

FLORENCE COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2015



Prepared By:

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



FLORENCE COUNTY, SOUTH CAROLINA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2015

TABLE OF CONTENTS

INTRODUCTORY SECTION

Letter of Transmittal	1 - 8
List of Principal Officials	9
Organizational Chart	10
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, 2014	11

FINANCIAL SECTION

Independent Auditor's Report	12 - 14
Management's Discussion and Analysis	15 - 25
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	26
Statement of Activities	27
Fund Financial Statements:	
Balance Sheet – Governmental Funds	28
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	29
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	30
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Budgetary Basis) and Actual – General Fund	31 – 32
Statement of Net Position – Proprietary Funds	33
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	34
Statement of Cash Flows – Proprietary Funds	35 – 36
Statement of Assets and Liabilities – Fiduciary Funds	37
Notes to Financial Statements	38 – 86
Required Supplementary Information:	
Schedules of Funding Progress and Employer Contributions – Other Postemployment Benefits	87
Schedule of the Employer's Proportionate Share of the Net Pension Liability	88
Schedule of the Employer's Contributions	89

TABLE OF CONTENTS

Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	90 – 102
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	103 – 114
Combining Balance Sheet – Fiduciary Funds	115 – 116
Combining Statement of Changes in Assets and Liabilities - Fiduciary Funds	117 – 118
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (Budgetary Basis) and Actual:	
Law Library Special Revenue Fund	119
Victim/Witness Assistance Special Revenue Fund	120
Local Hospitality Tax Special Revenue Fund	121
Economic Development Partnership Special Revenue Fund	122
Local Accommodations Fee Special Revenue Fund	123
Road System Maintenance Fee Special Revenue Fund	124
Sheriff's Camps Special Revenue Fund	125
Sheriff Sex Offender Special Revenue Fund	126
Unified Fire District Special Revenue Fund	127
Capital Assets Used in the Operation of Governmental Funds:	
Schedule by Source	128
Schedule by Function and Activity	129 – 130
Schedule of Changes by Function and Activity	131 – 132
Liabilities of Governmental Funds:	
Schedule of Long-Term Debt	133 – 140
Additional Accompanying Information:	
General Fund:	
Balance Sheet	141
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Budgetary Basis) and Actual	142 – 143
Schedule of Expenditures - Budget (Budgetary Basis) and Actual	144 – 145
Detail Schedule of Revenues - Budget (Budgetary Basis) and Actual	146 – 147
Detail Schedule of Expenditures - Budget (Budgetary Basis) and Actual	148 – 155
Analysis of Current Tax Levy	156
Schedule of Taxes Receivable - Delinquent	157
Assessed Value of Taxable Property in Florence County Last Ten Years (Unaudited)	158
Market and Assessed Value of Taxable Property in Florence County - Tax Year Ended December 31, 2014 - By Property Classification (Unaudited)	159

TABLE OF CONTENTS

Assessed Value of Taxable Property in Florence County - Tax Year Ended December 31, 2014 - By Tax District (Unaudited)	160 - 161
Detail Schedules of Cash Due from Treasurer:	
School General Fund	162 - 163
School Debt Service Fund	164 - 165
School Capital Project Fund	166 - 167
Municipalities Fund	168 - 169
Fire Board Fund	170 - 171
Lynches Lake/Camp Branch Fund	172
Salem Watershed Fund	173
Commission on Alcohol and Drug Abuse Fund	174
Williamsburg County Fund	175
Detail Schedules of Cash Due to Others:	
Magistrate Fund	176
Clerk of Court Fund	177
Sheriff Fund	178
Detail Schedule of General Fund:	
Balance Sheet	179 - 180
Revenues, Expenditures, and Changes in Fund Balance	181 - 182
Expenditures - Reconciliation of Budgetary Basis to Accrual Basis	183 - 184
Library Schedule of Revenues and Expenditures	185
Schedule of Fines, Assessments, and Surcharges – Victim/Witness Special Revenue Fund	186
 STATISTICAL SECTION	
Net Position by Component – Last Ten Fiscal Years	187
Changes in Net Position – Last Ten Fiscal Years	188 - 189
Governmental Activities Tax Revenues by Source – Last Ten Fiscal Years	190
Fund Balances of Governmental Funds – Last Ten Fiscal Years	191
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	192
Tax Revenues – Last Ten Fiscal Years	193
Assessed and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	194
Property Tax Rates – Direct and Overlapping Governments – Last Ten Fiscal Years	195
Principal Property Taxpayers	196
Property Tax Levies and Collections – Last Ten Fiscal Years	197
Ratio of Outstanding Debt by Type – Last Ten Fiscal Years	198
Ratio of General Bonded Debt Outstanding – Last Ten Fiscal Years	199
Direct and Overlapping Governmental Activities Debt	200
Legal Debt Margin Information – Last Ten Fiscal Years	201

TABLE OF CONTENTS

Demographic and Economic Statistics – Last Ten Fiscal Years	202
Principal Employers – Current Year and Nine Years Ago	203
Full-Time Equivalent County Government Employees by Function – Last Ten Fiscal Years	204
Operating Indicators by Function – Last Ten Fiscal Years	205
Capital Asset Statistics by Function – Last Ten Fiscal Years	206
SINGLE AUDIT SECTION	
Schedule of Expenditures of Federal Awards	207 – 209
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	210 – 211
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance	212 – 213
Schedule of Findings and Questioned Costs	214

INTRODUCTORY SECTION





FLORENCE COUNTY Finance Department

December 28, 2015

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, 2015, 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 Florence 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 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 Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. 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 No. 34 are explained in some detail within 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 awards and the independent auditor's 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 County 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". Florence 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 Florence County's five school districts and nine cities and towns have been excluded from Florence 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.

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

Florence County is becoming an international center for manufacturing. Nan Ya Plastics Corporation of America, a polyester fiber producing company based in Taiwan, has become Florence County's third 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, Worthington Industries, a manufacturer of cabs for heavy equipment, began operation of its plant in the Pee Dee Touchstone Energy 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 early 2013, Otis Elevator opened a facility in order to construct its next generation of elevators.

As described 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 WestRock.

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. 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 2014, Ruiz Foods announced a new investment of \$35,000,000 and 500 new jobs and began production in 2015.

Medical Community

Florence County continues to serve as the medical center for the eastern half of South Carolina. McLeod Regional Medical Center (McLeod) 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 (Carolinas) 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 County that currently employs over 300 people.

Tourism

With such attractions as the Darlington Raceway, the Florence City-County Civic Center, Freedom Florence, a nine-field softball complex, and the Dr. Eddie Floyd Tennis Center, 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 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 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 has attracted 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 Labor 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 is 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 bond 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.

Capital Project Sales Tax

In November 2013, the voters of Florence County approved a referendum for a one cent capital project sales tax, as well as the issuance of a general obligation bond in an amount not to exceed \$125,000,000, the debt service payments of which will be funded from the sales tax. This sales tax began being collected on May 1, 2014 by the merchants in Florence County and will be collected for a period of seven years.

Included in this referendum was a funding plan for over 400 separate projects. Among other things, this plan includes the following items:

- \$18,445,000 for fire stations and equipment
- \$15,000,000 to replace the County's analog radio system with a digital one
- \$4,955,251 for a new Florence County EOC building
- \$4,418,000 for municipal water and sewer improvements
- \$37,369,472 for municipal infrastructure improvements, including roads
- \$16,250,000 for county road paving and drainage projects
- \$36,304,677 for general road improvements in each of the council districts, not quite half of which will be funded by the bond

Judicial Center

In June 2015, Florence County issued \$42,000,000 in installment purchase revenue bonds to construct a new 120,000 square foot judicial center. This building is expected to be open before the end of 2017.

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, 2015 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, 2015, 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 GASB Statement No. 34, began recognizing depreciation on all its capital assets. In addition, in further compliance with this Statement, the County capitalized all infrastructure assets, including roads and bridges.

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, 2015 was audited by the accounting firm of Elliott Davis Decosimo, 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 years ended June 30, 2010, 2011, and 2012, primarily from the State of South Carolina, Florence County had 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 for the year ended June 30, 2012. In 2013 and 2014, the County continued to hold the line on expenditure growth in order to restore fund balance back to the 25% threshold. In 2015, the County receipted a portion of the proceeds of the judicial center bond into the General Fund to reimburse this fund for previous years' expenditures for the purchase of land for the judicial center.

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, 2014. This was the seventeenth year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, 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 for Excellence in Financial Reporting 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 for Excellence in Financial Reporting 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 Decosimo, LLC. We would like to also commend County Council for realizing the need for, and the benefits derived from timely financial reporting.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Kevin V. Yokim', with a long horizontal flourish extending to the right.

Kevin V. Yokim, CPA, CGFO
Finance Director

FLORENCE COUNTY, SOUTH CAROLINA

LIST OF PRINCIPAL OFFICIALS

FOR THE YEAR ENDED JUNE 30, 2015

MEMBERS OF COUNTY COUNCIL

Roger Poston	Chairman
James Schofield	Vice-Chairman
Mitchell Kirby	Secretary - Chaplain
Alphonso Bradley	Member
Stephen Deberry	Member
Waymon Mumford	Member
Kent Caudle	Member
Willard Dorriety, Jr.	Member
Jason Springs	Member

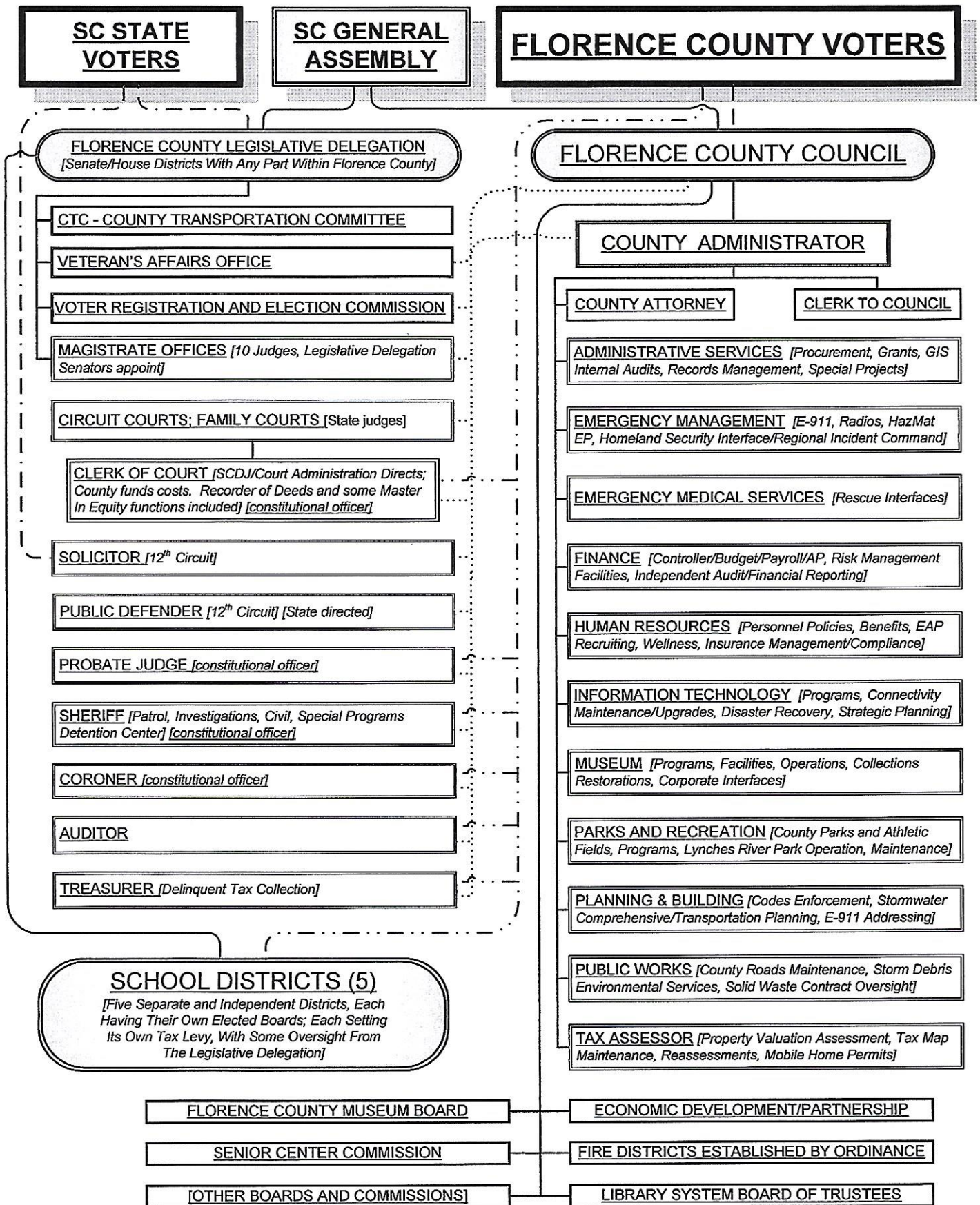
ELECTED OFFICIALS

Connie Reel-Shearin	Clerk of Court
Wayne Joye	County Auditor
Keith Lutcken	County Coroner
Kenney Boone	County Sheriff
Ed Clements	County Solicitor
Dean Fowler	County Treasurer
J. Munford Scott, Jr.	Judge of Probate

ADMINISTRATIVE OFFICIALS

K. G. Rusty Smith, Jr.	County Administrator
Kevin V. Yokim	Finance Director

ORGANIZATIONAL CHART





Government Finance Officers Association

**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, 2014

Executive Director/CEO



Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparison schedule for the general fund of Florence County, South Carolina (the "County"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Florence County, South Carolina, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison schedule for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Adjustment

As described in Note 13 to the financial statements, the County adopted the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Although this accounting standard became effective for periods beginning after December 15, 2012, the County elected not to adopt it for the year ended June 30, 2014 because it did not have a material impact on its financial statements. As a result of the County adopting the provisions of this Statement for the year ended June 30, 2015, its beginning net position and beginning fund balance as of July 1, 2014 has been restated. Our opinion is not modified with respect to this matter.

Implementation of New Accounting Standard

As described in Note 12 to the financial statements, the County adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, effective July 1, 2014. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 15 to 25, schedules of funding progress and employer contributions - other postemployment benefits on page 87, the schedule of the employer's proportionate share of the net pension liability on page 88, and the schedule of the employer's contributions on page 89 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund statements and schedules, the budgetary schedules of revenues, expenditures and changes in fund balances, the schedules of capital assets used in the operation of governmental funds, the schedule of long-term debt, the additional accompanying supplementary information, 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 and the other information, such as the introductory and statistical sections, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules, the budgetary schedules of revenues, expenditures and changes in fund balances, the schedules of capital assets used in the operation of governmental funds, the schedule of long-term debt, the additional accompanying supplementary information, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, the budgetary schedules of revenues, expenditures and changes in fund balances, the schedules of capital assets used in the operation of governmental funds, the schedule of long-term debt, the additional accompanying supplementary information, 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.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2015 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* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Elliott Davis Decosimo, LLC". The signature is written in a cursive, flowing style.

Columbia, South Carolina
December 28, 2015



FINANCIAL SECTION



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, 2015. 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

- Florence County's assets and deferred outflows exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$32,812,740 (*net position*). Of this amount, (\$200,778,645) represents unrestricted net position. The General Fund unassigned fund balance was \$13,177,669, 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 position decreased by \$56,946,792. The majority of this decrease is attributable to a decrease of \$49,068,879 in beginning net position as a result of the implementation of GASB Statements No. 65 and 68.
- As of the close of the current fiscal year, Florence County's governmental funds reported combined ending fund balances of \$183,196,991, an increase of \$15,278,492 in comparison with the prior year primarily as the result of the receipt of the proceeds of the judicial center bond and the capital outlay for Capital Project Sales Tax #2 projects.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$13,177,669, or a healthy 25.5 percent of total General Fund expenditures and net transfers in.
- Florence County's debt increased by \$30,728,503 (17.6 percent) during the current fiscal year. The key factor in this increase was the issuance of the debt for the judicial center offset by the principal payments on general obligation bonds.

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 are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information to the basic financial statements themselves.

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

The *Statement of Net Position* presents information on all Florence County's assets, deferred outflows, liabilities, deferred inflows, and net position. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods (e.g., uncollected taxes and earned, 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 can be found on pages 26 – 27 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 government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental 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 forty-eight 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, the Capital Project Sales Tax 2 Debt Service Fund, the Capital Project Sales Tax 2 Fund, and the Judicial Center Capital Project Fund, all of which are considered to be major funds. Data from the other forty three 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 28 – 32 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 33 – 36 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 37 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 38 – 86 of this report.

Required Supplementary Information. The required supplementary information consists of schedules of funding progress and employer contributions for Florence County's other postemployment benefits and net pension liability. These schedules can be found on pages 87 – 89 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 90 – 114 of this report.

The County implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, during the fiscal year ended June 30, 2015. This Statement reclassifies and recognizes certain items that were formerly reported as assets and liabilities as four financial statement elements: deferred outflows of resources, outflows of resources, deferred inflows of resources, and inflows of resources. Concepts Statement No. 4 requires that deferred outflows and deferred inflows be recognized only in those instances specifically identified in GASB pronouncements. The provisions of this Statement became effective for financial statements for periods beginning after December 15, 2012, with early adoption encouraged. The provisions of this Statement are required to be applied retroactively for all periods presented, including reporting a restatement of beginning net position as described in Note 13. The County elected to adopt this accounting standard during the fiscal year ended June 30, 2015. As a result, beginning net position for the County as of July 1, 2014 increased by \$16,896.

The County implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, during the fiscal year ended June 30, 2015. The implementation of this Statement required the County to record a beginning net pension liability and the effects on unrestricted net position of contributions made by the County during the measurement period (fiscal year ended June 30, 2014). To the extent practical, in the first period that this Statement is applied, changes made to comply with this Statement should be reported as an adjustment of prior periods, and financial statements presented for the periods affected should be restated. If restatement of all prior periods presented is not practical, the cumulative effect of applying this Statement, if any, should be reported as a restatement of beginning net position for the earliest period restated. In such circumstances, beginning balances for deferred outflows of resources and deferred inflows of resources related to pensions should not be reported. Since the information for the restatement of beginning balances of deferred outflows of resources or deferred inflows of resources is not available for the earliest period presented, the cumulative effect of the Statement implementation will be shown as a restatement to beginning net position as of July 1, 2014. As a result, beginning unrestricted net position for the County for the year ended June 30, 2015 decreased by \$49,085,775.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Florence County, assets and deferred outflows exceeded liabilities and deferred inflows by \$32,812,740 at the close of the most recent fiscal year.

The largest portion of Florence County's net position (206.4 percent) reflects its net 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 Position

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 201,957,385	\$181,638,677	\$ 5,968,235	\$ 6,381,406	\$ 207,925,620	\$188,020,083
Capital assets	103,953,972	95,672,178	2,341,129	2,344,611	106,295,101	98,016,789
Total assets	305,911,357	277,310,855	8,309,364	8,726,017	314,220,721	286,036,872
Deferred outflows	4,760,256	-	15,240	-	4,775,496	-
Long-term liabilities outstanding	254,985,289	174,840,800	159,088	890	255,144,377	174,841,690
Other liabilities	24,592,250	19,861,507	1,227,057	1,574,143	25,819,307	21,435,650
Total liabilities	279,577,539	194,702,307	1,386,145	1,575,033	280,963,684	196,277,340
Deferred inflows	5,205,102	-	14,691	-	5,219,793	-
Net position:						
Net investment in capital assets	65,392,234	75,427,832	2,341,129	2,344,611	67,733,363	77,772,443
Restricted	165,858,022	28,640,175	-	-	165,858,022	28,640,175
Unrestricted	(205,361,284)	(21,459,459)	4,582,639	4,806,373	(200,778,645)	(16,653,086)
Total net position	\$ 25,888,972	\$ 82,608,548	\$ 6,923,768	\$ 7,150,984	\$ 32,812,740	\$ 89,759,532

An additional portion of Florence County's net position (505.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$200,778,645) is comprised of the unrestricted net position of the proprietary funds of \$4,582,639, 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 position balance of (\$205,361,284). A portion of this unrestricted net position balance is the result of OPEB liability payable of \$10,960,493 and the net pension liability of \$49,574,184.

The County's unrestricted net position and total net position for its governmental activities decreased \$183,901,825 and \$56,719,576, respectively, during the current fiscal year. These decreases were primarily the result of the implementation effect of GASB Statement No. 68 and the effect of the prior period adjustment related to the County's adoption of GASB Statement No. 65.

The County's beginning total net position decreased by \$48,929,136 as a result of implementing GASB Statement No. 68. As a result of adopting GASB Statement No. 65 during the current fiscal year and recording the prior period adjustment, the County's beginning total net position increased by \$16,896.

Unrestricted cash and investments increased by \$13,410,373 primarily as a result of the receipt of the proceeds of the judicial center bond. Net investment in capital assets decreased by \$10,035,598.

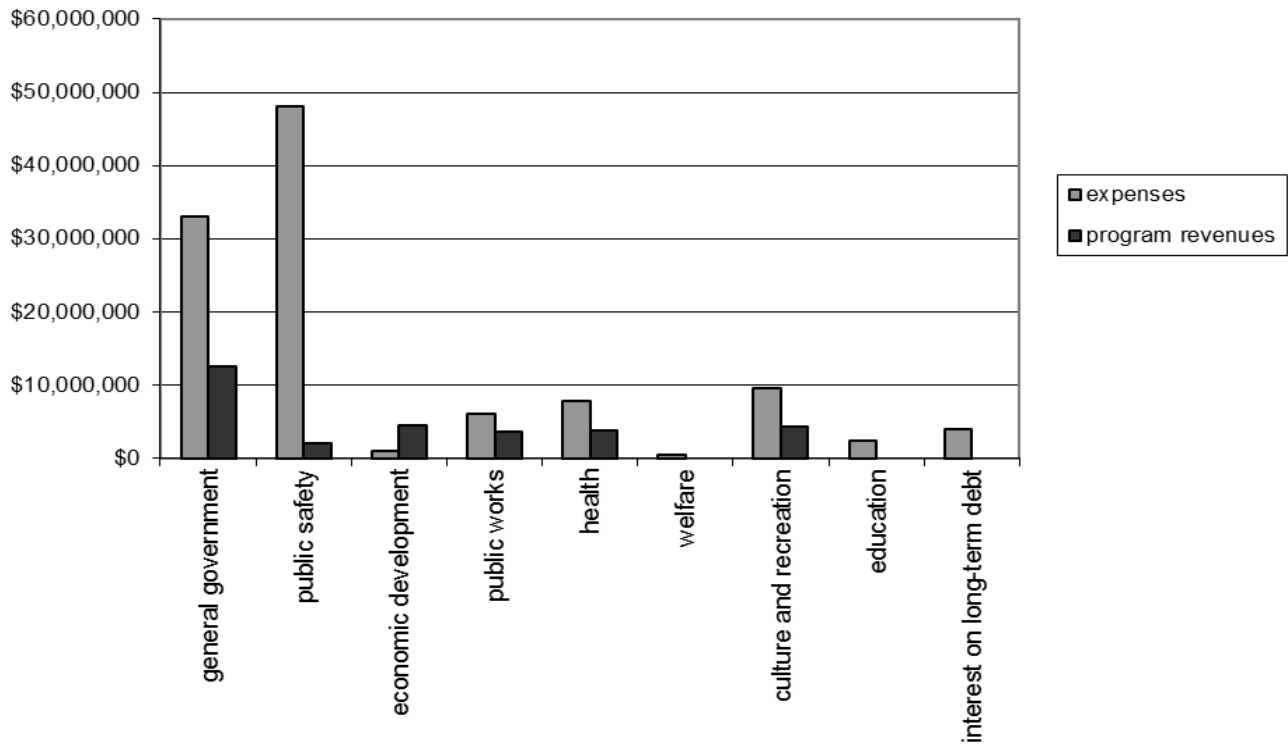
Governmental activities. Governmental activities adjusted Florence County's net position downward by \$56,719,576 to \$25,888,972 as a result of the activities described in the previous paragraphs.

Business-type activities. Business-type activities decreased Florence County's net position by \$227,216, primarily as a result of the expenses incurred in the Florence County Utility System in the amount of \$653,946, and the effect of the implementation of GASB Statement No. 68.

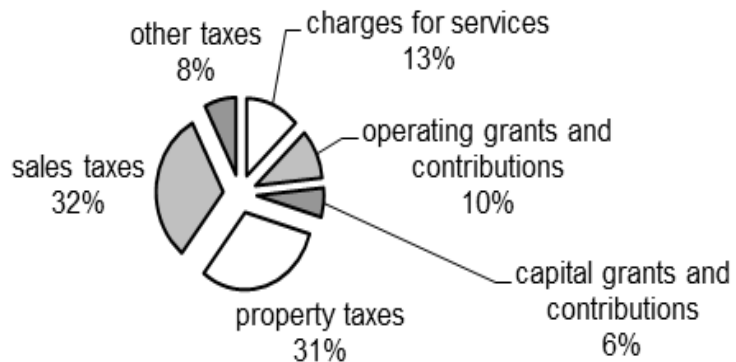
Florence County's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$13,620,817	\$13,016,513	\$ 4,524,090	\$ 3,948,993	\$18,144,907	\$16,965,506
Operating grants and contributions	10,871,844	10,382,159	-	-	10,871,844	10,382,159
Capital grants and contributions	6,418,530	7,277,732	-	-	6,418,530	7,277,732
General revenues:						
Property taxes	32,529,215	32,836,060	-	-	32,529,215	32,836,060
Other taxes	41,294,823	19,096,872	-	-	41,294,823	19,096,872
Other	738,013	122,636	9,243	7,572	747,256	130,208
Total revenues	105,473,242	82,731,972	4,533,333	3,956,565	110,006,575	86,688,537
Expenses:						
General government	32,968,012	28,984,266	-	-	32,968,012	28,984,266
Public safety	48,113,208	22,821,341	-	-	48,113,208	22,821,341
Economic and physical development	949,632	797,993	-	-	949,632	797,993
Public works	6,078,128	6,324,090	-	-	6,078,128	6,324,090
Health	7,889,577	7,687,094	-	-	7,889,577	7,687,094
Welfare	535,181	432,731	-	-	535,181	432,731
Culture and recreation	9,597,047	11,671,952	-	-	9,597,047	11,671,952
Education	2,394,515	2,799,515	-	-	2,394,515	2,799,515
Interest on long-term debt	3,975,680	2,384,784	-	-	3,975,680	2,384,784
Utility system	-	-	653,946	304,654	653,946	304,654
Landfill	-	-	4,344,662	4,295,367	4,344,662	4,295,367
E911 system	-	-	384,900	318,981	384,900	318,981
Total expenses	112,500,980	83,903,766	5,383,508	4,919,002	117,884,488	88,822,768
Increase (decrease) in net position						
before transfers	(7,027,738)	(1,171,794)	(850,175)	(962,437)	(7,877,913)	(2,134,231)
Transfers	(779,598)	(838,868)	779,598	838,868	-	-
Increase (decrease) in net position	(7,807,336)	(2,010,662)	(70,577)	(123,569)	(7,877,913)	(2,134,231)
Net position, July 1,	82,608,548	84,619,210	7,150,984	7,274,553	89,759,532	91,893,763
Prior period adjustment (Note 13)	16,896	-	-	-	16,896	-
Implementation of GASB 68	(48,929,136)	-	(156,639)	-	(49,085,775)	-
Net position, July 1, restated	33,696,308	84,619,210	6,994,345	7,274,553	40,690,653	91,893,763
Net position, June 30,	\$25,888,972	\$82,608,548	\$ 6,923,768	\$ 7,150,984	\$32,812,740	\$89,759,532

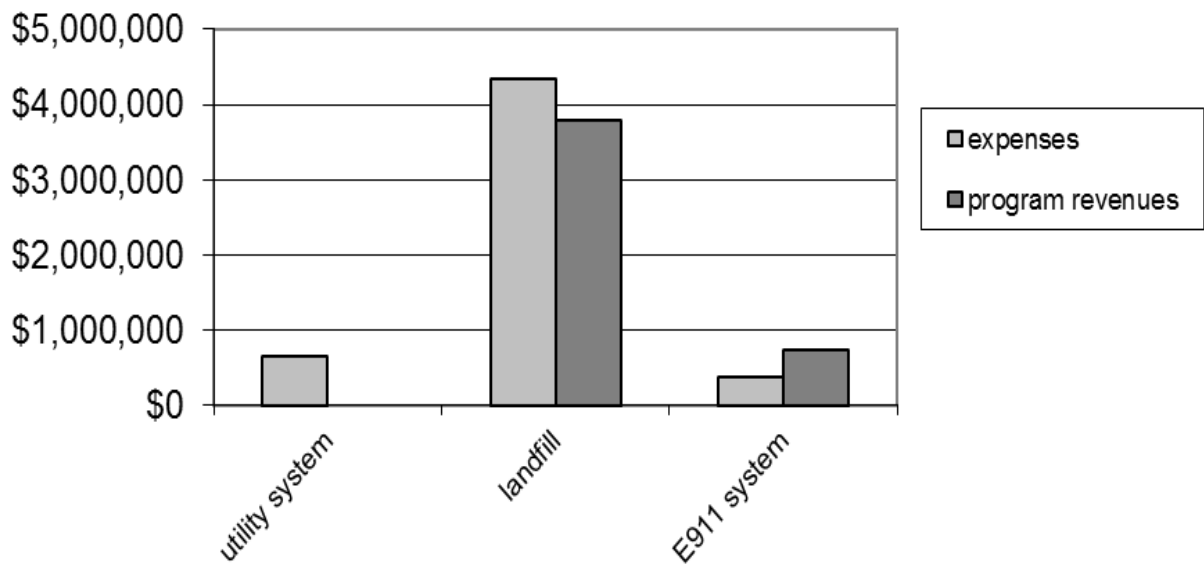
Expenses and Program Revenues - Governmental Activities



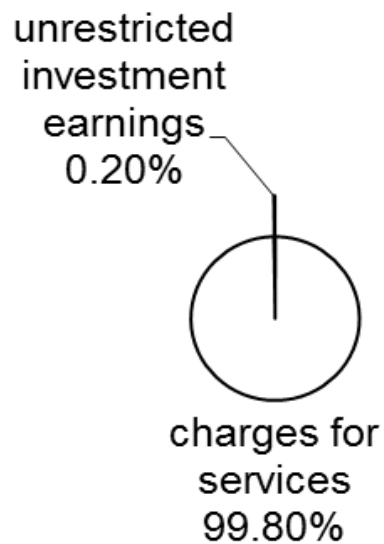
Revenues by Source - Governmental Activities



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, *unassigned fund balance* may serve as a useful measure of a government's net resources available for cash flow purposes, to maintain financial stability in the economic downturn affecting 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 \$183,196,991, an increase of \$15,278,492 in comparison with the prior year primarily as the result of the receipt of the proceeds of the judicial center bond. Approximately 7.2% of this total amount (\$13,177,669) constitutes unassigned fund balance. The remainder of fund balance is committed/assigned 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 of \$148,847, 2) to pay debt service of \$16,303,291, and 3) to pay for various capital improvements or other expenditures in future years of \$153,567,184.

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 \$13,177,669, while total fund balance reached \$15,555,671. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and net transfers out. Unassigned fund balance represents 25.5 percent of total General Fund expenditures and net transfers in, while total fund balance represents 30.1 percent of that same amount.

The fund balance of Florence County's General Fund increased by \$2,899,681 during the current fiscal year, primarily as a result of the receipt of a portion of the proceeds of the judicial center bond, which reimbursed the General Fund for the previous years' expenditures for land for the site of the judicial center.

The Grant Special Revenue Fund has a total fund balance of \$2,308,853, all of which is restricted for subsequent years' expenditures. This fund balance decreased by \$629,369, primarily as a result of grant expenditures exceeding grant revenue during the fiscal year.

The Capital Project Sales Tax 2 Debt Service Fund has a total fund balance of \$13,911,314, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$1,480,638, primarily as a result of sales taxes revenue exceeding the annual debt service on the capital project sales tax bonds.

The Capital Project Sales Tax 2 Fund has a total fund balance of \$94,806,500, all of which is restricted for subsequent years' expenditures. This fund balance decreased by \$28,639,837, primarily as a result of expenditures on capital sales tax funded projects.

The Judicial Center Capital Project Fund has a total fund balance of \$41,854,340, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$41,854,340, primarily as a result of the receipt of the proceeds of the judicial center bond.

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

Unrestricted net position of the utility system at the end of the year amounted to \$774,694, those for the landfill amounted to \$666,714, and those for the E911 system amounted to \$3,141,231. The total decrease in net position for the utility fund was \$653,946. The total increase in net position for landfill fund and the E911 system was \$297,363 and \$129,367, 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, primarily as a result of the items noted below. Budgeted revenue from intergovernmental revenue from the State of South Carolina for library books and materials was increased by \$71,070 and budgeted culture and recreation expenditures were increased by a corresponding amount. Budgeted revenue from intergovernmental revenue from the State of South Carolina for poll worker reimbursement was increased by \$118,000 and budgeted general government expenditures were increased by a corresponding amount. Budgeted general government expenditures were increased by \$164,860 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 \$1,703,534. However, since less money was spent during the year than was budgeted, primarily as a result of savings from vacant personnel positions, and as a result of the receipt of a portion of the proceeds from the judicial center bond discussed previously, fund balance increased by \$2,759,961.

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, 2015, amounts to \$106,295,101 (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:

- Acquisition of a new digital 800mHz radio system
- Various vehicle and equipment purchases were made.

Florence County's Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$10,567,628	\$10,447,987	\$2,340,638	\$2,340,638	\$12,908,266	\$12,788,625
Construction-in-progress	7,846,268	6,908,279	-	-	7,846,268	6,908,279
Buildings and additions	54,848,627	54,619,781	491	771	54,849,118	54,620,552
Improvements other than buildings	4,270,992	3,933,490	-	-	4,270,992	3,933,490
Autos and trucks	3,508,724	3,375,151	-	-	3,508,724	3,375,151
Furniture and fixtures	387,148	450,646	-	-	387,148	450,646
Machinery and equipment	9,984,999	3,721,259	-	3,202	9,984,999	3,724,461
Infrastructure	12,539,586	12,215,585	-	-	12,539,586	12,215,585
Total	\$103,953,972	\$95,672,178	\$2,341,129	\$2,344,611	\$106,295,101	\$98,016,789

Additional information on Florence County's capital assets can be found in Note 2 on pages 56 – 58 of this report.

Long-term debt. At the end of the current fiscal year, Florence County had total bonded general obligation debt outstanding of \$130,632,850. 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	
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$130,632,850	\$151,828,240	\$ -	\$ -	\$130,632,850	\$151,828,240
Revenue bonds	49,236,208	4,752,744	-	-	49,236,208	4,752,744
Capital leases	20,420,065	16,648,000	-	-	20,420,065	16,648,000
Bond anticipation note	3,500,000	-	-	-	3,500,000	-
Unused vacation pay	1,780,180	1,611,816	890	890	1,781,070	1,612,706
Total	\$205,569,303	\$174,840,800	\$ 890	\$ 890	\$205,570,193	\$174,841,690

Florence County's total debt increased by \$30,728,503 (17.6%) during the current fiscal year. The key factor in this increase was the issuance of the debt for the judicial center offset by the principal payments on general obligation bonds and the new capital lease.

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 \$36,848,319, which is significantly in excess of Florence County's general obligation debt subject to the debt limit as of June 30, 2015, which is \$13,745,000.

Additional information on Florence County's long-term debt can be found in note 2 on pages 61 – 71 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Florence County is currently 7.5%, which is an increase from a rate of 6.3% a year ago.

This factor was considered in preparing Florence County's budget for the 2015 fiscal year.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$13,177,669. This fund balance has increased to a threshold of 25.5 percent of expenditures and net transfers in. However, given the possibility of increases in premium expenditures for the state health insurance plan, as well as a lack of any increase in state funding, 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.



BASIC FINANCIAL STATEMENTS

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION
JUNE 30, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 129,835,858	\$ 5,009,957	\$ 134,845,815
Investments	56,931,910	-	56,931,910
Receivables (net of allowance for uncollectibles)	14,254,925	130,338	14,385,263
Inventories	224,711	-	224,711
Prepays	709,981	-	709,981
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	-	827,940	827,940
Total current assets	201,957,385	5,968,235	207,925,620
Noncurrent assets:			
Capital assets (net of accumulated depreciation):			
Land	10,567,628	2,340,638	12,908,266
Construction-in-progress	7,846,268	-	7,846,268
Buildings and additions	54,848,627	491	54,849,118
Improvements other than buildings	4,270,992	-	4,270,992
Autos and trucks	3,508,724	-	3,508,724
Furniture and fixtures	387,148	-	387,148
Machinery and equipment	9,984,999	-	9,984,999
Infrastructure	12,539,586	-	12,539,586
Total noncurrent assets	103,953,972	2,341,129	106,295,101
Total assets	305,911,357	8,309,364	314,220,721
DEFERRED OUTFLOWS OF RESOURCES			
Pension plan difference between expected and actual experience	1,378,018	4,412	1,382,430
Pension plan contributions made subsequent to the measurement date	3,382,238	10,828	3,393,066
Total deferred outflows of resources	4,760,256	15,240	4,775,496
LIABILITIES			
Current liabilities:			
Accounts payable and other current liabilities	12,547,432	399,117	12,946,549
Accrued interest payable	1,084,325	-	1,084,325
Liabilities payable from restricted assets	-	827,940	827,940
Total current liabilities	13,631,757	1,227,057	14,858,814
Noncurrent liabilities:			
Due within one year	28,551,887	890	28,552,777
Due in more than one year	177,017,416	-	177,017,416
OPEB liability payable	10,960,493	-	10,960,493
Net pension liability	49,415,986	158,198	49,574,184
Total noncurrent liabilities	265,945,782	159,088	266,104,870
Total liabilities	279,577,539	1,386,145	280,963,684
DEFERRED INFLOWS OF RESOURCES			
Unearned revenue - timing restriction for property taxes	616,138	-	616,138
Net difference between projected and actual earnings on pension plan investments	4,588,964	14,691	4,603,655
Total deferred inflows of resources	5,205,102	14,691	5,219,793
NET POSITION			
Net investment in capital assets	65,392,234	2,341,129	67,733,363
Restricted for:			
Federal and state grant purposes	2,308,853	-	2,308,853
Education purposes	40,335	-	40,335
Tourism related purposes	2,345,361	-	2,345,361
Public safety purposes	278,559	-	278,559
Delinquent tax collection purposes	170,516	-	170,516
Economic development purposes	564,026	-	564,026
Road maintenance purposes	1,605,656	-	1,605,656
Debt service	16,303,291	-	16,303,291
Capital projects	142,061,136	-	142,061,136
Other purposes	180,289	-	180,289
Unrestricted (deficit)	(205,361,284)	4,582,639	(200,778,645)
Total net position	\$ 25,888,972	\$ 6,923,768	\$ 32,812,740

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, 2015**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 32,968,012	\$ 4,576,216	\$ 7,957,514	\$ -	\$ (20,434,282)	\$ -	\$ (20,434,282)
Public safety	48,113,208	1,075,856	954,449	38,600	(46,044,303)	-	(46,044,303)
Economic and physical development	949,632	-	668,916	3,786,452	3,505,736	-	3,505,736
Public works	6,078,128	3,376,552	42,757	247,992	(2,410,827)	-	(2,410,827)
Health	7,889,577	3,813,007	18,084	-	(4,058,486)	-	(4,058,486)
Welfare	535,181	-	-	-	(535,181)	-	(535,181)
Culture and recreation	9,597,047	779,186	1,230,124	2,345,486	(5,242,251)	-	(5,242,251)
Education	2,394,515	-	-	-	(2,394,515)	-	(2,394,515)
Interest on long-term debt	3,975,680	-	-	-	(3,975,680)	-	(3,975,680)
Total governmental activities	<u>112,500,980</u>	<u>13,620,817</u>	<u>10,871,844</u>	<u>6,418,530</u>	<u>(81,589,789)</u>	<u>-</u>	<u>(81,589,789)</u>
Business-type activities:							
Utility System	653,946	-	-	-	-	(653,946)	(653,946)
Landfill	4,344,662	3,790,943	-	-	-	(553,719)	(553,719)
E911 System	<u>384,900</u>	<u>733,147</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>348,247</u>	<u>348,247</u>
Total business-type activities	<u>5,383,508</u>	<u>4,524,090</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(859,418)</u>	<u>(859,418)</u>
Total primary government	<u>\$ 117,884,488</u>	<u>\$ 18,144,907</u>	<u>\$ 10,871,844</u>	<u>\$ 6,418,530</u>	<u>(81,589,789)</u>	<u>(859,418)</u>	<u>(82,449,207)</u>
General revenues:							
Property taxes					32,529,215	-	32,529,215
Sales taxes					33,314,201	-	33,314,201
Fees in lieu of tax					3,501,488	-	3,501,488
Franchise fees (based on gross receipts)					714,302	-	714,302
Accommodations tax					3,764,832	-	3,764,832
Unrestricted investment earnings					738,013	9,243	747,256
Transfers					<u>(779,598)</u>	<u>779,598</u>	<u>-</u>
Total general revenues and transfers					<u>73,782,453</u>	<u>788,841</u>	<u>74,571,294</u>
Change in net position					<u>(7,807,336)</u>	<u>(70,577)</u>	<u>(7,877,913)</u>
Net position, beginning of year, as originally reported					82,608,548	7,150,984	89,759,532
Prior period adjustment (See Note 13)					16,896	-	16,896
Implementation effect of GASB Statement No. 68					<u>(48,929,136)</u>	<u>(156,639)</u>	<u>(49,085,775)</u>
Net position, beginning of year, as restated					33,696,308	6,994,345	40,690,653
Net position - end of year					<u>\$ 25,888,972</u>	<u>\$ 6,923,768</u>	<u>\$ 32,812,740</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015

	General	Grant Special Revenue Fund	CPST2 Debt Service Fund	Capital Project Sales Tax 2 Fund	Judicial Center Capital Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Assets:							
Cash and cash equivalents	\$ 17,697,042	\$ 6,113,833	\$ 8,229,891	\$ 39,981,772	\$ 41,854,340	\$ 15,958,980	\$ 129,835,858
Investments	-	-	-	56,931,910	-	-	56,931,910
Receivables:							
Property taxes (net)	776,659	-	-	-	-	386,531	1,163,190
Other governmental units and agencies	4,464,809	863,105	5,681,423	-	-	813,423	11,822,760
Others (net)	1,064,393	6,525	-	-	-	169,597	1,240,515
Due from other funds	28,460	-	-	-	-	-	28,460
Inventories	79,584	-	-	-	-	145,127	224,711
Prepays	708,981	1,000	-	-	-	-	709,981
Total assets	\$ 24,819,928	\$ 6,984,463	\$ 13,911,314	\$ 96,913,682	\$ 41,854,340	\$ 17,473,658	\$ 201,957,385
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,794,172	\$ 888,816	\$ -	\$ 2,107,182	\$ -	\$ 2,015,793	\$ 6,805,963
Payroll withholdings and accruals	897,755	40,441	-	-	-	63,333	1,001,529
Other payables	4,711,480	-	-	-	-	-	4,711,480
Due to other funds	-	-	-	-	-	28,460	28,460
Unearned revenues	1,538,225	3,746,353	-	-	-	312,246	5,596,824
Total liabilities	8,941,632	4,675,610	-	2,107,182	-	2,419,832	18,144,256
Deferred inflows of resources:							
Unavailable revenue - timing restriction for property taxes	322,625	-	-	-	-	293,513	616,138
Total deferred inflows of resources	322,625	-	-	-	-	293,513	616,138
Fund balances:							
Nonspendable:							
Inventory and prepaids	766,042	-	-	-	-	176,672	942,714
Restricted:							
Federal and state grant purposes	-	2,308,853	-	-	-	-	2,308,853
Education purposes	-	-	-	-	-	40,335	40,335
Tourism related purposes	-	-	-	-	-	2,345,361	2,345,361
Library purposes	-	-	-	-	-	56,544	56,544
Victim witness purposes	-	-	-	-	-	122,938	122,938
Public safety purposes	-	-	-	-	-	278,559	278,559
Senior citizen purposes	-	-	-	-	-	807	807
Delinquent tax collection purposes	-	-	-	-	-	170,516	170,516
Economic development purposes	-	-	-	-	-	564,026	564,026
Road maintenance purposes	-	-	-	-	-	1,605,656	1,605,656
Debt service	-	-	13,911,314	-	-	2,391,977	16,303,291
Capital project	-	-	-	94,806,500	41,854,340	5,400,296	142,061,136
Committed:							
Road paving purposes	1,463,113	-	-	-	-	-	1,463,113
Capital project	-	-	-	-	-	1,743,071	1,743,071
Assigned:							
General government	148,847	-	-	-	-	-	148,847
Unassigned:							
General fund	13,177,669	-	-	-	-	-	13,177,669
Special revenue (deficit)	-	-	-	-	-	(136,445)	(136,445)
Total fund balances	15,555,671	2,308,853	13,911,314	94,806,500	41,854,340	14,760,313	183,196,991
Total liabilities, deferred inflows of resources, and fund balances	\$ 24,819,928	\$ 6,984,463	\$ 13,911,314	\$ 96,913,682	\$ 41,854,340	\$ 17,473,658	

Amounts reported for governmental activities in the Statement of Net

Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	103,953,972
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	5,596,824
Pension contributions after measurement period	3,382,238
Net pension change in liability experience	1,378,018
Net pension change in investment experience	(4,588,964)
Accrued interest payable on bonds	(1,084,325)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(205,569,303)
Other post-employment benefit costs are not due and payable in the current period and therefore are not reported in the funds.	(10,960,493)
Net pension liability	(49,415,986)
Net position of governmental activities	\$ 25,888,972

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, 2015

	General	Grant Special Revenue Fund	CPST2 Debt Service Fund	Capital Project Sales Tax 2 Fund	Judicial Center Capital Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 36,378,831	\$ 439,868	\$ 21,306,205	\$ -	\$ -	\$ 10,355,143	\$ 68,480,047
Licenses and permits	1,998,971	-	-	-	-	-	1,998,971
Fines and fees	3,328,754	-	-	-	-	6,520,964	9,849,718
Intergovernmental	6,361,739	6,059,385	-	-	-	1,651,205	14,072,329
Sales and other functional revenues	5,726,085	-	-	-	-	-	5,726,085
Miscellaneous	684,936	2,337,699	26,704	626,923	-	71,219	3,747,481
Total revenues	<u>54,479,316</u>	<u>8,836,952</u>	<u>21,332,909</u>	<u>626,923</u>	<u>-</u>	<u>18,598,531</u>	<u>103,874,631</u>
Expenditures:							
Current:							
General government	20,138,912	6,009,489	-	-	-	1,409,582	27,557,983
Public safety	19,002,570	751,385	-	-	-	4,075,943	23,829,898
Economic and physical development	-	404,262	-	-	-	531,804	936,066
Public works	1,000,444	-	-	-	-	3,029,563	4,030,007
Health	7,126,999	99,116	-	-	-	-	7,226,115
Welfare	535,181	-	-	-	-	-	535,181
Culture and recreation	5,465,544	1,460,774	-	-	-	1,414,777	8,341,095
Education	4,515	-	-	-	-	2,390,000	2,394,515
Capital outlay	-	-	-	29,266,760	859	10,064,553	39,332,172
Debt service:							
Principal retirements	-	-	15,265,000	-	-	5,446,056	20,711,056
Interest	-	-	4,587,271	-	-	1,033,507	5,620,778
Bond issuance costs	-	-	-	-	192,793	-	192,793
Refunding bond issuance costs	-	-	-	-	-	30,929	30,929
Paying agent fee	-	-	-	-	-	3,500	3,500
Total expenditures	<u>53,274,165</u>	<u>8,725,026</u>	<u>19,852,271</u>	<u>29,266,760</u>	<u>193,652</u>	<u>29,430,214</u>	<u>140,742,088</u>
Revenues over (under) expenditures	1,205,151	111,926	1,480,638	(28,639,837)	(193,652)	(10,831,683)	(36,867,457)
Other financing sources (uses):							
Issuance of bond debt	-	-	-	-	42,000,000	-	42,000,000
Capital lease	-	-	-	-	-	6,804,065	6,804,065
Issuance of refunding debt	-	-	-	-	-	5,445,000	5,445,000
Bond issue premium	-	-	-	-	3,154,824	-	3,154,824
Payment to refunded bond escrow agent	-	-	-	-	-	(4,502,510)	(4,502,510)
Transfer in	3,814,280	350,000	-	-	-	5,018,559	9,182,839
Transfer out	(2,210,290)	(1,091,295)	-	-	(3,106,832)	(3,554,020)	(9,962,437)
Total other financing sources (uses)	<u>1,603,990</u>	<u>(741,295)</u>	<u>-</u>	<u>-</u>	<u>42,047,992</u>	<u>9,211,094</u>	<u>52,121,781</u>
Net change in fund balances	2,809,141	(629,369)	1,480,638	(28,639,837)	41,854,340	(1,620,589)	15,254,324
Fund balance - beginning of year - as originally reported	12,655,990	2,938,222	12,430,676	123,446,337	-	16,447,274	167,918,499
Prior period adjustment (Note 13)	83,267	-	-	-	-	(66,372)	16,895
Fund balance - beginning of year - as restated	<u>12,739,257</u>	<u>2,938,222</u>	<u>12,430,676</u>	<u>123,446,337</u>	<u>-</u>	<u>16,380,902</u>	<u>167,935,394</u>
Change in reserve for inventory	<u>7,273</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,273</u>
Fund balance - end of year	<u>\$ 15,555,671</u>	<u>\$ 2,308,853</u>	<u>\$ 13,911,314</u>	<u>\$ 94,806,500</u>	<u>\$ 41,854,340</u>	<u>\$ 14,760,313</u>	<u>\$ 183,196,991</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, 2015

Amounts reported for governmental activities in the Statement of Activities (page 27) are different because:

Net change in fund balances - total governmental funds (page 29)		\$ 15,254,324
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	15,305,518	
Less: depreciation expense (page 56)	<u>(6,950,539)</u>	8,354,979
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position		
Disposals of capital assets, net of accumulated depreciation (page 56)		(73,185)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
Unearned revenues (page 28)	5,596,824	
Less: unearned revenues, June 30, 2014	<u>(3,998,221)</u>	1,598,603
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 position. 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	25,068,275	
Amortization of premium on bonds payable	1,775,475	
Net increase in vacation pay earned not used	(168,364)	
Less: issuance of debt	<u>(57,403,889)</u>	(30,728,503)
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		
Net pension liability		(315,559)
Increase in accrued interest payable		(81,804)
Increase in OPEB liability		(1,823,464)
Change in reserve for inventory (page 29)		<u>7,273</u>
Change in net position of governmental activities (page 27)		<u>\$ (7,807,336)</u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For the Year Ended June 30, 2015**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	\$ 38,908,243	\$ 37,249,684	\$ 36,378,831	\$ (870,853)
Licenses and permits	1,409,900	1,992,850	1,998,971	6,121
Fines and fees	3,185,500	3,564,000	3,328,754	(235,246)
Intergovernmental	5,793,083	6,455,376	6,361,739	(93,637)
Sales and other functional revenues	5,485,600	5,853,033	5,726,085	(126,948)
Miscellaneous	425,500	248,250	684,936	436,686
Total revenues	<u>55,207,826</u>	<u>55,363,193</u>	<u>54,479,316</u>	<u>(883,877)</u>
Expenditures:				
General government	20,406,234	21,016,665	20,194,039	822,626
Public safety	19,371,152	19,548,362	19,043,512	504,850
Public works	2,263,523	2,263,523	1,037,637	1,225,886
Health	7,361,457	7,446,457	7,129,947	316,510
Welfare	552,433	552,433	535,181	17,252
Culture and recreation	5,446,977	5,546,083	5,461,781	84,302
Education	4,515	4,515	4,515	-
Total expenditures	<u>55,406,291</u>	<u>56,378,038</u>	<u>53,406,612</u>	<u>2,971,426</u>
Revenues over (under) expenditures	(198,465)	(1,014,845)	1,072,704	2,087,549
Other financing sources (uses):				
Transfers in	604,000	718,000	3,814,280	3,096,280
Transfers out	<u>(1,158,119)</u>	<u>(1,406,689)</u>	<u>(2,210,290)</u>	<u>(803,601)</u>
Net change in fund balance	(752,584)	(1,703,534)	2,676,694	4,380,228
Fund balance - beginning				
- as originally reported	12,623,286	12,623,286	12,623,286	-
Prior period adjustment (Note 13)	<u>-</u>	<u>-</u>	<u>83,267</u>	<u>83,267</u>
Fund balance - beginning of year - as restated	12,623,286	12,623,286	12,706,553	83,267
Fund balance - end of year	<u>\$ 11,870,702</u>	<u>\$ 10,919,752</u>	<u>\$ 15,383,247</u>	<u>\$ 4,463,495</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 (BUDGETARY BASIS) AND ACTUAL
For the Year Ended June 30, 2015

(Continued)

Reconciliation of fund balance:

GAAP basis	\$ 15,555,671
Increase (decrease):	
Due to expenditures:	
Encumbrances	(148,847)
Inventories	(57,062)
Cash - Juror fee accounts	<u>33,485</u>
Budgetary basis	<u>\$ 15,383,247</u>

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

FLORENCE COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2015

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	County E911 System	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 785,427	\$ 1,043,402	\$ 3,181,128	\$ 5,009,957
Receivables:				
Due from customers	-	-	130,338	130,338
Total current assets	<u>785,427</u>	<u>1,043,402</u>	<u>3,311,466</u>	<u>5,140,295</u>
Noncurrent assets:				
Restricted cash and cash equivalents	-	827,940	-	827,940
Capital assets:				
Land	-	2,500,991	-	2,500,991
Buildings & additions	-	188,528	-	188,528
Improvements other than buildings	-	567,096	-	567,096
Autos & trucks	-	1,738,972	-	1,738,972
Furniture & fixtures	-	1,720	-	1,720
Machinery & equipment	-	45,766	-	45,766
Less accumulated depreciation	-	(2,701,944)	-	(2,701,944)
Total capital assets (net of accumulated depreciation)	<u>-</u>	<u>2,341,129</u>	<u>-</u>	<u>2,341,129</u>
Total noncurrent assets	<u>-</u>	<u>3,169,069</u>	<u>-</u>	<u>3,169,069</u>
Total assets	<u>785,427</u>	<u>4,212,471</u>	<u>3,311,466</u>	<u>8,309,364</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension plan difference between expected and actual experience	-	-	4,412	4,412
Pension plan contributions made subsequent to the measurement date	-	-	10,828	10,828
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>15,240</u>	<u>15,240</u>
LIABILITIES				
Liabilities:				
Current liabilities:				
Accounts payable	10,733	376,688	9,859	397,280
Accrued payroll	-	-	1,837	1,837
Total current liabilities	<u>10,733</u>	<u>376,688</u>	<u>11,696</u>	<u>399,117</u>
Noncurrent liabilities:				
Accrued vacation	-	-	890	890
Closure and post-closure costs	-	827,940	-	827,940
Net pension liability	-	-	158,198	158,198
Total long-term liabilities	<u>-</u>	<u>827,940</u>	<u>159,088</u>	<u>987,028</u>
Total liabilities	<u>10,733</u>	<u>1,204,628</u>	<u>170,784</u>	<u>1,386,145</u>
DEFERRED INFLOWS OF RESOURCES				
Net difference between projected and actual earnings on pension plan investments	-	-	14,691	14,691
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>14,691</u>	<u>14,691</u>
NET POSITION				
Investment in capital assets	-	2,341,129	-	2,341,129
Unrestricted	774,694	666,714	3,141,231	4,582,639
Total net position	<u>\$ 774,694</u>	<u>\$ 3,007,843</u>	<u>\$ 3,141,231</u>	<u>\$ 6,923,768</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 POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2015**

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
Operating revenues:				
Charges for services	\$ -	\$ 3,790,943	\$ 733,147	\$ 4,524,090
Total operating revenues	<u>-</u>	<u>3,790,943</u>	<u>733,147</u>	<u>4,524,090</u>
Operating expenses:				
System maintenance	653,946	4,344,382	378,954	5,377,282
Depreciation	-	280	5,946	6,226
Total operating expenses	<u>653,946</u>	<u>4,344,662</u>	<u>384,900</u>	<u>5,383,508</u>
Operating income (loss)	<u>(653,946)</u>	<u>(553,719)</u>	<u>348,247</u>	<u>(859,418)</u>
Non operating revenues:				
Interest earned on investments	-	3,332	5,911	9,243
Total nonoperating revenues	<u>-</u>	<u>3,332</u>	<u>5,911</u>	<u>9,243</u>
Income (loss) before transfers	(653,946)	(550,387)	354,158	(850,175)
Transfers in	-	847,750	-	847,750
Transfers out	<u>-</u>	<u>-</u>	<u>(68,152)</u>	<u>(68,152)</u>
Change in net position	(653,946)	297,363	286,006	(70,577)
Net position, beginning of year, as originally reported	1,428,640	2,710,479	3,011,865	7,150,984
Implementation effect of GASB Statement No. 68	<u>-</u>	<u>-</u>	<u>(156,639)</u>	<u>(156,639)</u>
Net position, beginning of year, as restated	<u>1,428,640</u>	<u>2,710,479</u>	<u>2,855,226</u>	<u>6,994,345</u>
Net position, end of year	<u>\$ 774,694</u>	<u>\$ 3,007,842</u>	<u>\$ 3,141,232</u>	<u>\$ 6,923,768</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, 2015**

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ -	\$ 3,807,630	\$ 838,270	\$ 4,645,900
Payments to suppliers	(652,650)	(4,687,033)	(292,378)	(5,632,061)
Payments to employees	-	-	(91,297)	(91,297)
Net cash provided by (used in) operating activities	<u>(652,650)</u>	<u>(879,403)</u>	<u>454,595</u>	<u>(1,077,458)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers in	-	847,750	-	847,750
Transfers out	-	-	(68,152)	(68,152)
Net cash provided by (used in) non-capital financing activities	<u>-</u>	<u>847,750</u>	<u>(68,152)</u>	<u>779,598</u>
CASH FLOWS FROM CAPITAL and RELATED FINANCING ACTIVITIES:				
Purchases of capital assets	-	-	(2,744)	(2,744)
Net cash provided used in financing activities	<u>-</u>	<u>-</u>	<u>(2,744)</u>	<u>(2,744)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Payment received on note	-	-	-	-
Interest earned on operating funds	-	3,332	5,911	9,243
Net cash provided by investing activities	<u>-</u>	<u>3,332</u>	<u>5,911</u>	<u>9,243</u>
 Net increase (decrease) in cash and restricted cash	 (652,650)	 (28,321)	 389,610	 (291,361)
Cash and restricted cash at beginning of period	<u>1,438,077</u>	<u>1,899,663</u>	<u>2,791,518</u>	<u>6,129,258</u>
Cash and restricted cash at end of period	<u>\$ 785,427</u>	<u>\$ 1,871,342</u>	<u>\$ 3,181,128</u>	<u>\$ 5,837,897</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, 2015

(Continued)

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (653,946)	\$ (553,719)	\$ 348,247	\$ (859,418)
Adjustments to reconcile operating income(loss) to net cash provided by (used in) operations:				
Depreciation	-	280	5,946	6,226
Changes in assets and liabilities:				
(Increase) decrease in receivables	-	16,687	105,122	121,809
Increase (decrease) in accounts payable	1,296	(314,151)	(5,038)	(317,893)
Increase in accrued payroll	-	-	318	318
Increase (decrease) in postclosure costs	-	(28,500)	-	(28,500)
Net cash provided by (used in) operating activities	<u>\$ (652,650)</u>	<u>\$ (879,403)</u>	<u>\$ 454,595</u>	<u>\$ (1,077,458)</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, 2015

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 19,650,714
Property taxes receivable	<u>2,765,184</u>
Total assets	<u><u>\$ 22,415,898</u></u>
LIABILITIES	
Due to others	\$ 2,454,388
Due to other taxing units	<u>19,961,510</u>
Total liabilities	<u><u>\$ 22,415,898</u></u>
Reconciliation to combining statements:	
Total assets and liabilities per above	\$ 22,415,898
Amount due to other funds - eliminated from basic financial statements	<u>-</u>
Total assets and liabilities per combining statements (page 116)	<u><u>\$ 22,415,898</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, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Financial Reporting Entity

Florence County (the "County") is a municipal corporation governed by an elected nine member council. As required by generally accepted accounting principles, these financial statements present the primary government's financial results.

B. Component Unit

In conformity with generally accepted accounting principles, the financial statements of any component units would be 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 County has no discretely presented component units.

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 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 "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, 2015. Complete financial statements of the Civic Center Commission can be obtained from its administrative office at 3300 West Radio Drive, Florence, S.C. 29501.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. 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.

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, the 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, the 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The *CPST2 Debt Service Fund* accounts for the receipt of the bond premium on the capital project sales tax bonds and the quarterly receipt of the capital project sales taxes from the State, as well as the payments of the debt service on the capital project sales tax bonds.

The *Capital Project Sales Tax 2 Fund* accounts for the numerous capital projects funded by the capital project sales tax bonds.

The *Judicial Center Capital Project Fund* accounts for the construction of a new judicial center funded by installment purchase revenue bonds.

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.

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.

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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

G. New Accounting Pronouncements

In March 2012, the GASB issued GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This Statement reclassifies and recognizes certain items that were formerly reported as assets and liabilities as four financial statement elements: deferred outflows of resources, outflows of resources, deferred inflows of resources, and inflows of resources. Concepts Statement No. 4 requires that deferred outflows and deferred inflows be recognized only in those instances specifically identified in GASB pronouncements. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 with early adoption encouraged. The provisions of this Statement are required to be applied retroactively for all periods presented. The County elected to adopt this accounting standard for the year ended June 30, 2015. As of June 30, 2015, the County reported deferred inflows of resources of \$616,138 related to unearned property tax revenues.

Effective for the fiscal year ended June 30, 2015, the County adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. As a result of this implementation, the County will now report its portion of the State of South Carolina's net pension liability. Since the information for the restatement of beginning balances of deferred outflows of resources or deferred inflows of resources is not available for the earliest period presented, the cumulative effect of the Statement implementation will be shown as restatement to beginning net position as of July 1, 2014. The effect of this implementation is described in Notes 3 and 12.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. 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 eight Special Revenue Funds: 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, and Road System Maintenance Fee Special Revenue Fund.

FLORENCE COUNTY, SOUTH CAROLINA

**NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Budgetary Data (Continued)

Budget (Continued)

6. 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.
7. 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	\$ 2,809,141	\$15,555,671
Increase (decrease):		
Due to expenditures:		
Encumbrances	(118,168)	(148,847)
Inventories	-	(57,062)
Cash - Juror fee accounts	<u>(14,279)</u>	<u>33,485</u>
Budgetary basis	<u>\$ 2,676,694</u>	<u>\$15,383,247</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Budgetary Data (Continued)

Budget (Continued)

7. The County does not have budgets for the fiscal year ended June 30, 2015, 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-Timmons 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, Road System Maintenance Fee Special Revenue Fund, and Unified Fire District 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, 2015, \$148,847 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, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances

Deposits and investments

As of June 30, 2015, the County had investments in U.S. government agency obligations with fair values and maturities as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment maturities (in years)</u>	
		<u>Less than 1</u>	<u>1-5</u>
US Government Agency Obligations	<u>\$56,931,910</u>	<u>\$20,048,200</u>	<u>\$36,883,710</u>

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, 2015, the carrying amount of the County's deposits was \$155,324,469 and the bank balance was \$157,049,713. 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, 2015, the County had the following balances in cash and investments:

Cash, including restricted cash and cash equivalents	\$155,324,469
Investments	<u>56,931,910</u>
Total cash and investments	<u>\$212,256,379</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2015

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. 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 remaining balance is not accrued because it is not considered to be both "measurable and available". The amount of the receivable is reduced by an allowance for doubtful accounts and is based on historical collection experience (see Note 2). An amount equal to the net receivable less the 60 days subsequent collections is shown as deferred inflows of resources on the Statement of Net Position and Balance Sheet – Governmental Funds. 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's 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, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Sales Tax Receivable (Continued)

According to GASB Statement No. 22, *Accounting for Taxpayer-Assessed Tax Revenues in Governmental Funds*, "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 accounts payable at June 30, 2015, are local option sales tax collections in excess of local option sales tax credits applied on property tax notices as follows:

General fund	\$1,324,408
Special revenue fund	<u>818,575</u>
	<u>\$2,142,983</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, 2015, is \$22,523. Therefore, the total General Fund inventory balance at June 30, 2015, of \$79,584 is not equally offset by the General Fund fund balance reserved for inventory of \$57,061. 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, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Inventory (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 Cash Equivalents

The balance shown in restricted assets - cash and cash equivalents at June 30, 2015, is the balance required for closure and post-closure costs of the County Landfill.

Capital Assets

Capital assets, which include property, 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, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Capital Assets (Continued)

Property, equipment, and infrastructure assets of the primary government are depreciated using the straight line method over the following estimated useful lives:

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

Pensions

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

Deferred Outflows of Resources and Deferred Inflows of Resources

Changes in the net pension liability not included in pension expense are reported as deferred outflows of resources or deferred inflows of resources. Employer contributions subsequent to the measurement date of the net pension liability are reported as deferred outflows of resources.

Current property taxes receivable and vehicle taxes receivable not collected within sixty days after the end of the fiscal year are not available to meet the needs of the current fiscal year and therefore have been reported as deferred inflows of resources.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

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 position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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.

Unearned Revenues

Vehicle property taxes collected in advance of the fiscal year for which they apply are recorded as unearned revenues.

The balance in unearned revenues at June 30, 2015, is composed of the following elements:

	Prepaid Vehicle Taxes & Fees	Unearned Grant Revenue	Total
General fund	\$1,538,225	\$ -	\$1,538,225
Special revenue funds	245,744	3,746,353	3,992,097
Debt service funds	<u>66,502</u>	<u>-</u>	<u>66,502</u>
Total	<u>\$1,850,471</u>	<u>\$3,746,353</u>	<u>\$5,596,824</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 used in the fund level financial statements of the government funds:

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Fund Balances (Continued)

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 items. 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.

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Fund Balances (Continued)

Unassigned Fund Balance

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

Based on the County's policies regarding fund balance classifications as noted above, the County considers amounts that are restricted, committed, or assigned to be spent when the corresponding expenditures that have been designated by County Council or donors have been incurred. After these fund balances have been depleted, unassigned fund balance will be considered to have been spent.

Government-wide and fund financial statements must be presented using an all-inclusive format. That is, the results of the current period's activities are to be reported as an addition to (or a deduction from) equity at the beginning of the period to arrive at the closing equity balance. Thus changes in net position on the government-wide statement of activities is added to (or deducted from) net position - beginning of the fiscal year to arrive at net position - end of the fiscal year.

Net position

Net position is defined as assets plus deferred outflows of resources less liabilities less deferred inflows of resources in the government-wide Statement of Net Position.

The government-wide Statement of Net Position reports all government's assets; therefore, a significant portion of the net position reported there typically reflects a government's investment in capital assets. To draw financial statement users' attention to this important information, GAAP requires the net investment in capital assets to be reported as a separate category of net position. Net investment in capital assets 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 position 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 position.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

GAAP directs that the difference between total net position and the two categories discussed above (net investment in capital assets and restricted net position) be reported as unrestricted net position.

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 position - 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.

Deficit Fund Balances

The Sheriff's Camps Special Revenue Fund had a deficit fund balance of \$28,814 and the Unified Fire Special Revenue Fund had a deficit fund balance of \$136,445 as of June 30, 2015. These deficits will be funded through future operations.

J. 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, 2015, amounted to \$1,780,180 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, 2015.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Revenues, Expenditures, and Expenses (Continued)

Excess of Expenditures over Appropriations in Individual Funds (Continued)

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Excess</u>
Local Accommodations Fee Special Revenue Fund	\$2,483,549	\$2,519,565	(\$36,016)
Local Hospitality Tax Special Revenue Fund	\$1,190,511	\$1,550,623	(\$360,112)

For the Local Accommodations Fee Special Revenue Fund, the excess of expenditures was the result of an oversight in budgeting for property insurance for the Civic Center. 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.

K. Subsequent Events

In preparing the financial statements, the County evaluated events and transactions for potential recognition or disclosure through December 28, 2015, the date the financial statements were available to be issued.

NOTE 2. DETAIL NOTES ON ALL FUNDS

A. Assets

Receivables - Allowance for Doubtful Accounts

The amount shown on page 28 for property taxes receivable is net of an allowance for doubtful accounts of \$725,302 for property taxes not related to vehicles. The breakdown of this allowance is as follows:

General fund	\$ 649,596
Special revenue funds	126
Debt service funds	<u>75,580</u>
	<u>\$ 725,302</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	\$9,271,433	\$1,772,377
Less: allowance for doubtful accounts	<u>852,081</u> <u>\$ -</u>	<u>8,917,749</u> <u>\$ 353,684</u>	<u>1,642,039</u> <u>\$ 130,338</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

Due from Other Governments and Agencies

General Fund amounts due from other governments include the following:

State – taxes and licenses	\$4,406,924
State – other	<u>57,885</u>
	<u>\$4,464,809</u>

Capital Assets

Capital asset activity for the year ended June 30, 2015, was as follows:

Primary Government

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 10,447,987	\$ 119,641	\$ -	\$ 10,567,628
Construction-in-progress	<u>6,908,279</u>	<u>937,989</u>	<u>-</u>	<u>7,846,268</u>
Total capital assets not being depreciated	<u>17,356,266</u>	<u>1,057,630</u>	<u>-</u>	<u>18,413,896</u>
Capital assets being depreciated:				
Buildings & additions	74,627,016	2,187,366	-	76,814,382
Improvements other than buildings	7,637,594	743,252	-	8,380,846
Autos & trucks	11,760,417	1,442,638	(1,255,892)	11,947,163
Furniture & fixtures	806,564	9,200	-	815,764
Machinery & equipment	25,783,633	7,865,403	(157,535)	33,491,501
Infrastructure	<u>55,072,244</u>	<u>2,000,029</u>	<u>(21,081)</u>	<u>57,051,192</u>
Total capital assets being depreciated	<u>175,687,468</u>	<u>14,247,888</u>	<u>(1,434,508)</u>	<u>188,500,848</u>
Less accumulated depreciation for:				
Buildings & additions	(20,007,235)	(1,958,520)	-	(21,965,755)
Improvements other than buildings	(3,704,104)	(405,750)	-	(4,109,854)
Autos & trucks	(8,385,266)	(1,255,920)	1,202,747	(8,438,439)
Furniture & fixtures	(355,918)	(72,698)	-	(428,616)
Machinery & equipment	(22,062,374)	(1,602,704)	158,576	(23,506,502)
Infrastructure	<u>(42,856,659)</u>	<u>(1,654,947)</u>	<u>-</u>	<u>(44,511,606)</u>
Total accumulated depreciation	<u>(97,371,556)</u>	<u>(6,950,539)</u>	<u>1,361,323</u>	<u>(102,960,772)</u>
Total capital assets being depreciated, net	<u>78,315,912</u>	<u>7,297,349</u>	<u>(73,185)</u>	<u>85,540,076</u>
Governmental activities capital assets, net	<u>\$ 95,672,178</u>	<u>\$8,354,979</u>	<u>(\$ 73,185)</u>	<u>\$103,953,972</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

Capital Assets (Continued)

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets being depreciated:				
Land	\$2,500,991	\$ -	\$ -	\$2,500,991
Buildings & additions	188,528	-	-	188,528
Improvements other than buildings	567,096	-	-	567,096
Autos & trucks	1,738,972	-	-	1,738,972
Furniture & fixtures	20,454	-	-	20,454
Machinery & equipment	<u>1,186,787</u>	<u>2,744</u>	<u>-</u>	<u>1,189,531</u>
Total capital assets being depreciated	<u>6,202,828</u>	<u>2,744</u>	<u>-</u>	<u>6,205,572</u>
Less accumulated depreciation for:				
Land	(160,353)	-	-	(160,353)
Buildings & additions	(187,757)	(280)	-	(188,037)
Improvements other than buildings	(567,096)	-	-	(567,096)
Autos & trucks	(1,738,972)	-	-	(1,738,972)
Furniture & fixtures	(20,454)	-	-	(20,454)
Machinery & equipment	<u>(1,183,585)</u>	<u>(5,946)</u>	<u>-</u>	<u>(1,189,531)</u>
Total accumulated depreciation	<u>(3,858,217)</u>	<u>(6,226)</u>	<u>-</u>	<u>(3,864,443)</u>
Total capital assets being depreciated, net	<u>2,344,611</u>	<u>(3,482)</u>	<u>-</u>	<u>2,341,129</u>
Business-type activities capital assets, net	<u>\$2,344,611</u>	<u>\$ (3,482)</u>	<u>\$ -</u>	<u>\$2,341,129</u>

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

Governmental activities:	
General government	\$1,726,385
Public safety	1,256,619
Public works, including depreciation of infrastructure assets	2,048,121
Health	663,462
Culture & recreation	<u>1,255,952</u>
Total depreciation expense – governmental activities	<u>\$6,950,539</u>
Business-type activities:	
Landfill	\$ 280
E911	<u>5,946</u>
Total depreciation expense – business type activities	<u>\$ 6,226</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

Capital 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

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 retirees who were 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 retirees who were 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, 2015**

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

B. Liabilities (Continued)

Other Post Employment Benefits (OPEB) (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 determined in accordance with the parameters of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that is projected to cover the normal cost of the County's retiree health care plan each year and to amortize any unfunded actuarially determined liabilities (or funding excess) over a period not to exceed thirty years. The General Fund is used to liquidate the net other postemployment benefit obligation.

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

Employer normal cost	\$1,304,790
Amortization of UAL	<u>975,966</u>
Annual required contribution	2,280,756
Interest on OPEB obligation	411,166
Adjustment to ARC	<u>(380,941)</u>
Annual OPEB cost - end of year	2,310,981
Employer contributions	<u>(487,517)</u>
Increase in net OPEB obligation	1,823,464
Net OPEB obligation - beginning of year	<u>9,137,029</u>
Net OPEB obligation - end of year	<u><u>\$10,960,493</u></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, 2015 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, 2013	\$2,519,614	\$458,530	18.2%	\$7,346,428
June 30, 2014	\$2,238,628	\$448,027	20.0%	\$9,137,029
June 30, 2015	\$2,310,981	\$487,517	21.1%	\$10,960,493

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Other Post Employment Benefits (OPEB) (Continued)

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, 2015 is as follows:

Actuarial value of plan assets	(a)	-
Actuarial accrued liability (AAL)	(b)	\$22,727,129
Unfunded actuarial accrued liability (UAAL)	(b - a)	\$22,727,129
Funded ratio (actuarial value of plan assets / AAL)	(b / a)	0.00%
Covered payroll (active plan members)	(d)	\$27,778,418
UAAL as a percentage of covered payroll	(b - a)/d	81.82%

Actuarial methods and assumptions

The projected unit credit actuarial cost method is used to calculate the 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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Other Post Employment Benefits (OPEB) (Continued)

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.

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 approximately from 0.66% to 4.00%. Principal and interest payments are to be made from the applicable Debt Service Funds.

On March 16, 2005, the County issued \$4,200,000 of Florence County Advance Refunding General Obligation Bonds, Series 2005. These bonds bore 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, and the final payment for both principal and interest was 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. These bonds were refunded by the Florence County Refunding General Obligation Bonds issued on May 22, 2015.

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 3.75% 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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 bore 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 was due April 1, 2023. The proceeds of these bonds were used to fund the construction of a new fire station. These bonds were refunded by a Florence County Bond Anticipation Note issued on December 17, 2014.

On April 1, 2009 the County issued \$1,500,000 of Florence County General Obligation Bonds, Series 2009 (Howe Springs Fire District). These bonds bore 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 was due April 1, 2019. The proceeds of these bonds were used to fund fire-fighting equipment, vehicles, and related equipment. These bonds were refunded by a Florence County Bond Anticipation Note issued on December 17, 2014.

On September 29, 2010, the County issued \$900,000 of Florence County General Obligation Bonds, Series 2010 (Windy Hill/Olanta Fire District). These bonds bore 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 was due September 29, 2020. The proceeds of these bonds were used to fund the purchase of two fire trucks. These bonds were refunded by a Florence County Bond Anticipation Note issued on December 17, 2014.

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, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

On August 21, 2012, the County issued \$925,000 of Florence County General Obligation Bonds, Series 2012 (Johnsonville Rural Fire District). These bonds bore interest at a rate of 2.10%. Principal and interest payments were due annually beginning on August 21, 2013, with the first payment being in the amount of \$103,517. The final payment was due August 21, 2022. The proceeds of these bonds were used to refund Florence County General Obligation Bonds, Series 2000A in the principal amount of \$155,000, and to repair and upgrade existing firefighting equipment and facilities. These bonds were refunded by a Florence County Bond Anticipation Note issued on December 17, 2014.

On April 29, 2014, the County issued \$125,000,000 of Florence County General Obligation Bonds, Series 2014 (Capital Project Sales Tax 2). These bonds bear interest at a rate ranging from 3.00% to 4.00%. Principal and interest payments are due annually beginning on December 1, 2014, with the first payment being in the amount of \$2,480,871 for interest only. The final payment is due June 1, 2021. The proceeds of these bonds are being used to fund capital projects within the Florence County area.

On May 22, 2015, the County issued \$1,945,000 of Florence County General Obligation Refunding Bonds, Series 2015. These bonds bear interest at a rate ranging from 1.23% to 4.00%. The first interest payment of \$8,573 is due on October 1, 2015, and semiannually thereafter. The first principal payment is due April 1, 2016, and annually thereafter, with the final payment for both principal and interest due April 1, 2020. The proceeds of these bonds were used to refund the remaining outstanding portion of the Series 2005 Florence County General Obligation Advance Refunding Bonds. The aggregate debt service of the refunding bonds is \$2,013,886. The aggregate debt service of the refunded bonds was \$2,177,035, for an aggregate difference of \$163,149. The economic gain from this refunding transaction was \$108,817.

FLORENCE COUNTY, SOUTH CAROLINA

**NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015**

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

General obligation bonds payable at June 30, 2015, 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>
Florence County General Obligation Bonds \$7,600,000, Series 2006	3.75%	2016	\$ 1,020,000	\$ 1,020,000
	3.75%	2017	1,060,000	
	3.75%	2018	1,185,000	
	3.85%	2019	<u>1,235,000</u>	
			<u>4,500,000</u>	<u>1,020,000</u>
Florence County General Obligation Refunding Bonds \$5,000,000, Series 2011	2.00%	2016	320,000	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>3,800,000</u>	<u>320,000</u>

FLORENCE COUNTY, SOUTH CAROLINA

**NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015**

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Final Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General				
Obligation Bonds				
\$125,000,000, Series 2014	3.00%	2016	16,075,000	16,075,000
	3.00%	2017	16,850,000	
	4.00%	2018	17,650,000	
	4.00%	2019	18,655,000	
	4.00%	2020	19,705,000	
	4.00%	2021	<u>20,800,000</u>	
			<u>109,735,000</u>	<u>16,075,000</u>
Florence County General				
Obligation Refunding Bonds				
\$1,945,000, Series 2015	1.23%	2016	381,000	381,000
	3.00%	2017	385,000	
	4.00%	2018	390,000	
	4.00%	2019	390,000	
	4.00%	2020	<u>399,000</u>	
			<u>1,945,000</u>	<u>381,000</u>
Total general obligation bonds			<u>\$119,980,000</u>	<u>\$17,796,000</u>

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

General obligation bonds	\$ 17,796,000
Premium on bonds payable	1,775,475
Bond anticipation note	3,500,000
Special source revenue bond	473,805
Hospitality tax revenue bond	231,000
Capital leases	3,330,755
Premium on revenue bonds payable	150,230
Vacation pay (estimated)	<u>1,294,622</u>
Total	<u>\$ 28,551,887</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

Changes in long-term liabilities during fiscal year 2015 are summarized as follows:

	<u>June 30, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2015</u>
By type of debt:				
General obligation bonds	\$139,399,915	\$ 1,945,000	\$21,364,915	\$119,980,000
Premium on bonds payable	12,428,325	-	1,775,475	10,652,850
Bond anticipation note	-	3,500,000	-	3,500,000
Revenue bonds	1,422,744	-	449,360	973,384
Hospitality tax bonds	3,330,000	-	222,000	3,108,000
Capital leases	16,648,000	6,804,065	3,032,000	20,420,065
Installment purchase revenue bonds	-	42,000,000	-	42,000,000
Premium on revenue bonds payable	-	3,154,824	-	3,154,824
Vacation pay	1,611,816	1,294,622	1,126,258	1,780,180
Total	<u>\$174,840,800</u>	<u>\$58,698,511</u>	<u>\$27,970,008</u>	<u>\$205,569,303</u>
	<u>June 30, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2015</u>
By purpose:				
General government:				
County general capital projects	\$24,329,264	\$53,903,889	\$ 4,606,591	\$73,626,562
Public safety:				
Fire protection	22,983,839	3,500,000	5,219,408	21,264,431
County jail and radio system	7,303,531	-	2,269,623	5,033,908
Emergency medical	1,627,151	-	201,759	1,425,392
Emergency mgmt.	21,939,334	-	2,720,376	19,218,958
Economic and physical development:				
Economic development	1,422,744	-	449,360	973,384
Public works:				
Water and sewer	19,652,357	-	2,436,801	17,215,556
Roads	57,905,757	-	7,180,045	50,725,712
Culture & recreation:				
Civic Center	8,646,900	-	1,030,880	7,616,020
Museum	3,330,000	-	222,000	3,108,000
Parks & recreation	4,088,107	-	506,907	3,581,200
Vacation pay	1,611,816	1,294,622	1,126,258	1,780,180
Total	<u>\$174,840,800</u>	<u>\$58,698,511</u>	<u>\$27,970,008</u>	<u>\$205,569,303</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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

Year Ending June 30,	Florence County General Bonds		Florence County Refunding Bonds	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 17,095,000	\$ 4,230,135	\$ 701,000	\$104,473
2017	17,910,000	3,709,635	715,000	96,956
2018	18,835,000	3,164,385	730,000	85,621
2019	19,890,000	2,413,947	735,000	74,024
2020	19,705,000	1,620,200	754,000	62,327
2021-2025	20,800,000	832,000	1,770,000	172,519
2026	-	-	340,000	9,350
	<u>\$114,235,000</u>	<u>\$15,970,302</u>	<u>\$5,745,000</u>	<u>\$ 605,270</u>
<u>Totals</u>				
Year Ending June 30,	<u>Principal</u>	<u>Interest</u>		
2016	\$ 17,796,000	\$ 4,334,608		
2017	18,625,000	3,806,591		
2018	19,565,000	3,250,006		
2019	20,625,000	2,487,971		
2020	20,459,000	1,682,527		
2021-2025	22,570,000	1,004,519		
2026	340,000	9,350		
	<u>\$119,980,000</u>	<u>\$16,575,572</u>		

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

	<u>General</u>		<u>Totals</u>
	<u>Principal</u>	<u>Interest</u>	
Reconciliation:			
Current portion	\$ 17,796,000	\$ 4,334,608	\$ 22,130,608
Subsequent years	<u>102,184,000</u>	<u>12,240,982</u>	<u>114,424,982</u>
Total	<u>\$119,980,000</u>	<u>\$16,575,590</u>	<u>\$136,555,590</u>

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			
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 473,805	\$ 52,952	\$ 526,757
2017	<u>499,579</u>	<u>27,177</u>	<u>526,756</u>
Total	<u>\$ 973,384</u>	<u>\$ 80,129</u>	<u>\$ 1,053,513</u>

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 on 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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

Year Ending June 30	Principal	Interest	Total
2016	\$ 231,000	\$ 124,320	\$ 355,320
2017	240,000	115,080	355,080
2018	249,000	105,480	354,480
2019	259,000	95,520	354,520
2020	270,000	85,160	355,160
2021-2025	1,518,000	255,120	1,773,120
2026	341,000	13,640	354,640
Total	<u>\$3,108,000</u>	<u>\$ 794,320</u>	<u>\$ 3,902,320</u>

On March 21, 2013, the County issued a \$22,487,000 capital lease with a fixed interest rate of 1.82% to refinance an outstanding capital lease in the amount of \$15,988,947 including interest. The remaining proceeds of the lease were used to fund capital improvements at the Florence City-County Civic Center and the costs of issuance of the new lease.

The following is a schedule of the gross amount of capital assets acquired under this capital lease by major asset class.

Buildings and additions	<u>\$16,417,819</u>
Total	<u>\$16,417,819</u>

The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2015.

Year Ending June 30	Principal	Interest	Total
2016	\$ 3,085,000	\$ 248,490	\$ 3,333,490
2017	3,147,000	192,189	3,339,189
2018	3,199,000	134,757	3,333,757
2019	385,000	76,376	461,376
2020	392,000	69,349	461,349
2021-2025	2,073,000	236,682	2,309,682
2026-2028	<u>1,335,000</u>	<u>49,019</u>	<u>1,384,019</u>
Minimum capital lease payments	<u>\$13,616,000</u>	<u>\$1,006,862</u>	<u>\$14,622,862</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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

The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2015.

Year Ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	(\$ 75,693)	\$ 170,671	\$ 94,978
2017	452,868	130,793	583,661
2018	263,917	121,504	385,421
2019	277,428	115,372	392,800
2020	291,385	108,928	400,313
2021-2025	1,846,806	429,134	2,275,940
2026-2030	2,349,057	190,913	2,539,970
2031-2031	<u>398,334</u>	<u>4,554</u>	<u>402,888</u>
Minimum capital lease payments	<u>\$ 5,804,102</u>	<u>\$1,271,869</u>	<u>\$ 7,075,971</u>

On April 7, 2015, the County issued a \$999,963 capital lease with a fixed interest rate of 2.12%. The proceeds of the lease were used to fund a portion of two new data centers for the County's information technology system.

The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2015.

Year Ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 321,448	\$ 28,717	\$ 350,165
2017	335,673	14,492	350,165
2018	<u>342,842</u>	<u>7,323</u>	<u>350,165</u>
Minimum capital lease payments	<u>\$ 999,963</u>	<u>\$ 50,532</u>	<u>\$ 1,050,495</u>

On December 17, 2014, the County issued a \$3,500,000 Florence County General Obligation Bond Anticipation Note. This note bears interest at a rate of 0.66%. Principal and interest on this note is due on August 1, 2015. The proceeds of this note are being used refund various general obligation bonds and other fire district debt, as well as fund various firefighting equipment.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

The following is a schedule of future minimum payments under this bond anticipation note as of June 30, 2015.

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	<u>\$3,500,000</u>	<u>\$ 14,373</u>	<u>\$3,514,373</u>
Minimum note payments	<u>\$3,500,000</u>	<u>\$ 14,373</u>	<u>\$3,514,373</u>

On June 30, 2015, the County issued \$42,000,000 of installment purchase revenue bonds with interest rates ranging from 3.25% to 5.00% in order to construct a new judicial center.

The following is a schedule of future payments under these revenue bonds as of June 30, 2015.

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ -	\$ 1,439,330	\$ 1,439,330
2017	-	1,912,025	1,912,025
2018	-	1,912,025	1,912,025
2019	-	1,912,025	1,912,025
2020	1,475,000	1,875,150	3,350,150
2021-2025	8,975,000	8,125,750	17,100,750
2026-2030	12,095,000	5,628,238	17,723,238
2031-2035	15,785,000	2,519,725	18,304,725
2036-2036	<u>3,670,000</u>	<u>73,400</u>	<u>3,743,400</u>
Revenue bond payments	<u>\$ 42,000,000</u>	<u>\$25,397,668</u>	<u>\$67,397,668</u>

C. Interfund Transfers

	<u>Transfer In:</u>				
	<u>General Fund</u>	<u>Grant Special Revenue Fund</u>	<u>Enterprise Fund</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total</u>
Transfer out:					
General Fund	\$ -	\$ -	\$847,750	\$1,362,540	\$2,210,290
Grant Special					
Revenue Fund	91,296	-	-	999,999	1,091,295
Judicial Center Capital					
Project Fund	3,106,832	-	-	-	3,106,832
Enterprise Fund	68,152	-	-	-	68,152
Nonmajor					
Governmental Funds	<u>548,000</u>	<u>350,000</u>	<u>-</u>	<u>2,656,020</u>	<u>3,554,020</u>
Total	<u>\$3,814,280</u>	<u>\$350,000</u>	<u>\$847,750</u>	<u>\$5,018,559</u>	<u>\$10,030,589</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

Interfund Transfers (Continued)

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.

NOTE 3. PENSION PLANS

The South Carolina Public Employee Benefit Authority (PEBA), which was created July 1, 2012, administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the Budget and Control Board, which consists of five elected officials, also reviews certain PEBA Board decisions regarding the funding of the Systems and serves as a co-trustee of the Systems in conducting that review. PEBA issues a Comprehensive Annual Financial Report (CAFR) containing financial statements and required supplementary information for the South Carolina Retirement Systems' Pension Trust Funds. The CAFR is publicly available on the Retirement Benefits' link on PEBA's website at www.retirement.sc.gov, or a copy may be obtained by submitting a request to South Carolina Public Employee Benefit Authority, Retirement Systems Finance, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the State of South Carolina and therefore, retirement trust fund financial information is also included in the Comprehensive Annual Financial Report of the State.

A. Plan Descriptions

The South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for employees of the State, its public school districts, and political subdivisions.

The State Optional Retirement Program (ORP) is a defined contribution plan that is offered as an alternative to certain newly hired State, public school, and higher education employees. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers.

The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for police officers and firemen of the State and its political subdivisions.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

B. Membership

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

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

State ORP - As an alternative to membership in SCRS, newly hired State, public school, and higher education employees and individuals newly elected to the S.C. General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (State ORP), which is a defined contribution plan. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers. For this reason, State ORP programs are not considered part of the retirement systems for financial statement purposes.

Employee and Employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (8.00 percent) and a portion of the employer contribution (5.00 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (5.75 percent) and an incidental death benefit contribution (0.15 percent), if applicable, which is retained by SCRS.

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

C. Benefits

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

SCRS - A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five or eight years earned service requirement, respectively.

The benefit formula for full benefits effective since July 1, 1989 for the SCRS is 1.82 percent of an employee's average final compensation (AFC) multiplied by the number of years of credited service. For Class II members, AFC is the average annual earnable compensation during 12 consecutive quarters and includes an amount for up to 45 days termination pay at retirement for unused annual leave. For Class III members, AFC is the average annual earnable compensation during 20 consecutive quarters and termination pay for unused annual leave at retirement is not included. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

PORS - A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

C. Benefits (Continued)

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

D. Contributions

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. The PEBA Board may increase the SCRS and PORS employer and employee contribution rates on the basis of the actuarial valuations, but any such increase may not result in a differential between the employee and employer contribution rate that exceeds 2.9 percent of earnable compensation for SCRS and 5 percent for PORS. An increase in the contribution rates adopted by the Board may not provide for an increase of more than one-half of one percent in any one year. If the scheduled employee and employer contributions provided in statute or the rates last adopted by the Board are insufficient to maintain a thirty year amortization schedule of the unfunded liabilities of the plans, the Board shall increase the contribution rates in equal percentage amounts for the employer and employee as necessary to maintain the thirty-year amortization period; and, this increase is not limited to one-half of one percent per year.

- Required employee contribution rates for fiscal year 2014-2015 are as follows:

SCRS

Employee Class Two	8.00% of earnable compensation
Employee Class Three	8.00% of earnable compensation

State ORP Employee	8.00% of earnable compensation
---------------------------	--------------------------------

PORS

Employee Class One	\$21 per month
Employee Class Two	8.41% of earnable compensation
Employee Class Three	8.41% of earnable compensation

- Required employer contributions for fiscal year 2014-2015 are as follows:

SCRS

Employer Class Two	10.75% of earnable compensation
Employer Class Three	10.75% of earnable compensation
Employer Incidental Death Benefit	0.15% of earnable compensation

State ORP

Employer Contribution	10.75% of earnable compensation
Employer Incidental Death Benefit	0.15% of earnable compensation

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

D. Contributions (Continued)

PORS

Employer Class One	7.80% of earnable compensation
Employer Class Two	13.01% of earnable compensation
Employer Class Three	13.01% of earnable compensation
Employer Incidental Death Benefit	0.20% of earnable compensation
Employer Accidental Death Program	0.20% of earnable compensation

Of the ORP employer contribution rate of 10.75% of earnable compensation, 5% of earnable compensation must be remitted by the employer directly to the ORP vendor to be allocated to the member's account with the remainder of the employer contribution remitted to SCRS.

Contributions to the SCRS, ORP, and PORS pension plans from the County were \$2,152,160, \$0, and \$1,240,906 for the year ended June 30, 2015, respectively.

Effective January 1, 2001, Section 9-1-2210 of the South Carolina Code of Laws allows employees eligible for service retirement to participate in the TERI Program. TERI participants may retire and begin accumulating retirement benefits on a deferred basis without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any benefit adjustments granted during the TERI period. Because participants are considered retired during the TERI period, they do not earn service credit, and are ineligible for disability retirement benefits. The TERI program will end effective June 30, 2018 and a member's participation may not continue after this date.

E. Net Pension Liability

At June 30, 2015, the County reported liabilities of \$36,064,995 and \$13,509,189 for its proportionate shares of the SCRS and PORS net pension liabilities, respectively. The net pension liabilities were measured as of July 1, 2014, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of that date. The County's proportionate shares of the net pension liabilities were based on a projection of the County's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the County's proportionate shares of the SCRS and PORS plans were 0.20948% and 0.70565%, which was the same as its proportionate shares of the net pension liabilities measured as of June 30, 2013, respectively.

F. Pension Expense

For the year ended June 30, 2015, the County recognized pension expense for the SCRS and PORS plans of \$2,527,746 and \$1,181,888, respectively.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

G. Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for each of the respective plans:

	SCRS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 1,021,930	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	3,040,542
Changes in proportion and differences between County contributions and proportionate share of contributions	-	-
County contributions subsequent to the measurement date	2,152,160	-
Total	<u>\$ 3,174,090</u>	<u>\$ 3,040,542</u>

	PORS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 360,500	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	1,563,113
Changes in proportion and differences between County contributions and proportionate share of contributions	-	-
County contributions subsequent to the measurement date	1,240,906	-
Total	<u>\$ 1,601,406</u>	<u>\$ 1,563,113</u>

The \$2,152,160 and \$1,240,906 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date for the SCRS and PORS plans, respectively, during the year ended June 30, 2015 will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2016.

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

	SCRS
Year ended June 30:	
2016	(\$444,042)
2017	(\$444,042)
2018	(\$444,042)
2019	(\$686,486)
2020	\$ -

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

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

	<u>PORS</u>
Year ended June 30:	
2016	(\$297,288)
2017	(\$297,288)
2018	(\$297,288)
2019	(\$310,749)
2020	\$ -

H. Actuarial Assumptions and Methods

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina State statute requires that an actuarial experience study be completed at least once in each five-year period. The last experience study was performed on data through June 30, 2010, and the next experience study is scheduled to be conducted after the June 30, 2015 annual valuation is complete.

The most recent annual actuarial valuation reports adopted by the PEBA Board and Budget and Control Board are as of July 1, 2013. The net pension liability of each defined benefit pension plan was therefore determined by PEBA's consulting actuary, Gabriel, Roeder, Smith and Company (GRS) based on the July 1, 2013 actuarial valuations, using membership data as of July 1, 2013, projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2014, using generally accepted actuarial procedures. Information included in the following schedules is based on the certification provided by GRS.

The following table provides a summary of the actuarial assumptions and methods used in the July 1, 2013 valuations for the SCRS and PORS plans administered by PEBA.

	SCRS	PORS
Actuarial cost method	Entry age	Entry age
Actuarial assumptions:		
Investment rate of return	7.5%	7.5%
Projected salary increases	levels off at 3.5%	levels off at 4.0%
Includes inflation at	2.75%	2.75%
Benefit adjustments	lesser of 1% or \$500	lesser of 1% or \$500

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

H. Actuarial Assumptions and Methods (Continued)

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000.

Former Job Class	Males	Females
Educators and Judges	RP-2000 Males (with White Collar adjustment) multiplied by 110%	RP-2000 Females (with White Collar adjustment) multiplied by 95%
General Employees and Members of the General Assembly	RP-2000 Males multiplied by 100%	RP-2000 Females multiplied by 90%
Public Safety, Firefighters and members of the South Carolina National Guard	RP-2000 Males (with Blue Collar adjustment) multiplied by 115%	RP-2000 Females (with Blue Collar adjustment) multiplied by 115%

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 30 year capital market outlook at the end of the third quarter 2012. The actuarial long-term expected rates of return represent best estimates of arithmetic real rates of return for each major asset class and were developed in coordination with the investment consultant for the Retirement System Investment Commission (RSIC) using a building block approach, reflecting observable inflation and interest rate information available in the fixed income markets as well as Consensus Economic forecasts. The actuarial long-term assumptions for other asset classes are based on historical results, current market characteristics and professional judgment.

The RSIC has exclusive authority to invest and manage the retirement trust funds' assets. As co-fiduciary of the Systems, statutory provisions and governance policies allow the RSIC to operate in a manner consistent with a long-term investment time horizon. The expected real rates of investment return, along with the expected inflation rate, form the basis for the target asset allocation adopted annually by the RSIC. For actuarial purposes, the long-term expected rate of return is calculated by weighting the expected future real rates of return by the target allocation percentage and then adding the actuarial expected inflation which is summarized in the table on the following page. For actuarial purposes, the 7.50 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.75 percent inflation component.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

H. Actuarial Assumptions and Methods (Continued)

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Short Term	5.0%		
Cash	2.0%	0.3	0.01
Short Duration	3.0%	0.6	0.02
Domestic Fixed Income	13.0%		
Core Fixed Income	7.0%	1.1	0.08
High Yield	2.0%	3.5	0.07
Bank Loans	4.0%	2.8	0.11
Global Fixed Income	9.0%		
Global Fixed Income	3.0%	0.8	0.02
Emerging Markets Debt	6.0%	4.1	0.25
Global Public Equity	31.0%	7.8	2.42
Global Tactical Asset Allocation	10.0%	5.1	0.51
Alternatives	32.0%		
Hedge Funds (Low Beta)	8.0%	4	0.32
Private Debt	7.0%	10.2	0.71
Private Equity	9.0%	10.2	0.92
Real Estate (Broad Market)	5.0%	5.9	0.29
Commodities	3.0%	5.1	0.15
Total Expected Real Return	<u>100.0%</u>		<u>5.88</u>
Inflation for Actuarial Purposes			<u>2.75</u>
Total Expected Nominal Return			<u>8.63</u>

I. Discount Rate

The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

J. Sensitivity Analysis

The following table presents the County's proportionate share of the net pension liabilities of the respective plans calculated using the discount rate of 7.50 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1.00 percent lower (6.50 percent) or 1.00 percent higher (8.50 percent) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.50%)	Current Discount Rate (7.50%)	1.00% Increase (8.50%)
SCRS	\$ 46,670,335	\$ 36,064,995	\$ 27,217,099
PORS	18,878,750	13,509,189	9,066,335

K. Pension Plan Fiduciary Net Position

The net pension liability is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB Statement No. 67 less that System's fiduciary net position. As of June 30, 2014, net pension liability amounts for SCRS and PORS are as follows (amounts expressed in thousands):

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$42,955,205,796	\$ 25,738,521,026	\$ 17,216,684,770	59.9%
PORS	5,899,529,434	3,985,101,996	1,914,427,438	67.5%

The total pension liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The net pension liability is disclosed in accordance with the requirements of GASB Statement No. 67 in the System's notes to the financial statements and required supplementary information.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 3. PENSION PLANS (Continued)

K. Pension Plan Fiduciary Net Position (Continued)

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for SCRS and PORS which can be accessed via the contact information provided above.

NOTE 4. 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>\$827,940</u>
--	------------------

NOTE 5. 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 6. 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, 2015, the minimum future rentals under this lease are \$22,483 annually for 4 years or \$89,932 in the aggregate. The revenue from these rentals is recorded by the County in the General Fund.

NOTE 7. NO-COMMITMENT DEBT

At June 30, 2015, approximately \$229,140,000 of industrial and hospital revenue bonds bearing the County's name were outstanding. This debt is repayable only by the entities for whom the debt is issued and the County assumes no responsibility for repayment.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

For The Year Ended June 30, 2015

NOTE 8. COMMITMENTS

Of the total General Fund balance of \$15,555,671, \$13,177,669 is unassigned. The remaining \$2,378,002 is either committed or assigned to finance current and future capital improvement needs of the County, or is nonspendable.

The County has one active construction project as of June 30, 2015. This project is 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>
New museum construction	\$10,418,814	\$50,000

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.

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.

On March 21, 2013, the County issued a \$22,487,000 capital lease with a fixed interest rate of 1.82% to refinance the outstanding capital lease in the amount of \$15,988,947 including interest. The remaining proceeds of the lease were used to fund capital improvements at the Florence City-County Civic Center and the costs of issuance of the new lease.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 8. COMMITMENTS (Continued)

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, 2015. It is expected that the City of Florence's and County's annual payments will remain approximately \$1,300,000 for fiscal year 2016.

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 \$827,940 at June 30, 2015, 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, 2015. 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, 2015

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 purchase of workers compensation insurance and liability insurance. The County's primary risk with regard to these funds is only for the annual premiums. However, the County does bear a secondary risk if the funds were to default due to either a 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. NET POSITION AND FUND BALANCES

Net position represents the result of assets plus deferred outflows less liabilities less deferred inflows. The restricted net position amounts were as follows:

	<u>Governmental</u>	<u>Business-type</u>
Net Investment in Capital Assets:		
Net capital assets	\$103,953,972	\$2,341,129
Less: Related bonds payable, net	(103,590,699)	-
Related capital lease payable	(5,033,908)	-
Add: Unspent bond proceeds	70,062,869	-
	<u>65,392,234</u>	<u>2,341,129</u>
Restricted for capital projects and other purposes	235,920,891	-
Deductions – Unspent bond proceeds	<u>(70,062,869)</u>	<u>-</u>
	<u>165,858,022</u>	<u>-</u>
Unrestricted (deficit)	<u>(205,361,284)</u>	<u>4,582,639</u>
Total net position	<u>\$ 25,888,972</u>	<u>\$6,923,768</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Year Ended June 30, 2015

NOTE 12. IMPLEMENTATION OF NEW ACCOUNTING STANDARD

The County implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, during the fiscal year ended June 30, 2015. The implementation of this Statement required the County to record a beginning net pension liability as of and the effects on unrestricted net position of contributions made by the County during the measurement period (fiscal year ended June 30, 2014). As a result, the County's beginning net position for the year ended June 30, 2015 decreased by \$49,085,775.

NOTE 13. PRIOR PERIOD ADJUSTMENT

In March 2012, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This Statement reclassifies and recognizes certain items that were formerly reported as assets and liabilities as four financial statement elements: deferred outflows of resources, outflows of resources, deferred inflows of resources, and inflows of resources. Concepts Statement No. 4 requires that deferred outflows and deferred inflows be recognized only in those instances specifically identified in GASB pronouncements. The provisions of this Statement became effective for financial statements for periods beginning after December 15, 2012, with early adoption encouraged. The provisions of this Statement are required to be applied retroactively for all periods presented, including reporting a restatement of beginning net position.

The County elected not to adopt this accounting standard for the fiscal year ended June 30, 2014 because it had an immaterial impact on its financial statements. As a result, the County's beginning net position and fund balance as of July 1, 2014 was understated by \$16,896. For the fiscal year ended June 30, 2015, the County elected to adopt this accounting standard. Accordingly, beginning net position and fund balance as of July 1, 2014 was increased by \$16,896.

NOTE 14. SUBSEQUENT EVENT

On December 17, 2015, the County issued \$16,015,000 Accommodations Fee Revenue Bonds, Series 2015. The bonds bear interest at rates ranging from 2.00% to 5.00% and mature on May 1, 2040. The proceeds of the bonds will be used to fund an expansion of the Florence City-County Civic Center. Florence County will fund one half of the annual debt service of these bonds from the County's 3% local accommodations fees. By way of an intergovernmental agreement between the County and the City of Florence, the City of Florence will pay to the County the remaining half of each of the annual debt service payments before they become due.



REQUIRED SUPPLEMENTARY INFORMATION



FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULES OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS -
OTHER POSTEMPLOYMENT BENEFITS
For the Year Ended June 30, 2015

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)
7/1/2014	\$ -	\$ 22,727,129	\$ 22,727,129	0%	\$ 27,778,418	81.82%
7/1/2012	\$ -	\$ 23,410,737	\$ 23,410,737	0%	\$ 27,941,558	83.78%
7/1/2012	\$ -	\$ 23,410,737	\$ 23,410,737	0%	\$ 26,829,481	87.26%
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, 2015	\$ 2,280,756	\$ 487,517	21.4%	\$ 10,960,493
June 30, 2014	\$ 2,214,326	\$ 448,027	20.2%	\$ 9,137,029
June 30, 2013	\$ 2,502,131	\$ 458,530	18.3%	\$ 7,346,428
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

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
For the Year Ended June 30, 2015

	SCRS	
	2015	2014
Florence County's proportion of the net pension liability	0.20948%	0.20948%
Florence County's proportionate share of the net pension liability	<u>\$ 36,064,995</u>	<u>\$ 37,572,701</u>
Florence County's covered payroll during the measurement period	<u>\$ 19,024,639</u>	<u>\$ 18,168,370</u>
Florence County's proportionate share of the net pension liability as a percentage of its covered-employee payroll during the measurement period	189.56993%	206.80282%
Plan fiduciary net position as a percentage of the total pension liability	59.90000%	56.38821%

	PORS	
	2015	2014
Florence County's proportion of the net pension liability	0.70565%	0.70565%
Florence County's proportionate share of the net pension liability	<u>\$ 13,509,159</u>	<u>\$ 14,627,931</u>
Florence County's covered payroll during the measurement period	<u>\$ 8,480,293</u>	<u>\$ 8,258,898</u>
Florence County's proportionate share of the net pension liability as a percentage of its covered-employee payroll during the measurement period	159.30097%	177.11723%
Plan fiduciary net position as a percentage of the total pension liability	67.54949%	62.97880%

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF THE EMPLOYER'S CONTRIBUTIONS

For the Year Ended June 30, 2015

	SCRS									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually required contribution	\$ 2,152,159	\$ 2,016,612	\$ 1,925,847	\$ 1,750,224	\$ 1,695,940	\$ 1,723,477	\$ 1,670,271	\$ 1,578,817	\$ 1,321,567	\$ 1,256,085
Contributions in relation to the contractually required contribution	2,152,159	2,016,612	1,925,847	1,750,224	1,695,940	1,723,477	1,670,271	1,578,817	1,321,567	1,256,085
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Florence County's covered-employee payroll	\$ 19,744,583	\$ 19,024,639	\$ 18,168,370	\$ 18,355,780	\$ 18,126,090	\$ 18,299,992	\$ 17,731,251	\$ 16,877,853	\$ 15,792,583	\$ 16,312,787
Contributions as a percentage of covered-employee payroll	10.90000%	10.60000%	10.60000%	9.53500%	9.35635%	9.41791%	9.41993%	9.35437%	8.36828%	7.70000%
	PORS									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually required contribution	\$ 1,240,906	\$ 1,088,900	\$ 1,015,844	\$ 1,006,862	\$ 962,076	\$ 922,908	\$ 926,422	\$ 863,067	\$ 841,001	\$ 858,602
Contributions in relation to the contractually required contribution	1,240,906	1,088,900	1,015,844	1,006,862	962,076	922,908	926,422	863,067	841,001	858,602
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Florence County's covered-employee payroll	\$ 9,253,586	\$ 8,480,293	\$ 8,258,898	\$ 8,559,572	\$ 8,344,115	\$ 8,352,106	\$ 8,383,909	\$ 8,066,046	\$ 7,859,823	\$ 8,024,319
Contributions as a percentage of covered-employee payroll	13.41000%	12.84036%	12.29999%	11.76299%	11.52999%	11.05000%	11.05000%	10.70000%	10.70000%	10.70000%



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)

SPECIAL REVENUE FUNDS (Continued)

Sheriff's 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.

Unified Fire District Fund – To account for the receipt of property taxes and the disbursement of property tax revenue to six rural fire departments.

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.

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.

County Debt Service Fund – To account for the receipt of property tax revenue and the payment of debt service on bonds and a capital lease for the County.

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.

Museum Capital Project Fund – To account for the construction of a new museum in the County.

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.

2013 Civic Center Capital Project Fund – To account for the major renovations to the Civic Center located in the County.

Complex Capital Project Fund – To account for the major renovations to the County Complex building located in the County.

Unified Fire Capital Project Fund – To account for the purchase of various fire equipment located in the County.

Energy Savings Capital Project Fund – To account for the installation of various energy saving equipment in many of the County buildings located in the County.

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

	Special Revenue Funds		
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Law Library Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 158,580	\$ 103,992	\$ 41,498
Receivables:			
Property taxes (net)	67,833	-	-
Other governmental units and agencies	-	133,056	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	<u>\$ 226,413</u>	<u>\$ 237,048</u>	<u>\$ 41,498</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 75,699	\$ 2,505
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Unearned revenue	27,673	-	-
Total liabilities	<u>27,673</u>	<u>75,699</u>	<u>2,505</u>
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	158,405	-	-
Total deferred inflows of resources	<u>158,405</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	40,335	-	-
Tourism related purposes	-	161,349	-
Library purposes	-	-	38,993
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)	-	-	-
Total fund balances	<u>40,335</u>	<u>161,349</u>	<u>38,993</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 226,413</u>	<u>\$ 237,048</u>	<u>\$ 41,498</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Special Revenue Funds		
	Victim/ Witness Assistance Fund	Treasurer Delinquent Tax Fund	Jail Debt Service O&M Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 115,329	\$ 178,432	\$ 777,442
Receivables:			
Property taxes (net)	-	-	79,227
Other governmental units and agencies	12,039	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	\$ 127,368	\$ 178,432	\$ 856,669
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 594	\$ (67)	\$ 694,351
Payroll withholdings and accruals	3,836	-	-
Due to other funds	-	-	-
Unearned revenue	-	7,983	-
Total liabilities	4,430	7,916	694,351
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	122,938	-	-
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)	-	-	-
Total fund balances	122,938	170,516	162,318
Total liabilities, deferred inflows of resources, and fund balances	\$ 127,368	\$ 178,432	\$ 856,669

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Special Revenue Funds			
	Howe Springs Fire District Fund	Sardis- Timmons- ville Fire District Fund	Johnsonville Fire District Fund	Economic Development Partnership Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 92,656	\$ 18,787	\$ 22,641	\$ 574,259
Receivables:				
Property taxes (net)	3,780	813	1,077	-
Other governmental units and agencies	-	-	-	(657)
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 96,436	\$ 19,600	\$ 23,718	\$ 573,602
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 312
Payroll withholdings and accruals	-	-	-	9,264
Due to other funds	-	-	-	-
Unearned revenue	21,453	(14,505)	(13,510)	-
Total liabilities	21,453	(14,505)	(13,510)	9,576
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	3,089	19,645	21,350	-
Total deferred inflows of resources	3,089	19,645	21,350	-
Fund balances:				
Nonspendable:				
Inventory and prepaids	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	-
Library purposes	-	-	-	-
Victim witness purposes	-	-	-	-
Public safety purposes	71,894	14,460	15,878	-
Senior citizen purposes	-	-	-	-
Delinquent tax collection purposes	-	-	-	-
Economic development purposes	-	-	-	564,026
Road maintenance purposes	-	-	-	-
Debt service	-	-	-	-
Capital project	-	-	-	-
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	71,894	14,460	15,878	564,026
Total liabilities, deferred inflows of resources, and fund balances	\$ 96,436	\$ 19,600	\$ 23,718	\$ 573,602

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Special Revenue Funds			
	Emergency Management Fund	County Library Fund	Senior Citizens Center Fund	Local Hospitality Tax Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 98,265	\$ 10,007	\$ 10,701	\$ 1,238,125
Receivables:				
Property taxes (net)	12,546	23,399	545	-
Other governmental units and agencies	-	-	-	151,090
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 110,811	\$ 33,406	\$ 11,246	\$ 1,389,215
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 103,714	\$ 15,855	\$ 10,439	\$ 122,755
Payroll withholdings and accruals	-	-	-	9,518
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	103,714	15,855	10,439	132,273
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances:				
Nonspendable:				
Inventory and prepaids	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	1,256,942
Library purposes	-	17,551	-	-
Victim witness purposes	-	-	-	-
Public safety purposes	7,097	-	-	-
Senior citizen purposes	-	-	807	-
Delinquent tax collection purposes	-	-	-	-
Economic development purposes	-	-	-	-
Road maintenance purposes	-	-	-	-
Debt service	-	-	-	-
Capital project	-	-	-	-
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	7,097	17,551	807	1,256,942
Total liabilities, deferred inflows of resources, and fund balances	\$ 110,811	\$ 33,406	\$ 11,246	\$ 1,389,215

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	<u>Special Revenue Funds</u>		
	Local Accommodations Fee Fund	Sheriff's Camps Fund	Sheriff's Sex Offender Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 624,249	\$ -	\$ 33,043
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	147,355	-	-
Others (net)	169,597	-	-
Inventory	-	-	-
Total assets	<u>\$ 941,201</u>	<u>\$ -</u>	<u>\$ 33,043</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 14,131	\$ 146	\$ 4,061
Payroll withholdings and accruals	-	208	-
Due to other funds	-	28,460	-
Unearned revenue	-	-	-
Total liabilities	<u>14,131</u>	<u>28,814</u>	<u>4,061</u>
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	927,070	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	(28,814)	28,982
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)	-	-	-
Total fund balances	<u>927,070</u>	<u>(28,814)</u>	<u>28,982</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 941,201</u>	<u>\$ -</u>	<u>\$ 33,043</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015

(Continued)

	Special Revenue Funds		
	Seized Auction Fund	Road System Maintenance Fee Fund	Unified Fire Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 6,744	\$ 1,872,718	\$ 8,205
Receivables:			
Property taxes (net)	-	-	119,301
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	145,127	-
Total assets	\$ 6,744	\$ 2,017,845	\$ 127,506
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 197,600	\$ 306
Payroll withholdings and accruals	-	37,917	2,590
Due to other funds	-	-	-
Unearned revenue	-	-	216,650
Total liabilities	-	235,517	219,546
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	44,405
Total deferred inflows of resources	-	-	44,405
Fund balances:			
Nonspendable:			
Inventory and prepaids	-	176,672	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	6,744	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	1,605,656	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	(136,445)
Total fund balances	6,744	1,782,328	(136,445)
Total liabilities, deferred inflows of resources, and fund balances	\$ 6,744	\$ 2,017,845	\$ 127,506

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015

(Continued)

	Debt Service Funds		
	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 21,552	\$ 42,337	\$ 114,568
Receivables:			
Property taxes (net)	178	381	1,040
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	\$ 21,730	\$ 42,718	\$ 115,608
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Unearned revenue	-	(1,887)	6,516
Total liabilities	-	(1,887)	6,516
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	177	5,440	821
Total deferred inflows of resources	177	5,440	821
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	21,553	39,165	108,271
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	21,553	39,165	108,271
Total liabilities, deferred inflows of resources, and fund balances	\$ 21,730	\$ 42,718	\$ 115,608

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015

(Continued)

	Debt Service Funds		
	Windy Hill/ Olanta Fire District Debt Service Fund	South Lynches Fire District Debt Service Fund	Special Source Revenue Bond Debt Service Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 72,586	\$ 240,883	\$ 967,055
Receivables:			
Property taxes (net)	407	2,813	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	\$ 72,993	\$ 243,696	\$ 967,055
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Unearned revenue	2,824	6,020	-
Total liabilities	2,824	6,020	-
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	1,037	1,263	-
Total deferred inflows of resources	1,037	1,263	-
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	69,132	236,413	967,055
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	69,132	236,413	967,055
Total liabilities, deferred inflows of resources, and fund balances	\$ 72,993	\$ 243,696	\$ 967,055

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

	(Continued)		
	<u>Debt Service Funds</u>		<u>Capital Project Funds</u>
	Energy Management Debt Service Fund	County Debt Service Fund	County General Capital Project Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 72,839	\$ 524,728	\$ 847,450
Receivables:			
Property taxes (net)	-	73,191	-
Other governmental units and agencies	-	370,540	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	<u>\$ 72,839</u>	<u>\$ 968,459</u>	<u>\$ 847,450</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 210,924
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Unearned revenue	-	53,029	-
Total liabilities	<u>-</u>	<u>53,029</u>	<u>210,924</u>
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	37,881	-
Total deferred inflows of resources	<u>-</u>	<u>37,881</u>	<u>-</u>
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	72,839	877,549	-
Capital project	-	-	-
Committed:			
Capital project	-	-	636,526
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	<u>72,839</u>	<u>877,549</u>	<u>636,526</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 72,839</u>	<u>\$ 968,459</u>	<u>\$ 847,450</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Capital Project Funds		
	Windy Hill/ Olanta Fire District Fund	2008 County General Capital Project Fund	Radio System Upgrade Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 15,852	\$ 401,936	\$ 210,314
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	<u>\$ 15,852</u>	<u>\$ 401,936</u>	<u>\$ 210,314</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Due to other funds	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
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	15,852	401,936	-
Committed:			
Capital project	-	-	210,314
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	<u>15,852</u>	<u>401,936</u>	<u>210,314</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 15,852</u>	<u>\$ 401,936</u>	<u>\$ 210,314</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Capital Project Funds			
	Hannah/ Salem/ Friendfield Fire District Fund	Museum Capital Project Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 240	\$ 54,416	\$ 52,713	\$ 11,077
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	<u>\$ 240</u>	<u>\$ 54,416</u>	<u>\$ 52,713</u>	<u>\$ 11,077</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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	240	54,416	52,713	11,077
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	<u>240</u>	<u>54,416</u>	<u>52,713</u>	<u>11,077</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 240</u>	<u>\$ 54,416</u>	<u>\$ 52,713</u>	<u>\$ 11,077</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Capital Project Funds			
	Capital Improvements Fund	2006 County General Capital Project Fund	2011 County General Capital Project Fund	2013 Civic Center Project Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 492,482	\$ 168,711	\$ 2,120	\$ 537,739
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 492,482	\$ 168,711	\$ 2,120	\$ 537,739
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 32,587	\$ 52,800	\$ -	\$ 26,760
Payroll withholdings and accruals	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	32,587	52,800	-	26,760
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
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	-	115,911	2,120	510,979
Committed:				
Capital project	459,895	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	459,895	115,911	2,120	510,979
Total liabilities, deferred inflows of resources, and fund balances	\$ 492,482	\$ 168,711	\$ 2,120	\$ 537,739

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

(Continued)

	Capital Project Funds			
	Complex Project Fund	Unified Fire Capital Project Fund	Energy Savings Capital Project Fund	Total
ASSETS				
Assets:				
Cash and cash equivalents	\$ 448,203	\$ 358,188	\$ 4,315,318	\$ 15,958,980
Receivables:				
Property taxes (net)	-	-	-	386,531
Other governmental units and agencies	-	-	-	813,423
Others (net)	-	-	-	169,597
Inventory	-	-	-	145,127
Total assets	<u>\$ 448,203</u>	<u>\$ 358,188</u>	<u>\$ 4,315,318</u>	<u>\$ 17,473,658</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 11,867	\$ -	\$ 438,454	\$ 2,015,793
Payroll withholdings and accruals	-	-	-	63,333
Due to other funds	-	-	-	28,460
Unearned revenue	-	-	-	312,246
Total liabilities	<u>11,867</u>	<u>-</u>	<u>438,454</u>	<u>2,419,832</u>
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	293,513
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>293,513</u>
Fund balances:				
Nonspendable:				
Inventory and prepaids	-	-	-	176,672
Restricted:				
Education purposes	-	-	-	40,335
Tourism related purposes	-	-	-	2,345,361
Library purposes	-	-	-	56,544
Victim witness purposes	-	-	-	122,938
Public safety purposes	-	-	-	278,559
Senior citizen purposes	-	-	-	807
Delinquent tax collection purposes	-	-	-	170,516
Economic development purposes	-	-	-	564,026
Road maintenance purposes	-	-	-	1,605,656
Debt service	-	-	-	2,391,977
Capital project	-	358,188	3,876,864	5,400,296
Committed:				
Capital project	436,336	-	-	1,743,071
Unassigned:				
Special revenue funds (deficit)	-	-	-	(136,445)
Total fund balances	<u>436,336</u>	<u>358,188</u>	<u>3,876,864</u>	<u>14,760,313</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 448,203</u>	<u>\$ 358,188</u>	<u>\$ 4,315,318</u>	<u>\$ 17,473,658</u>

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2015

	Special Revenue Funds			
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Law Library Fund	Victim/ Witness Assistance Fund
Revenues:				
Taxes	\$ 2,467,493	\$ -	\$ -	\$ -
Fines and fees	-	-	33,762	162,733
Intergovernmental	-	374,932	-	1,837
Miscellaneous	755	191	-	282
Total revenues	<u>2,468,248</u>	<u>375,123</u>	<u>33,762</u>	<u>164,852</u>
Expenditures:				
Current:				
General government	-	-	58,079	59,841
Public safety	-	-	-	164,353
Economic and physical development	-	100,000	-	-
Public works	-	-	-	-
Culture and recreation	-	225,000	-	-
Education	2,390,000	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>2,390,000</u>	<u>325,000</u>	<u>58,079</u>	<u>224,194</u>
Revenues over (under) expenditures	78,248	50,123	(24,317)	(59,342)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	78,248	50,123	(24,317)	(59,342)
Fund balance (deficit) - beginning of year - as originally reported	(54,839)	111,226	63,310	182,280
Prior period adjustment (Note 13)	16,926	-	-	-
Fund balance (deficit) - beginning of year - as restated	<u>(37,913)</u>	<u>111,226</u>	<u>63,310</u>	<u>182,280</u>
Fund balance (deficit) - end of year	<u>\$ 40,335</u>	<u>\$ 161,349</u>	<u>\$ 38,993</u>	<u>\$ 122,938</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, 2015
(Continued)

	Special Revenue Funds		
	Treasurer Delinquent Tax Fund	Jail Debt Service O&M Fund	Howe Springs Fire District Fund
Revenues:			
Taxes	\$ -	\$ -	\$ 149,373
Fines and fees	-	-	-
Intergovernmental	-	-	31,359
Miscellaneous	-	-	196
Total revenues	<u>-</u>	<u>-</u>	<u>180,928</u>
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	31,359
Economic and physical development	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirements	-	-	-
Interest	-	-	-
Refunding bond issuance costs	-	-	-
Paying agent fee	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>31,359</u>
Revenues over (under) expenditures	-	-	149,569
Other financing sources (uses):			
Issuance of capital lease	-	-	-
Issuance of refunding debt	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	-	-	-
Transfers out	-	-	(41,537)
Net change in fund balances	-	-	108,032
Fund balance (deficit) - beginning of year - as originally reported	170,516	162,318	16,550
Prior period adjustment (Note 13)	-	-	(52,688)
Fund balance (deficit) - beginning of year - as restated	<u>170,516</u>	<u>162,318</u>	<u>(36,138)</u>
Fund balance (deficit) - end of year	<u>\$ 170,516</u>	<u>\$ 162,318</u>	<u>\$ 71,894</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, 2015
(Continued)

	Special Revenue Funds			
	Sardis- Timmons- ville Fire District Fund	Johnsonville Fire District Fund	Economic Development Partnership Fund	Emergency Management Fund
Revenues:				
Taxes	\$ 34,945	\$ 43,320	\$ -	\$ -
Fines and fees	-	-	56,937	-
Intergovernmental	10,943	4,371	-	-
Miscellaneous	40	47	777	-
Total revenues	<u>45,928</u>	<u>47,738</u>	<u>57,714</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	10,943	6,326	-	-
Economic and physical development	-	-	431,804	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>10,943</u>	<u>6,326</u>	<u>431,804</u>	<u>-</u>
Revenues over (under) expenditures	34,985	41,412	(374,090)	-
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	389,253	-
Transfers out	(8,423)	(10,147)	-	-
Net change in fund balances	26,562	31,265	15,163	-
Fund balance (deficit) - beginning of year - as originally reported	(17,209)	(18,297)	548,863	7,097
Prior period adjustment (Note 13)	5,107	2,910	-	-
Fund balance (deficit) - beginning of year - as restated	(12,102)	(15,387)	548,863	7,097
Fund balance (deficit) - end of year	<u>\$ 14,460</u>	<u>\$ 15,878</u>	<u>\$ 564,026</u>	<u>\$ 7,097</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, 2015
(Continued)

	Special Revenue Funds			
	County Library Fund	Senior Citizens Center Fund	Local Hospitality Tax Fund	Sheriff's Camps Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	1,556,385	1,042
Intergovernmental	-	-	-	-
Miscellaneous	-	-	2,009	(46)
Total revenues	<u>-</u>	<u>-</u>	<u>1,558,394</u>	<u>996</u>
Expenditures:				
Current:				
General government	-	-	1,195,423	-
Public safety	-	-	-	33,672
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	222,000	-
Interest	-	-	133,200	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>1,550,623</u>	<u>33,672</u>
Revenues over (under) expenditures	-	-	7,771	(32,676)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	595,913	-
Transfers out	-	-	(614,000)	-
Net change in fund balances	-	-	(10,316)	(32,676)
Fund balance (deficit) - beginning of year - as originally reported	17,551	807	1,267,258	3,862
Prior period adjustment (Note 13)	-	-	-	-
Fund balance (deficit) - beginning of year - as restated	<u>17,551</u>	<u>807</u>	<u>1,267,258</u>	<u>3,862</u>
Fund balance (deficit) - end of year	<u>\$ 17,551</u>	<u>\$ 807</u>	<u>\$ 1,256,942</u>	<u>\$ (28,814)</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, 2015
(Continued)

	Special Revenue Funds			
	Sheriff Sex Offender Fund	Seized Auction Fund	Local Accommodations Fee Fund	Road System Maintenance Fee Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	11,023	6,431	1,788,782	2,903,869
Intergovernmental	-	-	1,189,163	-
Miscellaneous	-	-	999	4,221
Total revenues	<u>11,023</u>	<u>6,431</u>	<u>2,978,944</u>	<u>2,908,090</u>
Expenditures:				
Current:				
General government	-	-	96,239	-
Public safety	18,526	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	3,029,563
Culture and recreation	-	-	1,189,777	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	1,076,420	-
Interest	-	-	157,129	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>18,526</u>	<u>-</u>	<u>2,519,565</u>	<u>3,029,563</u>
Revenues over (under) expenditures	(7,503)	6,431	459,379	(121,473)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	306,070
Transfers out	-	-	(284,000)	(1,000,000)
Net change in fund balances	(7,503)	6,431	175,379	(815,403)
Fund balance (deficit) - beginning of year - as originally reported	36,485	313	751,691	2,597,731
Prior period adjustment (Note 13)	-	-	-	-
Fund balance (deficit) - beginning of year - as restated	<u>36,485</u>	<u>313</u>	<u>751,691</u>	<u>2,597,731</u>
Fund balance (deficit) - end of year	<u>\$ 28,982</u>	<u>\$ 6,744</u>	<u>\$ 927,070</u>	<u>\$ 1,782,328</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, 2015

(Continued)

	Special Revenue Funds	Debt Service Funds		
	Unified Fire Fund	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund
Revenues:				
Taxes	\$ 3,563,815	\$ 1,428	\$ 23,188	\$ 50,816
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	50,398	41	93	195
Total revenues	<u>3,614,213</u>	<u>1,469</u>	<u>23,281</u>	<u>51,011</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	3,810,764	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	85,857	-
Interest	-	-	17,659	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>3,810,764</u>	<u>-</u>	<u>103,516</u>	<u>-</u>
Revenues over (under) expenditures	(196,551)	1,469	(80,235)	51,011
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	60,106	-	-	-
Transfers out	-	-	-	-
Net change in fund balances	(136,445)	1,469	(80,235)	51,011
Fund balance (deficit) - beginning of year - as originally reported	-	21,481	122,591	73,156
Prior period adjustment (Note 13)	-	(1,397)	(3,191)	(15,896)
Fund balance (deficit) - beginning of year - as restated	-	20,084	119,400	57,260
Fund balance (deficit) - end of year	<u>\$ (136,445)</u>	<u>\$ 21,553</u>	<u>\$ 39,165</u>	<u>\$ 108,271</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, 2015

(Continued)

	Debt Service Funds		
	Windy Hill/ Olanta Fire District Fund	South Lynches Fire District Debt Service Fund	Special Source Revenue Bond Debt Service Fund
Revenues:			
Taxes	\$ 31,008	\$ 85,918	\$ 5,874
Fines and fees	-	-	-
Intergovernmental	-	38,600	-
Miscellaneous	160	434	-
Total revenues	<u>31,168</u>	<u>124,952</u>	<u>5,874</u>
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Economic and physical development	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirements	86,279	120,560	449,360
Interest	17,406	61,696	77,397
Refunding bond issuance costs	-	-	-
Paying agent fee	-	-	-
Total expenditures	<u>103,685</u>	<u>182,256</u>	<u>526,757</u>
Revenues over (under) expenditures	(72,517)	(57,304)	(520,883)
Other financing sources (uses):			
Issuance of capital lease	-	-	-
Issuance of refunding debt	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Net change in fund balances	(72,517)	(57,304)	(520,883)
Fund balance (deficit) - beginning of year - as originally reported	148,031	300,658	1,487,938
Prior period adjustment (Note 13)	(6,382)	(6,941)	-
Fund balance (deficit) - beginning of year - as restated	<u>141,649</u>	<u>293,717</u>	<u>1,487,938</u>
Fund balance (deficit) - end of year	<u>\$ 69,132</u>	<u>\$ 236,413</u>	<u>\$ 967,055</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, 2015
(Continued)

	Debt Service Funds		Capital Project Funds	
	Energy Management Fund	County Debt Service Fund	County General Capital Project Fund	Windy Hill/ Olanta Fire District Fund
Revenues:				
Taxes	\$ -	\$ 3,897,965	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	4,111	934	30
Total revenues	<u>-</u>	<u>3,902,076</u>	<u>934</u>	<u>30</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	3,467,679	-
Debt service:				
Principal retirements	-	3,405,580	-	-
Interest	-	569,020	-	-
Refunding bond issuance costs	-	30,929	-	-
Paying agent fee	-	3,500	-	-
Total expenditures	<u>-</u>	<u>4,009,029</u>	<u>3,467,679</u>	<u>-</u>
Revenues over (under) expenditures	-	(106,953)	(3,466,745)	30
Other financing sources (uses):				
Issuance of capital lease	-	-	999,963	-
Issuance of refunding debt	-	1,945,000	-	-
Payment to refunded bond escrow agent	-	(1,916,267)	-	-
Transfers in	-	-	3,000,000	-
Transfers out	-	(1,000,000)	-	-
Net change in fund balances	-	(1,078,220)	533,218	30
Fund balance (deficit) - beginning of year - as originally reported	72,839	1,960,589	103,308	15,822
Prior period adjustment (Note 13)	-	(4,820)	-	-
Fund balance (deficit) - beginning of year - as restated	<u>72,839</u>	<u>1,955,769</u>	<u>103,308</u>	<u>15,822</u>
Fund balance (deficit) - end of year	<u>\$ 72,839</u>	<u>\$ 877,549</u>	<u>\$ 636,526</u>	<u>\$ 15,852</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, 2015
(Continued)

	Capital Project Funds			
	2008 County General Capital Project Fund	Radio System Upgrade Fund	Hannah/ Salem/ Friendfield Fire District Fund	Museum Capital Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	2,347	404	-	1,553
Total revenues	<u>2,347</u>	<u>404</u>	<u>-</u>	<u>1,553</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	551,527	-	-	637,955
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>551,527</u>	<u>-</u>	<u>-</u>	<u>637,955</u>
Revenues over (under) expenditures	(549,180)	404	-	(636,402)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	(595,913)
Net change in fund balances	(549,180)	404	-	(1,232,315)
Fund balance (deficit) - beginning of year - as originally reported	951,116	209,910	240	1,286,731
Prior period adjustment (Note 13)	-	-	-	-
Fund balance (deficit) - beginning of year - as restated	951,116	209,910	240	1,286,731
Fund balance (deficit) - end of year	<u>\$ 401,936</u>	<u>\$ 210,314</u>	<u>\$ 240</u>	<u>\$ 54,416</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, 2015
(Continued)

	Capital Project Funds			
	Johnsonville Fire District Fund	Howe Springs Fire District Fund	Capital Improvements Fund	2006 County General Capital Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	285	21	-	618
Total revenues	<u>285</u>	<u>21</u>	<u>-</u>	<u>618</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	264,686	-	501,275	218,512
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>264,686</u>	<u>-</u>	<u>501,275</u>	<u>218,512</u>
Revenues over (under) expenditures	(264,401)	21	(501,275)	(217,894)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	315,000	-
Transfers out	-	-	-	-
Net change in fund balances	(264,401)	21	(186,275)	(217,894)
Fund balance (deficit) - beginning of year - as originally reported	317,114	11,056	646,170	333,805
Prior period adjustment (Note 13)	-	-	-	-
Fund balance (deficit) - beginning of year - as restated	<u>317,114</u>	<u>11,056</u>	<u>646,170</u>	<u>333,805</u>
Fund balance (deficit) - end of year	<u>\$ 52,713</u>	<u>\$ 11,077</u>	<u>\$ 459,895</u>	<u>\$ 115,911</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, 2015
(Continued)

	Capital Project Funds			
	2011 County General Capital Project Fund	2013 Civic Center Capital Project Fund	Complex Capital Project Fund	Unified Fire Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	4	(352)	4	448
Total revenues	<u>4</u>	<u>(352)</u>	<u>4</u>	<u>448</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	792,120	1,147,524	556,017
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Refunding bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>-</u>	<u>792,120</u>	<u>1,147,524</u>	<u>556,017</u>
Revenues over (under) expenditures	4	(792,472)	(1,147,520)	(555,569)
Other financing sources (uses):				
Issuance of capital lease	-	-	-	-
Issuance of refunding debt	-	-	-	3,500,000
Payment to refunded bond escrow agent	-	-	-	(2,586,243)
Transfers in	-	-	352,217	-
Transfers out	-	-	-	-
Net change in fund balances	4	(792,472)	(795,303)	358,188
Fund balance (deficit) - beginning of year - as originally reported	2,116	1,303,451	1,231,639	-
Prior period adjustment (Note 13)	-	-	-	-
Fund balance (deficit) - beginning of year - as restated	2,116	1,303,451	1,231,639	-
Fund balance (deficit) - end of year	<u>\$ 2,120</u>	<u>\$ 510,979</u>	<u>\$ 436,336</u>	<u>\$ 358,188</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, 2015

(Continued)

	Capital Project Funds	
	Energy Saving Capital Project Fund	
		Total
Revenues:		
Taxes	\$ -	\$ 10,355,143
Fines and fees	-	6,520,964
Intergovernmental	-	1,651,205
Miscellaneous	20	71,219
Total revenues	<u>20</u>	<u>18,598,531</u>
Expenditures:		
Current:		
General government	-	1,409,582
Public safety	-	4,075,943
Economic and physical development	-	531,804
Public works	-	3,029,563
Culture and recreation	-	1,414,777
Education	-	2,390,000
Capital outlay	1,927,258	10,064,553
Debt service:		
Principal retirements	-	5,446,056
Interest	-	1,033,507
Refunding bond issuance costs	-	30,929
Paying agent fee	-	3,500
Total expenditures	<u>1,927,258</u>	<u>29,430,214</u>
Revenues over (under) expenditures	(1,927,238)	(10,831,683)
Other financing sources (uses):		
Issuance of capital lease	5,804,102	6,804,065
Issuance of refunding debt	-	5,445,000
Payment to refunded bond escrow agent	-	(4,502,510)
Transfers in	-	5,018,559
Transfers out	-	(3,554,020)
Net change in fund balances	3,876,864	(1,620,589)
Fund balance (deficit) - beginning of year - as originally reported	-	16,447,274
Prior period adjustment (Note 13)	-	(66,372)
Fund balance (deficit) - beginning of year - as restated	-	16,380,902
Fund balance (deficit) - end of year	<u>\$ 3,876,864</u>	<u>\$ 14,760,313</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.

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

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.

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 BALANCE SHEET
June 30, 2015

	Agency Funds					
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
ASSETS						
Cash and cash equivalents	\$ 3,180,646	\$ 4,992,124	\$ 8,694,356	\$ 94,190	\$ 141,916	\$ 8,945
Property taxes receivable	2,266,947	442,129	-	-	53,393	234
TOTAL ASSETS	\$ 5,447,593	\$ 5,434,253	\$ 8,694,356	\$ 94,190	\$ 195,309	\$ 9,179
LIABILITIES						
Due to						
Others	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxing units:						
School District One	4,118,638	4,337,720	6,728,086	-	-	-
School District Two	200,226	204,135	1,558	-	-	-
School District Three	638,793	270,631	1,963,552	-	-	-
School District Four	196,775	330,736	195	-	-	-
School District Five	293,161	291,031	965	-	-	-
Municipalities	-	-	-	94,190	-	-
Fire Boards	-	-	-	-	195,309	-
Lynches Lake/Camp Branch	-	-	-	-	-	9,179
Salem Watershed	-	-	-	-	-	-
Williamsburg County	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 5,447,593	\$ 5,434,253	\$ 8,694,356	\$ 94,190	\$ 195,308	\$ 9,179

Salem Watershed Fund	Commission on Alcohol and Drug Abuse Fund	Williams- burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
\$ 84,128 2,480	\$ - -	\$ 22 -	\$ 263,611 -	\$ 1,104,307 -	\$ 1,086,470 -	\$19,650,715 2,765,183
<u>\$ 86,608</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 263,611</u>	<u>\$ 1,104,307</u>	<u>\$ 1,086,470</u>	<u>\$22,415,898</u>
\$ -	\$ -	\$ -	\$ 263,611	\$ 1,104,307	\$ 1,086,470	\$ 2,454,388
-	-	-	-	-	-	15,184,444
-	-	-	-	-	-	405,919
-	-	-	-	-	-	2,872,976
-	-	-	-	-	-	527,706
-	-	-	-	-	-	585,157
-	-	-	-	-	-	94,190
-	-	-	-	-	-	195,309
-	-	-	-	-	-	9,179
86,608	-	-	-	-	-	86,608
<u>-</u>	<u>-</u>	<u>22</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22</u>
<u>\$ 86,608</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 263,611</u>	<u>\$ 1,104,307</u>	<u>\$ 1,086,470</u>	<u>\$22,415,898</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
FIDUCIARY FUNDS
For The Year Ended June 30, 2015**

	Agency Funds					
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
Beginning balances of assets and liabilities	<u>\$ 1,090,023</u>	<u>\$ 4,756,784</u>	<u>\$18,424,162</u>	<u>\$ 83,734</u>	<u>\$ 39,856</u>	<u>\$ 640</u>
Additions of assets and liabilities:						
Current property taxes	45,031,150	10,813,762	-	10,473,057	1,627,030	7,082
Inventory exemption	570,369	204,288	-	-	27,197	-
Vehicle taxes	12,285,400	1,969,473	-	1,426,248	367,688	27
Delinquent property taxes	2,101,146	545,373	-	491,454	92,201	473
Penalties	69,984	30,847	-	13,982	3,840	79
Fee transfer	(8,881)	(545)	-	-	-	-
State and federal aid	133,066,616	-	-	-	271,530	-
Interest on investments	8,784	22,083	17,425	-	501	9
Proceeds from bond issue	-	-	15,327,812	-	-	-
State homestead exemption	26,452,929	545,183	-	-	72,439	869
Fees in lieu of taxes	5,951,213	824,190	-	58,806	96,189	-
Increase in due to other funds	-	-	-	-	-	-
Cash received from others	-	-	-	-	-	-
Less local option sales tax credits	-	-	-	(6,537,337)	-	-
Miscellaneous	-	-	-	-	-	-
Total additions	<u>225,528,710</u>	<u>14,954,654</u>	<u>15,345,237</u>	<u>5,926,210</u>	<u>2,558,615</u>	<u>8,539</u>
Reductions of assets and liabilities:						
Claims paid	220,957,808	-	25,075,043	5,902,146	2,396,111	-
Cash paid to others	-	-	-	-	-	-
Refunds	213,332	35,827	-	13,608	7,051	-
Bond principal paid	-	12,823,327	-	-	-	-
Interest payments	-	1,414,431	-	-	-	-
Paying agent fee	-	3,600	-	-	-	-
Total reductions	<u>221,171,140</u>	<u>14,277,185</u>	<u>25,075,043</u>	<u>5,915,754</u>	<u>2,403,162</u>	<u>-</u>
Ending balances of assets and liabilities	<u><u>\$ 5,447,593</u></u>	<u><u>\$ 5,434,253</u></u>	<u><u>\$ 8,694,356</u></u>	<u><u>\$ 94,190</u></u>	<u><u>\$ 195,309</u></u>	<u><u>\$ 9,179</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>\$ 6,447</u>	<u>\$ -</u>	<u>\$ 47</u>	<u>\$ 238,080</u>	<u>\$ 542,085</u>	<u>\$ 986,049</u>	<u>\$26,167,907</u>
63,893	-	3,544,995	-	-	-	71,560,969
-	-	-	-	-	-	801,854
266	-	-	-	-	-	16,049,102
4,927	-	-	-	-	-	3,235,574
555	-	-	-	-	-	119,287
-	-	-	-	-	-	(9,426)
-	210,254	-	-	-	-	133,548,400
83	-	-	-	-	-	48,885
-	-	-	-	-	-	15,327,812
10,437	-	-	-	-	-	27,081,857
-	-	-	-	-	-	6,930,398
-	-	-	-	-	-	-
-	-	-	2,715,283	683,994	1,895,685	5,294,962
-	-	-	-	-	-	(6,537,337)
-	-	-	-	-	-	-
<u>80,161</u>	<u>210,254</u>	<u>3,544,995</u>	<u>2,715,283</u>	<u>683,994</u>	<u>1,895,685</u>	<u>273,452,337</u>
-	210,254	3,545,020	-	-	-	258,086,382
-	-	-	2,689,752	121,772	1,795,264	4,606,788
-	-	-	-	-	-	269,818
-	-	-	-	-	-	12,823,327
-	-	-	-	-	-	1,414,431
-	-	-	-	-	-	3,600
<u>-</u>	<u>210,254</u>	<u>3,545,020</u>	<u>2,689,752</u>	<u>121,772</u>	<u>1,795,264</u>	<u>277,204,346</u>
<u><u>\$ 86,608</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 22</u></u>	<u><u>\$ 263,611</u></u>	<u><u>\$ 1,104,307</u></u>	<u><u>\$ 1,086,470</u></u>	<u><u>\$22,415,898</u></u>

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, 2015

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Law library surcharge	\$ 35,000	\$ 33,762	\$ (1,238)
Total fines and fees	<u>35,000</u>	<u>33,762</u>	<u>(1,238)</u>
Total revenues	<u>35,000</u>	<u>33,762</u>	<u>(1,238)</u>
Expenditures:			
General government			
Other	100,000	58,079	41,921
Total general government	<u>100,000</u>	<u>58,079</u>	<u>41,921</u>
Total expenditures	<u>100,000</u>	<u>58,079</u>	<u>41,921</u>
Net change in fund balance	<u>\$ (65,000)</u>	(24,317)	<u>\$ 40,683</u>
Fund balance (deficit) - beginning of year, as originally reported		63,310	
Prior period adjustment (Note 13)		-	
Fund balance (deficit) - beginning of year, as restated		<u>63,310</u>	
Fund balance (deficit) - end of year		<u>\$ 38,993</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**VICTIM/WITNESS ASSISTANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Year Ended June 30, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 209,000	\$ 162,733	\$ (46,267)
Intergovernmental	-	1,837	1,837
Miscellaneous:			
Interest on investments	-	282	282
Total miscellaneous	-	282	282
Total revenues	209,000	164,852	(44,148)
Expenditures:			
General Government:			
Clerk of Court	-	-	-
Solicitor	56,971	53,599	3,372
Magistrates	9,000	6,242	2,758
Other	-	-	-
Total general government	65,971	59,841	6,130
Public Safety:			
Sheriff	159,433	164,353	(4,920)
Total public safety	159,433	164,353	(4,920)
Total expenditures	225,404	224,194	1,210
Revenues over (under) expenditures	(16,404)	(59,342)	(42,938)
Other financing sources (uses):			
Transfer in	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	\$ (16,404)	(59,342)	\$ (42,938)
Fund balance (deficit) - beginning of year, as originally reported		182,280	
Prior period adjustment (Note 13)		-	
Fund balance (deficit) - beginning of year, as restated		182,280	
Fund balance - end of year		\$ 122,938	

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, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 1,543,500	\$ 1,496,385	\$ (47,115)
Intergovernmental	<u>-</u>	<u>60,000</u>	<u>60,000</u>
Total fines and fees	<u>1,543,500</u>	<u>1,556,385</u>	<u>12,885</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>2,009</u>	<u>2,009</u>
Total miscellaneous	<u>-</u>	<u>2,009</u>	<u>2,009</u>
Total revenues	<u>1,543,500</u>	<u>1,558,394</u>	<u>14,894</u>
Expenditures:			
General Government:			
Other	1,190,511	1,195,423	(4,912)
Debt Service:			
Principal retirements	-	222,000	(222,000)
Interest	<u>-</u>	<u>133,200</u>	<u>(133,200)</u>
Total general government	<u>1,190,511</u>	<u>1,550,623</u>	<u>(360,112)</u>
Total expenditures	<u>1,190,511</u>	<u>1,550,623</u>	<u>(360,112)</u>
Revenues over (under) expenditures	352,989	7,771	(345,218)
Other financing sources (uses):			
Transfer in	-	595,913	595,913
Transfer out	<u>(264,000)</u>	<u>(614,000)</u>	<u>(350,000)</u>
Total other financing sources (uses)	<u>(264,000)</u>	<u>(18,087)</u>	<u>245,913</u>
Net change in fund balance	<u>\$ 88,989</u>	(10,316)	<u>\$ (99,305)</u>
Fund balance (deficit) - beginning of year, as originally reported		1,267,258	
Prior period adjustment (Note 13)		<u>-</u>	
Fund balance (deficit) - beginning of year, as restated		<u>1,267,258</u>	
Fund balance - end of year		<u>\$ 1,256,942</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**ECONOMIC DEVELOPMENT PARTNERSHIP
SPECIAL REVENUE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Year Ended June 30, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Local contributions	\$ 50,496	\$ 56,937	\$ 6,441
Total fines and fees	<u>50,496</u>	<u>56,937</u>	<u>6,441</u>
Miscellaneous			
Interest on investments	-	777	777
Total miscellaneous	<u>-</u>	<u>777</u>	<u>777</u>
Total revenues	<u>50,496</u>	<u>57,714</u>	<u>7,218</u>
Expenditures:			
Economic and physical development:			
Economic development promotion	439,749	431,804	7,945
Total economic and physical development	<u>439,749</u>	<u>431,804</u>	<u>7,945</u>
Total expenditures	<u>439,749</u>	<u>431,804</u>	<u>7,945</u>
Revenues over (under) expenditures	(389,253)	(374,090)	15,163
Other financing sources (uses):			
Transfer in	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Total other financing sources (uses)	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	15,163	<u><u>\$ 15,163</u></u>
Fund balance (deficit) - beginning of year, as originally reported		548,863	
Prior period adjustment (Note 13)		-	
Fund balance (deficit) - beginning of year, as restated		<u>548,863</u>	
Fund balance - end of year		<u><u>\$ 564,026</u></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, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 1,600,000	\$ 1,788,782	\$ 188,782
Municipality Revenue	<u>1,171,775</u>	<u>1,189,163</u>	<u>17,388</u>
Total fines and fees	<u>2,771,775</u>	<u>2,977,945</u>	<u>206,170</u>
Miscellaneous:			
Interest on investments	<u>5,000</u>	<u>999</u>	<u>(4,001)</u>
Total miscellaneous	<u>5,000</u>	<u>999</u>	<u>(4,001)</u>
Total revenues	<u>2,776,775</u>	<u>2,978,944</u>	<u>202,169</u>
Expenditures:			
General Government:			
Other	<u>95,000</u>	<u>96,239</u>	<u>(1,239)</u>
Total general government	<u>95,000</u>	<u>96,239</u>	<u>(1,239)</u>
Culture and recreation	<u>1,155,000</u>	<u>1,189,777</u>	<u>(34,777)</u>
Debt Service:			
Principal retirements	1,047,500	1,076,420	(28,920)
Interest	186,049	157,129	28,920
Paying agent fee	<u>-</u>	<u>-</u>	<u>-</u>
Total debt service	<u>1,233,549</u>	<u>1,233,549</u>	<u>-</u>
Total expenditures	<u>2,483,549</u>	<u>2,519,565</u>	<u>(36,016)</u>
Revenues over (under) expenditures	293,226	459,379	166,153
Other financing sources (uses):			
Transfer out	<u>(284,000)</u>	<u>(284,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(284,000)</u>	<u>(284,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ 9,226</u>	175,379	<u>\$ 166,153</u>
Fund balance (deficit) - beginning of year, as originally reported		751,691	
Prior period adjustment (Note 13)		<u>-</u>	
Fund balance (deficit) - beginning of year, as restated		751,691	
Fund balance - end of year		<u>\$ 927,070</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**ROAD SYSTEM MAINTENANCE FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Year Ended June 30, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Licenses and permits	\$ 2,928,275	\$ 2,903,869	\$ (24,406)
Total licenses and permits	<u>2,928,275</u>	<u>2,903,869</u>	<u>(24,406)</u>
Miscellaneous:			
Interest on investments	-	4,221	4,221
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>4,221</u>	<u>4,221</u>
Total revenues	<u>2,928,275</u>	<u>2,908,090</u>	<u>(20,185)</u>
Expenditures:			
Public Works:			
Public Works operating	<u>3,836,860</u>	<u>3,029,563</u>	<u>807,297</u>
Total public works	<u>3,836,860</u>	<u>3,029,563</u>	<u>807,297</u>
Total expenditures	<u>3,836,860</u>	<u>3,029,563</u>	<u>807,297</u>
Revenues over (under) expenditures	(908,585)	(121,473)	787,112
Other financing sources (uses):			
Transfer in	306,070	306,070	-
Transfer out	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Total other financing sources (uses)	<u>306,070</u>	<u>(693,930)</u>	<u>(1,000,000)</u>
Net change in fund balance	<u>\$ (602,515)</u>	(815,403)	<u>\$ (212,888)</u>
Fund balance (deficit) - beginning of year, as originally reported		2,597,731	
Prior period adjustment (Note 13)		<u>-</u>	
Fund balance (deficit) - beginning of year, as restated		<u>2,597,731</u>	
Fund balance - end of year		<u>\$ 1,782,328</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, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and Fees	\$ 36,844	\$ 1,042	\$ (35,802)
Total Fines and Fees	<u>36,844</u>	<u>1,042</u>	<u>(35,802)</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>(46)</u>	<u>(46)</u>
Total miscellaneous	<u>-</u>	<u>(46)</u>	<u>(46)</u>
Total revenues	<u>36,844</u>	<u>996</u>	<u>(35,848)</u>
Expenditures:			
Public Safety			
Sheriff	<u>36,844</u>	<u>33,672</u>	<u>3,172</u>
Total public safety	<u>36,844</u>	<u>33,672</u>	<u>3,172</u>
Total expenditures	<u>36,844</u>	<u>33,672</u>	<u>3,172</u>
Revenues over (under) expenditures	-	(32,676)	(32,676)
Other financing sources (uses):			
Transfer in	-	-	-
Transfer out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	(32,676)	<u>\$ (32,676)</u>
Fund balance (deficit) - beginning of year, as originally reported		3,862	
Prior period adjustment (Note 13)		<u>-</u>	
Fund balance (deficit) - beginning of year, as restated		3,862	
Fund balance - end of year		<u>\$ (28,814)</u>	

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, 2015**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and Fees	\$ 19,000	\$ 11,023	\$ (7,977)
Total Fines and Fees	<u>19,000</u>	<u>11,023</u>	<u>(7,977)</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>11,023</u>	<u>(7,977)</u>
Expenditures:			
Public Safety			
Sheriff	<u>16,060</u>	<u>18,526</u>	<u>(2,466)</u>
Total public safety	<u>16,060</u>	<u>18,526</u>	<u>(2,466)</u>
Total expenditures	<u>16,060</u>	<u>18,526</u>	<u>(2,466)</u>
Net change in fund balance	<u>\$ 2,940</u>	(7,503)	<u>\$ (10,443)</u>
Fund balance (deficit) - beginning of year, as originally reported		36,485	
Prior period adjustment (Note 13)		<u>-</u>	
Fund balance (deficit) - beginning of year, as restated		<u>36,485</u>	
Fund balance - end of year		<u>\$ 28,982</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**UNIFIED FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Year Ended June 30, 2015**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 4,987,410	\$ 3,553,274	\$(1,434,136)
Penalties	-	12,780	12,780
Less refunds	-	(2,239)	(2,239)
Total taxes	<u>4,987,410</u>	<u>3,563,815</u>	<u>(1,423,595)</u>
Intergovernmental:			
State aid	<u>-</u>	<u>-</u>	<u>-</u>
Total intergovernmental	<u>-</u>	<u>-</u>	<u>-</u>
Miscellaneous			
Other	-	50,398	50,398
Interest on investments	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>50,398</u>	<u>50,398</u>
Total revenues	<u>4,987,410</u>	<u>3,614,213</u>	<u>(1,373,197)</u>
Expenditures:			
Public Safety:			
Direct assistance			
Fire District	<u>4,987,410</u>	<u>3,810,764</u>	<u>1,176,646</u>
Total Public Safety	<u>4,987,410</u>	<u>3,810,764</u>	<u>1,176,646</u>
Total expenditures	<u>4,987,410</u>	<u>3,810,764</u>	<u>1,176,646</u>
Revenues over (under) expenditures	-	(196,551)	(196,551)
Other financing sources (uses):			
Operating transfer in	<u>-</u>	<u>60,106</u>	<u>60,106</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>(136,445)</u>	<u><u>\$ (136,445)</u></u>
Fund balance (deficit) - beginning of year,			
as originally reported		-	
Prior period adjustment (Note 13)		-	
Fund balance (deficit) - beginning of year, as restated		<u>-</u>	
Fund balance - end of year		<u><u>\$ (136,445)</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, 2015

Governmental Funds Capital Assets:

Land	\$ 10,567,628
Buildings and Additions	84,660,650
Improvements Other Than Buildings	8,380,846
Autos and Trucks	11,947,163
Furniture and Fixtures	815,764
Machinery and Equipment	33,491,501
Infrastructure	57,051,192
Total Governmental Funds Capital Assets	<u>\$ 206,914,744</u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	\$ 114,628,793
Special Revenue Funds	54,230,862
Capital Project Funds	38,055,089
Total Governmental Funds Capital Assets	<u>\$ 206,914,744</u>

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2015**

Function and Activity	Land	Buildings and Additions	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
General government:								
Council	\$ 235,347	\$ 1,968,555	\$ -	\$ -	\$ 9,200	\$ 124,904	\$ -	\$ 2,338,006
Administrator	3,428,636	41,122	-	19,375	-	7,943	-	3,497,076
Finance	-	53,761	-	-	-	68,797	-	122,558
Treasurer	-	-	5,340	41,695	-	20,549	-	67,584
Data Processing	-	-	513,870	-	-	8,060,452	-	8,574,322
Auditor	-	-	-	21,331	-	13,230	-	34,561
Tax Assessor	-	-	-	107,859	5,720	51,052	-	164,631
Planning	-	-	-	-	-	15,713	-	15,713
Purchasing	-	-	-	-	-	143,070	-	143,070
Clerk of Court	-	5,000	-	-	9,706	227,548	-	242,254
Court of Common Pleas	-	12,305	-	-	23,614	-	-	35,919
Solicitor	-	-	-	26,598	-	90,623	-	117,221
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	-	11,479
Engineering	-	-	-	22,482	-	-	-	22,482
Magistrates' Offices	-	312,612	31,952	358,097	-	45,216	-	747,877
Building Inspections	-	-	413,303	280,577	-	443,346	-	1,137,226
Public Services Buildings	1,209,631	18,127,839	524,940	136,419	5,766	108,675	-	20,113,270
Other	518,989	1,355,523	674,584	-	-	4,333,969	-	6,883,065
Total general government	5,392,603	21,913,991	2,163,989	1,014,433	161,282	13,877,390	-	44,523,688
Public Safety:								
Sheriff	13,258	268,874	28,518	4,872,107	-	1,477,282	-	6,660,039
County Jail	382,710	18,441,572	-	373,149	89,269	1,959,228	-	21,245,928
Radio System and Central Dispatch	9,240	551,985	169,337	259,910	-	6,554,889	-	7,545,361
Fire Departments	40,368	1,126,491	-	29,334	-	1,036,426	-	2,232,619
Total Public Safety	445,576	20,388,922	197,855	5,534,500	89,269	11,027,825	-	37,683,947
Economic Development	921,034	1,130,179	1,810,163	53,458	13,551	5,547	-	3,933,932
	921,034	1,130,179	1,810,163	53,458	13,551	5,547	-	3,933,932

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2015**

Function and Activity	Land	Buildings and Additions	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
Public Works:								
Central Maintenance	\$ -	\$ 19,798	\$ 10,400	\$ -	\$ -	\$ 17,720	\$ -	\$ 47,918
Public Works Operating	559,423	935,913	197,502	559,028	-	6,191,021	57,051,192	65,494,079
Total public works	<u>559,423</u>	<u>955,711</u>	<u>207,902</u>	<u>559,028</u>	<u>-</u>	<u>6,208,741</u>	<u>57,051,192</u>	<u>65,541,997</u>
Health:								
Health Department	115,000	2,284,519	-	-	-	-	-	2,399,519
Environmental Services	44,297	1,286,756	-	367,993	-	65,011	-	1,764,057
Emergency Medical Services	65,592	1,515,988	-	2,881,483	-	534,756	-	4,997,819
Rescue - Ambulance Squads	-	15,500	32,221	962,342	-	320,061	-	1,330,124
Coroner	-	-	-	114,571	-	17,191	-	131,762
Total Health	<u>224,889</u>	<u>5,102,763</u>	<u>32,221</u>	<u>4,326,389</u>	<u>-</u>	<u>937,019</u>	<u>-</u>	<u>10,623,281</u>
Culture and Recreation:								
Recreation	1,303,820	1,956,994	2,925,770	274,187	-	186,268	-	6,647,039
Freedom Florence	-	-	-	-	-	-	-	-
Lynches River County Park	31,370	677,815	630,279	102,996	-	108,751	-	1,551,211
County Library	1,466,118	22,418,343	412,667	82,172	301,552	471,855	-	25,152,707
Museum	222,795	10,115,932	-	-	250,110	668,105	-	11,256,942
Total Culture and Recreation	<u>3,024,103</u>	<u>35,169,084</u>	<u>3,968,716</u>	<u>459,355</u>	<u>551,662</u>	<u>1,434,979</u>	<u>-</u>	<u>44,607,899</u>
Total Governmental Funds Capital Assets	<u>\$ 10,567,628</u>	<u>\$ 84,660,650</u>	<u>\$ 8,380,846</u>	<u>\$ 11,947,163</u>	<u>\$ 815,764</u>	<u>\$ 33,491,501</u>	<u>\$ 57,051,192</u>	<u>\$ 206,914,744</u>

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, 2015**

Function and Activity	Governmental Funds Capital Assets June 30, 2014	Additions	Deductions	Governmental Funds Capital Assets June 30, 2015
General government:				
Council	\$ 1,639,990	\$ 698,016	\$ -	\$ 2,338,006
Administrator	3,497,076	-	-	3,497,076
Finance	135,482	-	12,924	122,558
Treasurer	67,584	-	-	67,584
Data Processing	2,282,642	6,348,573	56,893	8,574,322
Auditor	34,561	-	-	34,561
Tax Assessor	164,631	-	-	164,631
Planning	15,713	-	-	15,713
Central Services	143,070	-	-	143,070
Clerk of Court	270,754	-	28,500	242,254
Court of Common Pleas	35,919	-	-	35,919
Solicitor	117,221	-	-	117,221
Human Resources Management	25,226	-	-	25,226
Family Court	184,100	-	-	184,100
Judge of Probate	46,048	-	-	46,048
Public Defender	11,479	-	-	11,479
Engineering	22,482	-	-	22,482
Magistrates' Offices	596,263	217,127	65,513	747,877
Building Inspections	1,098,542	38,684	-	1,137,226
Public Services Buildings	19,222,134	891,136	-	20,113,270
Other	6,844,645	47,736	9,316	6,883,065
Total general government	<u>36,455,562</u>	<u>8,241,272</u>	<u>173,146</u>	<u>44,523,688</u>
Public Safety:				
Sheriff	6,450,299	1,030,180	820,440	6,660,039
County Jail	21,031,696	299,487	85,255	21,245,928
Radio System and Central Dispatch	7,556,280	19,139	30,058	7,545,361
Fire Departments	188,502	2,044,117	-	2,232,619
Total Public Safety	<u>35,226,777</u>	<u>3,392,923</u>	<u>935,753</u>	<u>37,683,947</u>
Economic Development	<u>3,933,932</u>	<u>-</u>	<u>-</u>	<u>3,933,932</u>
	<u>3,933,932</u>	<u>-</u>	<u>-</u>	<u>3,933,932</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, 2015**

	Governmental Funds Capital Assets June 30, 2014	Additions	Deductions	Governmental Funds Capital Assets June 30, 2015
	(continued)			
Public Works:				
Central Maintenance	53,118	-	5,200	47,918
Public Works Operating	63,023,260	2,555,280	84,461	65,494,079
Total public works	<u>63,076,378</u>	<u>2,555,280</u>	<u>89,661</u>	<u>65,541,997</u>
Health:				
Health Department	2,399,519	-	-	2,399,519
Environmental Services	1,702,109	61,948	-	1,764,057
Emergency Medical Services	4,816,213	404,025	222,419	4,997,819
Rescue - Ambulance Squads	1,312,686	17,438	-	1,330,124
Coroner	102,772	28,990	-	131,762
Total Health	<u>10,333,299</u>	<u>512,401</u>	<u>222,419</u>	<u>10,623,281</u>
Culture and Recreation:				
Recreation	6,650,968	9,600	13,529	6,647,039
Freedom Florence	-	-	-	-
Lynches River County Park	1,509,236	41,975	-	1,551,211
County Library	25,142,590	10,117	-	25,152,707
Museum	10,714,992	541,950		11,256,942
Total Culture and Recreation	<u>44,017,786</u>	<u>603,642</u>	<u>13,529</u>	<u>44,607,899</u>
Total Governmental Funds Capital Assets	<u><u>\$ 193,043,734</u></u>	<u><u>\$ 15,305,518</u></u>	<u><u>\$ 1,434,508</u></u>	<u><u>\$ 206,914,744</u></u>

**LIABILITIES
OF
GOVERNMENTAL FUNDS**

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT

Year Ended June 30, 2015

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2014
Florence County Advance Refunding Bonds	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>2,290,000</u>
Florence County General Bonds	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>5,290,000</u>
Howe Springs Fire District Bonds	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>809,570</u>
Windy Hill/Olanta Fire District	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>400,093</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2015	Next Fiscal Year Requirements	
			Principal	Interest
\$ -	\$ 345,000	\$ -	\$ -	\$ -
-	360,000	-	-	-
-	375,000	-	-	-
-	390,000	-	-	-
-	400,000	-	-	-
-	420,000	-	-	-
-	2,290,000	-	-	-
-	790,000	-	-	-
-	-	1,020,000	1,020,000	169,985
-	-	1,060,000	-	-
-	-	1,185,000	-	-
-	-	1,235,000	-	-
-	790,000	4,500,000	1,020,000	169,985
-	151,772	-	-	-
-	156,681	-	-	-
-	161,750	-	-	-
-	166,983	-	-	-
-	172,384	-	-	-
-	809,570	-	-	-
-	36,811	-	-	-
-	38,523	-	-	-
-	40,314	-	-	-
-	42,188	-	-	-
-	44,150	-	-	-
-	46,203	-	-	-
-	48,352	-	-	-
-	50,600	-	-	-
-	52,952	-	-	-
-	400,093	-	-	-

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT

Year Ended June 30, 2015

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2014
(Continued)			
Windy Hill/Olanta Fire District	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	98,381
	2.66%	2010	<u>100,998</u>
Subtotal			<u>654,344</u>
Florence County General Bonds	2.000%	2012	315,000
	2.000%	2012	320,000
	2.000%	2012	330,000
	2.000%	2012	340,000
	2.000%	2012	345,000
	2.000%	2012	355,000
	2.000%	2012	365,000
	2.125%	2012	370,000
	2.375%	2012	385,000
	2.500%	2012	320,000
	2.625%	2012	330,000
	2.750%	2012	<u>340,000</u>
Subtotal			<u>4,115,000</u>
Johnsonville Rural Fire District	2.10%	2012	85,857
	2.10%	2012	87,660
	2.10%	2012	89,501
	2.10%	2012	91,381
	2.10%	2012	93,300
	2.10%	2012	95,259
	2.10%	2012	97,260
	2.10%	2012	99,302
	2.10%	2012	<u>101,388</u>
Subtotal			<u>840,908</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2015	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	86,280	-	-	-
-	88,574	-	-	-
-	90,930	-	-	-
-	93,349	-	-	-
-	95,832	-	-	-
-	98,381	-	-	-
-	100,998	-	-	-
-	654,344	-	-	-
-	315,000	-	-	-
-	-	320,000	320,000	84,119
-	-	330,000	-	-
-	-	340,000	-	-
-	-	345,000	-	-
-	-	355,000	-	-
-	-	365,000	-	-
-	-	370,000	-	-
-	-	385,000	-	-
-	-	320,000	-	-
-	-	330,000	-	-
-	-	340,000	-	-
-	315,000	3,800,000	320,000	84,119
-	85,857	-	-	-
-	87,660	-	-	-
-	89,501	-	-	-
-	91,381	-	-	-
-	93,300	-	-	-
-	95,259	-	-	-
-	97,260	-	-	-
-	99,302	-	-	-
-	101,388	-	-	-
-	840,908	-	-	-

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
Year Ended June 30, 2015

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2014
(Continued)			
Florence County General Bonds	1.00%	2014	15,265,000
	3.00%	2014	16,075,000
	3.00%	2014	16,850,000
	4.00%	2014	17,650,000
	4.00%	2014	18,655,000
	4.00%	2014	19,705,000
	4.00%	2014	<u>20,800,000</u>
Subtotal			<u>125,000,000</u>
Premium on Bonds Payable		2014	<u>12,428,325</u>
Bond Anticipation Note	0.66%	2014	-
Florence County Refunding Bonds	1.23%	2015	-
	1.23%	2015	-
	1.23%	2015	-
	1.23%	2015	-
	1.23%	2015	<u>-</u>
Subtotal			<u>-</u>
Total general bonded indebtedness			151,828,240
Special Source Revenue Bond	5.44%	2010	1,422,744
Hospitality Tax Revenue Bond	4.00%	2012	3,330,000
Capital lease	1.825%	2013	16,648,000
Capital lease	2.28%	2014	-
Capital lease	2.12%	2015	-

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2015	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	15,265,000	-	-	-
-	-	16,075,000	16,075,000	4,060,150
-	-	16,850,000	-	-
-	-	17,650,000	-	-
-	-	18,655,000	-	-
-	-	19,705,000	-	-
-	-	20,800,000	-	-
-	15,265,000	109,735,000	16,075,000	4,060,150
-	1,775,475	10,652,850	1,775,475	-
3,500,000	-	3,500,000	3,500,000	14,373
381,000	-	381,000	381,000	20,534
385,000	-	385,000	-	-
390,000	-	390,000	-	-
390,000	-	390,000	-	-
399,000	-	399,000	-	-
1,945,000	-	1,945,000	381,000	20,534
5,445,000	23,140,390	134,132,850	23,071,475	4,349,161
-	449,360	973,384	473,805	52,952
-	222,000	3,108,000	231,000	124,320
-	3,032,000	13,616,000	3,085,000	248,490
5,804,102	-	5,804,102	(75,693)	170,671
999,963	-	999,963	321,448	28,717

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
Year Ended June 30, 2015

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2014
(Continued)			
Installment Purchase Revenue Bonds	3.25% - 5.00%	2015	-
Premium on Revenue Bonds Payable		2015	-
Vacation pay earned but not used			<u>1,611,816</u>
Total			<u><u>\$ 174,840,800</u></u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2015	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
42,000,000	-	42,000,000	-	1,439,330
3,154,824	-	3,154,824	150,230	-
<u>1,294,622</u>	<u>1,126,258</u>	<u>1,780,180</u>	<u>1,294,622</u>	<u>-</u>
<u><u>\$ 58,698,511</u></u>	<u><u>\$ 27,970,008</u></u>	<u><u>\$ 205,569,303</u></u>	<u><u>\$ 28,551,887</u></u>	<u><u>\$ 6,413,641</u></u>



ADDITIONAL ACCOMPANYING INFORMATION



FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
BALANCE SHEET
June 30, 2015**

ASSETS

Cash and cash equivalents	\$ 17,697,042
Receivables:	
Property taxes (net)	776,659
Other governmental units and agencies	4,464,809
Other (net)	1,064,393
Due from other funds	28,460
Inventories	79,584
Prepays	708,981
	<hr/>
Total assets	<u><u>\$ 24,819,928</u></u>

**LIABILITIES, DEFERRED INFLOWS OF
RESOURCES, AND FUND BALANCES**

Liabilities:	
Accounts payable	\$ 1,794,172
Payroll withholdings and accruals	897,755
Other payables	4,711,480
Unearned revenues	1,538,225
Total liabilities	<hr/> <u>8,941,632</u>

Deferred inflows of resources:	
Deferred inflows - unavailable revenue - timing restriction for property taxes	<hr/> 322,625
Total deferred inflows of resources	<u>322,625</u>

Fund balance:	
Nonspendable:	
Inventory and prepaids	766,042
Committed	1,463,113
Assigned:	
Encumbrances	148,847
Unassigned	13,177,669
Total fund balance	<hr/> <u>15,555,671</u>

Total liabilities, deferred inflows of resources, and fund balances	<u><u>\$ 24,819,928</u></u>
--	------------------------------------

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, 2015**

	Budget	Actual	Variance with Budget
Revenues:			
Taxes	\$ 37,249,684	\$ 36,378,831	\$ (870,853)
Licenses and permits	1,992,850	1,998,971	6,121
Fines and fees	3,564,000	3,328,754	(235,246)
Intergovernmental	6,455,376	6,361,739	(93,637)
Sales and other functional revenues	5,853,033	5,726,085	(126,948)
Miscellaneous	248,250	684,936	436,686
Total revenues	55,363,193	54,479,316	(883,877)
Expenditures:			
Current:			
General government	21,016,665	20,194,039	822,626
Public safety	19,548,362	19,043,512	504,850
Public works	2,263,523	1,037,637	1,225,886
Health	7,446,457	7,129,947	316,510
Welfare	552,433	535,181	17,252
Culture and recreation	5,546,083	5,461,781	84,302
Education	4,515	4,515	-
Total expenditures	56,378,038	53,406,612	2,971,426
Revenues over (under) expenditures	(1,014,845)	1,072,704	2,087,549

(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, 2015

	Budget	Actual	Variance with Budget
(Continued)			
Other financing sources (uses):			
Transfer in	718,000	3,814,280	3,096,280
Transfer out	<u>(1,406,689)</u>	<u>(2,210,290)</u>	<u>(803,601)</u>
Net change in fund balance	<u>\$ (1,703,534)</u>	2,676,694	<u>\$ 4,380,228</u>
Fund balance - beginning of year, as originally reported		12,623,286	
Prior period adjustment (Note 13)		<u>83,267</u>	
Fund balance - beginning of year - as restated		12,706,553	
Fund balance - end of year		<u>\$ 15,383,247</u>	
Reconciliation of fund balance:			
GAAP basis		\$ 15,555,671	
Increase (decrease):			
Due to expenditures:			
Encumbrances		(148,847)	
Inventories		(57,062)	
Cash - Juror fee accounts		<u>33,485</u>	
Budgetary basis		<u>\$ 15,383,247</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
General government:			
County Council	\$ 353,581	\$ 338,561	\$ 15,020
Attorney	79,000	81,519	(2,519)
Administrator	631,634	515,145	116,489
Finance	770,075	751,639	18,436
Treasurer	1,244,940	1,223,573	21,367
Data processing	2,114,835	1,979,912	134,923
Auditor	479,576	467,904	11,672
Tax assessor	1,330,487	1,314,865	15,622
Procurement and facilities	216,996	175,055	41,941
Clerk of Court	980,589	974,060	6,529
Court of Common Pleas	187,895	182,729	5,166
Solicitor	1,111,272	1,133,113	(21,841)
Human resources management	291,434	265,359	26,075
Family court	625,975	620,554	5,421
Judge of Probate	583,476	582,632	844
Public defender	761,055	731,428	29,627
Master in Equity	41,793	15,042	26,751
Magistrates' offices	2,347,412	2,305,363	42,049
Building inspections	2,050,012	1,686,140	363,872
GIS	440,165	387,795	52,370
Voter registration and election commission	677,248	608,250	68,998
Veterans' affairs	155,822	155,578	244
County Complex	1,374,512	1,460,116	(85,604)
Public services buildings	758,623	773,250	(14,627)
Senior Citizens Center	175,036	140,038	34,998
Lake City Senior Center	150,187	150,187	-
Direct assistance	217,996	217,996	-
Other	865,039	956,236	(91,197)
Total general government	21,016,665	20,194,039	822,626
Public safety:			
Sheriff's office	9,817,203	9,651,483	165,720
County jail	7,187,687	6,907,832	279,855
Radio System	291,717	271,016	20,701
County Fire	-	-	-
Central Dispatch	1,925,315	1,916,013	9,302
Emergency Preparedness	326,440	297,168	29,272
Total public safety	19,548,362	19,043,512	504,850
Public works:			
Public works operating	1,830,520	297,239	1,533,281
Central maintenance	433,003	740,398	(307,395)
Total public works	2,263,523	1,037,637	1,225,886

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015

	Budget	Actual	Variance with Budget
(Continued)			
Health:			
Health department	\$ 80,934	\$ 80,849	\$ 85
Environmental services	809,999	762,781	47,218
Emergency medical services	5,763,141	5,499,311	263,830
Rescue - ambulance squads	359,212	344,334	14,878
Coroner	327,969	340,890	(12,921)
On-site Clinic	90,700	87,280	3,420
Direct assistance	14,502	14,502	-
Total health	<u>7,446,457</u>	<u>7,129,947</u>	<u>316,510</u>
Welfare:			
Indigent care	496,813	496,813	-
Social services	41,500	24,248	17,252
Direct assistance	14,120	14,120	-
Total welfare	<u>552,433</u>	<u>535,181</u>	<u>17,252</u>
Culture and recreation:			
Library	3,717,227	3,712,467	4,760
Recreation	1,387,319	1,314,224	73,095
Lynches River County Park	441,537	435,090	6,447
Total culture and recreation	<u>5,546,083</u>	<u>5,461,781</u>	<u>84,302</u>
Education:			
Direct assistance	4,515	4,515	-
Total education	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Total expenditures	<u>\$ 56,378,038</u>	<u>\$ 53,406,612</u>	<u>\$ 2,971,426</u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
Taxes:			
Property tax	\$ 22,398,186	\$ 21,225,353	\$ (1,172,833)
Sales tax	12,501,983	12,007,996	(493,987)
Fees in lieu of tax	2,349,515	3,145,482	795,967
Total taxes	<u>37,249,684</u>	<u>36,378,831</u>	<u>(870,853)</u>
Licenses and permits:			
Tax assessor fees	7,650	6,225	(1,425)
Cable TV fees	800,000	714,302	(85,698)
Scrap tire fees	1,500	-	(1,500)
Building permit fees	709,500	800,188	90,688
Landfill permits	6,000	2,323	(3,677)
Road system maintenance fees	460,000	472,683	12,683
Planning commission fees	8,200	3,250	(4,950)
Total licenses and permits	<u>1,992,850</u>	<u>1,998,971</u>	<u>6,121</u>
Fines and fees:			
Library fines	104,000	111,593	7,593
Tax collector's costs and fees	335,000	483,437	148,437
Magistrates' fines	1,715,000	1,283,314	(431,686)
Clerk of Court fines	37,000	63,747	26,747
Clerk of Court fees	700,000	686,542	(13,458)
Master in Equity fees	60,000	17,376	(42,624)
Judge of Probate fees	163,000	233,752	70,752
Family court fees	450,000	448,993	(1,007)
Total fines and fees	<u>3,564,000</u>	<u>3,328,754</u>	<u>(235,246)</u>
Intergovernmental:			
Library state and federal	171,070	171,106	36
State revenue - local government fund	5,035,000	5,088,188	53,188
Election commission	206,500	243,369	36,869
Veterans' affairs	6,000	6,497	497
Public defender	190,000	125,656	(64,344)
Solicitor	185,000	180,411	(4,589)
Municipalities	70,000	80,011	10,011
Merchant inventory exemption	356,006	356,006	-
Accommodations tax	42,000	44,733	2,733
Others	193,800	65,762	(128,038)
Total intergovernmental	<u>6,455,376</u>	<u>6,361,739</u>	<u>(93,637)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Year Ended June 30, 2015

	Budget	Actual	Variance with Budget
(Continued)			
Sales and other functional revenues:			
Rent	288,283	331,674	43,391
Hospital reimbursements/MIAF administration	52,000	49,321	(2,679)
Vital Statistics	-	-	-
Emergency medical services	3,460,000	3,813,007	353,007
Recreation	442,000	496,487	54,487
Inmate per diem	1,411,000	878,841	(532,159)
Sheriff serving fees	60,000	53,814	(6,186)
Commissary sales	37,000	20,442	(16,558)
Inmate telephone system	94,000	72,361	(21,639)
Other	8,750	10,138	1,388
Total sales and other functional revenues	5,853,033	5,726,085	(126,948)
Miscellaneous:			
Interest on investments	67,750	59,392	(8,358)
Tax sale escrow accounts held five years	50,000	51,268	1,268
Sales of abandoned property	95,000	512,950	417,950
Bond Proceeds	-	-	-
Others	35,500	61,326	25,826
Total miscellaneous	248,250	684,936	436,686
Total revenues	\$ 55,363,193	\$ 54,479,316	\$ (883,877)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
General government:			
County Council:			
Personnel services	\$ 224,557	\$ 220,702	\$ 3,855
Supplies	9,834	9,310	524
Other service and charges	110,106	101,027	9,079
Capital outlay	2,211	772	1,439
Direct assistance	6,873	6,750	123
Total County Council	<u>353,581</u>	<u>338,561</u>	<u>15,020</u>
Attorney:			
Other service and charges	79,000	81,519	(2,519)
Total attorney	<u>79,000</u>	<u>81,519</u>	<u>(2,519)</u>
Administrator:			
Personnel services	562,034	480,877	81,157
Supplies	14,181	13,062	1,119
Other service and charges	51,965	17,930	34,035
Capital outlay	3,454	3,276	178
Total administrator	<u>631,634</u>	<u>515,145</u>	<u>116,489</u>
Finance:			
Personnel services	588,797	583,712	5,085
Supplies	29,120	29,252	(132)
Other service and charges	148,688	135,370	13,318
Capital outlay	3,470	3,305	165
Total finance	<u>770,075</u>	<u>751,639</u>	<u>18,436</u>
Treasurer:			
Personnel services	857,614	849,424	8,190
Supplies	62,139	61,493	646
Other service and charges	316,387	306,060	10,327
Capital outlay	8,800	6,596	2,204
Total treasurer	<u>1,244,940</u>	<u>1,223,573</u>	<u>21,367</u>
Information Technology:			
Personnel services	903,200	878,177	25,023
Supplies	3,930	3,446	484
Other service and charges	788,415	737,713	50,702
Capital outlay	419,290	360,576	58,714
Total data processing	<u>2,114,835</u>	<u>1,979,912</u>	<u>134,923</u>
Auditor:			
Personnel services	445,664	439,443	6,221
Supplies	13,937	11,062	2,875
Other service and charges	18,491	15,915	2,576
Capital outlay	1,484	1,484	-
Total auditor	<u>479,576</u>	<u>467,904</u>	<u>11,672</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
(Continued)			
Tax assessor:			
Personnel services	1,247,492	1,239,501	7,991
Supplies	12,954	12,792	162
Other service and charges	70,041	62,572	7,469
Total tax assessor	<u>1,330,487</u>	<u>1,314,865</u>	<u>15,622</u>
Procurement:			
Personnel services	204,502	171,497	33,005
Supplies	3,034	2,983	51
Other service and charges	9,460	575	8,885
Total central services	<u>216,996</u>	<u>175,055</u>	<u>41,941</u>
Clerk of Court:			
Personnel services	892,476	899,711	(7,235)
Supplies	32,086	32,398	(312)
Other service and charges	56,027	41,951	14,076
Total Clerk of Court	<u>980,589</u>	<u>974,060</u>	<u>6,529</u>
Court of Common Pleas			
Personnel services	123,873	112,819	11,054
Other service and charges	64,022	69,910	(5,888)
Total court of common pleas	<u>187,895</u>	<u>182,729</u>	<u>5,166</u>
Solicitor:			
Personnel services	945,066	949,273	(4,207)
Supplies	14,051	13,873	178
Other service and charges	95,253	95,498	(245)
Capital outlay	56,902	74,469	(17,567)
Total solicitor	<u>1,111,272</u>	<u>1,133,113</u>	<u>(21,841)</u>
Human resources management:			
Personnel services	262,496	237,349	25,147
Supplies	15,440	15,390	50
Other service and charges	10,459	9,704	755
Capital outlay	3,039	2,916	123
Total human resources management	<u>291,434</u>	<u>265,359</u>	<u>26,075</u>
Family court:			
Personnel services	624,533	619,451	5,082
Other service and charges	1,442	1,103	339
Total family court	<u>625,975</u>	<u>620,554</u>	<u>5,421</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
(Continued)			
Judge of Probate:			
Personnel services	544,775	546,610	(1,835)
Supplies	11,650	11,311	339
Other service and charges	27,051	24,711	2,340
Total Judge of Probate	<u>583,476</u>	<u>582,632</u>	<u>844</u>
Public defender:			
Personnel services	715,745	701,487	14,258
Supplies	4,800	4,204	596
Other service and charges	38,510	23,795	14,715
Capital outlay	2,000	1,942	58
Total public defender	<u>761,055</u>	<u>731,428</u>	<u>29,627</u>
Master in Equity:			
Personnel services	41,541	14,993	26,548
Supplies	200	-	200
Other service and charges	52	49	3
Total Master in Equity	<u>41,793</u>	<u>15,042</u>	<u>26,751</u>
Magistrates' Offices			
Personnel services	1,970,931	1,944,501	26,430
Supplies	32,395	62,567	(30,172)
Other service and charges	239,878	203,072	36,806
Capital outlay	104,208	95,223	8,985
Total magistrates' offices	<u>2,347,412</u>	<u>2,305,363</u>	<u>42,049</u>
Building inspections:			
Personnel services	1,645,011	1,358,743	286,268
Supplies	24,520	22,607	1,913
Other service and charges	323,134	254,223	68,911
Capital outlay	57,347	50,567	6,780
Total building inspections	<u>2,050,012</u>	<u>1,686,140</u>	<u>363,872</u>
GIS:			
Personnel services	321,551	284,450	37,101
Supplies	1,931	1,720	211
Other service and charges	110,302	95,412	14,890
Capital outlay	6,381	6,213	168
Total GIS	<u>440,165</u>	<u>387,795</u>	<u>52,370</u>
Voter registration and election commission:			
Personnel services	302,630	285,205	17,425
Supplies	19,050	19,023	27
Other service and charges	354,978	303,438	51,540
Capital outlay	590	584	6
Total voter registration and election commission	<u>677,248</u>	<u>608,250</u>	<u>68,998</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
(Continued)			
Veterans' affairs:			
Personnel services	146,181	146,695	(514)
Supplies	903	698	205
Other service and charges	8,738	8,185	553
Total veterans' affairs	<u>155,822</u>	<u>155,578</u>	<u>244</u>
County Complex			
Personnel services	279,506	294,066	(14,560)
Supplies	73,368	73,326	42
Other service and charges	1,017,962	1,089,049	(71,087)
Capital outlay	3,676	3,675	1
Total public services buildings	<u>1,374,512</u>	<u>1,460,116</u>	<u>(85,604)</u>
Facilities Management:			
Personnel services	302,252	309,668	(7,416)
Supplies	4,829	3,238	1,591
Other service and charges	422,145	439,219	(17,074)
Capital outlay	29,397	21,125	8,272
Total public services buildings	<u>758,623</u>	<u>773,250</u>	<u>(14,627)</u>
Senior Citizens Center:			
Personnel services	72,378	52,447	19,931
Supplies	1,927	698	1,229
Other service and charges	100,111	85,657	14,454
Capital outlay	620	1,236	(616)
Total Senior Citizens Center	<u>175,036</u>	<u>140,038</u>	<u>34,998</u>
Lake City Senior Center:			
Supplies	15,640	15,640	-
Other service and charges	123,327	123,327	-
Capital outlay	11,220	11,220	-
Total Lake City Senior Center	<u>150,187</u>	<u>150,187</u>	<u>-</u>
Direct assistance:			
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	112,973	112,973	-
Total direct assistance	<u>217,996</u>	<u>217,996</u>	<u>-</u>
Other:			
Personnel services	525,614	734,898	(209,284)
Other service and charges	339,425	221,338	118,087
Total other	<u>865,039</u>	<u>956,236</u>	<u>(91,197)</u>
Total general government	<u>21,016,665</u>	<u>20,194,039</u>	<u>822,626</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
(Continued)			
Public safety:			
Sheriff's office:			
Personnel services	7,129,204	7,192,207	(63,003)
Supplies	78,136	75,030	3,106
Other service and charges	1,702,867	1,496,308	206,559
Capital outlay	874,996	887,938	(12,942)
Direct assistance	32,000	-	32,000
Total sheriff's office	<u>9,817,203</u>	<u>9,651,483</u>	<u>165,720</u>
County Jail:			
Personnel services	5,048,515	4,868,006	180,509
Supplies	85,800	76,097	9,703
Other service and charges	1,940,519	1,836,877	103,642
Capital outlay	112,853	126,852	(13,999)
Total county jail	<u>7,187,687</u>	<u>6,907,832</u>	<u>279,855</u>
Radio System:			
Supplies	1,000	837	163
Other service and charges	283,059	266,512	16,547
Capital outlay	7,658	3,667	3,991
Total radio system	<u>291,717</u>	<u>271,016</u>	<u>20,701</u>
Central Dispatch:			
Personnel services	1,854,365	1,864,164	(9,799)
Supplies	5,761	5,492	269
Other service and charges	65,189	46,357	18,832
Total central dispatch	<u>1,925,315</u>	<u>1,916,013</u>	<u>9,302</u>
Emergency Preparedness:			
Personnel services	254,551	266,377	(11,826)
Supplies	7,657	7,496	161
Other service and charges	34,232	23,295	10,937
Capital outlay	30,000	-	30,000
Total emergency preparedness	<u>326,440</u>	<u>297,168</u>	<u>29,272</u>
Total public safety	<u>19,548,362</u>	<u>19,043,512</u>	<u>504,850</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Year Ended June 30, 2015**

	Budget	Actual	Variance with Budget
(Continued)			
Public works:			
Public works operating:			
Other service and charges	1,830,520	297,239	1,533,281
Total public works operating	<u>1,830,520</u>	<u>297,239</u>	<u>1,533,281</u>
Central maintenance:			
Other service and charges	416,301	740,398	(324,097)
Capital outlay	16,702	-	16,702
Total central maintenance	<u>433,003</u>	<u>740,398</u>	<u>(307,395)</u>
Total public works	<u>2,263,523</u>	<u>1,037,637</u>	<u>1,225,886</u>
Health:			
Health department:			
Other service and charges	80,934	80,849	85
Total health department	<u>80,934</u>	<u>80,849</u>	<u>85</u>
Environmental services:			
Personnel services	518,792	480,479	38,313
Supplies	5,534	5,448	86
Other service and charges	199,395	190,676	8,719
Capital outlay	86,278	86,178	100
Total environmental services	<u>809,999</u>	<u>762,781</u>	<u>47,218</u>
Emergency medical services:			
Personnel services	4,534,372	4,356,270	178,102
Supplies	14,702	13,084	1,618
Other service and charges	804,924	722,474	82,450
Capital outlay	409,143	407,483	1,660
Total emergency medical services	<u>5,763,141</u>	<u>5,499,311</u>	<u>263,830</u>
Rescue - ambulance squads:			
Supplies	34,414	34,204	210
Other services and charges	2,645	-	2,645
Capital outlay	-	(1,445)	1,445
Direct assistance	322,153	311,575	10,578
Total rescue - ambulance squads	<u>359,212</u>	<u>344,334</u>	<u>14,878</u>
Coroner:			
Personnel services	181,601	185,677	(4,076)
Supplies	4,230	3,902	328
Other service and charges	111,270	122,299	(11,029)
Capital outlay	30,868	29,012	1,856
Total coroner	<u>327,969</u>	<u>340,890</u>	<u>(12,921)</u>
On-Site Clinic			
Supplies	7,500	6,431	1,069
Other service and charges	83,200	80,849	2,351
Total on-site clinic	<u>90,700</u>	<u>87,280</u>	<u>3,420</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Year Ended June 30, 2015

	Budget	Actual	Variance with Budget
(Continued)			
Direct assistance:			
Direct assistance	14,502	14,502	-
Total direct assistance	14,502	14,502	-
Total health	7,446,457	7,129,947	316,510
Welfare:			
Indigent care:			
Other services and charges	496,813	496,813	-
Total indigent care	496,813	496,813	-
Social services:			
Other services and charges	41,500	24,248	17,252
Total social services	41,500	24,248	17,252
Direct assistance:			
Pee Dee Coalition	14,120	14,120	-
Total direct assistance	14,120	14,120	-
Total welfare	552,433	535,181	17,252
Culture and recreation:			
Library:			
Personnel services	2,634,732	2,649,347	(14,615)
Supplies	57,281	54,650	2,631
Other service and charges	993,011	976,767	16,244
Capital outlay	32,203	31,703	500
Total Library	3,717,227	3,712,467	4,760
Recreation:			
Personnel services	465,439	463,610	1,829
Supplies	62,116	62,115	1
Other service and charges	686,733	628,668	58,065
Capital outlay	73,500	64,146	9,354
Direct assistance	99,531	95,685	3,846
Total recreation	1,387,319	1,314,224	73,095
Lynches River County Park:			
Personnel services	249,413	244,742	4,671
Supplies	13,677	13,716	(39)
Other service and charges	109,504	107,690	1,814
Capital outlay	68,943	68,942	1
Total Lynches River County Park	441,537	435,090	6,447
Total culture and recreation	5,546,083	5,461,781	84,302

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Year Ended June 30, 2015

	Budget	Actual	Variance with Budget
(Continued)			
Education:			
Direct assistance:			
Literacy Council	4,515	4,515	-
Total direct assistance	4,515	4,515	-
Total education	4,515	4,515	-
Total expenditures	\$ 56,378,038	\$ 53,406,612	\$ 2,971,426

FLORENCE COUNTY, SOUTH CAROLINA

ANALYSIS OF CURRENT LEVY

June 30, 2015

Original assessment	
Regular	\$ 88,083,875
Mill exemption	522,671
Homestead exemption	366
Local option sales tax	12,736,953
School exemption	30,858,903
	<hr/>
	132,202,768
	<hr/>
Additions	
Regular	7,454,249
Mill exemption	193,271
Homestead exemption	2,220
Local option sales tax	656,825
School exemption	1,968,718
	<hr/>
	10,275,283
	<hr/>
Abatements	
Regular	13,509,305
Mill exemption	145,159
Homestead exemption	1,200
Local option sales tax	1,020,744
School exemption	1,265,717
	<hr/>
	15,942,125
	<hr/>
Collections and credits	
Regular	77,173,167
Mill exemption	568,919
Homestead exemption	1,386
Local option sales tax	11,743,275
School exemption	31,561,904
	<hr/>
	121,048,651
	<hr/>
Executions	\$ 5,487,275

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF TAXES RECEIVABLE - DELINQUENT
June 30, 2015**

	Uncollected Balance June 30, 2014	Additions	Collections	Credits (Debits)	Uncollected Balance June 30, 2015
2014	\$ -	\$ 4,972,252	\$ 1,776,393	\$ 231,033	\$ 2,964,826
2013	2,732,030	189,328	2,038,161	302,792	580,405
2012	447,330	75,538	65,346	171,828	285,694
2011	470,878	-	16,615	447,078	7,185
2010	7,798	96,462	37,271	85,049	(18,060)
2009	1,597	70,958	25,214	47,576	(235)
2008	(74)	49,491	20,067	29,733	(383)
2007	59	20,214	2,995	17,427	(149)
2006	196	4,666	117	4,745	-
2005	135	8,366	1,497	5,956	1,048
2004	474	-	-	474	-
	<u>\$ 3,660,423</u>	<u>\$ 5,487,275</u>	<u>\$ 3,983,676</u>	<u>\$ 1,343,691</u>	<u>\$ 3,820,331</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 bona. It includes delinquent taxes and penalties.

The schedule also includes \$2,709,075 of receivables relating to school districts.
Reconciliation follows:

Per balance sheet (page 28)	\$ 1,163,190
Add:	
Allowance for delinquent doubtful accounts	825,016
Fiduciary funds	2,916,963
Less costs and fees receivable	<u>(1,084,838)</u>
As above	<u>\$ 3,820,331</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	
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
2012	310,011,297	63,492,850	9,216,436	57,922,247	440,642,830
2013	314,076,598	66,883,377	9,341,931	56,434,356	446,736,262
2014	319,499,676	71,563,865	9,498,229	60,042,217	460,603,987

* 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, 2014 BY PROPERTY CLASSIFICATION
(UNAUDITED)**

The assessed value of all taxable property in the County for tax year 2014, according to classification of property, is set forth below:

Classification of Property	Market Value	Assessment
Real Estate (Non-manufacturing) Farm	\$ 238,018,300	\$ 9,739,644
Real Estate (Non-manufacturing) Non-farm	6,326,416,034	302,042,296
Mobile Homes	171,873,737	7,717,736
Business Personal	47,133,732	4,949,043
Watercraft	22,943,161	1,376,590
Aircraft	6,706,250	268,250
Utilities	254,869,324	26,761,280
Manufacturers' Furniture & Fixtures	151,900,093	15,949,511
Manufacturers' Real Estate	94,547,890	9,498,229
Manufacturers' Personal	135,761,412	14,254,949
Railroads	32,383,963	3,076,477
Vehicles	<u>1,009,693,109</u>	<u>64,969,982</u>
Totals	<u>\$8,492,247,005</u>	<u>\$460,603,987</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
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
2012	7,710,260	432,932,570	440,642,830
2013	7,342,640	439,393,622	446,736,262
2014	7,175,450	453,428,537	460,603,987

FLORENCE COUNTY, SOUTH CAROLINA

**ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY
TAX YEAR ENDED DECEMBER 31, 2014 BY TAX DISTRICT
(UNAUDITED)**

The assessed value of all taxable property in the County for tax year 2014, by tax district and according to major category, is set forth below:

District		Real Property	Personal Property
100	West Florence Rural Fire District	\$ 75,753,080	\$ 833,185
110	City of Florence	128,339,176	4,672,279
120	Town of Quinby	2,019,616	3,646
130	Howe Springs Fire District	34,200,681	366,861
140	Windy Hill Fire District	24,354,777	128,986
School District #1		264,667,330	6,004,957
200	Hannah-Salem-Friendfield	2,851,197	32,499
210	Town of Pamplico	1,518,916	14,379
220	Howe Springs Fire District	1,242,966	6,860
230	Hannah-Salem-Friendfield	3,254,332	34,732
School District #2		8,867,411	88,470
300	South Lynches Fire District	2,546,844	34,878
301	SLFD/Salem Watershed	1,941,708	-
310	South Lynches Fire District	6,217,960	104,933
311	SLFD/Salem Watershed	2,177,456	-
319	SLFD/Joint Ind Park	49,892	691
320	City of Lake City	10,387,085	92,568
330	Town of Olanta	1,003,978	6,510
340	Town of Coward	693,801	15,148
341	Town of Coward/Salem Watershed	91,278	-
350	Town of Scranton	369,117	13,634
351	Town of Scranton/Salem Watershed	567,645	-
360	SLFD/Lynches Lake Camp Branch	795	450
361	SLFD/Lynches Lake Camp Branch	46,091	-
371	SLFD/Lynches Lake Camp Branch	66,962	-
380	Olanta Rural Fire District	1,562,298	11,140
381	ORFD/Salem Watershed	125,801	-
390	ORFD/Lynches Lake Camp Branch	881	1,680
391	ORFD/Lynches Lake Camp Branch	308,431	-
School District #3		28,158,023	281,632
400	Sardis-Timmons ville Fire District	6,696,012	69,637
410	Town of Timmons ville	2,767,241	10,097
420	West Florence Rural Fire District	322,747	-
School District #4		9,786,000	79,734
500	Johnsonville Rural Fire District	5,107,132	84,707
510	Town of Johnsonville	2,913,780	54,383
School District #5		8,020,912	139,090
Total County		\$ 319,499,676	\$ 6,593,883

Tax Commission	Vehicles	Total Assessment
\$ 21,734,447	\$ 18,343,932	\$ 116,664,644
13,814,217	17,605,960	164,431,632
206,900	391,780	2,621,942
4,890,331	8,180,650	47,638,523
10,670,941	5,017,850	40,172,554
<u>51,316,836</u>	<u>49,540,172</u>	<u>371,529,295</u>
1,976,630	950,000	5,810,326
547,330	379,820	2,460,445
91,670	353,830	1,695,326
266,280	1,030,580	4,585,924
<u>2,881,910</u>	<u>2,714,230</u>	<u>14,552,021</u>
1,309,986	1,016,060	4,907,768
-	-	1,941,708
2,050,368	3,253,400	11,626,661
-	-	2,177,456
4,053,020	-	4,103,603
2,272,240	1,781,940	14,533,833
293,620	189,050	1,493,158
229,397	139,740	1,078,086
-	-	91,278
167,195	171,980	721,926
-	-	567,645
-	640	1,885
-	-	46,091
-	-	66,962
47,480	697,430	2,318,348
-	-	125,801
90	18,150	20,801
-	-	308,431
<u>10,423,396</u>	<u>7,268,390</u>	<u>46,131,441</u>
2,403,740	2,513,500	11,682,889
460,800	497,990	3,736,128
40	4,390	327,177
<u>2,864,580</u>	<u>3,015,880</u>	<u>15,746,194</u>
1,466,083	1,887,360	8,545,282
587,641	543,950	4,099,754
<u>2,053,724</u>	<u>2,431,310</u>	<u>12,645,036</u>
<u>\$ 69,540,446</u>	<u>\$ 64,969,982</u>	<u>\$ 460,603,987</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF SCHOOL GENERAL FUND
CASH DUE FROM TREASURER
For The Year Ended June 30, 2015**

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 824,587	\$ 46,670	\$ 133,462
Add receipts:			
Current property taxes	34,186,263	1,264,082	5,226,878
Inventory exemption	440,969	9,789	94,239
Vehicle taxes	9,398,087	544,264	1,357,784
Delinquent property taxes	1,548,008	88,750	273,990
Penalties	46,731	4,967	11,506
Fee transfer	-	-	(8,881)
State and federal aid	86,635,937	7,422,753	25,462,571
Interest on investments	7,062	300	807
Proceeds of bond issue	-	-	-
State homestead exemption	20,558,145	1,076,062	2,895,609
Fees in lieu of taxes	4,402,954	993	570,934
Total receipts	<u>157,224,156</u>	<u>10,411,960</u>	<u>35,885,437</u>
Less disbursements:			
Claims paid to school districts	155,333,836	10,328,604	35,697,373
Refunds	166,735	9,532	21,506
Total disbursements	<u>155,500,571</u>	<u>10,338,136</u>	<u>35,718,879</u>
Cash due from Treasurer - ending	<u>\$ 2,548,172</u>	<u>\$ 120,494</u>	<u>\$ 300,020</u>

District Four	District Five	Total
<u>\$ 38,739</u>	<u>\$ 46,565</u>	<u>\$ 1,090,023</u>
905,142	1,181,838	42,764,203
17,467	7,905	570,369
403,900	581,365	12,285,400
103,619	86,779	2,101,146
2,538	4,242	69,984
-	-	(8,881)
5,179,232	8,366,123	133,066,616
315	300	8,784
-	-	-
779,327	1,143,786	26,452,929
<u>852,274</u>	<u>124,058</u>	<u>5,951,213</u>
<u>8,243,814</u>	<u>11,496,396</u>	<u>223,261,763</u>
8,190,165	11,407,830	220,957,808
<u>8,803</u>	<u>6,756</u>	<u>213,332</u>
<u>8,198,968</u>	<u>11,414,586</u>	<u>221,171,140</u>
<u>\$ 83,585</u>	<u>\$ 128,375</u>	<u>\$ 3,180,646</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL DEBT SERVICE FUND

CASH DUE FROM TREASURER

For The Year Ended June 30, 2015

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 3,741,236	\$ 218,451	\$ 272,145
Add receipts:			
Current property taxes	8,704,194	399,749	430,384
Inventory exemption	175,434	1,240	22,165
Vehicle taxes	1,507,606	115,392	87,403
Delinquent property taxes	386,283	37,768	31,161
Fee transfer	-	-	(545)
State and Federal aid	-	-	-
Penalties	20,583	3,030	2,011
Interest on investments	9,679	10,506	693
Homestead exemption	380,798	47,105	35,730
Fees in lieu of taxes	683,036	142	23,779
Transfer in bond premiums	-	-	-
Miscellaneous	-	-	-
Total receipts	<u>11,867,613</u>	<u>614,932</u>	<u>632,781</u>
Less disbursements:			
Bond principal paid	10,372,859	575,000	612,000
Interest payments	1,170,365	78,605	48,207
Paying agent fees	1,075	1,025	1,000
Refunds	<u>27,709</u>	<u>2,163</u>	<u>1,425</u>
Total disbursements	<u>11,572,008</u>	<u>656,793</u>	<u>662,632</u>
Cash due from Treasurer - ending	<u>\$ 4,036,841</u>	<u>\$ 176,590</u>	<u>\$ 242,294</u>

District Four	District Five	Total
<u>\$ 283,450</u>	<u>\$ 241,502</u>	<u>\$ 4,756,784</u>
403,275	434,031	10,371,633
2,015	3,434	204,288
142,910	116,162	1,969,473
57,787	32,374	545,373
-	-	(545)
-	-	-
2,100	3,123	30,847
761	444	22,083
36,797	44,753	545,183
92,638	24,595	824,190
-	-	-
-	-	-
<u>738,283</u>	<u>658,916</u>	<u>14,512,525</u>
652,327	611,141	12,823,327
79,501	37,753	1,414,431
-	500	3,600
<u>3,261</u>	<u>1,269</u>	<u>35,827</u>
<u>735,089</u>	<u>650,663</u>	<u>14,277,185</u>
<u>\$ 286,644</u>	<u>\$ 249,755</u>	<u>\$ 4,992,124</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL CAPITAL PROJECT FUND

CASH DUE FROM TREASURER

For The Year Ended June 30, 2015

	District One	District Two	District Three
Cash due from Treasurer - beginning	<u>\$ 18,012,625</u>	<u>\$ 1,555</u>	<u>\$ 304,935</u>
Add receipts:			
Interest on investments	16,438	3	973
Proceeds from bond issue	<u>13,613,539</u>	<u>-</u>	<u>1,700,000</u>
Total receipts	<u>13,629,977</u>	<u>3</u>	<u>1,700,973</u>
Less disbursements:			
Claims paid to School Districts	24,914,516	-	42,356
Transfer out for bond premium	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>24,914,516</u>	<u>-</u>	<u>42,356</u>
Cash due from Treasurer - ending	<u><u>\$ 6,728,086</u></u>	<u><u>\$ 1,558</u></u>	<u><u>\$ 1,963,552</u></u>

District Four	District Five	Total
<u>\$ 195</u>	<u>\$ 104,852</u>	<u>\$ 18,424,162</u>
0	11	17,425
<u>-</u>	<u>14,273</u>	<u>15,327,812</u>
<u>0</u>	<u>14,284</u>	<u>15,345,237</u>
-	118,171	25,075,043
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>118,171</u>	<u>25,075,043</u>
<u>\$ 195</u>	<u>\$ 965</u>	<u>\$ 8,694,356</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF MUNICIPALITIES FUND
CASH DUE FROM TREASURER
For The Year Ended June 30, 2015**

	Florence	Quinby	Pamplico
Cash due from Treasurer - beginning	<u>\$ 53,741</u>	<u>\$ (294)</u>	<u>\$ 793</u>
Add receipts:			
Current property taxes	7,926,212	-	165,763
Vehicle taxes	980,890	-	36,847
Delinquent property taxes	275,464	-	10,542
Penalties	6,599	-	61
Fees in lieu of taxes	55,118	-	-
Less local option sales tax credits	<u>(5,203,857)</u>	<u>-</u>	<u>(173,644)</u>
Total receipts	<u>4,040,426</u>	<u>-</u>	<u>39,569</u>
Less disbursements:			
Payments to municipality	4,021,970	-	39,701
Refunds	<u>8,534</u>	<u>-</u>	<u>96</u>
Total disbursements	<u>4,030,504</u>	<u>-</u>	<u>39,797</u>
Cash due from Treasurer - ending	<u>\$ 63,663</u>	<u>\$ (294)</u>	<u>\$ 565</u>

Lake City	Olanta	Coward	Scranton	Timmons ville	Johnsonville	Total
<u>\$ 24,886</u>	<u>\$ 13</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 4,174</u>	<u>\$ 100</u>	<u>\$ 83,734</u>
1,836,383	54,456	-	-	331,702	158,541	10,473,057
300,400	10,654	-	-	68,559	28,898	1,426,248
134,504	7,454	-	-	53,065	10,425	491,454
6,092	1	-	-	1,228	1	13,982
3,688	-	-	-	-	-	58,806
<u>(656,255)</u>	<u>(70,931)</u>	<u>-</u>	<u>-</u>	<u>(237,811)</u>	<u>(194,839)</u>	<u>(6,537,337)</u>
<u>1,624,812</u>	<u>1,634</u>	<u>-</u>	<u>-</u>	<u>216,743</u>	<u>3,026</u>	<u>5,926,210</u>
1,621,290	1,620	-	-	214,477	3,088	5,902,146
<u>4,546</u>	<u>0</u>	<u>-</u>	<u>-</u>	<u>432</u>	<u>-</u>	<u>13,608</u>
<u>1,625,836</u>	<u>1,620</u>	<u>-</u>	<u>-</u>	<u>214,909</u>	<u>3,088</u>	<u>5,915,754</u>
<u>\$ 23,862</u>	<u>\$ 27</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 6,008</u>	<u>\$ 38</u>	<u>\$ 94,190</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF FIRE BOARD FUND

CASH DUE FROM TREASURER

For The Year Ended June 30, 2015

	South Lynches River Fire District	West Florence Rural Fire District	Windy Hill/ Olanta Rural Fire District	Pamplico Fire District
Cash due from Treasurer - beginning	\$ 8,290	\$ 9,934	\$ 17,041	\$ 13
Add receipts:				
Current property taxes	401,192	1,175,048	(2,412)	-
Inventory exemption	11,208	15,762	227	-
Vehicle taxes	76,967	189,841	82,073	-
Delinquent property taxes	22,876	28,341	35,839	-
Penalties	1,545	2,304	(8)	-
Interest on investments	71	174	204	-
State aid	16,549	69,810	48,089	1,474
Homestead exemption	28,032	44,407	-	-
Fee in lieu of property tax	96,250	(61)	-	-
Miscellaneous	-	-	-	-
Total receipts	654,690	1,525,626	164,012	1,474
Less disbursements:				
Claims paid to Fire Board	653,808	1,506,735	90,139	1,474
Refunds	1,289	3,935	1,256	-
Penalty abatements	-	-	-	-
Total disbursements	655,097	1,510,670	91,395	1,474
Cash due from Treasurer - ending	\$ 7,883	\$ 24,890	\$ 89,658	\$ 13

Hannah-Salem-Friendfield Fire District	City of Florence	City of Lake City	City of Scranton	City of Timmonsville	City of Johnsonville	Total
<u>\$ 3,747</u>	<u>\$ 720</u>	<u>\$ 60</u>	<u>\$ 15</u>	<u>\$ 17</u>	<u>\$ 19</u>	<u>\$ 39,856</u>
(191)	-	-	-	-	-	1,573,637
-	-	-	-	-	-	27,197
18,807	-	-	-	-	-	367,688
5,145	-	-	-	-	-	92,201
(1)	-	-	-	-	-	3,840
41	11	-	-	-	-	501
5,005	115,239	9,227	930	2,617	2,590	271,530
-	-	-	-	-	-	72,439
-	-	-	-	-	-	96,189
-	-	-	-	-	-	-
<u>28,806</u>	<u>115,250</u>	<u>9,227</u>	<u>930</u>	<u>2,617</u>	<u>2,590</u>	<u>2,505,222</u>
13,351	115,239	9,228	930	2,617	2,590	2,396,111
571	-	-	-	-	-	7,051
-	-	-	-	-	-	-
<u>13,922</u>	<u>115,239</u>	<u>9,228</u>	<u>930</u>	<u>2,617</u>	<u>2,590</u>	<u>2,403,162</u>
<u><u>\$ 18,631</u></u>	<u><u>\$ 731</u></u>	<u><u>\$ 59</u></u>	<u><u>\$ 15</u></u>	<u><u>\$ 17</u></u>	<u><u>\$ 19</u></u>	<u><u>\$ 141,916</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF LYNCHES LAKE/CAMP BRANCH FUND

CASH DUE FROM TREASURER

For The Year Ended June 30, 2015

Cash due from Treasurer - beginning	<u>\$ 640</u>
Add receipts:	
Current property taxes	6,848
Vehicle taxes	27
Delinquent property taxes	473
Homestead exemption	869
Penalties	79
Interest on investments	<u>9</u>
Total receipts	<u>8,305</u>
Less disbursements:	
Claims paid to Lynches Lake/Camp Branch	<u>-</u>
Total disbursements	<u>-</u>
Cash due from Treasurer - ending	<u><u>\$ 8,945</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SALEM WATERSHED FUND

CASH DUE FROM TREASURER

For The Year Ended June 30, 2015

Cash due from Treasurer - beginning	<u>\$ 6,447</u>
Add receipts:	
Current property taxes	61,413
Vehicle taxes	266
Delinquent property taxes	4,927
Penalties	555
Homestead exemption	10,437
Interest on investments	<u>83</u>
Total receipts	<u>77,681</u>
Less disbursements:	
Claims paid to Salem Watershed	<u>-</u>
Total disbursements	<u>-</u>
Cash due from Treasurer - ending	<u><u>\$ 84,128</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, 2015**

Cash due from Treasurer - beginning	<u>\$ -</u>
Add receipts:	
State aid	<u>210,254</u>
Total receipts	<u>210,254</u>
Less disbursements:	
Claims paid to Commission	<u>210,254</u>
Total disbursements	<u>210,254</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, 2015

Cash due from Treasurer - beginning	<u>\$ 47</u>
Add receipts:	
Current property taxes	3,544,995
Miscellaneous	<u>-</u>
Total receipts	<u>3,544,995</u>
Less disbursements:	
Claims paid to Williamsburg County	<u>3,545,020</u>
Total disbursements	<u>3,545,020</u>
Cash due from Treasurer - ending	<u><u>\$ 22</u></u>

FLORENCE COUNTY, SOUTH CAROLINA
DETAIL SCHEDULE OF MAGISTRATE FUND
CASH DUE TO OTHERS
For The Year Ended June 30, 2015

Cash due to others - beginning	<u>\$ 238,080</u>
Add receipts:	
Cash received from others	<u>2,715,283</u>
Total receipts	<u>2,715,283</u>
Less disbursements:	
Cash paid to others	<u>2,689,752</u>
Total disbursements	<u>2,689,752</u>
Cash due to others - ending	<u><u>\$ 263,611</u></u>

FLORENCE COUNTY, SOUTH CAROLINA
DETAIL SCHEDULE OF CLERK OF COURT FUND
CASH DUE TO OTHERS
For The Year Ended June 30, 2015

Cash due to others - beginning	<u>\$ 542,085</u>
Add receipts:	
Cash received from others	<u>683,994</u>
Total receipts	<u>683,994</u>
Less disbursements:	
Cash paid to others	<u>121,772</u>
Total disbursements	<u>121,772</u>
Cash due to others - ending	<u><u>\$ 1,104,307</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SHERIFF FUND

CASH DUE TO OTHERS

For The Year Ended June 30, 2015

Cash due to others - beginning	<u>\$ 986,049</u>
Add receipts:	
Cash received from others	<u>1,895,685</u>
Total receipts	<u>1,895,685</u>
Less disbursements:	
Cash paid to others	<u>1,795,264</u>
Total disbursements	<u>1,795,264</u>
Cash due to others - ending	<u><u>\$ 1,086,470</u></u>



FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF GENERAL FUND
BALANCE SHEET
June 30, 2015**

	General Operations	Treasurer and Tax Sale
ASSETS		
Cash and cash equivalents	\$ 12,909,125	\$ 3,205,387
Receivables:		
Property taxes (net)	776,659	-
Other governmental units and agencies	4,464,809	-
Other (net)	1,064,393	-
Prepays	708,981	-
Inventory	79,584	-
Due from other funds	28,460	-
	<u>28,460</u>	<u>-</u>
Total assets	<u>\$ 20,032,011</u>	<u>\$ 3,205,387</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 1,734,464	\$ -
Payroll withholdings and accruals	897,755	-
Other payables	1,451,292	3,260,188
Unearned revenues	1,538,225	-
Total liabilities	<u>5,621,736</u>	<u>3,260,188</u>
Deferred inflows of resources:		
Deferred inflows - unavailable revenue - timing restriction for property taxes	<u>322,625</u>	<u>-</u>
Total deferred inflows of resources	<u>322,625</u>	<u>-</u>
Fund balance:		
Nonspendable:		
Inventory and prepaids	766,042	-
Committed	-	-
Assigned:		
Encumbrances	89,138	-
Unassigned	13,232,470	(54,801)
Total fund balance	<u>14,087,650</u>	<u>(54,801)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 20,032,011</u>	<u>\$ 3,205,387</u>

Road Paving	Total
\$ 1,582,530	\$ 17,697,042
-	776,659
-	4,464,809
-	1,064,393
-	708,981
-	79,584
-	28,460
<u>\$ 1,582,530</u>	<u>\$ 24,819,928</u>
\$ 59,708	\$ 1,794,172
-	897,755
-	4,711,480
-	1,538,225
<u>59,708</u>	<u>8,941,632</u>
-	322,625
-	322,625
-	766,042
1,463,113	1,463,113
59,709	148,847
-	13,177,669
<u>1,522,822</u>	<u>15,555,671</u>
<u>\$ 1,582,530</u>	<u>\$ 24,819,928</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF GENERAL FUND
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For The Year Ended June 30, 2015**

	General Operations	Treasurer and Tax Sale
Revenues:		
Taxes	\$ 36,378,831	\$ -
Licenses and permits	1,526,288	-
Fines and fees	3,328,754	-
Intergovernmental	6,361,739	-
Sales and other functional revenues	5,726,085	-
Miscellaneous	684,936	-
Total revenues	<u>54,006,633</u>	<u>-</u>
Expenditures:		
Current:		
General government	20,138,912	-
Public safety	19,002,570	-
Public works	740,398	-
Health	7,126,999	-
Welfare	535,181	-
Culture and recreation	5,465,544	-
Education	4,515	-
Total expenditures	<u>53,014,119</u>	<u>-</u>
Revenues over expenditures	992,514	-
Other financing sources (uses):		
Transfer in	3,814,280	-
Transfer out	<u>(2,210,290)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	2,596,504	-
Fund balance (deficit) - beginning of year - as originally reported	11,400,606	(54,801)
Prior period adjustment (Note 13)	83,267	-
Fund balance (deficit) - beginning of year - as restated	<u>11,483,873</u>	<u>(54,801)</u>
Change in reserve for inventory	<u>7,273</u>	<u>-</u>
Fund balance (deficit) - end of year	<u>\$ 14,087,650</u>	<u>\$(54,801)</u>

Road Paving	Total
\$ -	\$ 36,378,831
472,683	1,998,971
-	3,328,754
-	6,361,739
-	5,726,085
-	684,936
<u>472,683</u>	<u>54,479,316</u>
-	20,138,912
-	19,002,570
260,046	1,000,444
-	7,126,999
-	535,181
-	5,465,544
-	4,515
<u>260,046</u>	<u>53,274,165</u>
212,637	1,205,151
-	3,814,280
<u>-</u>	<u>(2,210,290)</u>
212,637	2,809,141
1,310,185	12,655,990
-	83,267
<u>1,310,185</u>	<u>12,739,257</u>
-	7,273
<u>\$ 1,522,822</u>	<u>\$ 15,555,671</u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY
BASIS TO ACCRUAL BASIS
For The Year Ended June 30, 2015**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2014	6/30/2015		
General government:					
County Council	\$ 338,561	\$ 1,376	\$ -	\$ -	\$ 339,937
Attorney	81,519	-	-	-	81,519
Administrator	515,145	-	(991)	-	514,154
Finance	751,639	-	(1,419)	-	750,220
Treasurer	1,223,573	-	(1,576)	-	1,221,997
Information Technology	1,979,912	-	(17,288)	-	1,962,624
Auditor	467,904	-	-	-	467,904
Tax assessor	1,314,865	-	-	-	1,314,865
Procurement	175,055	-	-	-	175,055
Clerk of Court	974,060	-	(1,730)	-	972,330
Court of common pleas	182,729	-	-	(9,873)	172,856
Solicitor	1,133,113	-	(17,583)	-	1,115,530
Human resources management	265,359	678	-	-	266,037
Family court	620,554	-	-	-	620,554
Judge of Probate	582,632	324	-	-	582,956
Public Defender	731,428	-	-	-	731,428
Master in Equity	15,042	-	-	-	15,042
Magistrates' offices	2,305,363	-	(287)	(4,406)	2,300,670
Building inspections	1,686,140	-	(971)	-	1,685,169
GIS	387,795	-	-	-	387,795
Voter registration & election commission	608,250	-	-	-	608,250
Veterans' affairs	155,578	-	-	-	155,578
County Complex	1,460,116	-	(763)	-	1,459,353
Public services buildings	773,250	-	-	-	773,250
Senior Citizens Center	140,038	-	(618)	-	139,420
Lake City Senior Center	150,187	-	-	-	150,187
Direct assistance	217,996	-	-	-	217,996
Other	956,236	-	-	-	956,236
Total general government	<u>20,194,039</u>	<u>2,378</u>	<u>(43,226)</u>	<u>(14,279)</u>	<u>20,138,912</u>
Public safety:					
Sheriff's office	9,651,483	-	(12,053)	-	9,639,430
County jail	6,907,832	350	(29,239)	-	6,878,943
Radio system	271,016	-	-	-	271,016
County Fire	-	-	-	-	-
Central dispatch	1,916,013	-	-	-	1,916,013
Emergency preparedness	297,168	-	-	-	297,168
Direct assistance	-	-	-	-	-
Total public safety	<u>19,043,512</u>	<u>350</u>	<u>(41,292)</u>	<u>-</u>	<u>19,002,570</u>

(continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY
BASIS TO ACCRUAL BASIS
For The Year Ended June 30, 2015**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2014	6/30/2015		
(continued)					
Public works:					
Public works operating	740,398	-	-	-	740,398
Central maintenance	297,239	22,516	(59,709)	-	260,046
Total public works	<u>1,037,637</u>	<u>22,516</u>	<u>(59,709)</u>	<u>-</u>	<u>1,000,444</u>
Health:					
Health Department	80,849	-	-	-	80,849
Environmental services	762,781	-	(678)	-	762,103
Emergency medical services	5,499,311	-	(3,830)	-	5,495,481
Rescue-ambulance squads	344,334	1,560	-	-	345,894
Coroner	340,890	-	-	-	340,890
On-site Clinic	87,280	-	-	-	87,280
Direct assistance	14,502	-	-	-	14,502
Total health	<u>7,129,947</u>	<u>1,560</u>	<u>(4,508)</u>	<u>-</u>	<u>7,126,999</u>
Welfare:					
Indigent care	496,813	-	-	-	496,813
Social Services	24,248	-	-	-	24,248
Direct assistance	14,120	-	-	-	14,120
Total welfare	<u>535,181</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>535,181</u>
Culture and recreation:					
Library	3,712,467	3,875	-	-	3,716,342
Recreation	1,314,224	-	-	-	1,314,224
Lynches River County Park	435,090	-	(112)	-	434,978
Direct assistance	-	-	-	-	-
Total culture and recreation	<u>5,461,781</u>	<u>3,875</u>	<u>(112)</u>	<u>-</u>	<u>5,465,544</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>\$ 53,406,612</u>	<u>\$ 30,679</u>	<u>\$ (148,847)</u>	<u>\$ (14,279)</u>	<u>\$ 53,274,165</u>

FLORENCE COUNTY, SOUTH CAROLINA
LIBRARY SCHEDULE OF REVENUES AND EXPENDITURES
For The Year Ended June 30, 2015

SOURCES OF FUNDS	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
Local Sources:				
County or tax appropriation	\$ -	\$ 3,433,643	\$ 3,433,643	\$ -
Fees and fines	-	111,593	111,593	-
Gifts and donations	3,287	30,000	11,522	21,765
Total local sources	<u>3,287</u>	<u>3,575,236</u>	<u>3,556,758</u>	<u>21,765</u>
State Sources:				
State aid	-	171,106	171,106	-
Other state	-	-	-	-
Total state sources	<u>-</u>	<u>171,106</u>	<u>171,106</u>	<u>-</u>
Federal Sources:				
LSTA	1,000	1,000	5,600	(3,600)
Other federal	125	248	373	-
Total federal sources	<u>1,125</u>	<u>1,248</u>	<u>5,973</u>	<u>(3,600)</u>
Total All Sources of Funds	<u>\$ 4,412</u>	<u>\$ 3,747,590</u>	<u>\$ 3,733,837</u>	<u>\$ 18,165</u>

FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES
VICTIM/WITNESS SPECIAL REVENUE FUND
For The Year Ended June 30, 2015

Magistrate Court Fines

Court fines collected	\$ 1,292,466
Court fines retained by County	<u>(1,227,612)</u>
Court fines remitted to the State Treasurer	<u>\$ 64,854</u>

Magistrate Court Assessments

Court assessments collected	\$ 1,313,265
Court assessments retained by County	<u>(85,651)</u>
Court assessments remitted to the State Treasurer	<u>\$ 1,227,614</u>

Magistrate Court Surcharges

Court surcharges collected	<u>\$ 42,209</u>
Court surcharges retained by County	<u>\$ 42,209</u>

General Sessions & Circuit Court Fines

Court fines collected	\$ 40,680
Court fines remitted to solicitor	(15,476)
Court fines remitted to municipality	(11,321)
Court fines retained by County	<u>(13,883)</u>
Court fines remitted to the State Treasurer	<u>\$ -</u>

General Sessions Court Assessments

Court assessments collected	\$ 77,486
Court assessments retained by County	<u>(4,571)</u>
Court assessments remitted to the State Treasurer	<u>\$ 72,915</u>

General Sessions Court Surcharges

Court surcharges collected	<u>\$ 39,929</u>
Court surcharges retained by County	<u>\$ 39,929</u>

Victim Services

Magistrate Court assessments allocated to Victim Services	\$ 85,651
Magistrate Court surcharges allocated to Victim Services	42,209
General Sessions Court assessments allocated to Victim Services	4,571
General Sessions Court surcharges allocated to Victim Services	39,929
Investment Income	<u>301</u>
Funds allocated to Victim Services	172,661
Victim Services expenditures	<u>(188,692)</u>
Funds available for carryforward	<u>\$ (16,031)</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>	187
Revenue Capacity	
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	194
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>	198
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>	202
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>	205

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 POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	\$ 53,667,749	\$ 49,731,874	\$ 44,993,383	\$ 38,516,950	\$ 40,838,692	\$ 41,980,418	\$ 54,610,726	\$ 77,125,383	\$ 75,427,832	\$ 65,392,234
Restricted	1,442,329	1,742,763	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767	15,281,885	28,585,336	165,858,022
Unrestricted	13,515,623	19,840,565	26,286,540	35,510,576	26,868,126	24,321,379	(1,897,586)	(7,788,058)	(70,316,860)	(205,361,284)
Total governmental activities net position	<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>	<u>\$ 84,619,210</u>	<u>\$ 33,696,308</u>	<u>\$ 25,888,972</u>
Business-type activities										
Net investment in capital assets	\$ 2,626,519	\$ 2,524,656	\$ 2,511,459	\$ 2,521,889	\$ 2,673,396	\$ 2,510,134	\$ 2,381,786	\$ 2,357,350	\$ 2,344,611	\$ 2,341,129
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	12,749,337	11,039,913	10,033,885	6,152,593	5,495,738	4,708,249	4,983,509	4,917,203	4,649,734	4,582,639
Total business-type activities net position	<u>\$ 15,375,856</u>	<u>\$ 13,564,569</u>	<u>\$ 12,545,344</u>	<u>\$ 8,674,482</u>	<u>\$ 8,169,134</u>	<u>\$ 7,218,383</u>	<u>\$ 7,365,295</u>	<u>\$ 7,274,553</u>	<u>\$ 6,994,345</u>	<u>\$ 6,923,768</u>
Primary government										
Net investment in capital assets	\$ 56,294,268	\$ 52,256,530	\$ 47,504,842	\$ 41,038,839	\$ 43,512,088	\$ 44,490,552	\$ 56,992,512	\$ 79,482,733	\$ 77,772,443	\$ 67,733,363
Restricted	1,442,329	1,742,763	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767	15,281,885	28,585,336	165,858,022
Unrestricted	26,264,960	30,880,478	36,320,425	41,663,169	32,363,864	29,029,628	3,085,923	(2,870,855)	(65,667,126)	(200,778,645)
Total primary government net position	<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>	<u>\$ 91,893,763</u>	<u>\$ 40,690,653</u>	<u>\$ 32,812,740</u>

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
General government	\$ 18,916,067	\$ 23,184,504	\$ 21,614,850	\$ 24,427,877	\$ 31,761,022	\$ 22,852,227	\$ 25,135,218	\$ 24,449,488	\$ 28,984,266	\$ 32,968,012
Public safety	19,301,833	19,309,987	20,256,541	22,634,972	20,839,785	21,186,696	21,074,011	21,906,996	22,821,341	48,113,208
Economic and physical development	1,824,428	1,679,000	1,059,851	1,454,256	1,641,743	650,299	1,096,242	1,323,197	797,993	949,632
Public works	6,793,212	6,949,619	7,873,447	6,848,306	6,203,449	5,525,667	3,380,298	5,829,320	6,324,090	6,078,128
Health	4,753,736	5,457,357	5,805,169	5,973,499	5,478,965	5,397,494	5,201,535	6,841,756	7,687,094	7,889,577
Welfare	517,884	503,269	495,905	480,658	456,021	430,833	425,734	424,560	432,731	535,181
Culture and recreation	8,241,848	9,398,054	8,243,257	9,124,155	9,572,999	10,972,285	10,541,700	8,294,734	11,671,952	9,597,047
Education	2,391,420	1,559,950	2,129,950	2,279,950	2,254,901	2,424,803	2,059,515	2,261,113	2,799,515	2,394,515
Interest on long-term debt	2,418,282	1,982,095	2,525,181	1,827,075	1,706,256	1,204,965	1,304,310	1,151,563	2,384,784	3,975,680
Total governmental activities expenses	<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>70,645,269</u>	<u>70,218,563</u>	<u>72,482,727</u>	<u>83,903,766</u>	<u>112,500,980</u>
Business-type activities:										
Utility system	155,347	299,894	328,600	400,166	341,436	591,542	387,785	247,524	304,654	653,946
Landfill	3,468,902	3,728,778	3,842,846	5,818,160	4,441,440	4,349,487	3,666,425	4,151,174	4,295,367	4,344,662
E911 system	427,095	379,351	407,719	361,865	416,920	448,063	421,190	377,608	318,981	384,900
Total business-type activities expenses	<u>4,051,344</u>	<u>4,408,023</u>	<u>4,579,165</u>	<u>6,580,191</u>	<u>5,199,796</u>	<u>5,389,092</u>	<u>4,475,400</u>	<u>4,776,306</u>	<u>4,919,002</u>	<u>5,383,508</u>
Total primary government expenses	<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>	<u>\$ 77,259,033</u>	<u>\$ 88,822,768</u>	<u>\$ 117,884,488</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 5,562,097	\$ 5,854,590	\$ 5,462,208	\$ 5,148,084	\$ 4,663,219	\$ 5,141,701	\$ 4,296,027	\$ 4,021,390	\$ 4,298,123	\$ 4,576,216
Public safety	1,341,402	1,591,516	1,524,207	1,658,263	1,181,954	1,456,615	1,502,197	1,353,673	1,223,184	1,075,856
Public works	3,128,996	3,223,789	3,266,645	3,276,112	3,254,620	3,230,517	3,294,302	3,278,277	3,338,800	3,376,552
Health	2,079,171	2,269,099	2,455,571	2,771,513	2,896,451	3,198,009	3,287,340	3,445,496	3,481,032	3,813,007
Culture and recreation	507,822	369,744	174,629	163,687	565,176	541,673	545,967	615,393	675,374	779,186
Operating grants and contributions	11,420,110	11,612,605	12,929,028	11,932,002	11,535,769	10,368,032	9,645,926	10,685,448	10,382,159	10,871,844
Capital grants and contributions	6,498,642	7,441,000	3,343,414	10,033,845	7,408,402	1,436,567	5,437,825	16,806,648	7,277,732	6,418,530
Total governmental activities program revenues	<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>	<u>40,206,325</u>	<u>30,676,404</u>	<u>30,911,191</u>
Business-type activities:										
Charges for services:										
Utility system	-	-	-	-	-	-	-	-	-	-
Landfill	1,395,077	1,384,330	1,403,893	1,445,809	2,322,730	2,367,542	3,029,675	3,072,460	3,201,739	3,790,943
E911 system	461,304	495,917	487,602	603,475	1,078,936	630,716	624,395	681,570	747,254	733,147
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	210,187	-	-	-	-
Total business-type activities program revenues	<u>1,856,381</u>	<u>1,880,247</u>	<u>1,891,495</u>	<u>2,049,284</u>	<u>3,401,666</u>	<u>3,208,445</u>	<u>3,654,070</u>	<u>3,754,030</u>	<u>3,948,993</u>	<u>4,524,090</u>
Total primary government program revenues	<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>	<u>\$ 43,960,355</u>	<u>\$ 34,625,397</u>	<u>\$ 35,435,281</u>
Net expense										
Governmental activities	\$ (34,620,470)	\$ (37,661,492)	\$ (40,848,449)	\$ (40,067,242)	\$ (48,409,550)	\$ (45,272,155)	\$ (42,208,979)	\$ (32,276,402)	\$ (53,227,362)	\$ (81,589,789)
Business-type activities	(2,194,963)	(2,527,776)	(2,687,670)	(4,530,907)	(1,798,130)	(2,180,647)	(821,330)	(1,022,276)	(970,009)	(859,418)
Total primary government net expense	<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>	<u>\$ (33,298,678)</u>	<u>\$ (54,197,371)</u>	<u>\$ (82,449,207)</u>

(continued)

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
	(continued)									
General Revenue and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 18,367,671	\$ 23,095,655	\$ 25,622,363	\$ 26,503,650	\$ 26,499,051	\$ 29,086,094	\$ 27,965,877	\$ 30,188,109	\$ 32,836,060	\$ 32,529,215
Sales taxes	11,994,857	11,236,932	11,689,420	10,900,881	10,447,194	10,823,456	11,733,368	11,671,007	12,030,513	33,314,201
Fees in lieu of tax	1,629,715	1,578,149	1,721,742	2,002,927	2,017,241	2,031,001	2,104,230	2,164,050	2,840,843	3,501,488
Franchise fees	554,907	641,361	650,796	687,104	720,575	706,104	909,273	915,652	694,453	714,302
Accommodations tax	1,614,660	2,013,894	1,787,390	2,441,766	2,901,511	3,015,035	3,282,725	3,382,728	3,531,063	3,764,832
Unrestricted investment earnings	1,007,091	1,484,911	1,837,025	926,799	722,604	156,612	443,945	125,027	122,636	738,013
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	-	-
Value of donated assets	-	-	-	-	-	-	-	-	-	-
Transfers	(796,098)	(149,909)	(1,216,099)	(463,734)	(1,192,119)	(1,192,119)	(921,868)	(921,868)	(838,868)	(779,598)
Total governmental activities	<u>34,372,803</u>	<u>39,900,993</u>	<u>42,092,637</u>	<u>42,999,393</u>	<u>42,116,057</u>	<u>44,626,183</u>	<u>45,517,550</u>	<u>47,524,705</u>	<u>51,216,700</u>	<u>73,782,453</u>
Business-type activities										
Unrestricted investment earnings	449,997	566,580	452,346	196,311	100,663	37,817	46,374	9,666	7,572	9,243
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	796,098	149,909	1,216,099	463,734	1,192,119	1,192,119	921,868	921,868	838,868	779,598
Total business-type activities	<u>1,246,095</u>	<u>716,489</u>	<u>1,668,445</u>	<u>660,045</u>	<u>1,292,782</u>	<u>1,229,936</u>	<u>968,242</u>	<u>931,534</u>	<u>846,440</u>	<u>788,841</u>
Total primary government	<u>\$ 35,618,898</u>	<u>\$ 40,617,482</u>	<u>\$ 43,761,082</u>	<u>\$ 43,659,438</u>	<u>\$ 43,408,839</u>	<u>\$ 45,856,119</u>	<u>\$ 46,485,792</u>	<u>\$ 48,456,239</u>	<u>\$ 52,063,140</u>	<u>\$ 74,571,294</u>
Change in Net Position										
Governmental activities	\$ (247,667)	\$ 2,239,501	\$ 1,244,188	\$ 2,932,151	\$ (6,293,493)	\$ (645,972)	\$ 3,308,571	\$ 15,248,303	\$ (2,010,662)	\$ (7,807,336)
Business-type activities	(948,868)	(1,811,287)	(1,019,225)	(3,870,862)	(505,348)	(950,711)	146,912	(90,742)	(123,569)	(70,577)
Total primary government	<u>\$ (1,196,535)</u>	<u>\$ 428,214</u>	<u>\$ 224,963</u>	<u>\$ (938,711)</u>	<u>\$ (6,798,841)</u>	<u>\$ (1,596,683)</u>	<u>\$ 3,455,483</u>	<u>\$ 15,157,561</u>	<u>\$ (2,134,231)</u>	<u>\$ (7,877,913)</u>

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

Fiscal Year Ended June 30	Property Tax	Sales Tax	Fee in Lieu of Tax	Franchise Fees	Accommodations Tax	Total
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
2013	30,188,109	11,671,007	2,164,050	915,652	3,382,728	48,321,546
2014	32,836,060	12,030,513	2,840,843	694,453	3,531,063	51,932,932
2015	32,529,215	33,314,201	3,501,488	714,302	3,764,832	73,824,038

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,713	\$ 1,092,789	\$ 1,226,041	\$ 486,517	\$ 766,042
Committed	-	-	-	-	-	1,125,716	1,397,033	1,415,408	1,310,185	1,463,113
Assigned	-	-	-	-	-	12,112	13,667	59,417	30,679	148,847
Unassigned	-	-	-	-	-	10,189,433	9,440,583	9,881,199	10,828,609	13,177,669
Reserved	329,258	39,691	62,928	38,456	46,384	-	-	-	-	-
Unreserved	9,264,222	14,499,417	18,128,628	17,265,828	11,961,012	-	-	-	-	-
Total general fund	<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>	<u>\$ 12,582,065</u>	<u>\$ 12,655,990</u>	<u>\$ 15,555,671</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157,753	\$ 142,602	\$ 142,602	\$ 194,068	\$ 176,672
Restricted	-	-	-	-	-	6,322,600	23,871,320	25,001,299	153,124,260	165,858,022
Committed	-	-	-	-	-	9,414,086	404,308	914,101	1,944,181	1,743,071
Assigned	-	-	-	-	-	3,225,618	-	-	-	-
Unassigned	-	-	-	-	-	(85,925)	(28,612)	(18,203)	-	(136,445)
Reserved	2,693,502	2,494,108	2,037,297	2,258,759	2,289,827	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	6,249,178	6,516,782	6,178,291	7,710,977	4,108,697	-	-	-	-	-
Capital project funds	3,536,354	7,632,553	10,831,481	5,782,579	13,082,219	-	-	-	-	-
Total all other governmental funds	<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>	<u>\$ 26,039,799</u>	<u>\$ 155,262,509</u>	<u>\$ 167,641,320</u>

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	\$ 31,565,153	\$ 35,506,647	\$ 38,633,117	\$ 38,941,743	\$ 38,558,214	\$ 41,488,344	\$ 41,447,471	\$ 43,615,461	\$ 47,350,139	\$ 68,480,047
Licenses and permits	4,766,632	5,099,523	5,015,172	4,791,012	1,832,795	2,316,914	2,052,100	1,980,518	1,857,613	1,998,971
Fines and fees	6,167,975	6,436,374	5,842,846	6,631,015	9,474,124	9,682,878	9,561,429	9,425,804	9,823,938	9,849,718
Intergovernmental	12,660,252	14,713,560	12,744,029	13,771,066	20,520,643	11,144,630	13,685,621	10,924,089	11,181,138	14,072,329
Sales and other functional revenues	2,852,280	4,576,359	4,493,814	5,023,064	5,130,255	5,515,281	5,654,006	5,690,198	5,545,915	5,726,085
Miscellaneous	2,918,067	4,214,609	4,253,209	3,634,869	6,929,768	2,138,356	1,843,931	3,867,926	5,626,265	3,747,481
Total revenues	<u>60,930,359</u>	<u>70,547,072</u>	<u>70,982,187</u>	<u>72,792,769</u>	<u>82,445,799</u>	<u>72,286,403</u>	<u>74,244,558</u>	<u>75,503,996</u>	<u>81,385,008</u>	<u>103,874,631</u>
Expenditures										
General government	18,413,536	22,589,454	21,018,567	23,688,104	32,722,591	23,314,262	24,175,249	23,408,104	26,185,032	27,913,183
Public safety	17,574,356	17,569,650	18,440,484	20,685,662	20,197,603	19,906,174	19,655,016	20,097,086	21,254,809	23,829,898
Economic and physical development	1,703,193	1,558,319	939,725	1,334,807	1,638,913	650,299	1,090,589	1,310,761	784,427	936,066
Public works	3,952,936	4,012,720	4,876,893	4,295,439	4,636,642	4,364,398	3,428,293	3,880,542	4,366,736	4,030,007
Health	4,467,831	5,121,184	5,492,606	5,583,109	5,434,341	5,403,161	5,509,720	6,307,817	7,085,410	7,226,115
Welfare	517,884	503,269	495,905	480,658	456,021	430,833	425,734	424,560	432,731	535,181
Culture and recreation	7,642,539	8,757,378	7,545,432	8,384,134	10,396,451	7,602,129	7,064,790	7,433,825	7,147,756	8,341,095
Education	1,849,950	1,559,950	2,129,950	2,279,950	2,254,901	2,424,803	2,059,515	2,261,113	2,799,515	2,394,515
Capital outlay	712,395	1,898,246	2,449,505	5,475,008	1,711,529	2,630,946	2,767,193	7,639,909	11,489,269	39,332,172
Debt service										
Principal	4,400,905	4,377,912	4,189,428	4,587,307	4,649,902	4,754,160	5,146,204	5,590,918	5,438,818	20,534,514
Interest	2,118,800	1,958,756	2,518,122	1,824,517	1,703,698	1,277,468	1,329,510	815,384	1,056,519	5,442,120
Bond issuance costs	-	-	-	-	-	-	246,283	2,300	661,923	192,793
Refunding lease issuance costs	-	-	-	-	-	-	-	-	-	30,929
Paying agent fee	26,862	23,339	7,059	2,558	2,558	2,961	2,100	-	-	3,500
Total expenditures	<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>	<u>79,172,319</u>	<u>88,702,945</u>	<u>140,742,088</u>
Excess of revenues over (under) expenditures	(2,450,828)	616,895	878,511	(5,828,484)	(3,359,351)	(475,191)	1,344,362	(3,668,323)	(7,317,937)	(36,867,457)
Other financing sources (uses)										
Proceeds of bond issue	-	7,788,969	5,215,636	2,100,000	2,998,300	900,000	8,900,000	6,866,072	137,428,325	42,000,000
Proceeds of capital lease	749,110	970,661	1,188,780	-	-	77,936	-	-	-	4,499,963
Issuance of refunding debt	-	-	-	-	-	-	-	-	-	7,749,102
Premium on bond issue	-	-	-	-	-	-	-	-	-	3,154,824
Premium on refunding bonds	-	-	-	-	-	-	40,836	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	(3,817,811)	-	-	(4,502,510)
Transfer in	9,279,855	11,295,984	3,752,668	4,127,448	13,974,113	7,552,591	2,550,930	1,880,413	14,076,942	9,182,839
Transfer out	(10,075,953)	(11,445,893)	(4,968,767)	(4,591,182)	(15,166,232)	(8,744,710)	(3,472,798)	(2,802,281)	(14,915,810)	(9,962,437)
Total other financing sources (uses)	<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>	<u>5,944,204</u>	<u>136,589,457</u>	<u>52,121,781</u>
Net change in fund balances	<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>	<u>\$ 2,275,881</u>	<u>\$ 129,271,520</u>	<u>\$ 15,254,324</u>
Debt service as a percentage of noncapital expenditures	10.40%	9.31%	9.91%	8.77%	7.56%	8.60%	9.23%	8.96%	8.41%	25.62%

**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
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	23,417,875	11,733,368	2,104,230	909,273	3,282,725	41,447,471
2013	25,482,024	11,671,007	2,164,050	915,652	3,382,728	43,615,461
2014	28,253,267	12,030,513	2,840,843	694,453	3,531,063	47,350,139
2015	32,529,215	33,314,201	3,501,488	714,302	3,764,832	73,824,038

**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
2006	\$ 71,126,584	\$ 259,255,734	\$ 88,083,240	\$ 11,717,650	\$ 406,747,908	71.20	\$ 7,084,411,015	5.74%
2007	70,351,210	266,847,880	86,196,352	9,871,210	413,524,232	80.30	7,307,395,752	5.66%
2008	68,453,945	276,846,394	81,545,101	8,498,440	418,347,000	81.80	7,495,360,978	5.58%
2009	63,328,539	287,100,121	84,920,702	9,301,650	426,047,712	81.80	7,684,387,520	5.54%
2010	57,365,455	294,977,277	90,234,764	11,247,510	431,329,986	81.80	7,797,723,241	5.53%
2011	56,057,235	306,767,976	85,097,315	11,362,204	436,560,322	81.80	8,006,517,802	5.45%
2012	58,680,477	310,283,149	79,529,349	9,130,200	439,362,775	81.80	8,111,481,600	5.42%
2013	63,492,850	310,011,297	74,848,943	7,710,260	440,642,830	84.80	8,157,572,459	5.40%
2014	66,883,377	314,076,598	73,118,927	7,342,640	446,736,262	89.30	8,273,721,395	5.40%
2015	71,563,865	319,499,676	76,715,896	7,175,450	460,603,987	86.40	8,492,247,005	5.42%

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**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
COUNTY (WIDE) TAX RATES										
General County	19.3	20.0	25.8	22.8	21.8	21.8	21.8	21.8	21.8	27.2
Jail	-	-	31.5	31.5	31.5	31.5	31.5	31.5	31.5	30.5
Emergency Management	-	-	5.8	5.8	5.8	5.8	5.8	5.8	5.8	4.9
Public Safety	45.4	46.6	-	-	-	-	-	-	-	-
Florence-Darlington Technical College	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9	3.4	3.4
County Library	7.5	8.0	7.9	7.9	7.9	7.9	7.9	7.9	7.9	4.7
Senior Citizens Center	0.8	0.8	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.5
County Bonds	8.5	9.0	8.0	8.0	9.0	9.0	9.0	9.0	9.0	-
Total Direct Rate	86.4	89.3	84.8	81.8	81.8	81.8	81.8	81.8	80.3	71.2
SPECIAL DISTRICTS-FIRE TAX RATES										
Florence Rural Fire District	-	-	-	-	-	-	-	-	5.0	5.0
West Florence Rural Fire District	12.8	8.0	8.0	8.0	8.0	8.0	8.0	6.5	-	-
Windy Hill/Olanta Rural Fire District	-	27.8	27.7	28.5	27.7	26.0	26.0	20.5	-	-
Howe Springs Fire District	-	25.3	25.2	25.7	26.0	25.5	22.7	21.7	21.0	11.9
South Lynches Fire District	20.9	20.9	25.1	25.8	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
Johnsonville Rural Fire District	-	40.4	37.9	32.9	32.6	31.9	28.1	28.1	26.6	26.2
Hannah-Salem Friendfield	-	18.1	23.8	24.2	27.4	27.4	26.0	26.0	23.0	23.0
Unified Fire District	27.5	-	-	-	-	-	-	-	-	-
SCHOOL DISTRICT TAX RATES										
Florence - School District #1	222.1	221.0	220.1	207.5	205.2	206.0	182.7	176.5	166.0	156.6
Pamplico - School District #2	253.5	235.4	233.7	236.7	230.3	219.3	226.6	220.4	216.9	218.2
Lake City - School District #3	207.7	205.0	201.2	194.3	190.3	185.6	181.8	175.5	170.8	163.3
Timmons Fire District - School District #4	174.6	191.8	207.8	205.9	196.7	190.9	191.3	192.7	201.9	237.4
Johnsonville - School District #5	296.0	286.9	266.1	278.8	281.1	273.2	261.8	250.9	242.6	242.2
CITY TAX RATES										
Florence	56.5	56.7	56.7	56.7	56.7	54.9	54.9	54.9	54.9	54.9
Quinby	-	-	-	-	-	-	-	12.3	12.3	12.5
Pamplico	96.5	96.5	93.7	93.7	93.7	93.7	93.7	90.8	88.0	87.8
Lake City	176.0	176.0	176.0	176.0	176.0	176.0	176.0	165.9	165.9	165.9
Olanta	52.4	57.3	57.3	57.3	57.3	57.3	55.1	55.1	55.1	55.1
Timmons Fire District	135.5	133.5	130.6	130.6	130.6	120.6	105.5	105.5	105.5	105.5
Johnsonville	54.2	54.2	50.1	50.1	50.1	50.1	50.1	50.1	50.1	50.1
Coward	-	-	-	-	-	-	-	-	-	-
Scranton	-	-	-	-	-	-	-	-	-	-
SPECIAL TAX DISTRICT - OTHER										
Lynches Lake	19.7	19.5	19.1	18.2	19.7	19.7	19.6	19.6	19.1	19.3
Salem Polecat	16.1	15.8	15.9	15.6	16.2	16.2	16.5	16.6	16.9	16.5

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, 2015

Taxpayer	2015			2006		
	Taxes Levied	Rank	Percentage of Total Taxes Levied	Taxes Levied	Rank	Percentage of Total Taxes Levied
Duke Energy Progress, Inc.	\$ 3,823,602	1	3.02%			
QHG of South Carolina	2,606,228	2	2.06%	\$ 1,397,270	2	1.89%
FCWC JI PC Nanya	2,579,356	3	2.04%	1,932,521	1	2.61%
Rocktenn Company	1,182,873	4	0.93%			
SCE&G	1,030,775	5	0.81%			
CSX Transportation Inc.	964,866	6	0.76%			
PR Magnolia LLC	940,281	7	0.74%			
Bellsouth Telecommunications Inc.	817,540	8	0.65%	1,084,721	3	1.47%
Santee Electric Co-op, Inc.	755,035	9	0.60%			
The ESAB Group, Inc.	686,437	10	0.54%			
McLeod Regional Medical Center	-		-	755,150	4	1.02%
Dupont/Teijin	-		-	629,504	8	0.85%
Wellman, Inc.	-		-	731,873	6	0.99%
Stone Container Corporation	-		-	733,296	5	0.99%
Maytag Corporation	-		-	696,196	7	0.94%
Byrd Properties	-		-	591,302	9	0.80%
General Electric	-		-	432,607	10	0.58%
Totals	<u>\$ 15,386,993</u>		<u>12.16%</u>	<u>\$ 8,984,440</u>		<u>12.14%</u>

**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
2006	\$ 82,509,229	\$ 79,705,936	96.60%	\$ 1,619,735	\$ 81,325,671	98.57%
2007	25,850,962	25,246,830	97.66%	407,231	25,654,061	99.24%
2008	25,854,174	25,121,390	97.17%	379,678	25,501,068	98.63%
2009	26,821,494	25,263,988	94.19%	599,701	25,863,689	96.43%
2010	27,810,812	26,961,498	96.95%	612,591	27,574,089	99.15%
2011	28,515,396	27,533,870	96.56%	635,926	28,169,796	98.79%
2012	28,327,206	27,543,336	97.23%	554,552	28,097,888	99.19%
2013	29,216,979	28,442,895	97.35%	478,804	28,921,699	98.99%
2014	31,040,981	30,259,781	97.48%	483,630	30,743,411	99.04%
2015	31,249,576	30,448,327	97.44%		30,448,327	97.44%

- (1) For years prior to 2007, County-only levy information is unavailable.
Fiscal year 2007-2014 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						Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Bond Anticipation Note	Revenue Bonds	Certificates of Participation	Capital Leases	Installment Purchase Revenue Bonds			
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
2013	16,323,771	-	5,391,920	-	19,620,000	-	41,335,691	N/A	300
2014	151,828,240	-	4,752,744	-	16,648,000	-	173,228,984	N/A	1,252
2015	130,632,850	3,500,000	4,081,384	-	20,420,065	45,154,824	203,789,123	N/A	1,464

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 202 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**

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
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	0.22%	132
2010	17,676,639	1,525,795	16,150,844	0.20%	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
2013	16,323,771	2,523,013	13,800,758	0.17%	100
2014	151,828,240	16,617,959	135,210,281	1.61%	977
2015	130,632,850	12,803,291	117,829,559	1.40%	846

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
See the Schedule of Assessed and Estimated Actual Value of Taxable Property on page 194 for property value data.

See the Schedule of Demographic and Economic Statistics on page 202 for population data.

FLORENCE COUNTY, SOUTH CAROLINA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2015

<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	\$ 32,195,000	100.00%	\$ 32,195,000
Florence School District #2	1,935,000	100.00%	1,935,000
Florence School District #3	3,377,000	100.00%	3,377,000
Florence School District #4	1,925,735	100.00%	1,925,735
Florence School District #5	1,261,859	100.00%	1,261,859
Subtotal, overlapping debt			<u>40,694,594</u>
Florence County, South Carolina direct debt			<u>203,789,123</u>
Direct and overlapping debt			<u><u>\$ 244,483,717</u></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**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt limit	\$ 32,539,833	\$ 33,081,939	\$ 33,467,760	\$ 34,083,817	\$ 34,506,399	\$ 34,924,826	\$ 35,149,022	\$ 35,251,426	\$ 35,738,901	\$ 36,848,319
Total net debt applicable to limit	<u>12,042,944</u>	<u>18,801,248</u>	<u>17,881,167</u>	<u>18,986,357</u>	<u>17,676,639</u>	<u>17,472,979</u>	<u>17,130,609</u>	<u>16,323,771</u>	<u>14,399,915</u>	<u>13,745,000</u>
Legal debt margin	<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>	<u>\$ 18,927,655</u>	<u>\$ 21,338,986</u>	<u>\$ 23,103,319</u>
Total net debt applicable to the limit as a percentage of debt limit	37.01%	56.83%	53.43%	55.70%	51.23%	50.03%	48.74%	46.31%	40.29%	37.30%

Legal Debt Margin Calculation for Fiscal Year 2015

Assessed value	\$ 453,428,537
Add back: exempt manuf. property	<u>7,175,450</u>
Total assessed value	\$ 460,603,987
Debt limit (8% of total assessed value)	36,848,319
Debt applicable to limit:	
General obligation bonds	<u>13,745,000</u>
Total net debt applicable to limit	<u>13,745,000</u>
Legal debt margin	<u>\$ 23,103,319</u>

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

	(1)	(1)	(1)	(2)
Fiscal Year Ended June 30	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Unemployment Rate
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	4,749,296	34,450	11.9%
2012	137,862	N/A	N/A	10.2%
2013	137,948	N/A	N/A	9.9%
2014	138,326	N/A	N/A	6.3%
2015	139,231	N/A	N/A	7.5%

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
CURRENT YEAR AND NINE YEARS AGO**

Employer	2015			2006		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
McLeod Regional Medical Center	5,800	1	9.68%	4,375	1	7.21%
Florence School District One	2,186	2	3.65%	1,718	2	2.83%
Assurant	1,211	3	2.02%			
Carolinas Hospital System	1,174	4	1.96%	1,400	5	2.31%
TRICARE PGB	1,010	5	1.68%	1,600	3	2.64%
Nan Ya Plastics Corporation	913	6	1.52%	889	9	1.47%
Honda of South Carolina Mfg.	797	7	1.33%	1,553	4	2.56%
Florence County	847	8	1.41%	898	8	1.48%
QVC	599	9	1.00%			
Otis	566	10	0.94%			
Wellman, Inc.				1,100	7	1.81%
ESAB Welding and Cutting				850	10	1.40%
Washington Mutual				1,150	6	1.90%
Total	<u>15,103</u>		<u>25.19%</u>	<u>15,533</u>		<u>25.61%</u>

Source: Florence County Economic Development Partnership

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

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government	284	281	288	288	290	289	284	284	298	303
Public safety	274	270	269	269	285	284	271	272	278	278
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	82	82	82	82	82	82	81	81	97	97
Culture and recreation	156	156	85	70	73	100	97	98	112	113
Utility System	-	-	-	-	-	-	-	1	1	1
E911 System	2	2	2	2	2	2	2	2	2	2
Total	851	844	779	764	785	810	788	791	841	847

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	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public safety										
Jail average daily population	472	508	495	435	407	398	367	439	317	274
911 calls dispatched	172,934	178,736	176,290	197,990	178,073	177,394	173,740	161,922	159,332	138,636
Public works										
Road miles plowed	14,716	17,262	14,232	12,267	12,300	11,685	12,168	9,398	10,463	9,448
Feet of pipe installed	4,098	3,232	3,634	3,772	2,944	2,224	2,548	2,250	3,560	3,272
Signs installed/repared	2,563	2,793	2,205	1,986	1,925	1,688	1,632	1,450	1,132	1,049
Health										
EMS transports	9,678	10,281	11,080	10,909	11,133	11,930	12,466	13,011	13,703	14,803

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	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
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	622.5	621.7	623.7	624.2	624.3	624.3	626.2	625.2	625.1	625.6
Health										
EMS stations	4	4	4	4	4	4	5	5	5	5
Ambulances	11	11	11	11	13	13	14	17	17	17
Culture and recreation										
Libraries	2	2	2	2	6	6	6	6	6	6
Acres of parks	696.6	696.6	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.



SINGLE AUDIT SECTION



FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2015**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
Federal Assistance			
Institute of Museum and Library Services:			
Passed Through South Carolina State Library			
Conference	LSTA	45.310	\$ 1,000
SC Steamer	LSTA	45.310	1,000
Summer Collaboration	LSTA	45.310	<u>1,600</u>
Total Institute of Museum and Library Services			<u>3,600</u>
Department of Health & Human Services:			
Passed Through South Carolina Department of Social Services			
Child Support Enforcement Program	C15021C	93.563	335,635
Service of Process	C11021C	93.563	50,028
County Expense Reimbursement	N/A	93.667	<u>204,068</u>
Total Department of Health & Human Services			<u>589,731</u>
Department of Transportation:			
Passed Through SC Department of Transportation			
FLATS	P027(658)	20.205	<u>49,695</u>
			<u>49,695</u>
Law Enforcement Network	2JC14012	20.600	20,759
Law Enforcement Network	2JC15012	20.600	<u>5,703</u>
			<u>26,462</u>
Total Department of Transportation			<u>76,157</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2015**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
(Continued)			
Department of Homeland Security:			
Passed Through SC Emergency Preparedness Division			
EMPG	14EMPG01	97.042	97,866
EMPG	2013LEMPG	97.042	29,868
Passed Through State Law Enforcement Division			
PDRIM Team	14SHSP26	97.067	10,693
EMW2013	13SHSP40	97.067	<u>28,645</u>
Total Department of Homeland Security			<u>167,072</u>
Environmental Protection Agency:			
Passed Through Catawba Council of Governments			
Lake City Park		66.818	<u>500,000</u>
Total Environmental Protection Agency			<u>500,000</u>
Department of Justice:			
E. Byrnes JAG	2014-DJ-BX-0445	16.738	<u>21,328</u>
Total Department of Justice			<u>21,328</u>
Department of Housing and Urban Development:			
Passed Through South Carolina Department of Commerce			
Town of Timmonsville	4-CI-13-009	14.228	364,953

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2015**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
(Continued)			
Ice Recycling	4-ED-14-001	14.228	<u>180,724</u>
Total Department of Housing and Urban Development			<u>545,677</u>
Total Expenditure of Federal Awards			<u><u>\$ 1,903,565</u></u>

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*.

**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, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information and the respective budgetary comparison schedule for the general fund of Florence County, South Carolina (the "County") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 28, 2015.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink that reads "Elliott Davis Decosimo, LLC". The signature is written in a cursive, flowing style.

Columbia, South Carolina
December 28, 2015



**Independent Auditor's Report on Compliance for Each Major Federal Program
and Report on Internal Control Over Compliance**

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

Report on Compliance for Each Major Federal Program

We have audited Florence County, South Carolina's (the "County") 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, 2015. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Elliott Davis Decosimo, LLC". The signature is written in a cursive, flowing style.

Columbia, South Carolina
December 28, 2015

**FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2015**

SECTION I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified
Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported

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

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:

<u>CFDA #</u>	<u>Program / Cluster Name</u>
14.228	Community Development Block Grants
66.818	Brownfields Assessment and Cleanup Cooperative Agreements

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

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

SECTION II. FINANCIAL STATEMENT FINDINGS _____ Yes X None reported

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS _____ Yes X None reported