and Control Board - Office of Research and Statistics
- (2) South Carolina Employment Security Commission

N/A Not available

**FLORENCE COUNTY, SOUTH CAROLINA  
PRINCIPAL EMPLOYERS  
THREE YEARS AGO (1) AND TWELVE YEARS AGO (1)**

Employer	2009			2000		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
McLeod Regional Medical Center	4,700	1	7.33%	3,900	1	6.43%
Florence School District One	2,149	2	3.35%	1,800	3	2.97%
Carolinas Hospital System	1,840	3	2.87%	1,800	4	2.97%
JP Morgan Chase	1,100	4	1.71%	784	9	1.29%
Palmetto Gov't Benefits/TRICARE	1,100	5	1.71%	1,850	2	3.05%
Assurant	893	6	1.39%	-	-	-
Nan Ya Plastics	830	7	1.29%	840	8	1.38%
Florence County	782	8	1.22%	650	10	1.07%
Wal-mart	761	9	1.19%	-	-	-
ESAB Welding and Cutting	575	10	0.90%	1,008	6	1.66%
Wellman, Inc.	-	-	-	1,335	5	2.20%
Amana Refrigeration	-	-	-	855	7	1.41%
Total	14,730		22.96%	14,822		24.43%

(1) Most recent available information is for 2009 and 2000, respectively

Source: Florence County Economic Development Partnership

FLORENCE COUNTY, SOUTH CAROLINA  
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government	264	267	276	284	281	288	288	290	289	284
Public safety	265	264	267	274	270	269	269	285	284	271
Economic and physical development	4	4	4	4	4	4	4	4	4	4
Public works	49	49	49	49	49	49	49	49	49	49
Health	79	79	79	82	82	82	82	82	82	81
Culture and recreation	48	130	141	156	156	85	70	73	95	97
Utility System	15	-	-	-	-	-	-	-	-	-
E911 System	3	3	2	2	2	2	2	2	2	2
Total	727	796	818	851	844	779	764	785	805	788

Source: Florence County Budget

Notes: In 2004 the County took over operation of the City of Florence athletic programs and sold the utility system to the City of Florence.  
In 2008 the County gave back the operation of the City of Florence athletic programs to the City of Florence.

FLORENCE COUNTY, SOUTH CAROLINA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Public safety										
Jail average daily population	415	391	411	472	508	495	435	407	398	367
911 calls dispatched	147,377	150,560	147,964	172,934	178,736	176,290	197,990	178,073	177,394	173,740
Public works										
Road miles plowed	14,154	14,567	15,301	14,716	17,262	14,232	12,267	12,300	11,685	12,168
Feet of pipe installed	6,242	5,462	6,796	4,098	3,232	3,634	3,772	2,944	2,224	2,548
Signs installed/repared	2,049	1,859	2,442	2,563	2,793	2,205	1,986	1,925	1,688	1,632
Health										
EMS transports	8,930	9,097	9,444	9,678	10,281	11,080	10,909	11,133	11,930	12,466

Source: Various governmental departments

Note: Indicators are not available for the general government function

FLORENCE COUNTY, SOUTH CAROLINA  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Public safety										
Sheriff stations	1	1	1	1	1	1	1	1	1	1
Maximum jail bed capacity	520	520	520	520	520	520	520	520	520	520
Public works										
Road miles	606.2	614.6	618.3	622.5	621.7	623.7	624.2	624.3	624.3	626.2
Health										
EMS stations	4	4	4	4	4	4	4	4	4	5
Ambulances	11	11	11	11	11	11	11	13	13	14
Culture and recreation										
Libraries	2	2	2	2	2	2	2	6	6	6
Acres of parks	653.1	658.7	696.6	696.6	696.6	696.6	696.6	696.6	696.6	696.6

Source: Various governmental departments

Note: No capital asset indicators are available for the general government function.

In 2003, ownership of Lynches River Park was transferred to the County by the State of South Carolina.

N/A: Not available



**SINGLE AUDIT 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 Members of County Council  
Florence County  
Florence, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, 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, 2012, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 21, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control over financial reporting, that we consider to be a material weakness and another that we consider to be a significant deficiency.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2012-1 to be a material weakness.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2012-2 to be a significant deficiency.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2012-2.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and accordingly, we express no opinion on the responses.

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

Columbia, South Carolina  
December 21, 2012





**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT  
ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

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

**Compliance**

We have audited Florence County, South Carolina (the County's) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2012-3.

## Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item 2012-3. *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.

The County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on the response.

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

Columbia, South Carolina  
December 21, 2012

*Ernst Davis, LLC*

**FLORENCE COUNTY, SOUTH CAROLINA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2012**

<u>Program/ Grant</u>	<u>Grant Agency</u>	<u>Grant Number</u>	<u>Federal CFDA Number</u>	<u>Federal Award Expended</u>
<b>Federal Assistance</b>				
<b>Department of Education</b>				
<b>Passed Through South Carolina State Library</b>				
Summer Reading	SC State Library	LSTA IID-11-28	45.310	\$ 1,000
National Storytelling	SC State Library	LSTA IIIA-11-10	45.310	481
Virtual L&M	SC State Library	LSTA IID-11-01	45.310	50,768
PLA	SC State Library	LSTA IIIA-11-21	45.310	<u>750</u>
<b>Total Department of Education</b>				<u>52,999</u>
<b>Department of Health &amp; Human Services</b>				
<b>Passed Through South Carolina Department of Health and Environmental Control</b>				
West Nile Virus	SCDHEC	793241	93.283	499
<b>Passed Through South Carolina Department of Social Services</b>				
Child Support Enforcement Program	SCDSS	C12021C	93.563	335,117
Service of Process	SCDSS	C12067C	93.563	38,775
County Expense Reimbursement	SCDSS	N/A	93.667	<u>179,334</u>
<b>Total Department of Health &amp; Human Services</b>				<u>553,725</u>
<b>Department of Transportation</b>				
<b>Passed Through SC Emergency Preparedness Division</b>				
HEMP	S.C. Emergency Prep. Division	HM-HMP-0247 -11-01-00	20.703	<u>\$ 3,847</u>
<b>Total Department of Transportation</b>				<u>3,847</u>

(continued)

FLORENCE COUNTY, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2012

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Federal Award Expended
(continued)				
<b>Department of Homeland Security</b>				
<b>Passed Through SC Emergency Preparedness Division</b>				
EMPG	S.C. Emergency Prep. Division	11EMPG01	97.042	122,214
<b>Passed Through State Law Enforcement Division</b>				
Law Enforcement	SLED	9SHSP11	97.067	11,275
HAZMAT Team	SLED	11SHSP65	97.067	14,000
HAZMAT Team	SLED	8SHSP71	97.067	89,499
Law Enforcement	SLED	11SHSP33	97.067	40,127
<b>Total Department of Homeland Security</b>				<u>277,115</u>
 <b>Department of HUD:</b>				
<b>Passed Through South Carolina Department of Commerce</b>				
CDBG:McCall Farms	Dept of Comm	4-N-02-011	14.228	<u>6,718</u>
<b>Total Department of HUD</b>				<u>\$ 6,718</u>
 <b>Department of Justice:</b>				
<b><u>JAG Program Cluster</u></b>				
E. Byrnes JAG	USDOJ	2011-DJ-BX-3118	16.738	39,315
E. Byrnes JAG	USDOJ	2010-DJ-BX-0908	16.738	11,867

(continued)



FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2012

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Federal Award Expended
(continued)				
<b>Passed Through State Department of Public Safety</b>				
Drug Lab	SCDPS	1GS11023	16.738	61,268
Drug Lab	SCDPS	1G10027	16.738	11,106
<b><u>Total JAG Program Cluster</u></b>				<b><u>123,556</u></b>
<b><u>Highway Safety Cluster</u></b>				
Law Enforcement Network	SCDPS	2JC12012	20.600	6,327
Law Enforcement Network	SCDPS	2JC11012	20.600	18,970
<b><u>Total Highway Safety Cluster</u></b>				<b><u>25,297</u></b>
<b>Total Department of Justice</b>				<b><u>148,853</u></b>
<b>Total Expenditure of Federal Awards</b>				<b><u>\$ 1,043,257</u></b>

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2012**

**Section I. SUMMARY OF AUDITOR'S RESULTS**

Financial Statements

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

- Material weakness identified?   X   yes        no
- Significant deficiency identified?   X   yes        none reported

Noncompliance material to financial statements noted?

       yes   X   no

Federal Awards

Internal control over major federal programs:

- Material weakness identified?        yes   X   no
- Significant deficiency identified?   X   yes        none reported

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

Unqualified

Any audit findings disclosed that are required to be  
reported in accordance with Section 510(a)  
of OMB Circular A-133?

       yes   X   no

Identification of major federal programs:

CFDA #

Program / Cluster Name

93.563, 93.667

U.S. Dept. of Health & Human Services -- Child Support Enforcement

Dollar threshold used to distinguish between  
Type A and Type B programs

\$300,000

Auditee qualified as low-risk auditee?

       yes   X   no

**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2012**

**Section II. FINANCIAL STATEMENT FINDINGS**

**Item 2012-1: Prior Period Adjustment**

*Condition:* It was discovered during the current year that the County's other postemployment benefits obligation reflected on its government-wide statement of net assets for governmental activities was understated by \$2,524,305 as of June 30, 2011. Accordingly, its net assets were overstated by this amount.

*Criteria:* In accordance with the Government Accounting Standards Board's Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions", the other post-employment benefits obligation as of year-end should reflect the prior year's other postemployment benefits obligation increased by the current year's adjusted cost of other postemployment benefits.

*Cause:* The County recorded the other postemployment benefits obligation as of June 30, 2011 based on guidance received from its actuary and predecessor auditor.

*Effect:* The County's other postemployment benefits obligation and net assets as reflected on its government-wide statement of net assets for its governmental activities were understated and overstated by \$2,524,305, respectively. As a result, its financial statements as of June 30, 2011 were materially misstated.

*Recommendation:* We recommend that the County's Finance department periodically review GASB Statement No. 45 and all other applicable standards to ensure its financial statements are prepared in accordance with the standards and include all required disclosures.

*Views of Responsible Officials and Planned Corrective Actions:* As noted above, the County relied on guidance it received from its actuary and predecessor auditor when it recorded its postemployment benefits obligation as of June 30, 2011. In future fiscal years, the County will review GASB Statement No. 45 and all other applicable standards to ensure its financial statements are prepared in accordance with the standards and will include all required disclosures.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2012**

**Section II. FINANCIAL STATEMENT FINDINGS, CONTINUED**

**Item 2012-2: Cash Collateral**

*Condition:* As of June 30, 2012, the County held cash deposits with one financial institution in excess of Federal Deposit Insurance Corporation (FDIC) insurance limits by \$115,502. As of June 30, 2012, sufficient collateral was not maintained to protect these deposits in the event that the financial institution was to fail.

*Criteria:* The County is required by State Law to maintain sufficient collateral for all of its deposits through arrangements with its financial institutions.

*Cause:* The County does not have internal controls in place to ensure that deposits held in excess of the FDIC insurance limits are properly secured by deposit insurance, surety bonds, investment securities or letters of credit to protect the County against loss in the event of insolvency or liquidation of the financial institution or for any other cause.

*Effect:* By not maintaining sufficient collateral, the County is at risk of losing deposits in excess of FDIC insurance limits in the event of insolvency or liquidation of the financial institution or for any other cause.

*Recommendation:* We recommend that the County implement procedures to ensure that all of its deposits in excess of the FDIC insurance limits held at each financial institution are properly secured so that it can prevent the risk of losing such deposits in the event of insolvency or liquidation of the financial institution or for any other cause.

*Views of Responsible Officials and Planned Corrective Actions:* With the application of deposits and withdrawals of monies for use by the entities that the Treasurer's office serves, this is a very intricate balancing act. Sometimes when the Treasurer's office makes large deposits, it may take the financial institution a day or so to procure collateral to match the deposits that were made. On the other hand, when the Treasurer's office has to withdraw substantial amounts of money to meet the obligations of Florence County's customers, there may be too much collateral. In this instance, the Treasurer's office has to take the necessary steps to release the excess collateral in order to maintain a professional and positive relationship with the financial institution. The Treasurer believes it is better to allow the financial institution the necessary day or so to collateralize Florence County's deposits rather than keeping large sums of money in the safe located in the Treasurer's office.

In the instance where the external auditors discovered that collateral was demonstrated to be short, they would have noted that the collateral was indeed procured and added to our collateralization within one day if they had waited one more day to confirm the collateralization. We have successfully operated with the financial institution for the last twelve years, and it has pledged to collateralize our funds to the maximum.

**FLORENCE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2012**

**Section III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**Item 2012-3: Child Support Enforcement Program; CFDA No. 93.563;**  
**Grant Period - Fiscal Year Ended June 30, 2012**

*Condition One:* The Clerk of Court did not certify the Multiple Activities Personnel Timesheets that are completed for employees who work in the Family Court and other areas of the Clerk of Court's office.

*Condition Two:* The funding sources (unit cost reimbursements or incentive funds) used to support the salaries and wages of employees who work in the Family Court and other areas of the Clerk of Court's office were not documented on the Multiple Activities Personnel Timesheets.

*Criteria:* Where the federal fund support of the salaries and wages of employees who work in the Family Court area of the Clerk of Court's office, and who work as well in other areas of the Clerk of Court's office, is being documented, a Multiple Activities Personnel Timesheet must be completed by the Clerk of Court for each such employee for a representative period of one week per month, in accordance with the following requirements:

- (a) The report must reflect an after-the-fact distribution of the actual activity of each employee;
- (b) The report must account for the total activity for which each employee is compensated;
- (c) The report must be prepared at least monthly and must coincide with one or more pay periods; and
- (d) The report must be signed by the employee.

Each Multiple Activities Personnel Timesheet completed by the Clerk of Court must be maintained locally by the Clerk of Court for a period of three years from the date of its completion and made available to the South Carolina Department of Social Services upon its request.

*Cause:* The Clerk of Court's office does not have internal controls and procedures in place to ensure that Multiple Activities Personnel Timesheets are prepared in accordance with the provisions of the grant agreement.

*Effect:* Hours documented for the amount of time spent on collecting and disbursing child support monies may not be accurate and the cost of receiving federal assistance through the South Carolina Department of Social Services may be disallowed.

*Context:* A random sample of twelve Multiple Activities Personnel Timesheets was selected for testing. Our test discovered that all twelve did not indicate the nature of the funding sources and were not certified by the Clerk of Court.

*Recommendation:* We recommend that the Clerk of Court's office implement a policy that states that all Multiple Activities Personnel Timesheets will be prepared and maintained in accordance with the provisions of the grant agreement.

*Views of Responsible Officials and Planned Corrective Actions:* Multiple Activities Personnel Timesheets will be prepared in their entirety and maintained by the Clerk of Court upon being submitted to the Clerk of Court by the employees. Inclusive in this process will be the review of hours submitted, funding sources and certification of each by the Clerk of Court. The completed and certified Multiple Activities Personnel Timesheets will be maintained in the Clerk of Court's office accordingly.

