

FLORENCE COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017



Prepared By:

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



FLORENCE COUNTY, SOUTH CAROLINA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For The Fiscal Year Ended June 30, 2017

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INTRODUCTORY SECTION





FLORENCE COUNTY Finance Department

December 20, 2017

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

The Comprehensive Annual Financial Report of Florence County, South Carolina, (Florence County) for the year ended June 30, 2017, 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 Florence 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* (GASB Statement No. 34). This model improves financial reporting by including government-wide statements that are based on full accrual accounting and include capital assets and long-term debt. The requirements of GASB Statement 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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. 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 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. Florence 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 Florence 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 (Honda) 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 during 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. During late 2012, Johnson Controls opened a battery recycling facility, the first of its kind permitted in the United States for over a decade. During early 2013, Otis Elevator opened a facility in order to construct its next generation of elevators.

As described above, Florence County's manufacturing base is very diversified. Other well known companies also have plants in Florence 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, Florence 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 during 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 during the spring of 2007 and resulted in an investment of approximately \$35,000,000. During June 2014, Ruiz Foods announced a new investment of \$35,000,000 and 500 new jobs and began production during 2015. During August 2016, McCall Farms announced a new investment of \$323,000,000 and 150 new jobs.

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 Florence 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. During 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. During 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 during 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. During November 1998, Carolinas dedicated a new nine-story state of the art hospital complex. During 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 during 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 during 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. During February 1999, Florence County broke ground on a new 7,500 square foot EMS headquarters. The building was completed during December 1999. During 2004, Florence County completed the construction of two new EMS substations in rural areas of the county, and constructed a third rural substation during early 2012. With funding from the second capital project sales tax, Florence County constructed another substation during 2017 and plans are underway for another substation to be constructed during 2018.

Recreation Improvements

During 1999, a recreation master plan for the entire county was prepared by an outside consulting company. Florence 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, Florence County now owns a 675 acre park near the geographic center of the county and Florence County continues to make improvements to the park. A major renovation of the community building at the park was completed and a canoe launch and a 1,200 foot boardwalk was constructed. In addition, two cabins and a bathhouse were purchased and installed and are available to be rented. A splashpad was added to the park to replace an out-dated swimming pool. An environmental discovery center opened during 2008, and includes a rope bridge walk through the treetops adjacent to the center. 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. During 2004, Florence County acquired three parcels of land to expand two existing baseball leagues and to construct a neighborhood park. During 2017, Florence County constructed a 10 acre lake in the Lake City area and constructed a Miracle League field. Major portions of these projects were funded by private donations.

Libraries

During 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. During 2010, Florence 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 Florence County is currently proceeding with most of the areas of the strategic plan. Florence 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

During 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 Florence County's analog radio system with a digital one
- \$4,955,251 for a new Florence County Emergency Operations Center 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

During 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 during early 2018.

FINANCIAL INFORMATION

Management of Florence County is responsible for establishing and maintaining an internal control structure to ensure that assets of Florence 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.

Because the cost of an internal control should not exceed the benefits to be derived from the control, the objective of the internal control structure is to provide reasonable, rather than absolute assurance, that the financial statements are free of any material misstatement.

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 control structure is subject to periodic evaluation by management of Florence County and our external auditors. The results of Florence County's financial audit for the year ended June 30, 2017 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 Florence County at the account level. In the General Fund, a budget is prepared for each department of Florence 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 Florence 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 Florence 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 Florence 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 fiscal year ended June 30, 2017, this requirement has been met.

Capital Assets. The capital assets of Florence 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. Florence County, in accordance with GASB Statement No. 34, began recognizing depreciation on all its capital assets. In addition, in further compliance with this Statement, Florence 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 Florence County by an independent certified public accountant selected by Florence County Council.

The fiscal year ended June 30, 2017 was audited by the accounting firm of Elliott Davis, LLC, and its 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 Florence 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, Florence County included a 3% across-the-board reduction in the General Fund budget for the year ended June 30, 2012. During 2013 and 2014, Florence County continued to hold the line on expenditure growth in order to restore fund balance back to the 25% threshold. During 2015, Florence 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 for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016. This was the nineteenth 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, LLC. We would like to also commend Florence 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 stylized flourish extending to the right.

Kevin V. Yokim, CPA, CGFO
Finance Director

FLORENCE COUNTY, SOUTH CAROLINA

LIST OF PRINCIPAL OFFICIALS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

MEMBERS OF COUNTY COUNCIL

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

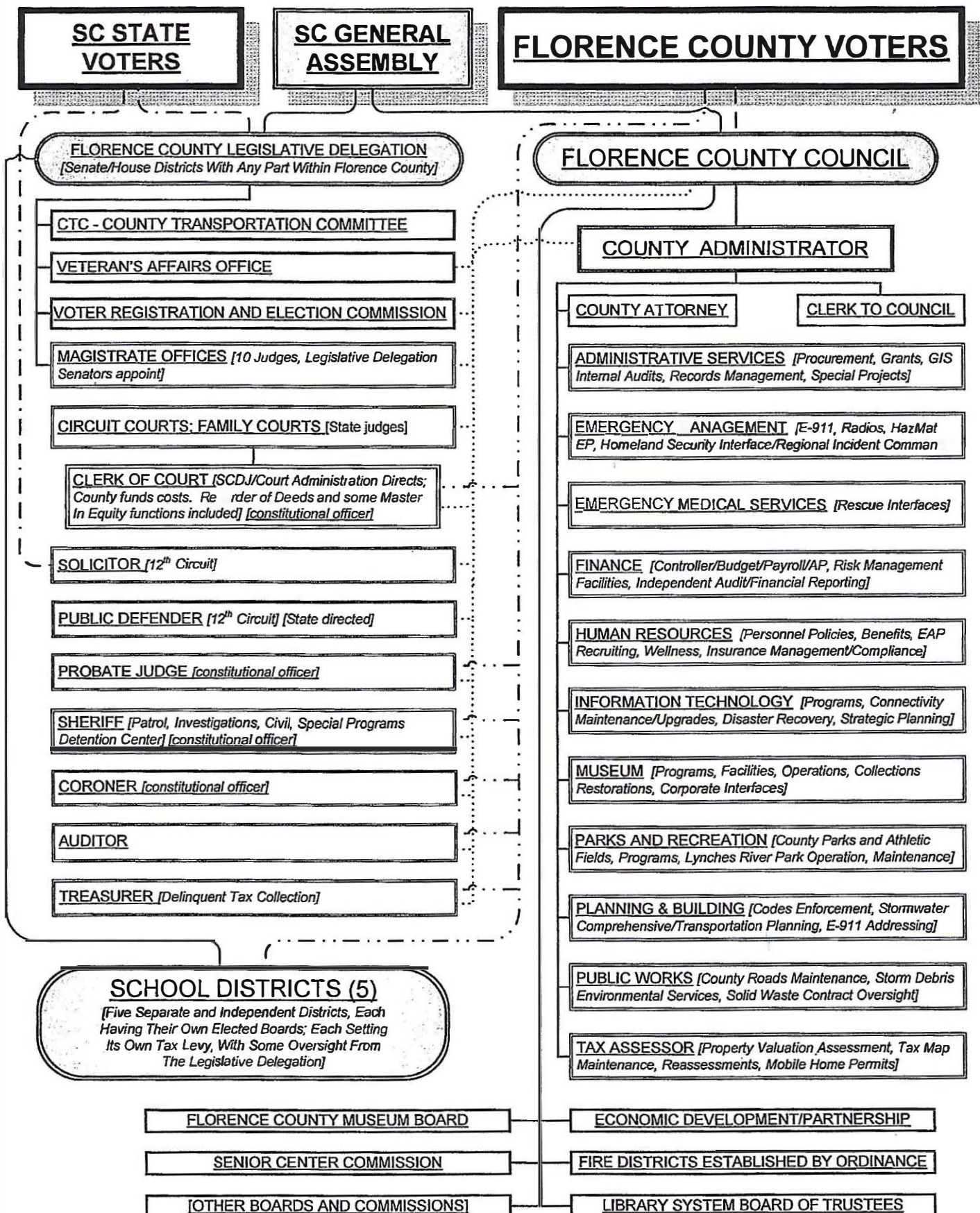
ELECTED OFFICIALS

Doris O'Hara	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, 2016

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, 2017, 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, 2017, 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, net position for the County's governmental activities as of July 1, 2016 has been restated to correct a misstatement. 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, schedules of funding progress and employer contributions - other postemployment benefits, schedule of the employer's proportionate share of the net pension liability, and schedule of the employer's contributions, as listed in the table of contents, 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 introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, capital asset schedules, schedule of long-term debt, additional accompanying information, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, capital asset schedules, schedule of long-term debt, 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 nonmajor fund financial statements, capital asset schedules, schedule of long-term debt, 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, budgetary comparison schedules, and additional accompanying information 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 20, 2017 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, LLC". The signature is written in a cursive, flowing style.

Columbia, South Carolina
December 20, 2017

FINANCIAL SECTION



MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Florence County, South Carolina (Florence County), 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, 2017. 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 of resources exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$8,998,534 (*net position*). Of this amount, (\$142,256,781) represents unrestricted net deficit. The General Fund unassigned fund balance was \$14,023,164, 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 \$13,021,504. The majority of this decrease is attributable to depreciation of capital assets totaling \$10,221,597 and a prior period adjustment of \$5,679,524.
- As of the close of the current fiscal year, Florence County's governmental funds reported combined ending fund balances of \$105,535,288, a decrease of \$62,413,540 in comparison with the prior year primarily as the result of the capital outlay for Capital Project Sales Tax 2 projects and the new judicial center.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$14,023,164, or 25.0 percent of total General Fund expenditures and net transfers out.
- Florence County's debt decreased by \$25,167,368 (12.1 percent) during the current fiscal year. The key factor in this decrease was the principal payments on general obligation bonds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Florence County's 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 of resources, liabilities, deferred inflows of resources, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of 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 and physical 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 24 – 25 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 Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Florence County maintains fifty individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, the Grant Special Revenue Fund, the CPST2 Debt Service Fund, the CPST2 Capital Project Fund, and the Judicial Center Capital Project Fund, all of which are considered to be major funds. Data from the other forty five 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 26 – 30 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 31 – 34 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 35 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 36 – 84 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 pension plans. These schedules can be found on pages 85 – 87 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 88 – 116 of this report.

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 of resources exceeded liabilities and deferred inflows of resources by \$8,998,534 at the close of the most recent fiscal year.

The largest portion of Florence County’s net position (998.3 percent) represents resources that are subject to external restrictions on how they may be used.

Florence County’s Net Position

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current assets	\$ 130,416,645	\$197,857,733	\$ 3,664,564	\$ 4,637,733	\$ 134,081,209	\$202,495,466
Noncurrent assets	149,150,560	113,640,817	4,173,747	4,317,453	153,324,307	117,958,270
Total assets	279,567,205	311,498,550	7,838,311	8,955,186	287,405,516	320,423,736
Deferred outflows	10,906,977	5,805,714	38,436	18,604	10,945,413	5,824,318
Current liabilities	54,572,854	53,032,324	777,312	934,980	55,350,166	53,967,304
Noncurrent liabilities	232,345,470	248,749,284	1,067,742	1,007,449	49,910,934	249,756,733
Total liabilities	286,918,324	301,781,608	1,845,054	1,942,429	288,763,378	303,724,037
Deferred inflows	587,180	533,828	1,837	151	589,017	533,979
Net position:						
Net investment in capital assets	58,072,978	39,424,586	3,345,807	3,489,513	61,418,785	42,914,099
Restricted	89,836,530	150,489,601	-	-	89,836,530	150,489,601
Unrestricted	(144,940,830)	(174,925,359)	2,684,049	3,541,697	(142,256,781)	(171,383,662)
Total net position	\$ 2,968,678	\$ 14,988,828	\$ 6,029,856	\$ 7,031,210	\$ 8,998,534	\$ 22,020,038

An additional portion of Florence County’s net position (1,956.2 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. The remaining balance of *unrestricted net position* (\$142,256,781) is comprised of the unrestricted net position of the proprietary funds of \$2,684,049 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 (\$144,940,830). A portion of this unrestricted net position balance is the result of OPEB liability payable of \$15,468,537 and the net pension liability of \$62,865,722.

Florence County's unrestricted net deficit and total net position for its governmental activities decreased \$29,984,529 and \$12,020,150 respectively, during the current fiscal year. The decrease in unrestricted net deficit was primarily the result of the increase in net investment in capital assets and the prior period adjustment of \$5,679,524. The decrease in total net position was primarily the result of the increase in the net pension liability.

Florence County's total unrestricted cash and investments decreased by \$64,211,463 primarily as a result of the expenditure of a portion of the proceeds of the judicial center bond and the capital project sales tax bond. Net investment in capital assets for its governmental activities increased by \$18,648,392 as a result of the decrease in bonds payable related to capital assets.

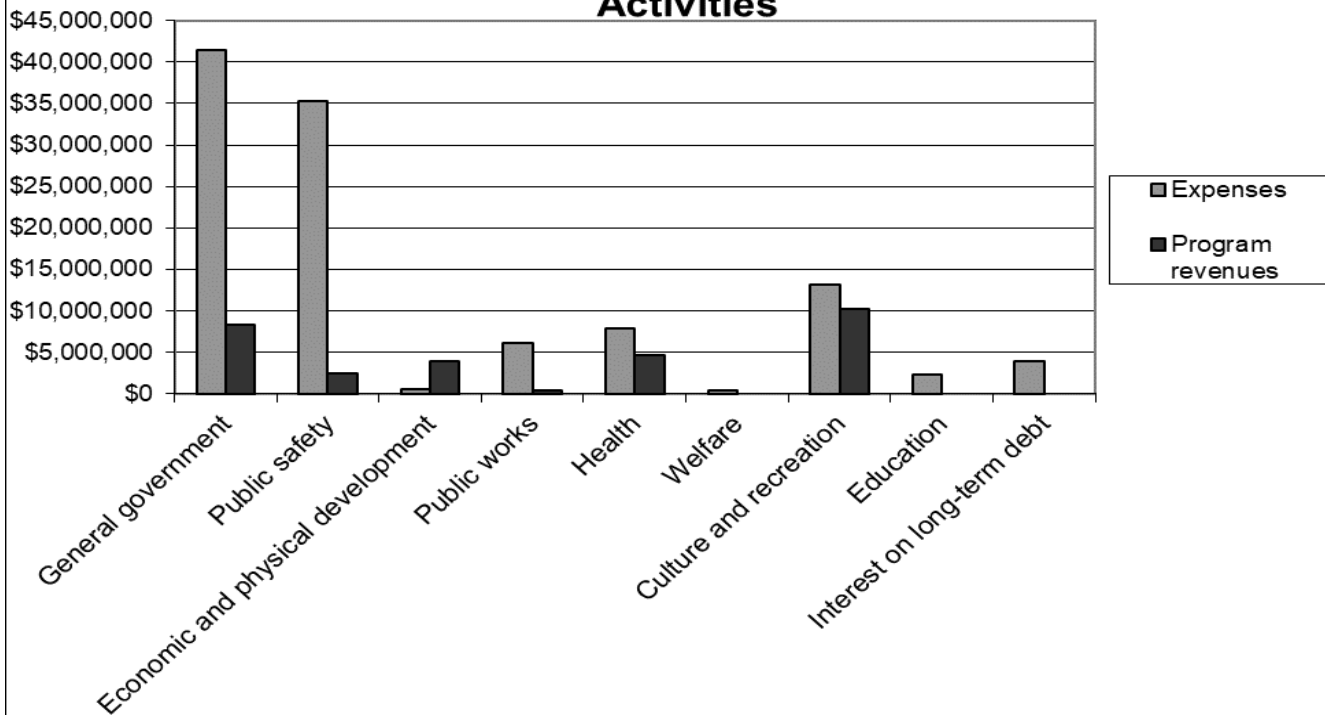
Governmental activities. Governmental activities adjusted Florence County's net position downward by \$12,020,150 to \$2,968,678 as a result of the activities described in the previous paragraphs.

Business-type activities. Business-type activities decreased Florence County's net position by \$1,001,354, primarily as a result of increased expenses in the Florence County Landfill Fund.

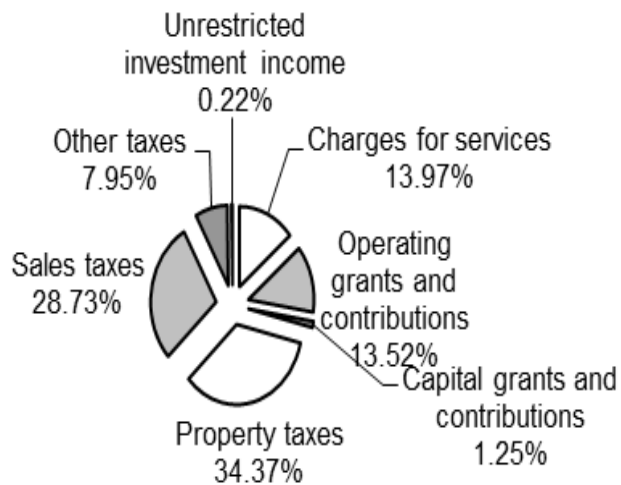
Florence County's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	\$14,643,203	\$13,757,802	\$ 4,268,205	\$ 4,752,295	\$18,911,408	\$18,510,097
Operating grants and contributions	14,172,861	12,483,036	-	-	14,172,861	12,483,036
Capital grants and contributions	1,306,023	1,176,312	-	-	1,306,023	1,176,312
General revenues:						
Property taxes	36,022,577	33,598,799	-	-	36,022,577	33,598,799
Other taxes	38,443,687	41,565,521	-	-	38,443,687	41,565,521
Other	232,305	1,226,359	21,338	17,037	253,643	1,243,396
Total revenues	104,820,656	103,807,829	4,289,543	4,769,332	109,110,199	108,577,161
Expenses:						
General government	41,456,628	31,412,371	-	-	41,456,628	31,412,371
Public safety	35,271,172	50,270,768	-	-	35,271,172	50,270,768
Economic and physical development	576,196	834,666	-	-	576,196	834,666
Public works	6,164,571	6,629,439	-	-	6,164,571	6,629,439
Health	7,838,830	7,616,736	-	-	7,838,830	7,616,736
Welfare	387,731	481,948	-	-	387,731	481,948
Culture and recreation	13,156,309	9,740,455	-	-	13,156,309	9,740,455
Education	2,279,515	2,599,515	-	-	2,279,515	2,599,515
Interest on long-term debt	3,928,219	4,984,213	-	-	3,928,219	4,984,213
Utility system	-	-	137,267	265,669	137,267	265,669
Landfill	-	-	4,460,208	4,142,704	4,460,208	4,142,704
E911 system	-	-	795,633	391,379	795,633	391,379
Total expenses	111,059,171	114,570,111	5,393,008	4,799,752	116,452,179	119,369,863
Increase (decrease) in net position before transfers	(6,238,515)	(10,762,282)	(1,103,465)	(30,420)	(7,582,272)	(10,792,702)
Transfers	(102,111)	(137,862)	102,111	137,862	-	-
Increase (decrease) in net position	(6,340,626)	(10,900,144)	(1,001,354)	107,442	(7,582,272)	(10,792,702)
Net position, July 1, as originally reported	14,988,828	25,888,972	7,031,210	6,923,768	22,020,038	32,812,740
Prior period adjustment	(5,679,524)	-	-	-	(5,679,524)	32,812,740
Net position, July 1, as restated	9,309,304	25,888,972	7,031,210	6,923,768	16,340,514	32,812,740
Net position, June 30,	\$ 2,968,678	\$14,988,828	\$ 6,029,856	\$ 7,031,210	\$8,998,534	\$22,020,038

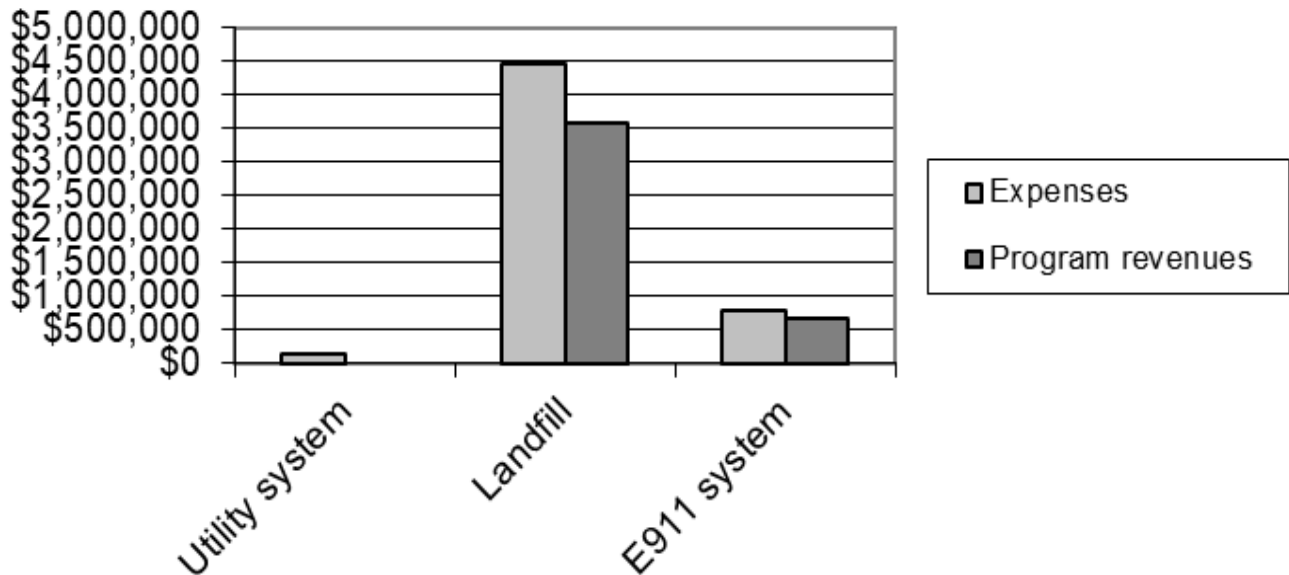
Expenses and Program Revenues - Governmental Activities



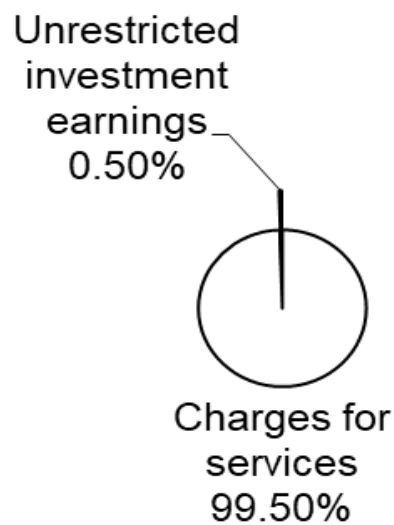
Revenues by Source - Governmental Activities



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 revenues received from the state government and to fund reimbursement-based grants, as had often been the case in recent years.

As of the end of the current fiscal year, Florence County's governmental funds reported combined ending fund balances of \$105,535,288, a decrease of \$62,413,540 in comparison with the prior year primarily as the result of capital outlay expenditures in the Capital Project Sales Tax 2 Capital Project Fund and the Judicial Center Capital Project Fund. Approximately 13.0% of this total amount (\$13,739,383) constitutes unassigned fund balance. The remainder of fund balance is committed/assigned/restricted/nonspendable 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 \$333,439, (2) to pay debt service of \$13,889,625, and (3) to pay for various capital improvements or other expenditures in future years of \$77,572,841.

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 \$14,023,164, while total fund balance reached \$17,575,809. 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 25.0 percent of total General Fund expenditures and net transfers out, while total fund balance represents 31.4 percent of that same amount.

The fund balance of Florence County's General Fund increased by \$1,438,302 during the current fiscal year, primarily as a result of salary savings realized in various departments.

The Grant Special Revenue Fund has a total fund balance of \$2,680,789, all of which is restricted for subsequent years' expenditures. This fund balance increased by \$207,285, primarily as a result of grant revenue exceeding grant expenditures during the current fiscal year.

The CPST2 Debt Service Fund has a total fund balance of \$10,966,162, all of which is restricted for subsequent years' expenditures. This fund balance decreased by \$3,147,818, primarily as a result of annual debt service on the capital project sales tax bonds exceeding the sales taxes revenue.

The CPST2 Capital Project Fund has a total fund balance of \$41,924,493, all of which is restricted for subsequent years' expenditures. This fund balance decreased by \$25,067,034, primarily as a result of expenditures on capital sales tax funded projects.

The Judicial Center Capital Project Fund has a total fund balance of \$12,150,545, all of which is restricted for subsequent years' expenditures. This fund balance decreased by \$21,420,820, primarily as a result of expenditures for the construction of the new judicial center.

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

At the end of the current fiscal year, total net position of the Florence County Utility System, the Florence County Landfill, and the Florence County E911 System was \$371,858, \$2,580,940, and \$3,077,058, respectively. The total decrease in net position for the Florence County Utility System, the Florence County Landfill, and the Florence County E911 System was \$137,167, \$506,195, and \$357,992, 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 special events hosted by the Recreation Department was increased by \$2,537 and budgeted culture and recreation expenditures were increased by a corresponding amount. Budgeted general government expenditures were increased by \$176,100 to carry over funds previously appropriated for a corridor study. Budgeted public safety expenditures were increased by \$11,372 to fund the purchase of bulletproof vests. Budgeted expenditures were increased by \$349,492 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 \$2,644,584. However, since less money was spent during the year than was budgeted, primarily as a result of savings from vacant personnel positions, fund balance increased by \$1,634,632.

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, 2017 amounts to \$152,496,367 (net of accumulated depreciation). This investment in capital assets includes land, buildings and additions, improvements other than buildings, autos and trucks, furniture and fixtures, machinery and equipment, and roads and bridges.

Major capital assets events during the current fiscal year included the following:

- Construction on the new judicial center commenced.
- Various vehicle and equipment purchases were made.

Florence County’s Capital Assets (net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$10,563,561	\$10,567,628	\$2,340,638	\$2,340,638	\$12,904,199	\$12,908,266
Construction-in-progress	31,571,173	9,193,810	-	-	31,571,173	9,193,810
Buildings and additions	65,221,454	62,360,266	-	211	65,221,454	62,360,477
Improvements other than buildings	4,403,489	4,749,761	470,474	439,239	4,873,963	5,189,000
Autos and trucks	3,481,530	3,596,545	2,392	2,994	3,483,922	3,599,539
Furniture and fixtures	272,725	314,449	-	-	272,725	314,449
Machinery and equipment	17,850,330	11,910,679	532,303	706,431	18,382,633	12,617,110
Infrastructure	15,786,298	10,947,679	-	-	15,786,298	10,947,679
Total	\$149,150,560	\$113,640,817	\$3,345,807	\$3,489,513	\$152,496,367	\$117,130,330

Additional information on Florence County’s capital assets can be found in Note 2 on pages 54 – 56 of this report.

Long-term debt. At the end of the current fiscal year, Florence County had total bonded general obligation debt outstanding (including premiums) of \$103,935,900. 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 Florence County Council.

Florence County’s Outstanding Debt General Obligation Bonds and Other Debt

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
General obligation bonds	\$103,935,900	\$124,771,375	\$ -	\$ -	\$103,935,900	\$124,771,375
Revenue bonds	63,881,364	64,657,173	-	-	63,881,364	64,657,173
Capital leases	13,588,805	17,027,847	-	-	13,588,805	17,027,847
Unused vacation pay	1,612,040	1,729,082	890	890	1,612,930	1,729,972
Total	\$183,018,109	\$208,185,477	\$ 890	\$ 890	\$183,018,999	\$208,186,367

Florence County’s total debt decreased by \$25,167,368 (12.1%) during the current fiscal year. The key factor in this decrease was the principal payments on general obligation bonds.

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 \$37,743,267 which is significantly in excess of Florence County’s general obligation debt subject to the debt limit as of June 30, 2017, which is \$8,690,000.

Additional information on Florence County’s long-term debt can be found in Note 2 on pages 59 – 69 of this report.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for Florence County is currently 4.5%, which is a decrease from a rate of 6.0% a year ago.

This factor was considered in preparing Florence County’s budget for the 2017 fiscal year.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$14,023,164. This fund balance has increased to a threshold of 25.0 percent of expenditures and net transfers out. In addition, 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, 2017

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 74,333,316	\$ 3,542,858	\$ 77,876,174
Investments	45,315,226	-	45,315,226
Receivables (net of allowance for uncollectibles)	8,806,376	121,706	8,928,082
Inventory	221,249	-	221,249
Prepays	1,740,478	-	1,740,478
Total current assets	130,416,645	3,664,564	134,081,209
Noncurrent assets:			
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	-	827,940	827,940
Capital assets (net of accumulated depreciation):			
Land	10,563,561	2,340,638	12,904,199
Construction-in-progress	31,571,173	-	31,571,173
Buildings and additions	65,221,454	-	65,221,454
Improvements other than buildings	4,403,489	470,474	4,873,963
Autos and trucks	3,481,530	2,392	3,483,922
Furniture and fixtures	272,725	-	272,725
Machinery and equipment	17,850,330	532,303	18,382,633
Infrastructure	15,786,298	-	15,786,298
Total noncurrent assets	149,150,560	4,173,747	153,324,307
Total assets	279,567,205	7,838,311	287,405,516
DEFERRED OUTFLOWS OF RESOURCES			
Pension plan difference between expected and actual experience	734,729	2,486	737,215
Pension plan net difference between projected and actual earnings on pension plan investments	5,832,425	20,175	5,852,600
Pension plan changes in proportion and differences between employer contributions and proportionate share of contributions	603,776	548	604,324
Pension plan contributions made subsequent to the measurement date	3,736,047	15,227	3,751,274
Total deferred outflows of resources	10,906,977	38,436	10,945,413
LIABILITIES			
Current liabilities:			
Accounts payable and other current liabilities	19,035,886	776,422	19,812,308
Unearned revenues	5,439,232	-	5,439,232
Accrued interest payable	1,090,838	-	1,090,838
Current portion of long-term debt	29,006,898	890	29,007,788
Total current liabilities	54,572,854	777,312	55,350,166
Noncurrent liabilities:			
Liabilities payable from restricted assets	-	827,940	827,940
Due in more than one year	154,011,211	-	154,011,211
OPEB liability payable	15,468,537	-	15,468,537
Net pension liability	62,865,722	239,802	63,105,524
Total noncurrent liabilities	232,345,470	1,067,742	233,413,212
Total liabilities	286,918,324	1,845,054	288,763,378
DEFERRED INFLOWS OF RESOURCES			
Pension plan difference between expected and actual experience	48,104	260	48,364
Pension plan changes in proportion and differences between employer contributions and proportionate share of contributions	539,076	1,577	540,653
Total deferred inflows of resources	587,180	1,837	589,017
NET POSITION			
Net investment in capital assets	58,072,978	3,345,807	61,418,785
Restricted for:			
Federal and state grant purposes	2,680,789	-	2,680,789
Education purposes	198,662	-	198,662
Tourism related purposes	2,208,537	-	2,208,537
Public safety purposes	373,943	-	373,943
Delinquent tax collection purposes	170,516	-	170,516
Economic development purposes	558,449	-	558,449
Road maintenance purposes	2,169,794	-	2,169,794
Debt service	13,889,625	-	13,889,625
Capital projects	67,399,677	-	67,399,677
Other purposes	186,538	-	186,538
Unrestricted (deficit)	(144,940,830)	2,684,049	(142,256,781)
Total net position	\$ 2,968,678	\$ 6,029,856	\$ 8,998,534

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

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 41,456,628	\$ 4,555,913	\$ 3,521,994	\$ 250,000	\$ (33,128,721)	\$ -	\$ (33,128,721)
Public safety	35,271,172	885,042	1,550,534	52,200	(32,783,396)	-	(32,783,396)
Economic and physical development	576,196	3,038,807	875,606	-	3,338,217	-	3,338,217
Public works	6,164,571	430,896	18,675	9,066	(5,705,934)	-	(5,705,934)
Health	7,838,830	4,712,408	14,683	-	(3,111,739)	-	(3,111,739)
Welfare	387,731	-	-	-	(387,731)	-	(387,731)
Culture and recreation	13,156,309	1,020,137	8,191,369	994,757	(2,950,046)	-	(2,950,046)
Education	2,279,515	-	-	-	(2,279,515)	-	(2,279,515)
Interest on long-term debt	3,928,219	-	-	-	(3,928,219)	-	(3,928,219)
Total governmental activities	<u>111,059,171</u>	<u>14,643,203</u>	<u>14,172,861</u>	<u>1,306,023</u>	<u>(80,937,084)</u>	<u>-</u>	<u>(80,937,084)</u>
Business-type activities:							
Utility System	137,167	-	-	-	-	(137,167)	(137,167)
Landfill	4,460,208	3,586,222	-	-	-	(873,986)	(873,986)
E911 System	795,633	681,983	-	-	-	(113,650)	(113,650)
Total business-type activities	<u>5,393,008</u>	<u>4,268,205</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,124,803)</u>	<u>(1,124,803)</u>
Total primary government	<u>\$ 116,452,179</u>	<u>\$ 18,911,408</u>	<u>\$ 14,172,861</u>	<u>\$ 1,306,023</u>	<u>(80,937,084)</u>	<u>(1,124,803)</u>	<u>(82,061,887)</u>
General revenues:							
Property taxes					36,022,577	-	36,022,577
Sales taxes					30,111,984	-	30,111,984
Fees in lieu of tax					3,454,943	-	3,454,943
Franchise fees (based on gross receipts)					771,211	-	771,211
Accommodations tax					4,105,549	-	4,105,549
Unrestricted investment earnings					232,305	21,338	253,643
Transfers					(102,111)	102,111	-
Total general revenues and transfers					<u>74,596,458</u>	<u>123,449</u>	<u>74,719,907</u>
Change in net position					(6,340,626)	(1,001,354)	(7,341,980)
Net position, beginning of year, as originally reported					14,988,828	7,031,210	22,020,038
Prior period adjustment (Note 13)					(5,679,524)	-	(5,679,524)
Net position, beginning of year, as restated					<u>9,309,304</u>	<u>7,031,210</u>	<u>16,340,514</u>
Net position - end of year					<u>\$ 2,968,678</u>	<u>\$ 6,029,856</u>	<u>\$ 8,998,534</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2017**

	General Fund	Grant Special Revenue Fund	CPST2 Debt Service Fund	CPST2 Capital Project Fund	Judicial Center Capital Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Assets:							
Cash and cash equivalents	\$ 21,602,017	\$ 5,165,802	\$ 10,966,162	\$ 5,523,690	\$ 14,456,794	\$ 16,618,851	\$ 74,333,316
Investments	-	-	-	39,760,516	-	5,554,710	45,315,226
Receivables:							
Property taxes (net)	551,137	-	-	-	-	324,199	875,336
Other governmental units and agencies	4,703,422	974,134	-	-	-	1,240,130	6,917,686
Others (net)	831,520	9,354	-	-	-	172,480	1,013,354
Inventory	48,807	-	-	-	-	172,442	221,249
Prepays	1,740,478	-	-	-	-	-	1,740,478
Total assets	\$ 29,477,381	\$ 6,149,290	\$ 10,966,162	\$ 45,284,206	\$ 14,456,794	\$ 24,082,812	\$ 130,416,645
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,604,144	\$ 232,309	\$ -	\$ 3,359,713	\$ 2,306,249	\$ 3,016,068	\$ 10,518,483
Payroll withholdings and accruals	1,251,281	83,550	-	-	-	92,355	1,427,186
Other payables	7,090,217	-	-	-	-	-	7,090,217
Unearned revenues	1,651,693	3,152,642	-	-	-	634,897	5,439,232
Total liabilities	11,597,335	3,468,501	-	3,359,713	2,306,249	3,743,320	24,475,118
Deferred inflows of resources:							
Unavailable revenue -							
timing restriction for property taxes	304,237	-	-	-	-	102,002	406,239
Total deferred inflows of resources	304,237	-	-	-	-	102,002	406,239
Fund balances:							
Nonspendable:							
Inventory and prepaids	1,786,933	-	-	-	-	172,442	1,959,375
Restricted:							
Federal and state grant purposes	-	2,680,789	-	-	-	-	2,680,789
Education purposes	-	-	-	-	-	198,662	198,662
Tourism related purposes	-	-	-	-	-	2,208,537	2,208,537
Library purposes	-	-	-	-	-	32,441	32,441
Victim witness purposes	-	-	-	-	-	153,290	153,290
Public safety purposes	-	-	-	-	-	373,943	373,943
Senior citizen purposes	-	-	-	-	-	807	807
Delinquent tax collection purposes	-	-	-	-	-	170,516	170,516
Economic development purposes	-	-	-	-	-	558,449	558,449
Road maintenance purposes	-	-	-	-	-	2,169,794	2,169,794
Debt service	-	-	10,966,162	-	-	2,923,463	13,889,625
Capital project	-	-	-	41,924,493	12,150,545	10,589,818	64,664,856
Committed:							
Road paving purposes	1,432,273	-	-	-	-	-	1,432,273
Capital project	-	-	-	-	-	969,109	969,109
Assigned:							
General government	333,439	-	-	-	-	-	333,439
Unassigned:							
General fund	14,023,164	-	-	-	-	-	14,023,164
Special revenue funds (deficit)	-	-	-	-	-	(283,781)	(283,781)
Total fund balances	17,575,809	2,680,789	10,966,162	41,924,493	12,150,545	20,237,490	105,535,288
Total liabilities, deferred inflows of resources, and fund balances	\$ 29,477,381	\$ 6,149,290	\$ 10,966,162	\$ 45,284,206	\$ 14,456,794	\$ 24,082,812	
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.							149,150,560
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.							406,239
Pension contributions after measurement period							3,736,047
Net pension change in liability experience							686,625
Net pension change in investment experience							5,832,425
Net pension change in proportion and differences between employer contributions and proportionate share of plan contributions							64,700
Accrued interest payable on bonds							(1,090,838)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.							(183,018,109)
Other post-employment benefit costs are not due and payable in the current period and therefore are not reported in the funds.							(15,468,537)
Net pension liability							(62,865,722)
Net position of governmental activities							\$ 2,968,678

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 Fiscal Year Ended June 30, 2017

	General Fund	Grant Special Revenue Fund	CPST2 Debt Service Fund	CPST2 Capital Project Fund	Judicial Center Capital Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 38,009,473	\$ 488,500	\$ 17,281,593	\$ -	\$ -	\$ 12,854,781	\$ 68,634,347
Licenses and permits	2,222,934	-	-	-	-	-	2,222,934
Fines and fees	3,368,074	-	-	-	-	7,606,668	10,974,742
Intergovernmental	6,754,688	3,295,708	-	-	-	2,038,272	12,088,668
Sales and other functional revenues	6,675,577	-	-	-	-	-	6,675,577
Miscellaneous	1,326,563	2,961,680	-	(356,785)	189,973	159,263	4,280,694
Total revenues	<u>58,357,309</u>	<u>6,745,888</u>	<u>17,281,593</u>	<u>(356,785)</u>	<u>189,973</u>	<u>22,658,984</u>	<u>104,876,962</u>
Expenditures:							
Current:							
General government	22,046,068	3,234,846	-	-	-	1,413,967	26,694,881
Public safety	19,905,421	1,467,358	-	-	-	4,163,888	25,536,667
Economic and physical development	-	9,066	-	-	-	550,051	559,117
Public works	1,279,106	-	-	-	-	2,576,168	3,855,274
Health	7,176,060	1,180	-	-	-	-	7,177,240
Welfare	387,731	-	-	-	-	-	387,731
Culture and recreation	5,678,528	1,826,153	-	-	-	1,806,815	9,311,496
Education	4,515	-	-	-	-	2,275,000	2,279,515
Capital outlay	-	-	-	25,210,249	21,610,793	15,527,871	62,348,913
Debt service:							
Principal retirements	-	-	16,850,000	-	-	8,175,054	25,025,054
Interest	-	-	3,577,900	-	-	2,852,540	6,430,440
Bond issuance costs	-	-	-	-	-	28,313	28,313
Paying agent fee	-	-	1,511	-	-	2,525	4,036
Total expenditures	<u>56,477,429</u>	<u>6,538,603</u>	<u>20,429,411</u>	<u>25,210,249</u>	<u>21,610,793</u>	<u>39,372,192</u>	<u>169,638,677</u>
Revenues over (under) expenditures	1,879,880	207,285	(3,147,818)	(25,567,034)	(21,420,820)	(16,713,208)	(64,761,715)
Other financing sources (uses):							
Issuance of bond debt	-	-	-	-	-	1,941,000	1,941,000
Issuance of capital lease	-	-	-	500,000	-	-	500,000
Transfers in	806,504	-	-	-	-	1,396,753	2,203,257
Transfers out	(1,257,368)	-	-	-	-	(1,048,000)	(2,305,368)
Total other financing sources (uses)	<u>(450,864)</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>-</u>	<u>2,289,753</u>	<u>2,338,889</u>
Net change in fund balances	1,429,016	207,285	(3,147,818)	(25,067,034)	(21,420,820)	(14,423,455)	(62,422,826)
Fund balances - beginning of year	16,137,507	2,473,504	14,113,980	66,991,527	33,571,365	34,660,945	167,948,828
Change in reserve for inventory	9,286	-	-	-	-	-	9,286
Fund balances - end of year	<u>\$ 17,575,809</u>	<u>\$ 2,680,789</u>	<u>\$ 10,966,162</u>	<u>\$ 41,924,493</u>	<u>\$ 12,150,545</u>	<u>\$ 20,237,490</u>	<u>\$ 105,535,288</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 Fiscal Year Ended June 30, 2017

Amounts reported for governmental activities in the Statement of Activities (page 25) are different because:

Net change in fund balances - total governmental funds (page 27)		\$ (62,422,826)
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 during the current period.		
Capital outlays	46,017,088	
Less: depreciation expense (page 54)	<u>(9,948,755)</u>	36,068,333
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 54)		(558,590)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
Unavailable revenue from timing restriction for property taxes		(56,326)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal 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	25,565,621	
Amortization of premium on bonds payable	1,925,705	
Net decrease in vacation pay earned not used	117,042	
Less: issuance of debt	<u>(2,441,000)</u>	25,167,368
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		(2,242,904)
Increase in accrued interest payable		(48,744)
Increase in OPEB liability		(2,256,223)
Change in reserve for inventory (page 27)		<u>9,286</u>
Change in net position of governmental activities (page 25)		<u>\$ (6,340,626)</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For the Fiscal Year Ended June 30, 2017**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	\$ 39,770,236	\$ 38,927,230	\$ 38,009,473	\$ (917,757)
Licenses and permits	1,624,750	2,087,550	2,222,934	135,384
Fines and fees	3,301,000	3,328,000	3,368,074	40,074
Intergovernmental	6,215,583	6,549,106	6,754,688	205,582
Sales and other functional revenues	6,187,100	6,206,783	6,675,577	468,794
Miscellaneous	430,500	430,500	1,326,563	896,063
Total revenues	<u>57,529,169</u>	<u>57,529,169</u>	<u>58,357,309</u>	<u>828,140</u>
Expenditures:				
General government	22,357,613	22,673,454	22,003,004	670,450
Public safety	19,575,339	20,037,140	19,918,192	118,948
Public works	2,663,966	2,793,603	995,778	1,797,825
Health	8,038,449	8,038,449	7,251,752	786,697
Welfare	409,814	409,814	387,731	22,083
Culture and recreation	5,506,662	5,528,089	5,710,841	(182,752)
Education	4,515	4,515	4,515	-
Total expenditures	<u>58,556,358</u>	<u>59,485,064</u>	<u>56,271,813</u>	<u>3,213,251</u>
Revenues over (under) expenditures	(1,027,189)	(1,955,895)	2,085,496	4,041,391
Other financing sources (uses):				
Transfers in	718,000	718,000	806,504	88,504
Transfers out	(1,406,689)	(1,406,689)	(1,257,368)	149,321
Total other financing sources (uses)	<u>(688,689)</u>	<u>(688,689)</u>	<u>(450,864)</u>	<u>237,825</u>
Net change in fund balance	(1,715,878)	(2,644,584)	1,634,632	4,279,216
Fund balance - beginning of year	<u>10,027,683</u>	<u>10,426,571</u>	<u>15,611,643</u>	<u>-</u>
Fund balance - end of year	<u>\$ 8,311,805</u>	<u>\$ 7,781,987</u>	<u>\$ 17,246,275</u>	<u>\$ 4,279,216</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 Fiscal Year Ended June 30, 2017

(Continued)

Reconciliation of fund balance:

GAAP basis	\$ 17,575,809
Increase (decrease):	
Due to expenditures:	
Encumbrances	(333,439)
Inventories	(46,455)
Cash - Juror fee accounts	<u>50,360</u>
Budgetary basis	<u>\$ 17,246,275</u>

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

FLORENCE COUNTY, SOUTH CAROLINA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
June 30, 2017

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 392,851	\$ 443,783	\$ 2,706,224	\$ 3,542,858
Receivables:				
Intergovernmental receivable	-	16,544	-	16,544
Due from customers	-	-	105,162	105,162
Total current assets	<u>392,851</u>	<u>460,327</u>	<u>2,811,386</u>	<u>3,664,564</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	-	1,055,140	-	1,055,140
Autos & trucks	-	1,741,985	-	1,741,985
Furniture & fixtures	-	1,720	18,734	20,454
Machinery & equipment	-	45,766	1,979,270	2,025,036
Less accumulated depreciation	-	(2,720,626)	(1,465,701)	(4,186,327)
Total capital assets (net of accumulated depreciation)	-	<u>2,813,504</u>	<u>532,303</u>	<u>3,345,807</u>
Total noncurrent assets	-	<u>3,641,444</u>	<u>532,303</u>	<u>4,173,747</u>
Total assets	<u>392,851</u>	<u>4,101,771</u>	<u>3,343,689</u>	<u>7,838,311</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension plan difference between expected and actual experience	-	-	2,486	2,486
Pension plan net difference between projected and actual earnings on pension plan investments	-	-	20,175	20,175
Pension plan changes in proportion and differences between employer contributions and proportionate share of contributions	-	-	548	548
Pension plan contributions made subsequent to the measurement date	-	-	15,227	15,227
Total deferred outflows of resources	-	-	<u>38,436</u>	<u>38,436</u>
LIABILITIES				
Liabilities:				
Current liabilities:				
Accounts payable	20,993	692,891	56,032	769,916
Accrued payroll	-	-	6,506	6,506
Accrued vacation	-	-	890	890
Total current liabilities	<u>20,993</u>	<u>692,891</u>	<u>63,428</u>	<u>777,312</u>
Noncurrent liabilities:				
Closure and post-closure costs	-	827,940	-	827,940
Net pension liability	-	-	239,802	239,802
Total long-term liabilities	-	<u>827,940</u>	<u>239,802</u>	<u>1,067,742</u>
Total liabilities	<u>20,993</u>	<u>1,520,831</u>	<u>303,230</u>	<u>1,845,054</u>
DEFERRED INFLOWS OF RESOURCES				
Pension plan difference between expected and actual experience	-	-	260	260
Pension plan changes in proportion and differences between employer contributions and proportionate share of contributions	-	-	1,577	1,577
Total deferred inflows of resources	-	-	<u>1,837</u>	<u>1,837</u>
NET POSITION				
Investment in capital assets	-	2,813,504	532,303	3,345,807
Unrestricted (deficit)	371,858	(232,564)	2,544,755	2,684,049
Total net position	<u>\$ 371,858</u>	<u>\$ 2,580,940</u>	<u>\$ 3,077,058</u>	<u>\$ 6,029,856</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 Fiscal Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
Operating revenues:				
Charges for services	\$ -	\$ 3,586,222	\$ 681,983	\$ 4,268,205
Total operating revenues	<u>-</u>	<u>3,586,222</u>	<u>681,983</u>	<u>4,268,205</u>
Operating expenses:				
Personnel costs	-	-	236,069	236,069
System maintenance	137,167	4,441,825	305,105	4,884,097
Depreciation	-	18,383	254,459	272,842
Total operating expenses	<u>137,167</u>	<u>4,460,208</u>	<u>795,633</u>	<u>5,393,008</u>
Operating loss	<u>(137,167)</u>	<u>(873,986)</u>	<u>(113,650)</u>	<u>(1,124,803)</u>
Non operating revenues:				
Interest earned on investments	-	7,176	14,162	21,338
Total nonoperating revenues	<u>-</u>	<u>7,176</u>	<u>14,162</u>	<u>21,338</u>
Loss before transfers	(137,167)	(866,810)	(99,488)	(1,103,465)
Transfers in	-	360,615	-	360,615
Transfers out	<u>-</u>	<u>-</u>	<u>(258,504)</u>	<u>(258,504)</u>
Change in net position	(137,167)	(506,195)	(357,992)	(1,001,354)
Net position, beginning of year	<u>509,025</u>	<u>3,087,135</u>	<u>3,435,050</u>	<u>7,031,210</u>
Net position, end of year	<u><u>\$ 371,858</u></u>	<u><u>\$ 2,580,940</u></u>	<u><u>\$ 3,077,058</u></u>	<u><u>\$ 6,029,856</u></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 Fiscal Year Ended June 30, 2017**

	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	\$ -	\$ 3,586,635	\$ 709,762	\$ 4,296,397
Payments to suppliers	(200,869)	(4,575,146)	(266,264)	(5,042,279)
Payments to employees	-	-	(193,408)	(193,408)
Net cash provided by (used in) operating activities	<u>(200,869)</u>	<u>(988,511)</u>	<u>250,090</u>	<u>(939,290)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers in	-	360,615	-	360,615
Transfers out	-	-	(258,504)	(258,504)
Net cash provided by (used in) non-capital financing activities	<u>-</u>	<u>360,615</u>	<u>(258,504)</u>	<u>102,111</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchases of capital assets	-	(48,806)	(80,330)	(129,136)
Net cash used in financing activities	<u>-</u>	<u>(48,806)</u>	<u>(80,330)</u>	<u>(129,136)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest earned on investments	-	7,176	14,162	21,338
Net cash provided by investing activities	<u>-</u>	<u>7,176</u>	<u>14,162</u>	<u>21,338</u>
Net increase (decrease) in cash and cash equivalents	(200,869)	(669,526)	(74,582)	(944,977)
Cash and cash equivalents at beginning of period	593,720	1,941,249	2,780,806	5,315,775
Cash and cash equivalents at end of period	<u>\$ 392,851</u>	<u>\$ 1,271,723</u>	<u>\$ 2,706,224</u>	<u>\$ 4,370,798</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 Fiscal Year Ended June 30, 2017**

(Continued)

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
Reconciliation of operating loss to net cash provided by (used in) operating activities:				
Operating loss	\$ (137,167)	\$ (873,986)	\$ (113,650)	\$ (1,124,803)
Adjustments to reconcile operating loss to net cash provided by (used in) operations:				
Depreciation	-	18,383	254,459	272,842
Changes in assets and liabilities:				
Decrease in receivables	-	413	27,779	28,192
Increase (decrease) in accounts payable	(63,702)	(133,321)	38,841	(158,182)
Increase in accrued payroll	-	-	514	514
Changes in deferred outflows and inflows of resources related to pension plan activity	-	-	42,147	42,147
Net cash provided by (used in) operating activities	<u><u>\$ (200,869)</u></u>	<u><u>\$ (988,511)</u></u>	<u><u>\$ 250,090</u></u>	<u><u>\$ (939,290)</u></u>
Reconciliation of cash and cash equivalents to Statement of Fund Net Position:				
Cash and cash equivalents - current assets	\$ 392,851	\$ 443,783	\$ 2,706,224	\$ 3,542,858
Cash and cash equivalents - restricted assets	-	827,940	-	827,940
Cash and cash equivalents - end of period	<u><u>\$ 392,851</u></u>	<u><u>\$ 1,271,723</u></u>	<u><u>\$ 2,706,224</u></u>	<u><u>\$ 4,370,798</u></u>

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

FLORENCE COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2017

	Agency Funds
<hr/>	
ASSETS	
Cash and cash equivalents	\$ 25,324,819
Property taxes receivable	<u>3,229,414</u>
Total assets	<u><u>\$ 28,554,233</u></u>
LIABILITIES	
Due to others	\$ 3,172,173
Due to other taxing units	<u>25,382,060</u>
Total liabilities	<u><u>\$ 28,554,233</u></u>

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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.

The County has no blended component units or 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, 2017. Complete financial statements of the Civic Center Commission can be obtained from its administrative office at 3300 West Radio Drive, Florence, S.C. 29501.

E. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

During 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 during 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 fiscal year ended June 30, 2003.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund statements. The agency fund financial statements do not have a measurement focus; however, they are reported using the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues during 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.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

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

The government reports the following major governmental funds:

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

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

The *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 *CPST2 Capital Project 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 *Florence County Utility System Fund* accounts for the balances remaining after the water and sewer system were consolidated into the City of Florence utility system.

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

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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 Florence County Utility System Fund, the Florence County Landfill Fund, and the Florence County 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

During June 2015, the GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

The scope of this Statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. New Accounting Pronouncements (Continued)

Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

This Statement replaces the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Statement No. 75 requires governments to report a liability on the face of the financial statements for the OPEB that they provide:

- Governments that are responsible only for OPEB liabilities related to their own employees and that provide OPEB through a defined benefit OPEB plan administered through a trust that meets specified criteria will report a *net OPEB liability*—the difference between the total OPEB liability and assets accumulated in the trust and restricted to making benefit payments.
- Governments that participate in a cost-sharing OPEB plan that is administered through a trust that meets the specified criteria will report a liability equal to their *proportionate share of the collective OPEB liability* for all entities participating in the cost-sharing plan.
- Governments that do not provide OPEB through a trust that meets specified criteria will report the *total OPEB liability* related to their employees.

Statement No. 75 carries forward from Statement No. 45 the option to use a specified alternative measurement method in place of an actuarial valuation for purposes of determining the total OPEB liability for benefits provided through OPEB plans in which there are fewer than 100 plan members (active and inactive). This option was retained in order to reduce costs for smaller governments.

Statement No. 75 requires governments in all types of OPEB plans to present more extensive note disclosures and required supplementary information about their OPEB liabilities. Among the new note disclosures is a description of the effect on the reported OPEB liability of using a discount rate and a healthcare cost trend rate that are one percentage point higher and one percentage point lower than assumed by the government. The new required supplementary information includes a schedule showing the causes of increases and decreases in the OPEB liability and a schedule comparing a government's actual OPEB contributions to its contribution requirements.

Some governments are legally responsible to make contributions directly to an OPEB plan or make benefit payments directly as OPEB comes due for employees of other governments. In certain circumstances—called special funding situations - Statement No. 75 requires these governments to recognize in their financial statements a share of the other government's net OPEB liability.

The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. New Accounting Pronouncements (Continued)

During August 2015, the GASB released Statement No. 77, *Tax Abatement Disclosures*. This Statement requires state and local governments that enter into tax abatement agreements to disclose the following information about the agreements: (1) Brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanics by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients; (2) The gross dollar amount of taxes abated during the period; and (3) Commitments made by the government, other than to abate taxes, as part of the tax abatement agreement. State and local governments should then organize these disclosures by major tax abatement program and may disclose information for individual tax abatement agreements within those programs. The requirements of this Statement are effective for financial statement periods beginning after December 15, 2015. The County implemented the requirements of this Statement during the fiscal year ended June 30, 2017.

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

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 fiscal year, except any such appropriations as the County Council by ordinance may abandon. All other appropriations, which are not encumbered, lapse at the end of each fiscal year.
7. The budget for the General Fund is adopted on a basis that differs from generally accepted accounting principles (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 budgetary basis to provide a meaningful comparison between actual results and budget.

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

	<u>Net Change in Fund Balance</u> General Fund	<u>Fund Balance at Fiscal Year End</u> General Fund
GAAP basis	\$1,429,016	\$17,575,809
Increase (decrease):		
Due to expenditures:		
Encumbrances	200,401	(333,439)
Inventories	-	(46,455)
Cash - Juror fee accounts	<u>5,215</u>	<u>50,360</u>
Budgetary basis	<u>\$1,634,632</u>	<u>\$17,246,275</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Budgetary Data (Continued)

Budget (Continued)

8. The County does not have budgets for the fiscal year ended June 30, 2017 for the Grant Special Revenue Fund, the South Carolina Accommodations Tax Special Revenue Fund, the Treasurer Delinquent Tax Special Revenue Fund, the Seized Auction 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 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 funds which have legally adopted annual budgets: Law Library Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, Local Hospitality Tax Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Local Accommodations Fee Special Revenue Fund, Road System Maintenance Fee Special Revenue Fund, Sheriff's Camps Special Revenue Fund, Unified Fire District Special Revenue Fund, and the Sheriff Sex Offender Special Revenue Fund.

Encumbrances

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

At June 30, 2017, \$333,439 of open purchase orders and contracts were outstanding, related to general operations. These amounts are included in "Assigned Fund Balance" in the fund balance section of the Governmental Funds Balance Sheet. Encumbrances do not lapse at fiscal year end.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances

Deposits and investments

As of June 30, 2017, the County had investments in U.S. government agency obligations and investments with the South Carolina State Treasurer's Office in the Local Government Investment Pool (LGIP) with fair values and maturities as follows:

Investment Type	Fair Value	Investment Maturities		
		Three Months or Less	Three to Twelve Months	More Than One Year
US Government Agency Obligations	\$45,315,226	\$ -	\$ -	\$45,315,226
South Carolina Local Government Investment Pool	<u>52,591,503</u>	<u>52,591,503</u>	-	-
Total	<u>\$97,906,729</u>	<u>\$52,591,503</u>	<u>\$ -</u>	<u>\$45,315,226</u>

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

The County's fair value measurements as of June 30, 2017 consist of its investments in fixed income securities and are valued using readily determinable market values, meaning there is a quoted price for identical assets in an active market (Level 1 inputs). The County's investment in the LGIP is valued at net asset value.

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

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Deposits and investments (Continued)

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

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, 2017, the carrying amount of the County's deposits was \$51,437,430 and the bank balance was \$53,916,769. As of June 30, 2017, all of the County's deposits are covered by FDIC insurance or by collateral held by the pledging financial institution's trust department in the County's name. As of June 30, 2017, all of the County's bank balance was insured or collateralized.

Amounts denoted in the financial statements as "cash and cash equivalents" represent cash on deposit with financial institutions, cash on deposit with the State Treasurer's Office, and all highly liquid investments with an original maturity of three months or less.

As of June 30, 2017, the County had the following balances in cash and investments:

Cash, including restricted cash and cash equivalents	\$104,028,933
Investments	<u>45,315,226</u>
Total cash and investments	<u>\$149,344,159</u>

Statement of Net Position

Cash and cash equivalents – current assets	\$ 77,876,174
Investments – current assets	45,315,226
Cash and cash equivalents – restricted assets	827,940

Statement of Fiduciary Net Position

Cash and cash equivalents	<u>25,324,819</u>
Total cash, cash equivalents and investments	<u>\$149,344,159</u>

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).

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Property Taxes Receivable (Continued)

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

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

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

For collection purposes, ad valorem taxes receivable are written off at the end of ten years in accordance with South Carolina State law.

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

Sales Tax Receivable

During November 1993, the County's voters approved a referendum to impose a one percent local option sales tax. This tax was imposed beginning May 1, 1994. All of the revenue collected from this tax is being used as a credit against ad valorem taxes and vehicle taxes. This credit first appeared on ad valorem tax notices mailed November 1994 and on vehicle tax notices beginning with those notices for January 1995. May and June taxes which were received by the County within 60 days after fiscal year-end are shown as sales tax receivable in the asset section of the balance sheet.

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 Florence County Landfill receivables which historically experience uncollectible accounts. All other receivables are generally collectible and any doubtful accounts are considered immaterial.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

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, 2017, is \$2,352. Therefore, the total General Fund inventory balance at June 30, 2017, of \$48,807 is not equally offset by the General Fund fund balance reserved for inventory of \$46,455. 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.

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, 2017, is the balance required for closure and post-closure care 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 acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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' 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. The pension plan difference between expected and actual experience; the net difference between projected and actual earnings on pension plan investments; the pension plan changes in proportion and differences between employer contributions and the proportionate share of contributions; and employer contributions made subsequent to the measurement date of the net pension liability are reported as deferred outflows of resources.

Certain other pension plan differences between expected and actual experience and certain other pension plan changes in proportion and differences between employer contributions and the proportionate share of contributions are reported as deferred inflows of resources.

Property 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 Fiscal Year Ended June 30, 2017

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 activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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.

Other Payables

Included in other payables in the General Fund is \$1,982,120 of local option sales taxes received to be credited to taxpayers in future tax years, \$2,371,491 of property tax sale payments awaiting future redemption, and \$1,625,920 of duplicate property tax payments to be refunded to taxpayers.

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, 2017 is composed of the following elements:

	Prepaid Vehicle Taxes & Fees	Unearned Grant Revenues	Total
General Fund	\$1,651,693	\$ -	\$1,651,693
Grant Special Revenue Fund	-	3,152,642	3,152,642
Nonmajor Special Revenue Funds	378,441	-	378,441
Nonmajor Debt Service Funds	<u>256,456</u>	<u>-</u>	<u>256,456</u>
Total	<u>\$2,286,590</u>	<u>\$3,152,642</u>	<u>\$5,439,232</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Assets, Liabilities and Fund Balances (Continued)

Fund Balances

The following categories of fund balance are used in the fund level financial statements of the government funds:

Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not spendable for" criterion includes items that are not to be converted to cash, for example, inventories and prepaid 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 fiscal 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 fiscal 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 Fiscal Year Ended June 30, 2017

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 Statement of Net Position.

The Statement of Net Position reports all of the 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 Fiscal Year Ended June 30, 2017

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 Governmental Funds Balance Sheet reflect fund balance as defined by GAAP in GASB Statement No. 1, *Authoritative Status of NCGA Pronouncements and AICPA Industry Guide*. 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 Unified Fire District Special Revenue Fund had a deficit fund balance of \$283,781 as of June 30, 2017. This deficit 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, 2017, amounted to \$1,612,040 in total, all of which relates to the governmental funds. The liability of the governmental funds is recorded as a long-term obligation on the Statement of Net Position. 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 the determination of length of service for retirement purposes. Since the County has no obligation for accumulated sick leave until actually taken, no accrual has been made.

Excess of Expenditures over Appropriations in Individual Funds

The following table shows the excess of expenditures over appropriations in individual funds for the fiscal year ended June 30, 2017.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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>
Law Library Special Revenue Fund	\$34,681	\$38,976	(\$ 4,295)
Victim/Witness Assistance Special Revenue Fund	\$202,180	\$206,250	(\$ 4,070)
Local Accommodations Fee Special Revenue Fund	\$2,878,143	\$2,930,850	(\$52,707)

For both the Law Library Special Revenue Fund and the Victim/Witness Assistance Special Revenue Fund, the excess of expenditures was the result of a small under-budgeting of salaries and wages for the fiscal year. 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.

K. Subsequent Events

In preparing these financial statements, the County evaluated events and transactions for potential recognition or disclosure through December 20, 2017, the date these 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 26 for property taxes receivable is net of an allowance for doubtful accounts of \$3,519,927 for property taxes not related to vehicles. The breakdown of this allowance is as follows:

General Fund	\$3,221,035
Debt Service Funds	<u>298,892</u>
	<u>\$3,519,927</u>

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

	<u>General Fund EMS</u>	<u>Enterprise Funds</u>
Gross receivables	\$10,474,216	\$1,978,561
Less: allowance for doubtful accounts	<u>10,076,417</u>	<u>1,873,399</u>
	<u>\$ 397,799</u>	<u>\$ 105,162</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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	\$4,664,724
State – other	<u>38,698</u>
	<u>\$4,703,422</u>

Capital Assets

Capital asset activity for the fiscal year ended June 30, 2017 was as follows:

Primary Government

<u>Description</u>	<u>June 30, 2016</u>	<u>Additions</u>	<u>Disposals and Transfers</u>	<u>June 30, 2017</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 10,567,628	\$ -	\$ (4,067)	\$ 10,563,561
Construction-in-progress	<u>9,193,810</u>	<u>26,071,788</u>	<u>(3,694,425)</u>	<u>31,571,173</u>
Total capital assets not being depreciated	<u>19,761,438</u>	<u>26,071,788</u>	<u>(3,698,492)</u>	<u>42,134,734</u>
Capital assets being depreciated:				
Buildings & additions	86,492,134	5,378,860	-	91,870,994
Improvements other than buildings	9,356,521	169,854	-	9,526,375
Autos & trucks	12,316,654	1,448,998	(1,072,733)	12,692,919
Furniture & fixtures	815,764	13,222	-	828,986
Machinery & equipment	38,396,691	10,052,513	(230,191)	48,219,013
Infrastructure	<u>57,108,989</u>	<u>6,580,345</u>	<u>(658,430)</u>	<u>63,030,904</u>
Total capital assets being depreciated	<u>204,486,753</u>	<u>23,643,792</u>	<u>(1,961,354)</u>	<u>226,169,191</u>
Less accumulated depreciation for:				
Buildings & additions	(24,131,868)	(2,517,672)	-	(26,649,540)
Improvements other than buildings	(4,606,760)	(516,126)	-	(5,122,886)
Autos & trucks	(8,720,109)	(1,521,614)	1,030,334	(9,211,389)
Furniture & fixtures	(501,315)	(54,946)	-	(556,261)
Machinery & equipment	(26,486,012)	(4,109,794)	227,123	(30,368,683)
Infrastructure	<u>(46,161,310)</u>	<u>(1,228,603)</u>	<u>145,307</u>	<u>(47,244,606)</u>
Total accumulated depreciation	<u>(110,607,374)</u>	<u>(9,948,755)</u>	<u>1,402,764</u>	<u>(119,153,365)</u>
Total capital assets being depreciated, net	<u>93,879,379</u>	<u>13,695,037</u>	<u>(558,590)</u>	<u>107,015,826</u>
Total governmental activities capital assets, net	<u>\$113,640,817</u>	<u>\$39,766,825</u>	<u>(\$4,257,082)</u>	<u>\$149,150,560</u>

FLORENCE COUNTY, SOUTH CAROLINA

**NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017**

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

Capital Assets (Continued)

<u>Description</u>	<u>June 30, 2016</u>	<u>Additions</u>	<u>Disposals and Transfers</u>	<u>June 30, 2017</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	1,006,335	48,805	-	1,055,140
Autos & trucks	1,741,985	-	-	1,741,985
Furniture & fixtures	20,454	-	-	20,454
Machinery & equipment	<u>1,944,708</u>	<u>80,331</u>	<u>-</u>	<u>2,052,039</u>
Total capital assets being depreciated	<u>7,403,001</u>	<u>129,136</u>	<u>-</u>	<u>7,532,137</u>
Less accumulated depreciation for:				
Land	(160,353)	-	-	(160,353)
Buildings & additions	(188,317)	(211)	-	(188,528)
Improvements other than buildings	(567,096)	(17,570)	-	(584,666)
Autos & trucks	(1,738,991)	(602)	-	(1,739,593)
Furniture & fixtures	(20,454)	-	-	(20,454)
Machinery & equipment	<u>(1,238,277)</u>	<u>(254,459)</u>	<u>-</u>	<u>(1,492,736)</u>
Total accumulated depreciation	<u>(3,913,488)</u>	<u>(272,842)</u>	<u>-</u>	<u>(4,186,330)</u>
Total capital assets being depreciated, net	<u>3,489,513</u>	<u>(143,706)</u>	<u>-</u>	<u>3,345,807</u>
Total business-type activities capital assets, net	<u>\$3,489,513</u>	<u>(\$143,706)</u>	<u>\$ -</u>	<u>\$3,345,807</u>

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

Governmental activities:	
General government	\$4,779,255
Public safety	1,455,768
Public works, including depreciation of infrastructure assets	1,796,174
Health	661,590
Culture & recreation	<u>1,255,968</u>
Total depreciation expense – governmental activities	<u>\$9,948,755</u>
Business-type activities:	
Landfill	\$ 18,383
E911	<u>254,459</u>
Total depreciation expense – business type activities	<u>\$272,842</u>

FLORENCE COUNTY, SOUTH CAROLINA

**NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017**

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 Florence County 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 Florence County 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 a post-retirement health insurance benefit plan, referred to as the Florence County Retiree Hospitalization Plan, for qualifying retirees as required by County Ordinance #15-87/88. The plan is administered by Florence County as a single employer defined benefits plan. 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 Fiscal Year Ended June 30, 2017**

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 fiscal year is as follows:

Employer normal cost	\$1,662,478
Amortization of UAL	<u>1,299,384</u>
Annual required contribution	2,961,862
Interest on OPEB obligation	495,462
Adjustment to annual required contribution	<u>(497,346)</u>
Annual OPEB cost - end of year	2,959,978
Employer contributions	<u>(703,755)</u>
Increase in net OPEB obligation	2,256,223
Net OPEB obligation - beginning of year	<u>13,212,314</u>
Net OPEB obligation - end of year	<u><u>\$15,468,537</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, 2017 and the preceding two fiscal years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Amount Contributed</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
June 30, 2015	\$2,310,981	\$487,517	21.1%	\$10,960,493
June 30, 2016	\$2,874,030	\$622,209	21.6%	\$13,212,314
June 30, 2017	\$2,959,978	\$703,755	23.8%	\$15,468,537

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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, 2017 is as follows:

Actuarial value of plan assets	(a)	-
Actuarial accrued liability (AAL)	(b)	\$33,513,525
Unfunded actuarial accrued liability (UAAL)	(b - a)	\$33,513,525
Funded ratio (actuarial value of plan assets / AAL)	(b / a)	0.00%
Covered payroll (active plan members)	(d)	\$30,287,075
UAAL as a percentage of covered payroll	(b - a)/d	110.65%

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

Inflation rate	2.25% per annum
Investment rate of return	3.75% per annum, net of expenses
Actuarial cost method	Projected Unit Credit Cost Method
Amortization method	Level as a percentage of employee payroll
Amortization period	30-year open amortization
Payroll growth	3.00% per annum
Medical and drug trend	Initial rate of 6.00%, declining to an ultimate rate of 4.05% after 10 years
Dental trend	3.0% per year

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

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 ARC 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 1.19% to 4.00%. Principal and interest payments are to be made from the applicable Debt Service Funds.

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.

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

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 4.00%. Principal and interest payments were 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.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

On May 22, 2015, the County issued \$1,945,000 of Florence County General Obligation Refunding Bonds, Series 2015. These bonds bear interest at 1.23%. The first interest payment of \$8,573 was due October 1, 2015, and semiannually thereafter. The first principal payment was 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.

On July 21, 2015, the County issued \$3,560,000 of Florence County General Obligation Bonds, Series 2015B (Florence County Fire Protection District). These bonds bear interest at a rate of 2.03%. The first interest payment of \$50,186 was due April 1, 2016, and semiannually thereafter. The first principal payment was due October 1, 2016, and annually thereafter, with the final payment for both principal and interest due October 1, 2030. The proceeds of these bonds were used to refund a bond anticipation note originally issued on December 17, 2014, that was due August 1, 2015. The proceeds of the note were used to refund various general obligation bonds and other fire district debt, as well as fund various firefighting equipment. The economic loss from this refunding transaction was \$47,471.

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

On March 22, 2017, the County issued \$1,941,000 of Florence County General Obligation Bonds, Series 2017. These bonds bear interest at a rate of 1.19%. The first and final interest payment of \$21,751 is due March 1, 2018. The first and final principal payment is due March 1, 2018. The proceeds of these bonds are being used to fund an annual payment on the Florence County installment purchase revenue bonds.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

General obligation bonds payable at June 30, 2017, are comprised of the following individual issues:

	<u>Interest Rates</u>	<u>Final Maturity Date</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General Obligation Bonds \$7,600,000, Series 2006	3.75%	2018	\$1,185,000	\$1,185,000
	3.85%	2019	<u>1,235,000</u>	
			<u>2,420,000</u>	<u>1,185,000</u>
Florence County General Obligation Refunding Bonds \$5,000,000, Series 2011	2.00%	2018	340,000	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>3,150,000</u>	<u>340,000</u>
Florence County General Obligation Bonds \$125,000,000, Series 2014	4.00%	2018	17,650,000	17,650,000
	4.00%	2019	18,655,000	
	4.00%	2020	19,705,000	
	4.00%	2021	<u>20,800,000</u>	
			<u>76,810,000</u>	<u>17,650,000</u>
Florence County General Obligation Refunding Bonds \$1,945,000, Series 2015	1.23%	2018	390,000	390,000
	1.23%	2019	390,000	
	1.23%	2020	<u>399,000</u>	
			<u>1,179,000</u>	<u>390,000</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

	<u>Interest Rates</u>	<u>Final Maturity Date</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General Obligation Bonds \$3,560,000, Series 2015B	2.03%	2018	386,000	386,000
	2.03%	2019	396,000	
	2.03%	2020	403,000	
	2.03%	2021	411,000	
	2.03%	2022	421,000	
	2.03%	2023	427,000	
	2.03%	2024	172,000	
	2.03%	2025	176,000	
	2.03%	2026	76,000	
	2.03%	2027	77,000	
	2.03%	2028	79,000	
	2.03%	2029	81,000	
	2.03%	2030	45,000	
	2.03%	2031	45,000	
			<u>3,195,000</u>	<u>386,000</u>
 Florence County General Obligation Bonds \$8,207,000, Series 2015C				
	3.19%	2018	83,000	83,000
	3.19%	2019	83,000	
	3.19%	2020	87,000	
	3.19%	2021	90,000	
	3.19%	2022	91,000	
	3.19%	2023	96,000	
	3.19%	2024	363,000	
	3.19%	2025	374,000	
	3.19%	2026	490,000	
	3.19%	2027	506,000	
	3.19%	2028	521,000	
	3.19%	2029	538,000	
	3.19%	2030	593,000	
	3.19%	2031	612,000	
	3.19%	2032	678,000	
	3.19%	2033	699,000	
	3.19%	2034	722,000	
	3.19%	2035	745,000	
	3.19%	2036	768,000	
			<u>8,139,000</u>	<u>83,000</u>

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

	<u>Interest Rates</u>	<u>Final Maturity Date</u>	<u>Amount Outstanding</u>	<u>Current Maturity of Principal Installments</u>
Florence County General Obligation Bonds				
\$1,941,000, Series 2017	1.19%	2018	<u>1,941,000</u>	<u>1,941,000</u>
			<u>1,941,000</u>	<u>1,941,000</u>
Total general obligation bonds			<u>\$96,834,000</u>	<u>\$21,975,000</u>

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

General obligation bonds	\$ 21,975,000
Premium on general obligation bonds	1,775,475
Hospitality tax revenue bond	129,000
Capital leases	3,877,359
Premium on revenue bonds	150,230
Vacation pay (estimated)	<u>1,099,834</u>
Total	<u>\$ 29,006,898</u>

Changes in long-term liabilities during fiscal year 2017 are summarized as follows:

	<u>June 30, 2016</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2017</u>
By type of debt:				
General obligation bonds	\$115,894,000	\$ 1,941,000	\$21,001,000	\$ 96,834,000
Premium on general obligation bonds payable	8,877,375	-	1,775,475	7,101,900
Revenue bonds	499,579	-	499,579	-
Hospitality tax bonds	3,138,000	-	126,000	3,012,000
Capital leases	17,027,847	500,000	3,939,042	13,588,805
Installment purchase revenue bonds	42,000,000	-	-	42,000,000
Premium on revenue bonds payable	3,004,594	-	150,230	2,854,364
Accommodations fee revenue bonds	16,015,000	-	-	16,015,000
Vacation pay	<u>1,729,082</u>	<u>1,099,834</u>	<u>1,216,876</u>	<u>1,612,040</u>
Total	<u>\$208,185,477</u>	<u>\$ 3,540,834</u>	<u>\$28,708,202</u>	<u>\$183,018,109</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

By purpose:

General government:

County general				
capital projects	\$72,121,945	\$ 1,941,000	\$ 5,984,543	\$ 68,078,402
Public safety:				
Fire protection	26,897,415	-	3,181,375	23,716,040
County jail and				
radio system	2,716,542	-	2,370,498	346,044
Emergency medical	1,214,042	-	220,526	993,516
Emergency management	16,369,272	-	2,973,408	13,395,864
Economic and physical				
development:				
Economic development	499,579	-	499,579	-
Public works:				
Water and sewer	14,662,938	-	2,663,443	11,999,495
Roads	43,204,340	-	7,847,922	35,356,418
Culture & recreation:				
Civic Center	22,582,120	-	1,069,980	21,512,140
Museum	3,138,000	-	126,000	3,012,000
Parks & recreation	3,050,202	500,000	554,052	2,996,150
Vacation pay	1,729,082	1,099,834	1,216,876	1,612,040
Total	<u>\$208,185,477</u>	<u>\$ 3,540,834</u>	<u>\$28,708,202</u>	<u>\$183,018,109</u>

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

	Florence County General Bonds		Florence County Refunding Bonds	
Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2018	\$21,585,000	\$3,576,506	\$ 390,000	\$14,502
2019	20,714,000	2,786,932	390,000	9,705
2020	20,550,000	1,975,463	399,000	4,908
2021	21,666,000	1,169,078	-	-
2022	882,000	318,446	-	-
2023-2027	4,132,000	1,258,138	-	-
2028-2032	3,192,000	723,724	-	-
2033-2037	2,934,000	190,858	-	-
	<u>\$95,655,000</u>	<u>\$11,999,145</u>	<u>\$1,179,000</u>	<u>\$29,115</u>

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

Fiscal Year Ending June 30,	<u>Totals</u>	
	<u>Principal</u>	<u>Interest</u>
2018	\$21,975,000	\$3,591,008
2019	21,104,000	2,796,637
2020	20,949,000	1,980,371
2021	21,666,000	1,169,078
2022	882,000	318,446
2023-2027	4,132,000	1,258,138
2028-2032	3,192,000	723,724
2033-2036	<u>2,934,000</u>	<u>190,858</u>
	<u>\$96,834,000</u>	<u>\$12,028,260</u>

	<u>General</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
Reconciliation:			
Current portion	\$21,975,000	\$ 3,591,008	\$25,566,008
Subsequent years	<u>74,859,000</u>	<u>8,437,252</u>	<u>83,296,252</u>
Total	<u>\$96,834,000</u>	<u>\$12,028,260</u>	<u>\$108,862,260</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, and the final payment for both principal and interest was made April 30, 2017. The proceeds of these bonds were being used to fund incentives for three industries in the County.

On December 8, 2015, the County issued \$3,238,000 of Hospitality Fee Refunding Revenue Bonds, Series 2015. These bonds bear interest at a rate of 2.94%. The first interest payment of \$21,982 was due March 1, 2016, and semiannually thereafter. The first principal payment was due March 1, 2016, and annually thereafter, with the final payment for both interest and principal due March 1, 2035. The proceeds of these bonds were used to refund the Hospitality Fee Revenue Bonds, Series 2011, which were issued to fund a portion of the cost of the construction of a new museum. The economic gain of this transaction was \$68,661.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 129,000	\$ 88,688	\$ 217,688
2019	133,000	84,890	217,890
2020	137,000	80,974	217,974
2021	141,000	76,940	217,940
2022	145,000	72,788	217,788
2023-2027	792,000	297,336	1,089,336
2028-2032	917,000	173,549	1,090,549
2033-2035	<u>618,000</u>	<u>36,747</u>	<u>654,747</u>
Total	<u>\$3,012,000</u>	<u>\$911,912</u>	<u>\$3,923,912</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 amount of capital assets acquired under this capital lease by major asset class.

Buildings and additions	\$16,417,819
Accumulated depreciation	<u>8,044,727</u>
Net book value	<u>\$ 8,373,902</u>

The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2017.

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$3,199,000	\$134,757	\$3,333,757
2019	385,000	76,376	461,376
2020	392,000	69,349	461,349
2021	400,000	62,195	462,195
2022	407,000	54,896	461,896
2023-2027	2,148,000	160,343	2,308,343
2028	<u>453,000</u>	<u>8,267</u>	<u>461,267</u>
Minimum capital lease payments	<u>\$7,384,000</u>	<u>\$566,183</u>	<u>\$7,950,183</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

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, 2017.

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 267,260	\$119,999	\$ 387,259
2019	280,879	113,790	394,669
2020	294,951	107,267	402,218
2021	327,099	100,369	427,468
2022	360,851	92,527	453,378
2023-2027	2,077,185	328,773	2,405,958
2028-2031	<u>1,753,738</u>	<u>76,745</u>	<u>1,830,483</u>
Minimum capital lease payments	<u>\$5,361,963</u>	<u>\$939,470</u>	<u>\$6,301,433</u>

The original issue amount is less than the future minimum principal portion of the lease payments due to the fact that the first regularly scheduled payment on the lease amortization schedule was insufficient to fund the entire interest due, as a result of the length of time that elapsed between the original issue date and the first payment date. Therefore, this additional interest was added to the original issue amount.

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, 2017.

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$342,842	\$7,323	\$350,165
Minimum capital lease payments	<u>\$342,842</u>	<u>\$7,323</u>	<u>\$350,165</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

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

The following is a schedule of future minimum lease payments under this capital lease as of June 30, 2017.

<u>Fiscal Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 68,257	\$ 8,176	\$ 76,433
2019	68,869	7,564	76,433
2020	70,076	6,357	76,433
2021	71,304	5,129	76,433
2022	72,553	3,880	76,433
2023-2024	<u>148,941</u>	<u>3,926</u>	<u>152,867</u>
Minimum capital lease payments	<u>\$500,000</u>	<u>\$35,032</u>	<u>\$535,032</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, 2017.

<u>Fiscal Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	1,575,000	1,798,900	3,373,900
2022	1,680,000	1,717,525	3,397,525
2023-2027	10,160,000	7,169,625	17,329,625
2028-2032	13,445,000	4,517,988	17,962,988
2033-2036	<u>13,665,000</u>	<u>1,143,075</u>	<u>14,808,075</u>
Revenue bond payments	<u>\$42,000,000</u>	<u>\$22,046,313</u>	<u>\$64,046,313</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 2. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

Long-Term Liabilities (Continued)

On December 17, 2015, the County issued \$16,015,000 of accommodations fee revenue bonds with interest at rates ranging from 2.00% to 5.00%. The bonds mature on May 1, 2040 and the proceeds of the bonds are being used to construct an expansion of the Civic Center. The following is a schedule of future payments under these revenue bonds as of June 30, 2017.

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$ -	\$ 668,238	\$ 668,238
2019	145,000	668,238	813,238
2020	160,000	665,338	825,338
2021	175,000	662,138	837,138
2022	195,000	655,138	850,138
2023-2027	1,310,000	3,141,288	4,451,288
2028-2032	3,905,000	2,722,550	6,627,550
2033-2037	5,810,000	1,634,000	7,444,000
2038-2040	<u>4,315,000</u>	<u>328,688</u>	<u>4,643,688</u>
Revenue bond payments	<u>\$16,015,000</u>	<u>\$11,145,616</u>	<u>\$27,160,616</u>

C. Interfund Transfers

	Transfers In:					Total
	General Fund	Other Nonmajor Governmental Funds	Total Governmental Funds	Florence County Landfill Fund	Total Enterprise Funds	
Transfers out:						
General Fund	\$ -	\$896,753	\$ 896,753	\$360,615	\$360,615	\$1,257,368
Nonmajor						
Governmental Funds	<u>548,000</u>	<u>500,000</u>	<u>1,048,000</u>	<u>-</u>	<u>-</u>	<u>1,048,000</u>
Total Governmental Funds	548,000	1,396,753	1,944,753	360,615	360,615	2,305,368
Florence County						
E911 System Fund	<u>258,504</u>	<u>-</u>	<u>258,504</u>	<u>-</u>	<u>-</u>	<u>258,504</u>
Total Enterprise Funds	<u>258,504</u>	<u>-</u>	<u>258,504</u>	<u>-</u>	<u>-</u>	<u>258,504</u>
Total	<u>\$806,504</u>	<u>\$1,396,753</u>	<u>\$2,203,257</u>	<u>\$360,615</u>	<u>\$360,615</u>	<u>\$2,563,872</u>

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS

A. Plan Descriptions, Membership and Benefits

The majority of employees of the County are covered by a retirement plan through either the South Carolina Retirement System (SCRS) or the Police Officer Retirement System (PORS), cost-sharing multiple-employer defined benefit pension plans administered by the Retirement Benefits Division of the South Carolina Public Employee Benefit Authority (PEBA). Generally, all full-time or part-time equivalent State employees in a permanent position are required to participate in and contribute to the SCRS as a condition of employment unless exempted by law as provided in Section 9-1-480 of the South Carolina Code of Laws, as amended, or are eligible and elect to participate in the State Optional Retirement Program (ORP). 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.

The SCRS and PORS plans provide life-time monthly retirement annuity benefits to eligible members as well as disability, survivor options, annual benefit adjustments, and incidental death benefits to eligible employees and retired members. A member of the systems with an effective date of membership prior to July 1, 2012, is a Class II member. A member of the systems with an effective date of membership on or after July 1, 2012, is a Class III member.

The Retirement Benefits Division maintains five independent defined benefit plans and issues its own publicly available Comprehensive Annual Financial Report (CAFR) which includes financial statements and required supplementary information. A copy of the separately issued CAFR may be obtained by writing to the South Carolina Public Employee Benefit Authority, 202 Arbor Lake Drive, Columbia, South Carolina 29223. Furthermore, the Retirement Benefits Division and the five pension plans are included in the State of South Carolina's CAFR.

Under SCRS, a Class II member who has separated from service with at least five 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 III member who has separated from service with at least eight years of earned service is eligible for a monthly pension subject to 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 II and Class III members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five or eight year earned service requirement, respectively. Incidental death benefits are also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

A. Plan Descriptions, Membership and Benefits (Continued)

Beginning July 1, 2012, and annually thereafter, the annual retirement allowance received by retirees or their surviving annuitants must be increased by the lesser of one percent or five hundred dollars. 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.

SCRS

Class II Members (members hired prior to July 1, 2012)

Average Final Compensation (AFC) is based on the highest twelve (12) consecutive quarters of earnable compensation. The determination of a member's AFC includes up to 45 days of unused annual leave paid at termination. Monthly benefits are based on one-twelfth of the retirement benefit. The retirement benefit amount is equal to the 1.82% of the member's AFC times the member's credited service (years). Credited service may include up to 90 days of unused sick leave. Members are eligible to commence their retirement benefit after they have (i) 28 years of credited service or (ii) attained age 65 with 5 years of earned service. At each July 1 after their first full year of retirement, annuitants will receive an automatic cost of living adjustment equal to the lesser of 1.00% of their retirement benefit or \$500 per annum.

Class III Members (members hired after June 30, 2012)

The AFC is based on the highest twenty (20) consecutive quarters of earnable compensation. The determination of a member's AFC will not include unused annual leave paid at termination. Monthly benefits are based on one-twelfth of the retirement benefit. The retirement benefit is equal to 1.82% of the member's AFC times the member's credited service (years). Credited service will not include unused sick leave. Members are eligible to commence a retirement benefit after they have (i) attained age 60 with eight years of earned service or (ii) the combination of the member's age and years of credited service equals or exceeds 90 (i.e. the rule of 90). At each July 1 after their first full year of retirement, annuitants will receive an automatic cost of living adjustment equal to the lesser of 1.00% of their retirement benefit or \$500 per annum.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

A. Plan Descriptions, Membership and Benefits (Continued)

PORS

A Class II 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 III 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 II and Class III 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. At each July 1 after their first full year of retirement, annuitants will receive an automatic cost of living adjustment equal to the lesser of 1.00% of their retirement benefit or \$500 per annum.

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 Teacher and Employee Retention Incentive (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.

B. Contributions

Article X, Section 16 of the South Carolina Constitution requires that all State-operated retirement plans be funded on a sound actuarial basis. Title 9 of the South Carolina Code of Laws prescribes requirements relating to membership, benefits, and employee/employer contributions for each plan. The PEBA Board may increase the SCRS, the PORS, 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 the SCRS and the PORS. An increase in the contribution rates adopted by the PEBA 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 PEBA Board are insufficient to maintain a thirty year amortization schedule of the unfunded liabilities of the plans, the PEBA 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

B. Contributions (Continued)

Required employee contribution rates¹ are as follows:

	Fiscal Year 2017	Fiscal Year 2016
SCRS		
Employee Class Two	8.66%	8.16%
Employee Class Three	8.66%	8.16%
State ORP		
Employee	8.66%	8.16%
PORS		
Employee Class Two	9.24%	8.74%
Employee Class Three	9.24%	8.74%

Required employer contribution rates¹ are as follows:

	Fiscal Year 2017	Fiscal Year 2016
SCRS		
Employer Class Two	11.41%	10.91%
Employer Class Three	11.41%	10.91%
Employer Incidental Death Benefit	0.15%	0.15%
State ORP		
Employer Contribution ²	11.41%	10.91%
Employer Incidental Death Benefit	0.15%	0.15%
PORS		
Employer Class Two	13.84%	13.34%
Employer Class Three	13.84%	13.34%
Employer Incidental Death Benefit	0.20%	0.20%
Employer Accidental Death Program	0.20%	0.20%

¹ Calculated on earnable compensation as defined in Title 9 of the South Carolina Code of Laws.

² Of this employer contribution, 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 the SCRS.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

C. Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the County reported \$44,533,583 and \$18,571,941 for its proportionate share of the net pension liability of the SCRS and the PORS, respectively. The net pension liability of the SCRS and the PORS was determined based on the July 1, 2015 actuarial valuations, using membership data as of July 1, 2015, projected forward to June 30, 2016, and financial information of the pension trust funds as of June 30, 2016, using generally accepted actuarial procedures. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2017 and 2016, the County's SCRS and PORS proportions were 0.20849 and 0.73220 percent, respectively, and 0.21056 and 0.74711 percent, respectively.

For the year ended June 30, 2017, the County recognized pension expense of \$3,918,055 and \$2,118,281 for the SCRS and the PORS, respectively.

At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Outflows of Resources	SCRS
Differences between expected and actual experience	\$ 461,643
Net difference between projected and actual earnings on pension plan investments	3,746,706
Changes in proportion and differences between employer contributions and proportionate share of contributions	101,805
Employer contributions subsequent to the measurement date	2,413,576
Deferred Inflows of Resources	
Differences between expected and actual experience	\$ 48,364
Changes in proportion and differences between employer contributions and proportionate share of contributions	292,781
Deferred Outflows of Resources	PORS
Differences between expected and actual experience	\$ 275,572
Net difference between projected and actual earnings on pension plan investments	2,105,894
Changes in proportion and differences between employer contributions and proportionate share of contributions	502,519
Employer contributions subsequent to the measurement date	1,337,698
Deferred Inflows of Resources	
Changes in proportion and differences between employer contributions and proportionate share of contributions	\$ 247,872

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

C. Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

<u>Fiscal Year Ending June 30,</u>	<u>SCRS</u>
2018	\$ 985,797
2019	744,494
2020	1,407,106
2021	831,612
2022	-
Thereafter	-
	<u>\$3,969,009</u>

<u>Fiscal Year Ending June 30,</u>	<u>PORS</u>
2018	\$ 648,293
2019	634,324
2020	917,990
2021	435,506
2022	-
Thereafter	-
	<u>\$2,636,113</u>

During fiscal year 2017, the County recognized net pension expense from the deferred outflows of resources and deferred inflows of resources related to pensions of \$2,520,794.

D. 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. Actuarial assumptions and methods used during the annual valuation process are subject to periodic revision, typically with an experience study, as actual results over an extended period of time are compared with past expectations and new estimates are made about the future.

South Carolina State statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued as of July 1, 2015. The June 30, 2016 total pension liability, net pension liability, and sensitivity information were determined by the Systems' consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on the July 1, 2015 actuarial valuations, as adopted by the PEBA Board and the State Fiscal Accountability Authority which utilized membership data as of July 1, 2015. The total pension liability was rolled forward from the valuation date to the Systems' fiscal year ended June 30, 2016, using generally accepted actuarial principles. Information included in the following schedules is based on the certification provided by GRS.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

D. Actuarial Assumptions and Methods (Continued)

The following provides a summary of the actuarial assumptions and methods used in the July 1, 2015 valuations for SCRS and PORS:

	SCRS	PORS
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return ¹	7.5%	7.5%
Projected salary increases	3.5% to 12.5% (varies by service) ¹	4.0% to 10.0% (varies by service) ¹
Benefit adjustments	lesser of 1% or \$500 annually	lesser of 1% or \$500 annually
¹ Includes inflation at 2.75%		

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. Assumptions used in the July 1, 2015 valuations for SCRS and PORS are as follows:

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%

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

E. Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments, as used in the July 1, 2015 actuarial valuations, was based upon the 30 year capital markets outlook at the end of third quarter 2015. The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the revised target asset allocation adopted beginning January 1, 2016. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the table below. For actuarial purposes, the 7.50 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.

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Global Equity	43.0%		
Global Public Equity	34.0%	6.52%	2.22%
Private Equity	9.0%	9.30%	0.84%
Real Assets	8.0%		
Real Estate	5.0%	4.32%	0.22%
Commodities	3.0%	4.53%	0.13%
Opportunistic	20.0%		
GTAA/Risk Parity	10.0%	3.90%	0.39%
HF (Low Beta)	10.0%	3.87%	0.39%
Diversified Credit	17.0%		
Mixed Credit	5.0%	3.52%	0.17%
Emerging Markets Debt	5.0%	4.91%	0.25%
Private Debt	7.0%	4.47%	0.31%
Conservative Fixed Income	12.0%		
Core Fixed Income	10.0%	1.72%	0.17%
Cash and Short Duration (Net)	2.0%	0.71%	0.01%
Total Expected Real Return	100.0%		5.10%
Inflation for Actuarial Purposes			2.75%
Total Expected Nominal Return			7.85%

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

F. Discount Rate

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that the funding policy specified in the South Carolina State Code of Laws will remain unchanged in future years. 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.

G. Sensitivity Analysis

The following table presents the County's proportionate share of the net pension liability 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	\$55,554,426	\$44,533,583	\$35,359,147
PORS	24,340,119	18,571,941	13,388,151

H. 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, *Financial Reporting for Pension Plans - An Amendment of GASB Statement No. 25*, less that System's fiduciary net position. As of June 30, 2016, net pension liability amounts for SCRS and PORS are as follows:

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

H. Pension Plan Fiduciary Net Position (Continued)

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	\$45,356,214,752	\$23,996,362,354	\$21,359,852,398	52.9%
PORS	6,412,510,458	3,876,035,732	2,536,474,726	60.4%

The total pension liability is calculated by the Systems' 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 Systems' notes to the financial statements and required supplementary information.

Detailed information about the SCRS' and the PORS' fiduciary net position is available in a separately issued PEBA financial report. This financial report may be obtained on the internet at www.peba.sc.gov. SCRS' and PORS' fiduciary net positions were determined on the same accounting basis used by the pension plan. SCRS and PORS account for all funds using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Benefit and refund expenses are recognized when due and payable in accordance with the terms of the plan.

I. Optional Retirement Program

As an alternative to membership in SCRS, certain State, public school, and higher education employees and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (ORP). Participants in the State ORP direct the investment of their funds into a plan administered by one of four investment providers. The State assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers and are governed by the terms of the contracts that those providers issue. Accordingly, balances of the State ORP are not reported in the accompanying financial statements.

Under State law, contributions to the State ORP are at the same rates as for the SCRS. A direct remittance is required from the employers to the investment providers for the employee contribution (8.66%) and a portion of the employer contribution (5.00%), which is immediately vested to the employee. A direct remittance is also required to the SCRS for a portion of the employer contribution (5.00%), a group life contribution (0.15%), and a retiree surcharge of (6.41%) which is retained by the SCRS. There was no activity for the County's ORP for the fiscal year ended June 30, 2017.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 3. PENSION PLANS (Continued)

J. Deferred Retirement Option Plans

The Teacher and Employee Retention Incentive (TERI) program, established by State law, became effective January 1, 2001. The program is a deferred retirement option available to SCRS members eligible for service retirement. Upon entering the TERI program, a member's status changes from active to retired. A TERI participant agrees to continue employment with an employer participating in the system for a specified period, not to exceed five years.

TERI participants retain the same status and employment rights they held upon entering the program but are not considered active employees for purposes of the disability retirement programs. A TERI retiree's monthly benefits are accrued and remain in the SCRS trust account during the TERI participation period, but no interest is accrued or paid thereon. Upon termination of employment or at the end of the TERI participation period (whichever is earlier), a retiree may roll over some or all of the accumulated TERI balance into a qualified, tax-sheltered retirement plan and/or receive a lump-sum distribution.

NOTE 4. RESTRICTED ASSETS - ENTERPRISE FUNDS

The balances of the restricted asset accounts in the enterprise funds consists of restricted cash – held for closure and postclosure care costs in the amount of \$827,940.

NOTE 5. TAX ABATEMENTS

As of June 30, 2017, the County provides tax abatements through two programs to encourage economic development, attract new businesses and retain existing businesses: Fee in Lieu of Tax, Special Source Revenue Credits and Multi-County Business Parks.

The County has entered into Fee in Lieu of Tax agreements pursuant to the authority granted by Title 12, Chapter 44, Title 4, Chapter 29, and/or Title 4, Chapter 12 of the Code of Laws of South Carolina, 1976, as amended. Property subject to a Fee in Lieu of Tax agreement is exempt from *ad valorem* property tax and is instead subject to a Fee in Lieu of Tax equal to the product of the value of the property, an assessment ratio that is generally no lower than 6% (but may be as low as 4% for extraordinary projects that satisfy the statutory definition of an "enhanced investment"), and a millage rate that is either fixed for the life of the agreement or is adjusted every five years based on the trailing five-year average. The reduction in property taxes is accomplished by a reduction in assessed value, reduction in millage rate and elimination of (or reduction in) the number of times millage rates are changed. In addition, an agreement may allow the possible use of the net present value method over the term of the Fee in Lieu of Tax agreement to equalize payments. Repayment of incentive is required by State law if a taxpayer fails to meet the statutory minimum investment requirement. Other recapture provisions may be negotiated (such as pro rata clawback for failure to meet and/or maintain jobs and investments).

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 5. TAX ABATEMENTS (Continued)

For the fiscal year ended June 30, 2017, the County received \$916,548 more in revenue from these agreements than it would have had this property been subject to ad valorem property taxes due to the South Carolina manufacturer's exemption.

The County provides Special Source Revenue Credits, generally in conjunction with Fee in Lieu of Tax agreements, pursuant to the authority granted by Sections 4-29-68, 4-1-170 and 12-44-70 of the Code of Laws of South Carolina, 1976, as amended. Special Source Revenue Credits, often referred to as SSRCs or "Infrastructure Credits," are reductions to a taxpayer's payments in lieu of taxes. The SSRC is used to encourage investment and provides a credit against property taxes in the form of a percentage reduction or a dollar amount reduction. The County manually applies the SSRC to reduce the applicable property tax bill. To receive the credit, a business must incur costs of designing, acquiring, constructing, improving, or expanding improved or unimproved real estate or personal property used in the operation of a manufacturing or commercial enterprise, infrastructure servicing the project, or certain aircraft.

For the fiscal year ended June 30, 2017, the County abated property taxes and fee in lieu of taxes totaling \$791,920 under this program.

NOTE 6. 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.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 7. 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, 2017, the minimum future rentals under this lease are \$22,483 annually for 2 years or \$44,966 in the aggregate. The revenue from these rentals is recorded by the County in the General Fund.

NOTE 8. NO-COMMITMENT DEBT

At June 30, 2017, approximately \$213,315,000 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.

NOTE 9. COMMITMENTS

Of the total General Fund balance of \$17,575,809, \$14,023,164 is unassigned. The remaining \$3,552,645 is either committed or assigned to finance current and future capital improvement needs of the County, or is nonspendable.

The County has nine active construction projects as of June 30, 2017. These projects consist of the construction of a new judicial center, a new emergency operations center building, one new fire station, a fire station addition, a storm drainage project, a new ballfield, and a Civic Center expansion. At fiscal year end, the County's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
New judicial center	\$34,136,760	\$8,173,770
New emergency operations center building	3,724,513	1,505,930
New fire station	3,049,977	271,393
Fire station addition	129,697	82,589
Storm drainage project	592,983	106,529
New ballfield	1,464,444	176,447
Civic Center expansion	14,155,515	8,990,537

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.

During 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, 2017. It is expected that the City of Florence's and County's annual payments will remain approximately \$1,300,000 for fiscal year 2018.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS For The Fiscal Year Ended June 30, 2017

NOTE 10. 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.

Since the County elected to close the vertical expansion portion of the landfill, the County will now incur costs for closure of this portion of the landfill as well as post-closure care costs such as the purchase of liability insurance to protect the County in the event of an incident of contamination and the monitoring of this portion of the landfill for a thirty year period. These costs are estimated at \$827,940 at June 30, 2017, and have been funded by user fees which were being collected through September 1995. Since the vertical expansion portion of the landfill was closed on April 9, 1996, the estimated amount for closure and post closure care costs have been fully accrued at June 30, 2017. Costs for closure and post-closure care are based on engineering estimates and are subject to change based on various factors, some of which include inflation, deflation, changes in technology, and changes in laws or regulations.

The Act, which was amended on June 23, 1995, requires the County to adopt one, or a combination of a few, financial assurance mechanisms that would bind and legally enforce the County to make the payments necessary for closure and post-closure care costs. The County has restricted the cash necessary for the payment of the closure and post-closure care costs in the Florence County 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 11. 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.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2017

NOTE 12. NET POSITION

Net position represents the result of assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net position amounts were as follows as of June 30, 2017:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Net investment in capital assets:		
Net capital assets	\$149,150,560	\$3,345,807
Less: related bonds payable, net	(111,691,972)	-
related capital leases payable	(846,044)	-
Add: unspent bond proceeds	<u>21,460,434</u>	<u>-</u>
Net investment in capital assets	<u>58,072,978</u>	<u>3,345,807</u>
Restricted for capital projects and other purposes	111,296,964	-
Deductions – unspent bond proceeds	<u>(21,460,434)</u>	<u>-</u>
Restricted net position	<u>89,836,530</u>	<u>-</u>
Unrestricted (deficit)	<u>(144,940,830)</u>	<u>2,684,049</u>
Total net position	<u>\$ 2,968,678</u>	<u>\$6,029,856</u>

NOTE 13. PRIOR PERIOD ADJUSTMENT

The County's ending net position for its governmental activities was overstated by \$5,679,524 as of June 30, 2016 due to certain revenues being recognized or not recognized in accordance with the provisions of GASB Statement Nos. 34 and 65, respectively, and other postemployment benefit expenses not being reported in accordance with the provisions of GASB Statement No. 45 on the Statement of Activities as follows:

<u>Description</u>	<u>Amount</u>
Unearned revenues recognized as revenue	\$ (6,042,541)
Property tax revenues not recognized as revenues	462,565
Other postemployment benefit expenses	<u>(99,548)</u>
Prior period adjustment	<u>\$ (5,679,524)</u>

The effect of this activity was to restate the County's beginning net position for its governmental activities as of July 1, 2016 by reducing it by this amount.

NOTE 14. SUBSEQUENT EVENTS

On December 14, 2017, the County issued a Series 2017A Installment Purchase Revenue Bond and a Series 2017B Taxable Installment Purchase Revenue Bond in the amount of \$11,100,000 and \$3,900,000, respectively. The proceeds will be used towards the construction of a parking deck and to purchase a 100,000 square foot industrial spec building that is currently being leased by the County.



REQUIRED SUPPLEMENTARY INFORMATION



FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULES OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS -
OTHER POSTEMPLOYMENT BENEFITS
For the Fiscal Year Ended June 30, 2017

SCHEDULE OF FUNDING PROGRESS

Fiscal Year	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)
6/30/2017	6/30/2015	\$ -	\$ 33,513,525	\$ 33,513,525	0%	\$ 30,287,075	110.65%
6/30/2016	6/30/2015	\$ -	\$ 33,513,525	\$ 33,513,525	0%	\$ 29,526,537	113.50%
6/30/2015	6/30/2013	\$ -	\$ 22,727,129	\$ 22,727,129	0%	\$ 27,778,418	81.82%
6/30/2014	6/30/2013	\$ -	\$ 22,727,129	\$ 22,727,129	0%	\$ 27,941,558	81.34%
6/30/2013	6/30/2011	\$ -	\$ 23,410,737	\$ 23,410,737	0%	\$ 26,829,481	87.26%
6/30/2012	6/30/2011	\$ -	\$ 23,410,737	\$ 23,410,737	0%	\$ 27,967,129	83.71%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Fiscal Year Ended	Annual Required Contribution	Employer Amount Contributed	Percentage Contributed	Net OPEB Obligation
June 30, 2017	\$ 2,961,862	\$ 703,755	23.8%	\$ 15,468,537
June 30, 2016	\$ 2,875,594	\$ 622,209	21.6%	\$ 13,212,314
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

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
For the Fiscal Year Ended June 30, 2017

	SCRS			
	2017	2016	2015	2014
Florence County's proportion of the net pension liability	0.20849%	0.21056%	0.20948%	0.20948%
Florence County's proportionate share of the net pension liability	<u>\$ 44,533,583</u>	<u>\$ 39,933,719</u>	<u>\$ 36,064,995</u>	<u>\$ 37,572,701</u>
Florence County's covered employee payroll during the measurement period	<u>\$ 20,198,054</u>	<u>\$ 19,744,583</u>	<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	220.48452%	202.25152%	189.56993%	206.80282%
Plan fiduciary net position as a percentage of the total pension liability	52.90645%	56.99000%	59.90000%	56.38821%
	PORS			
	2017	2016	2015	2014
Florence County's proportion of the net pension liability	0.73220%	0.74711%	0.70565%	0.70565%
Florence County's proportionate share of the net pension liability	<u>\$ 18,571,941</u>	<u>\$ 16,283,262</u>	<u>\$ 13,509,159</u>	<u>\$ 14,627,931</u>
Florence County's covered employee payroll during the measurement period	<u>\$ 9,328,483</u>	<u>\$ 9,253,586</u>	<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	199.08854%	175.96705%	159.30097%	177.11723%
Plan fiduciary net position as a percentage of the total pension liability	60.44490%	64.57000%	67.55000%	62.98000%

NOTE: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF THE EMPLOYER'S CONTRIBUTIONS
For the Fiscal Year Ended June 30, 2017

	SCRS									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually required contribution	\$ 2,413,576	\$ 2,233,904	\$ 2,152,159	\$ 2,016,612	\$ 1,925,847	\$ 1,750,224	\$ 1,695,940	\$ 1,723,477	\$ 1,670,271	\$ 1,578,817
Contributions in relation to the contractually required contribution	2,413,576	2,233,904	2,152,159	2,016,612	1,925,847	1,750,224	1,695,940	1,723,477	1,670,271	1,578,817
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Florence County's covered employee payroll	\$ 20,893,127	\$ 20,198,054	\$ 19,744,583	\$ 19,024,639	\$ 18,168,370	\$ 18,355,780	\$ 18,126,090	\$ 18,299,992	\$ 17,731,251	\$ 16,877,853
Contributions as a percentage of covered employee payroll	11.55201%	11.06000%	10.90000%	10.60000%	10.60000%	9.53500%	9.35635%	9.41791%	9.41993%	9.35437%
	PORS									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually required contribution	\$ 1,337,698	\$ 1,281,734	\$ 1,240,906	\$ 1,088,900	\$ 1,015,844	\$ 1,006,862	\$ 962,076	\$ 922,908	\$ 926,422	\$ 863,067
Contributions in relation to the contractually required contribution	1,337,698	1,281,734	1,240,906	1,088,900	1,015,844	1,006,862	962,076	922,908	926,422	863,067
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Florence County's covered employee payroll	\$ 9,393,948	\$ 9,328,483	\$ 9,253,586	\$ 8,480,293	\$ 8,258,898	\$ 8,559,572	\$ 8,344,115	\$ 8,352,106	\$ 8,383,909	\$ 8,066,046
Contributions as a percentage of covered employee payroll	14.24000%	13.74000%	13.41000%	12.84036%	12.29999%	11.76299%	11.52999%	11.05000%	11.05000%	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 Special Revenue Fund - To account for the receipt of tax revenues and the disbursement of these revenues to Florence Darlington TEC.

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

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

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

Treasurer Delinquent Tax Special Revenue 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 Special Revenue 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 Special Revenue Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

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

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

Economic Development Partnership Special Revenue 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 Special Revenue 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 Special Revenue Fund – To account for the operation of the County library system.

Senior Citizens Center Special Revenue Fund – To account for the operation of the senior citizens center.

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

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

Sheriff's Camps Special Revenue Fund – To account for the operation of the sheriff's camps.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

SPECIAL REVENUE FUNDS (Continued)

Sheriff's Sex Offender Special Revenue Fund – To account for the operation of the sex offender registry.

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

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

Unified Fire District Special Revenue 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.

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

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 Capital Project 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.

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

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

2017 Civic Center Capital Project Fund – To account for the expansion of the Civic Center located in the County.



FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

	Special Revenue Funds		
	Florence Darlington TEC Special Revenue Fund	S.C. Accommodations Tax Special Revenue Fund	Law Library Special Revenue Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 331,202	\$ 234,137	\$ 15,589
Investments	-	-	-
Receivables:			
Property taxes (net)	48,486	-	-
Other governmental units and agencies	-	116,073	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	\$ 379,688	\$ 350,210	\$ 15,589
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 75,750	\$ 699
Payroll withholdings and accruals	-	-	-
Unearned revenues	156,103	-	-
Total liabilities	156,103	75,750	699
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	24,923	-	-
Total deferred inflows of resources	24,923	-	-
Fund balances:			
Nonspendable:			
Inventory	-	-	-
Restricted:			
Education purposes	198,662	-	-
Tourism related purposes	-	274,460	-
Library purposes	-	-	14,890
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	198,662	274,460	14,890
Total liabilities, deferred inflows of resources, and fund balances	\$ 379,688	\$ 350,210	\$ 15,589

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Special Revenue Funds		
	Victim/ Witness Assistance Special Revenue Fund	Treasurer Delinquent Tax Special Revenue Fund	Jail Debt Service O&M Special Revenue Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 139,907	\$ 178,430	\$ 788,323
Investments	-	-	-
Receivables:			
Property taxes (net)	-	-	79,235
Other governmental units and agencies	22,177	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	\$ 162,084	\$ 178,430	\$ 867,558
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 3,043	\$ (68)	\$ 705,240
Payroll withholdings and accruals	5,751	-	-
Unearned revenues	-	7,982	-
Total liabilities	8,794	7,914	705,240
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances:			
Nonspendable:			
Inventory	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	153,290	-	-
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	153,290	170,516	162,318
Total liabilities, deferred inflows of resources, and fund balances	\$ 162,084	\$ 178,430	\$ 867,558

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Special Revenue Funds			
	Howe Springs Fire District Special Revenue Fund	Sardis- Timmons- ville Fire District Special Revenue Fund	Johnsonville Fire District Special Revenue Fund	Economic Development Partnership Special Revenue Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 97,686	\$ 21,087	\$ 24,363	\$ 571,187
Investments	-	-	-	-
Receivables:				
Property taxes (net)	1,659	342	457	-
Other governmental units and agencies	-	-	-	(657)
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	<u>\$ 99,345</u>	<u>\$ 21,429</u>	<u>\$ 24,820</u>	<u>\$ 570,530</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 432
Payroll withholdings and accruals	-	-	-	11,649
Unearned revenues	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,081</u>
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	4,903	1,143	1,517	-
Total deferred inflows of resources	<u>4,903</u>	<u>1,143</u>	<u>1,517</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	-
Library purposes	-	-	-	-
Victim witness purposes	-	-	-	-
Public safety purposes	94,442	20,286	23,303	-
Senior citizen purposes	-	-	-	-
Delinquent tax collection purposes	-	-	-	-
Economic development purposes	-	-	-	558,449
Road maintenance purposes	-	-	-	-
Debt service	-	-	-	-
Capital project	-	-	-	-
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	<u>94,442</u>	<u>20,286</u>	<u>23,303</u>	<u>558,449</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 99,345</u>	<u>\$ 21,429</u>	<u>\$ 24,820</u>	<u>\$ 570,530</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Special Revenue Funds			
	Emergency Management Special Revenue Fund	County Library Special Revenue Fund	Senior Citizens Center Special Revenue Fund	Local Hospitality Tax Special Revenue Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 99,996	\$ 10,051	\$ 10,869	\$ 1,281,072
Investments	-	-	-	-
Receivables:				
Property taxes (net)	10,783	23,357	545	-
Other governmental units and agencies	-	-	-	166,088
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	<u>\$ 110,779</u>	<u>\$ 33,408</u>	<u>\$ 11,414</u>	<u>\$ 1,447,160</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 103,682	\$ 15,857	\$ 10,607	\$ 120,698
Payroll withholdings and accruals	-	-	-	15,935
Unearned revenues	-	-	-	-
Total liabilities	<u>103,682</u>	<u>15,857</u>	<u>10,607</u>	<u>136,633</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	-	-	-	-
Restricted:				
Education purposes	-	-	-	-
Tourism related purposes	-	-	-	1,310,527
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	<u>7,097</u>	<u>17,551</u>	<u>807</u>	<u>1,310,527</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 110,779</u>	<u>\$ 33,408</u>	<u>\$ 11,414</u>	<u>\$ 1,447,160</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Special Revenue Funds		
	Local Accommodations Fee Special Revenue Fund	Sheriff's Camps Special Revenue Fund	Sheriff's Sex Offender Special Revenue Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 87,077	\$ 8,454	\$ 44,365
Investments	-	-	-
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	373,896	-	-
Others (net)	172,480	-	-
Inventory	-	-	-
Total assets	\$ 633,453	\$ 8,454	\$ 44,365
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 9,903	\$ 741	\$ 92
Payroll withholdings and accruals	-	-	-
Unearned revenues	-	-	-
Total liabilities	9,903	741	92
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances:			
Nonspendable:			
Inventory	-	-	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	623,550	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	-	7,713	44,273
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	623,550	7,713	44,273
Total liabilities, deferred inflows of resources, and fund balances	\$ 633,453	\$ 8,454	\$ 44,365

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Special Revenue Funds		
	Seized Auction Special Revenue Fund	Road System Maintenance Fee Special Revenue Fund	Unified Fire District Special Revenue Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 12,607	\$ 2,419,492	\$ (60,130)
Investments	-	-	-
Receivables:			
Property taxes (net)	-	-	45,027
Other governmental units and agencies	1,904	-	-
Others (net)	-	-	-
Inventory	-	172,442	-
Total assets	\$ 14,511	\$ 2,591,934	\$ (15,103)
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 194,568	\$ 184
Payroll withholdings and accruals	-	55,130	3,890
Unearned revenues	-	-	214,356
Total liabilities	-	249,698	218,430
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	-	-	50,248
Total deferred inflows of resources	-	-	50,248
Fund balances:			
Nonspendable:			
Inventory	-	172,442	-
Restricted:			
Education purposes	-	-	-
Tourism related purposes	-	-	-
Library purposes	-	-	-
Victim witness purposes	-	-	-
Public safety purposes	14,511	-	-
Senior citizen purposes	-	-	-
Delinquent tax collection purposes	-	-	-
Economic development purposes	-	-	-
Road maintenance purposes	-	2,169,794	-
Debt service	-	-	-
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	(283,781)
Total fund balances	14,511	2,342,236	(283,781)
Total liabilities, deferred inflows of resources, and fund balances	\$ 14,511	\$ 2,591,934	\$ (15,103)

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Debt Service Funds		
	Hannah/Salem Friendfield Fire District Debt Service Fund	Johnsonville Fire District Debt Service Fund	Howe Springs Fire District Debt Service Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 6,677	\$ 11,400	\$ 36,893
Investments	-	-	-
Receivables:			
Property taxes (net)	112	149	439
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	<u>\$ 6,789</u>	<u>\$ 11,549</u>	<u>\$ 37,332</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenue -			
timing restriction for property taxes	288	523	1,306
Total deferred inflows of resources	<u>288</u>	<u>523</u>	<u>1,306</u>
Fund balances:			
Nonspendable:			
Inventory	-	-	-
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	6,501	11,026	36,026
Capital project	-	-	-
Committed:			
Capital project	-	-	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	<u>6,501</u>	<u>11,026</u>	<u>36,026</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 6,789</u>	<u>\$ 11,549</u>	<u>\$ 37,332</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017

(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	Energy Management Debt Service Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 51,392	\$ 120,755	\$ 1	\$ 72,839
Investments	-	-	-	-
Receivables:				
Property taxes (net)	256	4,194	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 51,648	\$ 124,949	\$ 1	\$ 72,839
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Unearned revenues	-	10,437	-	-
Total liabilities	-	10,437	-	-
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	660	4,036	-	-
Total deferred inflows of resources	660	4,036	-	-
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
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	50,988	110,476	1	72,839
Capital project	-	-	-	-
Committed:				
Capital project	-	-	-	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	50,988	110,476	1	72,839
Total liabilities, deferred inflows of resources, and fund balances	\$ 51,648	\$ 124,949	\$ 1	\$ 72,839

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

			Capital Project Funds	
	Unified Fire District Debt Service Fund	County Debt Service Fund	County General Capital Project Fund	Windy Hill/ Olanta Fire District Capital Project Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 953,201	\$ 1,271,072	\$ 5,200	\$ 15,984
Investments	-	-	-	-
Receivables:				
Property taxes (net)	21,026	88,132	-	-
Other governmental units and agencies	-	560,649	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 974,227	\$ 1,919,853	\$ 5,200	\$ 15,984
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Unearned revenues	81,321	164,698	-	-
Total liabilities	81,321	164,698	-	-
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	12,455	-	-	-
Total deferred inflows of resources	12,455	-	-	-
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
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	880,451	1,755,155	-	-
Capital project	-	-	-	15,984
Committed:				
Capital project	-	-	5,200	-
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	880,451	1,755,155	5,200	15,984
Total liabilities, deferred inflows of resources, and fund balances	\$ 974,227	\$ 1,919,853	\$ 5,200	\$ 15,984

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Capital Project Funds		
	2008 County General Capital Project Fund	Radio System Upgrade Capital Project Fund	Hannah/Salem Friendfield Fire District Capital Project Fund
ASSETS			
Assets:			
Cash and cash equivalents	\$ 394,231	\$ 212,067	\$ 242
Investments	-	-	-
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	-	-
Others (net)	-	-	-
Inventory	-	-	-
Total assets	<u>\$ 394,231</u>	<u>\$ 212,067</u>	<u>\$ 242</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-
Unearned revenues	-	-	-
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	-	-	-
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	394,231	-	242
Committed:			
Capital project	-	212,067	-
Unassigned:			
Special revenue funds (deficit)	-	-	-
Total fund balances	<u>394,231</u>	<u>212,067</u>	<u>242</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 394,231</u>	<u>\$ 212,067</u>	<u>\$ 242</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Capital Project Funds			
	Museum Capital Project Fund	Johnsonville Fire District Capital Project Fund	Howe Springs Fire District Capital Project Fund	Capital Improvements Capital Project Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 36,805	\$ 33	\$ 16	\$ 327,895
Investments	-	-	-	-
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 36,805	\$ 33	\$ 16	\$ 327,895
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 17,749
Payroll withholdings and accruals	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	-	-	17,749
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
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	36,805	33	16	-
Committed:				
Capital project	-	-	-	310,146
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	36,805	33	16	310,146
Total liabilities, deferred inflows of resources, and fund balances	\$ 36,805	\$ 33	\$ 16	\$ 327,895

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Capital Project Funds			
	2006 County General Capital Project Fund	2011 County General Capital Capital Project Fund	2013 Civic Center Capital Project Fund	Complex Capital Project Fund
ASSETS				
Assets:				
Cash and cash equivalents	\$ 141	\$ 2,140	\$ -	\$ 450,751
Investments	-	-	-	-
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Total assets	\$ 141	\$ 2,140	\$ -	\$ 450,751
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 9,055
Payroll withholdings and accruals	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	-	-	9,055
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
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	141	2,140	-	-
Committed:				
Capital project	-	-	-	441,696
Unassigned:				
Special revenue funds (deficit)	-	-	-	-
Total fund balances	141	2,140	-	441,696
Total liabilities, deferred inflows of resources, and fund balances	\$ 141	\$ 2,140	\$ -	\$ 450,751

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2017**

(Continued)

	Capital Project Funds			
	Energy Savings Capital Project Fund	United Fire District Capital Project Fund	2017 Civic Center Capital Project Fund	Total
ASSETS				
Assets:				
Cash and cash equivalents	\$ -	\$ 156,005	\$ 6,177,347	\$ 16,618,851
Investments	-	-	5,554,710	5,554,710
Receivables:				
Property taxes (net)	-	-	-	324,199
Other governmental units and agencies	-	-	-	1,240,130
Others (net)	-	-	-	172,480
Inventory	-	-	-	172,442
Total assets	\$ -	\$ 156,005	\$ 11,732,057	\$ 24,082,812
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 59,001	\$ 1,688,835	\$ 3,016,068
Payroll withholdings and accruals	-	-	-	92,355
Unearned revenues	-	-	-	634,897
Total liabilities	-	59,001	1,688,835	3,743,320
Deferred inflows of resources:				
Unavailable revenue -				
timing restriction for property taxes	-	-	-	102,002
Total deferred inflows of resources	-	-	-	102,002
Fund balances:				
Nonspendable:				
Inventory	-	-	-	172,442
Restricted:				
Education purposes	-	-	-	198,662
Tourism related purposes	-	-	-	2,208,537
Library purposes	-	-	-	32,441
Victim witness purposes	-	-	-	153,290
Public safety purposes	-	-	-	373,943
Senior citizen purposes	-	-	-	807
Delinquent tax collection purposes	-	-	-	170,516
Economic development purposes	-	-	-	558,449
Road maintenance purposes	-	-	-	2,169,794
Debt service	-	-	-	2,923,463
Capital project	-	97,004	10,043,222	10,589,818
Committed:				
Capital project	-	-	-	969,109
Unassigned:				
Special revenue funds (deficit)	-	-	-	(283,781)
Total fund balances	-	97,004	10,043,222	20,237,490
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 156,005	\$ 11,732,057	\$ 24,082,812



FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

	Special Revenue Funds			
	Florence Darlington TEC Special Revenue Fund	S.C. Accommodations Tax Special Revenue Fund	Law Library Special Revenue Fund	Victim/ Witness Assistance Special Revenue Fund
Revenues:				
Taxes	\$ 2,525,583	\$ -	\$ -	\$ -
Fines and fees	-	-	38,906	183,615
Intergovernmental	-	353,939	-	46,273
Miscellaneous	2,379	1,174	-	530
Total revenues	<u>2,527,962</u>	<u>355,113</u>	<u>38,906</u>	<u>230,418</u>
Expenditures:				
Current:				
General government	-	-	38,976	66,070
Public safety	-	-	-	140,180
Economic and physical development	-	100,000	-	-
Public works	-	-	-	-
Culture and recreation	-	225,000	-	-
Education	2,275,000	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>2,275,000</u>	<u>325,000</u>	<u>38,976</u>	<u>206,250</u>
Revenues over (under) expenditures	252,962	30,113	(70)	24,168
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	252,962	30,113	(70)	24,168
Fund balances (deficit) - beginning of year	<u>(54,300)</u>	<u>244,347</u>	<u>14,960</u>	<u>129,122</u>
Fund balances (deficit) - end of year	<u>\$ 198,662</u>	<u>\$ 274,460</u>	<u>\$ 14,890</u>	<u>\$ 153,290</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Special Revenue Funds		
	Treasurer Delinquent Tax Special Revenue Fund	Jail Debt Service O&M Special Revenue Fund	Howe Springs Fire District Special Revenue Fund
Revenues:			
Taxes	\$ -	\$ -	\$ 1,812
Fines and fees	-	-	-
Intergovernmental	-	-	33,839
Miscellaneous	-	-	476
Total revenues	<u>-</u>	<u>-</u>	<u>36,127</u>
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	33,839
Economic and physical development	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirements	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
Paying agent fee	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>33,839</u>
Revenues over (under) expenditures	-	-	2,288
Other financing sources (uses):			
Issuance of bond debt	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	2,288
Fund balances (deficit) - beginning of year	<u>170,516</u>	<u>162,318</u>	<u>92,154</u>
Fund balances (deficit) - end of year	<u>\$ 170,516</u>	<u>\$ 162,318</u>	<u>\$ 94,442</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Special Revenue Funds			
	Sardis- Timmons- ville Fire District Special Revenue Fund	Johnsonville Fire District Special Revenue Fund	Economic Development Partnership Special Revenue Fund	Emergency Management Special Revenue Fund
Revenues:				
Taxes	\$ 1,042	\$ 722	\$ -	\$ -
Fines and fees	-	-	58,194	-
Intergovernmental	11,551	4,675	-	-
Miscellaneous	101	118	1,962	-
Total revenues	<u>12,694</u>	<u>5,515</u>	<u>60,156</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	11,551	4,675	-	-
Economic and physical development	-	-	450,051	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>11,551</u>	<u>4,675</u>	<u>450,051</u>	<u>-</u>
Revenues over (under) expenditures	1,143	840	(389,895)	-
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	389,253	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>389,253</u>	<u>-</u>
Net change in fund balances	1,143	840	(642)	-
Fund balances (deficit) - beginning of year	<u>19,143</u>	<u>22,463</u>	<u>559,091</u>	<u>7,097</u>
Fund balances (deficit) - end of year	<u>\$ 20,286</u>	<u>\$ 23,303</u>	<u>\$ 558,449</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 Fiscal Year Ended June 30, 2017

(Continued)

	Special Revenue Funds			
	County Library Special Revenue Fund	Senior Citizens Center Special Revenue Fund	Local Hospitality Tax Special Revenue Fund	Local Accommodations Fee Special Revenue Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	1,651,550	2,056,432
Intergovernmental	-	-	-	1,285,795
Miscellaneous	-	-	6,001	3,827
Total revenues	<u>-</u>	<u>-</u>	<u>1,657,551</u>	<u>3,346,054</u>
Expenditures:				
Current:				
General government	-	-	1,194,662	114,259
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	1,581,815
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	126,000	1,117,280
Interest	-	-	92,398	117,496
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>1,413,060</u>	<u>2,930,850</u>
Revenues over (under) expenditures	-	-	244,491	415,204
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(264,000)	(784,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(264,000)</u>	<u>(784,000)</u>
Net change in fund balances	-	-	(19,509)	(368,796)
Fund balances (deficit) - beginning of year	<u>17,551</u>	<u>807</u>	<u>1,330,036</u>	<u>992,346</u>
Fund balances (deficit) - end of year	<u>\$ 17,551</u>	<u>\$ 807</u>	<u>\$ 1,310,527</u>	<u>\$ 623,550</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Special Revenue Funds			
	Sheriff's Camps Special Revenue Fund	Sheriff's Sex Offender Special Revenue Fund	Seized Auction Special Revenue Fund	Road System Maintenance Fee Special Revenue Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	13,376	3,614	3,038,807
Intergovernmental	-	-	-	-
Miscellaneous	44	-	-	8,754
Total revenues	<u>44</u>	<u>13,376</u>	<u>3,614</u>	<u>3,047,561</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	(154)	8,485	1,953	-
Economic and physical development	-	-	-	-
Public works	-	-	-	2,576,168
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>(154)</u>	<u>8,485</u>	<u>1,953</u>	<u>2,576,168</u>
Revenues over (under) expenditures	198	4,891	1,661	471,393
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	57,500
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,500</u>
Net change in fund balances	198	4,891	1,661	528,893
Fund balances (deficit) - beginning of year	<u>7,515</u>	<u>39,382</u>	<u>12,850</u>	<u>1,813,343</u>
Fund balances (deficit) - end of year	<u><u>\$ 7,713</u></u>	<u><u>\$ 44,273</u></u>	<u><u>\$ 14,511</u></u>	<u><u>\$ 2,342,236</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

	(Continued)			
	Special	Debt Service Funds		
	Revenue Funds	Hannah/Salem	Johnsonville	Howe Springs
	Unified	Friendfield	Fire District	Fire District
	Fire	Fire District	Debt Service	Debt Service
	District	Debt Service	Fund	Fund
	Special Revenue			
	Fund	Fund		
Revenues:				
Taxes	\$ 3,169,029	\$ 28	\$ 2,729	\$ 8,819
Fines and fees	562,174	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	33	49	159
Total revenues	<u>3,731,203</u>	<u>61</u>	<u>2,778</u>	<u>8,978</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	3,963,359	-	-	-
Economic and physical				
development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>3,963,359</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under)				
expenditures	(232,156)	61	2,778	8,978
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing				
sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(232,156)	61	2,778	8,978
Fund balances (deficit) - beginning				
of year	(51,625)	6,440	8,248	27,048
Fund balances (deficit) -				
end of year	<u>\$ (283,781)</u>	<u>\$ 6,501</u>	<u>\$ 11,026</u>	<u>\$ 36,026</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017**

(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
Revenues:			
Taxes	\$ 15,355	\$ 144,196	\$ 86,460
Fines and fees	-	-	-
Intergovernmental	-	52,200	-
Miscellaneous	209	939	-
Total revenues	<u>15,564</u>	<u>197,335</u>	<u>86,460</u>
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Economic and physical development	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirements	-	251,474	499,580
Interest	-	53,782	27,177
Bond issuance costs	-	-	-
Paying agent fee	-	-	-
Total expenditures	<u>-</u>	<u>305,256</u>	<u>526,757</u>
Revenues over (under) expenditures	15,564	(107,921)	(440,297)
Other financing sources (uses):			
Issuance of bond debt	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	15,564	(107,921)	(440,297)
Fund balances (deficit) - beginning of year	<u>35,424</u>	<u>218,397</u>	<u>440,298</u>
Fund balances (deficit) - end of year	<u>\$ 50,988</u>	<u>\$ 110,476</u>	<u>\$ 1</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Debt Service Funds			Capital Project Funds
	Energy Management Debt Service Fund	Unified Fire District Debt Service Fund	County Debt Service Fund	County General Capital Project Fund
Revenues:				
Taxes	\$ -	\$ 977,640	\$ 5,921,366	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	3,312	9,414	48
Total revenues	<u>-</u>	<u>980,952</u>	<u>5,930,780</u>	<u>48</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	30,217
Debt service:				
Principal retirements	-	433,000	5,747,720	-
Interest	-	329,282	2,232,405	-
Bond issuance costs	-	-	28,313	-
Paying agent fee	-	-	2,525	-
Total expenditures	<u>-</u>	<u>762,282</u>	<u>8,010,963</u>	<u>30,217</u>
Revenues over (under) expenditures	-	218,670	(2,080,183)	(30,169)
Other financing sources (uses):				
Issuance of bond debt	-	-	1,941,000	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,941,000</u>	<u>-</u>
Net change in fund balances	-	218,670	(139,183)	(30,169)
Fund balances (deficit) - beginning of year	<u>72,839</u>	<u>661,781</u>	<u>1,894,338</u>	<u>35,369</u>
Fund balances (deficit) - end of year	<u>\$ 72,839</u>	<u>\$ 880,451</u>	<u>\$ 1,755,155</u>	<u>\$ 5,200</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Capital Project Funds			
	Windy Hill/ Olanta Fire District Capital Project Fund	2008 County General Capital Project Fund	Radio System Upgrade Capital Project Fund	Hannah/Salem Friendfield Fire District Capital Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	78	2,074	1,041	1
Total revenues	<u>78</u>	<u>2,074</u>	<u>1,041</u>	<u>1</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	78	2,074	1,041	1
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	78	2,074	1,041	1
Fund balances (deficit) - beginning of year	<u>15,906</u>	<u>392,157</u>	<u>211,026</u>	<u>241</u>
Fund balances (deficit) - end of year	<u>\$ 15,984</u>	<u>\$ 394,231</u>	<u>\$ 212,067</u>	<u>\$ 242</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Capital Project Funds			
	Museum Capital Project Fund	Johnsonville Fire District Capital Project Fund	Howe Springs Fire District Capital Project Fund	Capital Improvements Capital Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	191	33	-	-
Total revenues	<u>191</u>	<u>33</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	15,310	14,362	-	406,571
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>15,310</u>	<u>14,362</u>	<u>-</u>	<u>406,571</u>
Revenues over (under) expenditures	(15,119)	(14,329)	-	(406,571)
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	450,000
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>450,000</u>
Net change in fund balances	(15,119)	(14,329)	-	43,429
Fund balances (deficit) - beginning of year	<u>51,924</u>	<u>14,362</u>	<u>16</u>	<u>266,717</u>
Fund balances (deficit) - end of year	<u>\$ 36,805</u>	<u>\$ 33</u>	<u>\$ 16</u>	<u>\$ 310,146</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Capital Project Funds			
	2006 County General Capital Project Fund	2011 County General Capital Project Fund	2013 Civic Center Capital Project Fund	Complex Capital Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	1	11	(376)	2,992
Total revenues	<u>1</u>	<u>11</u>	<u>(376)</u>	<u>2,992</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	250,489	281,667
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>250,489</u>	<u>281,667</u>
Revenues over (under) expenditures	1	11	(250,865)	(278,675)
Other financing sources (uses):				
Issuance of bond debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1	11	(250,865)	(278,675)
Fund balances (deficit) - beginning of year	<u>140</u>	<u>2,129</u>	<u>250,865</u>	<u>720,371</u>
Fund balances (deficit) - end of year	<u>\$ 141</u>	<u>\$ 2,140</u>	<u>\$ -</u>	<u>\$ 441,696</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

(Continued)

	Capital Project Funds			
	Energy Savings Capital Project Fund	United Fire District Capital Project Fund	2017 Civic Center Capital Project Fund	Total
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 12,854,781
Fines and fees	-	-	-	7,606,668
Intergovernmental	-	-	250,000	2,038,272
Miscellaneous	-	577	113,111	159,263
Total revenues	<u>-</u>	<u>577</u>	<u>363,111</u>	<u>22,658,984</u>
Expenditures:				
Current:				
General government	-	-	-	1,413,967
Public safety	-	-	-	4,163,888
Economic and physical development	-	-	-	550,051
Public works	-	-	-	2,576,168
Culture and recreation	-	-	-	1,806,815
Education	-	-	-	2,275,000
Capital outlay	110,925	7,524,040	6,894,290	15,527,871
Debt service:				
Principal retirements	-	-	-	8,175,054
Interest	-	-	-	2,852,540
Bond issuance costs	-	-	-	28,313
Paying agent fee	-	-	-	2,525
Total expenditures	<u>110,925</u>	<u>7,524,040</u>	<u>6,894,290</u>	<u>39,372,192</u>
Revenues over (under) expenditures	(110,925)	(7,523,463)	(6,531,179)	(16,713,208)
Other financing sources (uses):				
Issuance of bond debt	-	-	-	1,941,000
Transfers in	-	-	500,000	1,396,753
Transfers out	-	-	-	(1,048,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>2,289,753</u>
Net change in fund balances	(110,925)	(7,523,463)	(6,031,179)	(14,423,455)
Fund balances (deficit) - beginning of year	<u>110,925</u>	<u>7,620,467</u>	<u>16,074,401</u>	<u>34,660,945</u>
Fund balances (deficit) - end of year	<u><u>\$ -</u></u>	<u><u>\$ 97,004</u></u>	<u><u>\$ 10,043,222</u></u>	<u><u>\$ 20,237,490</u></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 District General Fund - To account for the receipt of property tax and federal and state aid revenues and other revenues and the disbursement of these revenues to the school districts.

School District 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 District 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 revenues and the disbursement of these revenues 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 revenues and the disbursement of these revenues 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, 2017

	Agency Funds					
	School District General Fund	School District Debt Service Fund	School District Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
ASSETS						
Cash and cash equivalents	\$ 3,208,341	\$ 4,798,504	\$13,798,541	\$ 109,415	\$ 142,821	\$ 8,999
Property taxes receivable	2,683,958	492,126	-	-	50,338	240
TOTAL ASSETS	\$ 5,892,299	\$ 5,290,630	\$13,798,541	\$ 109,415	\$ 193,159	\$ 9,239
LIABILITIES						
Due to						
Others	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxing units:						
School District One	4,365,734	4,187,672	11,990,050	-	-	-
School District Two	298,774	182,491	1,570	-	-	-
School District Three	708,466	260,079	1,551	-	-	-
School District Four	184,356	332,535	803,235	-	-	-
School District Five	334,969	327,853	1,002,135	-	-	-
Municipalities	-	-	-	109,415	-	-
Fire Boards	-	-	-	-	193,159	-
Lynches Lake/Camp Branch	-	-	-	-	-	9,239
Salem Watershed	-	-	-	-	-	-
Williamsburg County	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 5,892,299	\$ 5,290,630	\$13,798,541	\$ 109,415	\$ 193,159	\$ 9,239

Salem Watershed Fund	Commission on Alcohol and Drug Abuse Fund	Williams- burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
\$ 85,909 2,752	\$ - -	\$ 116 -	\$ 277,918 -	\$ 1,997,728 -	\$ 896,527 -	\$25,324,819 3,229,414
<u>\$ 88,661</u>	<u>\$ -</u>	<u>\$ 116</u>	<u>\$ 277,918</u>	<u>\$ 1,997,728</u>	<u>\$ 896,527</u>	<u>\$28,554,233</u>
\$ -	\$ -	\$ -	\$ 277,918	\$ 1,997,728	\$ 896,527	\$ 3,172,173
-	-	-	-	-	-	20,543,456
-	-	-	-	-	-	482,835
-	-	-	-	-	-	970,096
-	-	-	-	-	-	1,320,126
-	-	-	-	-	-	1,664,957
-	-	-	-	-	-	109,415
-	-	-	-	-	-	193,159
-	-	-	-	-	-	9,239
88,661	-	-	-	-	-	88,661
-	-	116	-	-	-	116
<u>\$ 88,661</u>	<u>\$ -</u>	<u>\$ 116</u>	<u>\$ 277,918</u>	<u>\$ 1,997,728</u>	<u>\$ 896,527</u>	<u>\$28,554,233</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
FIDUCIARY FUNDS**

For The Fiscal Year Ended June 30, 2017

	Agency Funds					
	School District General Fund	School District Debt Service Fund	School District Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
Beginning balances of assets and liabilities	<u>\$ 5,820,622</u>	<u>\$ 5,142,285</u>	<u>\$ 1,186,698</u>	<u>\$ 97,463</u>	<u>\$ 202,048</u>	<u>\$ 9,058</u>
Additions of assets and liabilities:						
Current property taxes	45,364,202	11,309,023	-	11,271,491	1,594,426	7,440
Inventory exemption	570,368	204,288	-	-	27,197	-
Vehicle taxes	13,356,415	2,044,902	-	1,598,885	313,767	40
Delinquent property taxes	2,300,162	538,416	-	490,022	61,567	352
Penalties	81,729	31,980	-	16,138	3,729	114
Fee transfer	3,408	219	-	-	-	-
State and federal aid	143,491,038	-	-	-	291,767	-
Interest on investments	23,250	44,425	40,333	-	1,083	23
Proceeds from bond issue	-	-	27,923,058	-	-	-
State homestead exemption	27,432,124	563,120	-	-	71,920	712
Fees in lieu of taxes	5,980,402	879,528	-	57,572	104,356	-
Increase in due to other funds	-	-	-	-	-	-
Cash received from others	-	-	-	-	-	-
Less local option sales tax credits	-	-	-	(7,253,266)	-	-
Miscellaneous	-	-	-	-	-	-
Total additions	<u>238,603,098</u>	<u>15,615,901</u>	<u>27,963,391</u>	<u>6,180,842</u>	<u>2,469,812</u>	<u>8,681</u>
Reductions of assets and liabilities:						
Claims paid	238,282,296	-	15,351,548	6,154,389	2,470,383	8,500
Cash paid to others	-	-	-	-	-	-
Refunds	249,125	38,172	-	14,501	8,318	-
Bond principal paid	-	14,082,779	-	-	-	-
Interest payments	-	1,344,730	-	-	-	-
Paying agent fee	-	1,875	-	-	-	-
Total reductions	<u>238,531,421</u>	<u>15,467,556</u>	<u>15,351,548</u>	<u>6,168,890</u>	<u>2,478,701</u>	<u>8,500</u>
Ending balances of assets and liabilities	<u><u>\$ 5,892,299</u></u>	<u><u>\$ 5,290,630</u></u>	<u><u>\$13,798,541</u></u>	<u><u>\$ 109,415</u></u>	<u><u>\$ 193,159</u></u>	<u><u>\$ 9,239</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>\$ 86,522</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 285,183</u>	<u>\$ 1,658,800</u>	<u>\$ 1,039,232</u>	<u>\$15,527,940</u>
66,516	-	3,692,475	-	-	-	73,305,573
-	-	-	-	-	-	801,853
397	-	-	-	-	-	17,314,406
5,780	-	-	-	-	-	3,396,299
534	-	-	-	-	-	134,224
-	-	-	-	-	-	3,627
-	249,260	-	-	-	-	144,032,065
215	-	-	-	-	-	109,329
-	-	-	-	-	-	27,923,058
10,197	-	-	-	-	-	28,078,073
-	-	-	-	-	-	7,021,858
-	-	-	-	-	-	-
-	-	-	2,613,733	1,197,201	889,002	4,699,936
-	-	-	-	-	-	(7,253,266)
-	-	-	-	-	-	-
<u>83,639</u>	<u>249,260</u>	<u>3,692,475</u>	<u>2,613,733</u>	<u>1,197,201</u>	<u>889,002</u>	<u>299,567,035</u>
81,500	249,260	3,692,388	-	-	-	266,290,264
-	-	-	2,620,998	858,273	1,031,707	4,510,978
-	-	-	-	-	-	310,116
-	-	-	-	-	-	14,082,779
-	-	-	-	-	-	1,344,730
-	-	-	-	-	-	1,875
<u>81,500</u>	<u>249,260</u>	<u>3,692,388</u>	<u>2,620,998</u>	<u>858,273</u>	<u>1,031,707</u>	<u>286,540,742</u>
<u><u>\$ 88,661</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 116</u></u>	<u><u>\$ 277,918</u></u>	<u><u>\$ 1,997,728</u></u>	<u><u>\$ 896,527</u></u>	<u><u>\$28,554,233</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 Fiscal Year Ended June 30, 2017

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Law library surcharge	\$ 35,000	\$ 38,906	\$ 3,906
Total fines and fees	<u>35,000</u>	<u>38,906</u>	<u>3,906</u>
Total revenues	<u>35,000</u>	<u>38,906</u>	<u>3,906</u>
Expenditures:			
General government			
Other	34,681	38,976	(4,295)
Total general government	<u>34,681</u>	<u>38,976</u>	<u>(4,295)</u>
Total expenditures	<u>34,681</u>	<u>38,976</u>	<u>(4,295)</u>
Revenues over (under) expenditures	<u>319</u>	<u>(70)</u>	<u>(389)</u>
Net change in fund balance	<u>\$ 319</u>	<u>(70)</u>	<u>\$ (389)</u>
Fund balance - beginning of year		<u>14,960</u>	
Fund balance - end of year		<u>\$ 14,890</u>	

FLORENCE COUNTY, SOUTH CAROLINA

VICTIM/WITNESS ASSISTANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 170,000	\$ 183,615	\$ 13,615
Intergovernmental	-	46,273	46,273
Miscellaneous:			
Interest on investments	-	530	530
Total miscellaneous	-	530	530
Total revenues	170,000	230,418	60,418
Expenditures:			
General government:			
Solicitor	60,787	59,533	1,254
Magistrates	9,000	6,537	2,463
Total general government	69,787	66,070	3,717
Public safety:			
Sheriff	132,393	140,180	(7,787)
Total public safety	132,393	140,180	(7,787)
Total expenditures	202,180	206,250	(4,070)
Revenues over (under) expenditures	(32,180)	24,168	56,348
Net change in fund balance	\$ (32,180)	24,168	\$ 56,348
Fund balance - beginning of year		129,122	
Fund balance - end of year		\$ 153,290	

FLORENCE COUNTY, SOUTH CAROLINA

**ECONOMIC DEVELOPMENT PARTNERSHIP
SPECIAL REVENUE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Local contributions	\$ 58,000	\$ 58,194	\$ 194
Total fines and fees	<u>58,000</u>	<u>58,194</u>	<u>194</u>
Miscellaneous			
Interest on investments	-	1,962	1,962
Total miscellaneous	<u>-</u>	<u>1,962</u>	<u>1,962</u>
Total revenues	<u>58,000</u>	<u>60,156</u>	<u>2,156</u>
Expenditures:			
Economic and physical development:			
Economic development promotion	461,179	450,051	11,128
Total economic and physical development	<u>461,179</u>	<u>450,051</u>	<u>11,128</u>
Total expenditures	<u>461,179</u>	<u>450,051</u>	<u>11,128</u>
Revenues over (under) expenditures	(403,179)	(389,895)	13,284
Other financing sources:			
Transfers in	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Total other financing sources	<u>389,253</u>	<u>389,253</u>	<u>-</u>
Net change in fund balance	<u>\$ (13,926)</u>	(642)	<u>\$ 13,284</u>
Fund balance - beginning of year		<u>559,091</u>	
Fund balance - end of year		<u>\$ 558,449</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**LOCAL HOSPITALITY TAX
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 1,543,500	\$ 1,601,550	\$ 58,050
Intergovernmental	40,000	50,000	10,000
Total fines and fees	<u>1,583,500</u>	<u>1,651,550</u>	<u>68,050</u>
Miscellaneous:			
Interest on investments	-	6,001	6,001
Total miscellaneous	<u>-</u>	<u>6,001</u>	<u>6,001</u>
Total revenues	<u>1,583,500</u>	<u>1,657,551</u>	<u>74,051</u>
Expenditures:			
General government:			
Other	1,206,890	1,194,662	12,228
Total general government	<u>1,206,890</u>	<u>1,194,662</u>	<u>12,228</u>
Debt Service:			
Principal retirements	126,000	126,000	-
Interest	92,398	92,398	-
Total debt service	<u>218,398</u>	<u>218,398</u>	<u>-</u>
Total expenditures	<u>1,425,288</u>	<u>1,413,060</u>	<u>12,228</u>
Revenues over (under) expenditures	158,212	244,491	86,279
Other financing uses:			
Transfers out	(264,000)	(264,000)	-
Total other financing uses	<u>(264,000)</u>	<u>(264,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ (105,788)</u>	(19,509)	<u>\$ 86,279</u>
Fund balance - beginning of year		<u>1,330,036</u>	
Fund balance - end of year		<u>\$ 1,310,527</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**LOCAL ACCOMMODATIONS FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees:			
Accommodations fees	\$ 1,945,000	\$ 2,056,432	\$ 111,432
Total fines and fees	1,945,000	2,056,432	111,432
Intergovernmental revenue			
Municipality revenue	1,266,572	1,285,795	19,223
Total intergovernmental revenue	1,266,572	1,285,795	19,223
Miscellaneous:			
Interest on investments	5,000	3,827	(1,173)
Total miscellaneous	5,000	3,827	(1,173)
Total revenues	3,216,572	3,346,054	129,482
Expenditures:			
General government:			
Other	100,000	114,259	(14,259)
Total general government	100,000	114,259	(14,259)
Culture and recreation	1,545,000	1,581,815	(36,815)
Debt Service:			
Principal retirements	1,117,280	1,117,280	-
Interest	115,863	117,496	(1,633)
Total debt service	1,233,143	1,234,776	(1,633)
Total expenditures	2,878,143	2,930,850	(52,707)
Revenues over (under) expenditures	338,429	415,204	76,775
Other financing uses:			
Transfers out	(284,000)	(784,000)	(500,000)
Total other financing uses	(284,000)	(784,000)	(500,000)
Net change in fund balance	\$ 54,429	(368,796)	\$ (423,225)
Fund balance - beginning of year		992,346	
Fund balance - end of year		\$ 623,550	

FLORENCE COUNTY, SOUTH CAROLINA

**SHERIFF'S CAMPS
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 38,845	\$ -	\$ (38,845)
Total fines and fees	38,845	-	(38,845)
Miscellaneous:			
Interest on investments	-	44	44
Total miscellaneous	-	44	44
Total revenues	38,845	44	(38,801)
Expenditures:			
Public safety			
Sheriff	38,845	(154)	38,999
Total public safety	38,845	(154)	38,999
Total expenditures	38,845	(154)	38,999
Revenues over (under) expenditures	-	198	198
Net change in fund balance	\$ -	198	\$ 198
Fund balance (deficit) - beginning of year		7,515	
Fund balance - end of year		\$ 7,713	

FLORENCE COUNTY, SOUTH CAROLINA

**ROAD SYSTEM MAINTENANCE FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	\$ 2,991,381	\$ 3,038,807	\$ 47,426
Total fines and fees	<u>2,991,381</u>	<u>3,038,807</u>	<u>47,426</u>
Miscellaneous:			
Interest on investments	-	8,754	8,754
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>8,754</u>	<u>8,754</u>
Total revenues	<u>2,991,381</u>	<u>3,047,561</u>	<u>56,180</u>
Expenditures:			
Public works:			
Public works operating	<u>3,827,749</u>	<u>2,576,168</u>	<u>1,251,581</u>
Total public works	<u>3,827,749</u>	<u>2,576,168</u>	<u>1,251,581</u>
Total expenditures	<u>3,827,749</u>	<u>2,576,168</u>	<u>1,251,581</u>
Revenues over (under) expenditures	(836,368)	471,393	1,307,761
Other financing sources:			
Transfers in	<u>57,500</u>	<u>57,500</u>	<u>-</u>
Total other financing sources	<u>57,500</u>	<u>57,500</u>	<u>-</u>
Net change in fund balance	<u>\$ (778,868)</u>	528,893	<u>\$ 1,307,761</u>
Fund balance - beginning of year		<u>1,813,343</u>	
Fund balance - end of year		<u>\$ 2,342,236</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, 2017**

	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines and fees	<u>\$ 19,000</u>	<u>\$ 13,376</u>	<u>\$ (5,624)</u>
Total fines and fees	<u>19,000</u>	<u>13,376</u>	<u>(5,624)</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>13,376</u>	<u>(5,624)</u>
Expenditures:			
Public safety:			
Sheriff	<u>11,023</u>	<u>8,485</u>	<u>2,538</u>
Total public safety	<u>11,023</u>	<u>8,485</u>	<u>2,538</u>
Total expenditures	<u>11,023</u>	<u>8,485</u>	<u>2,538</u>
Net change in fund balance	<u>\$ 7,977</u>	4,891	<u>\$ (3,086)</u>
Fund balance - beginning of year		<u>39,382</u>	
Fund balance - end of year		<u>\$ 44,273</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**UNIFIED FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 3,964,553	\$ 3,166,421	\$ (798,132)
Penalties	-	9,259	9,259
Less refunds	-	(6,651)	(6,651)
Total taxes	<u>3,964,553</u>	<u>3,169,029</u>	<u>(795,524)</u>
Fines and fees:			
Local contributions	-	562,174	562,174
Total fines and fees	<u>-</u>	<u>562,174</u>	<u>562,174</u>
Miscellaneous			
Other	-	-	-
Interest on investments	-	-	-
Total miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>3,964,553</u>	<u>3,731,203</u>	<u>(233,350)</u>
Expenditures:			
Public safety:			
Direct assistance			
Fire district	3,964,553	3,963,359	1,194
Total public safety	<u>3,964,553</u>	<u>3,963,359</u>	<u>1,194</u>
Total expenditures	<u>3,964,553</u>	<u>3,963,359</u>	<u>1,194</u>
Revenues over (under) expenditures	<u>-</u>	<u>(232,156)</u>	<u>(232,156)</u>
Net change in fund balance	<u>\$ -</u>	<u>(232,156)</u>	<u>\$ (232,156)</u>
Fund balance - beginning of year		<u>(51,625)</u>	
Fund balance - end of year		<u>\$ (283,781)</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, 2017

Governmental Funds Capital Assets:

Land	\$ 10,563,561
Buildings and Additions	91,870,994
Construction in Progress	31,571,173
Improvements Other Than Buildings	9,526,375
Autos and Trucks	12,692,919
Furniture and Fixtures	828,986
Machinery and Equipment	48,219,013
Infrastructure	63,030,904
Total Governmental Funds Capital Assets	<u><u>\$ 268,303,925</u></u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	\$ 65,541,280
Special Revenue Funds	103,251,149
Capital Project Funds	99,511,496
Total Governmental Funds Capital Assets	<u><u>\$ 268,303,925</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2017**

Function and Activity	Land	Buildings and Additions	Construction in Progress	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	42,146	-	20,549	-	68,035
Data Processing	-	-	-	545,610	19,600	-	8,972,397	-	9,537,607
Auditor	-	-	-	-	19,629	-	13,230	-	32,859
Tax Assessor	-	-	-	-	94,852	5,720	51,052	-	151,624
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	-	85,058	-	111,656
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	-	-	-	-	-	-	-	-	-
Magistrates' Offices	-	312,612	-	31,952	431,974	-	45,216	-	821,754
Building Inspections	-	-	-	413,303	352,238	-	472,490	-	1,238,031
Public Services Buildings	1,209,631	18,488,199	26,269,002	1,471,767	136,419	5,766	260,528	-	47,841,312
Other	518,989	3,294,383	-	704,099	-	-	3,840,426	-	8,357,897
Total general government	5,392,603	24,213,211	26,269,002	3,172,071	1,142,831	161,282	14,471,224	-	74,822,224
Public Safety:									
Sheriff	13,258	330,219	-	77,304	5,239,037	-	1,534,397	-	7,194,215
County Jail	382,710	18,460,985	-	21,596	374,975	102,491	2,050,092	-	21,392,849
Radio System and Central Dispatch	9,240	919,143	2,301,123	27,346	235,364	-	6,583,322	-	10,075,538
Fire Departments	40,368	4,313,568	3,001,048	-	29,334	-	13,272,733	-	20,657,051
Total Public Safety	445,576	24,023,915	5,302,171	126,246	5,878,710	102,491	23,440,544	-	59,319,653
Economic Development	921,034	1,130,179	-	1,810,163	50,485	13,551	5,547	-	3,930,959
Total Economic Development	921,034	1,130,179	-	1,810,163	50,485	13,551	5,547	-	3,930,959

Public Works:

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2017**

Function and Activity	Land	Buildings and Additions	Construction in Progress	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
Central Maintenance	\$ -	\$ 19,798	\$ -	\$ 19,075	\$ -	\$ -	\$ 17,720	\$ -	\$ 56,593
Public Works Operating	555,356	793,922	-	339,493	695,157	-	7,728,365	63,030,904	73,143,197
Total Public Works	<u>555,356</u>	<u>813,720</u>	<u>-</u>	<u>358,568</u>	<u>695,157</u>	<u>-</u>	<u>7,746,085</u>	<u>63,030,904</u>	<u>73,199,790</u>
Health:									
Health Department	115,000	2,284,519	-	-	-	-	-	-	2,399,519
Environmental Services	44,297	1,286,756	-	-	414,168	-	78,546	-	1,823,767
Emergency Medical Services	65,592	2,194,665	-	20,640	2,938,661	-	646,304	-	5,865,862
Rescue - Ambulance Squads	-	15,500	-	32,221	962,342	-	332,202	-	1,342,265
Coroner	-	-	-	-	123,713	-	17,191	-	140,904
Total Health	<u>224,889</u>	<u>5,781,440</u>	<u>-</u>	<u>52,861</u>	<u>4,438,884</u>	<u>-</u>	<u>1,074,243</u>	<u>-</u>	<u>11,572,317</u>
Culture and Recreation:									
Recreation	1,303,820	1,956,994	-	2,956,270	322,544	-	210,624	-	6,750,252
Freedom Florence	-	-	-	-	-	-	-	-	-
Lynches River County Park	31,370	677,815	-	637,529	82,136	-	108,751	-	1,537,601
County Library	1,466,118	22,418,343	-	412,667	82,172	301,552	484,095	-	25,164,947
Museum	222,795	10,855,377	-	-	-	250,110	677,900	-	12,006,182
Total Culture and Recreation	<u>3,024,103</u>	<u>35,908,529</u>	<u>-</u>	<u>4,006,466</u>	<u>486,852</u>	<u>551,662</u>	<u>1,481,370</u>	<u>-</u>	<u>45,458,982</u>
Total Governmental Funds Capital Assets	<u>\$ 10,563,561</u>	<u>\$ 91,870,994</u>	<u>\$ 31,571,173</u>	<u>\$ 9,526,375</u>	<u>\$ 12,692,919</u>	<u>\$ 828,986</u>	<u>\$ 48,219,013</u>	<u>\$ 63,030,904</u>	<u>\$ 268,303,925</u>

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Fiscal Year Ended June 30, 2017**

<u>Function and Activity</u>	<u>June 30, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2017</u>
General government:				
Council	\$ 2,338,006	\$ -	\$ -	\$ 2,338,006
Administrator	3,497,076	-	-	3,497,076
Finance	122,558	-	-	122,558
Treasurer	68,035	-	-	68,035
Data Processing	9,414,978	138,721	16,092	9,537,607
Auditor	32,859	-	-	32,859
Tax Assessor	164,631	-	13,007	151,624
Planning	15,713	-	-	15,713
Central Services	143,070	-	-	143,070
Clerk of Court	242,254	-	-	242,254
Court of Common Pleas	35,919	-	-	35,919
Solicitor	111,656	-	-	111,656
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	773,492	48,262	-	821,754
Building Inspections	1,211,397	45,754	19,120	1,238,031
Public Services Buildings	26,347,358	21,493,954	-	47,841,312
Other	8,259,797	98,100	-	8,357,897
Total general government	<u>53,068,134</u>	<u>21,824,791</u>	<u>70,701</u>	<u>74,822,224</u>
Public Safety:				
Sheriff	6,861,439	848,636	515,860	7,194,215
County Jail	21,279,845	194,459	81,455	21,392,849
Radio System and Central Dispatch	7,745,982	2,329,556	-	10,075,538
Fire Departments	8,584,688	12,072,363	-	20,657,051
Total Public Safety	<u>44,471,954</u>	<u>15,445,014</u>	<u>597,315</u>	<u>59,319,653</u>
Economic Development	<u>3,933,932</u>	<u>22,190</u>	<u>25,163</u>	<u>3,930,959</u>
Total Economic Development	<u>3,933,932</u>	<u>22,190</u>	<u>25,163</u>	<u>3,930,959</u>

(continued)

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Fiscal Year Ended June 30, 2017**

	<u>June 30, 2016</u> (continued)	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2017</u>
Public Works:				
Central Maintenance	56,593	-	-	56,593
Public Works Operating	66,432,451	7,559,039	848,293	73,143,197
Total public works	<u>66,489,044</u>	<u>7,559,039</u>	<u>848,293</u>	<u>73,199,790</u>
Health:				
Health Department	2,399,519	-	-	2,399,519
Environmental Services	1,761,590	79,786	17,609	1,823,767
Emergency Medical Services	5,274,295	972,980	381,413	5,865,862
Rescue - Ambulance Squads	1,330,124	12,141	-	1,342,265
Coroner	140,904	-	-	140,904
Total Health	<u>10,906,432</u>	<u>1,064,907</u>	<u>399,022</u>	<u>11,572,317</u>
Culture and Recreation:				
Recreation	6,671,395	78,857	-	6,750,252
Lynches River County Park	1,551,211	7,250	20,860	1,537,601
County Library	25,159,702	5,245	-	25,164,947
Museum	11,996,387	9,795	-	12,006,182
Total Culture and Recreation	<u>45,378,695</u>	<u>101,147</u>	<u>20,860</u>	<u>45,458,982</u>
Total Governmental Funds Capital Assets	<u>\$ 224,248,191</u>	<u>\$ 46,017,088</u>	<u>\$ 1,961,354</u>	<u>\$ 268,303,925</u>



**LIABILITIES
OF
GOVERNMENTAL FUNDS**

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
For the Fiscal Year Ended June 30, 2017

Description	Issue Interest Rate %	Fiscal Year Issued	Amount Outstanding as of 6/30/2016
Florence County General	3.75%	2007	\$ 1,060,000
Obligation Bonds, \$7,600,000,	3.75%	2007	1,185,000
Series 2006	3.85%	2007	<u>1,235,000</u>
Subtotal			<u>3,480,000</u>
Florence County General Obligation	2.000%	2012	330,000
Refunding Bonds, \$5,000,000,	2.000%	2012	340,000
Series 2011	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>3,480,000</u>
Florence County General	3.00%	2014	16,850,000
Obligation Bonds, \$125,000,000,	4.00%	2014	17,650,000
Series 2014	4.00%	2014	18,655,000
	4.00%	2014	19,705,000
	4.00%	2014	<u>20,800,000</u>
Subtotal			<u>93,660,000</u>
Premium on Bonds Payable		2014	8,877,375
Florence County General Obligation	1.23%	2015	385,000
Refunding Bonds, \$1,945,000,	1.23%	2015	390,000
Series 2015	1.23%	2015	390,000
	1.23%	2015	<u>399,000</u>
Subtotal			<u>1,564,000</u>

(Continued)

Charges Issued	Amounts Retired	Amount Outstanding as of 6/30/2017	Next Fiscal Year Requirements	
			Principal	Interest
\$ -	\$ 1,060,000	\$ -	\$ -	\$ -
-	-	1,185,000	1,185,000	91,985
-	-	1,235,000	-	-
-	1,060,000	2,420,000	1,185,000	91,985
-	330,000	-	-	-
-	-	340,000	340,000	71,119
-	-	345,000	-	-
-	-	355,000	-	-
-	-	365,000	-	-
-	-	370,000	-	-
-	-	385,000	-	-
-	-	320,000	-	-
-	-	330,000	-	-
-	-	340,000	-	-
-	330,000	3,150,000	340,000	71,119
-	16,850,000	-	-	-
-	-	17,650,000	17,650,000	3,072,400
-	-	18,655,000	-	-
-	-	19,705,000	-	-
-	-	20,800,000	-	-
-	16,850,000	76,810,000	17,650,000	3,072,400
-	1,775,475	7,101,900	1,775,475	-
-	385,000	-	-	-
-	-	390,000	390,000	14,502
-	-	390,000	-	-
-	-	399,000	-	-
-	385,000	1,179,000	390,000	14,502

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
For the Fiscal Year Ended June 30, 2017

Description	Issue Interest Rate %	Fiscal Year Issued	Amount Outstanding as of 6/30/2016
(Continued)			
Florence County General	2.03%	2016	365,000
Obligation Bonds, \$3,560,000,	2.03%	2016	386,000
Series 2015B	2.03%	2016	396,000
	2.03%	2016	403,000
	2.03%	2016	411,000
	2.03%	2016	421,000
	2.03%	2016	427,000
	2.03%	2016	172,000
	2.03%	2016	176,000
	2.03%	2016	76,000
	2.03%	2016	77,000
	2.03%	2016	79,000
	2.03%	2016	81,000
	2.03%	2016	45,000
	2.03%	2016	45,000
Subtotal			<u>3,560,000</u>

(Continued)

Charges Issued	Amounts Retired	Amount Outstanding as of 6/30/2017	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	365,000	-	-	-
-	-	386,000	386,000	60,941
-	-	396,000	-	-
-	-	403,000	-	-
-	-	411,000	-	-
-	-	421,000	-	-
-	-	427,000	-	-
-	-	172,000	-	-
-	-	176,000	-	-
-	-	76,000	-	-
-	-	77,000	-	-
-	-	79,000	-	-
-	-	81,000	-	-
-	-	45,000	-	-
-	-	45,000	-	-
-	365,000	3,195,000	386,000	60,941

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF LONG-TERM DEBT
For the Fiscal Year Ended June 30, 2017**

Description	Issue Interest Rate %	Fiscal Year Issued	Amount Outstanding as of 6/30/2016
(Continued)			
Florence County General	3.19%	2016	68,000
Obligation Bonds, \$8,207,000,	3.19%	2016	83,000
Series 2015C	3.19%	2016	83,000
	3.19%	2016	87,000
	3.19%	2016	90,000
	3.19%	2016	91,000
	3.19%	2016	96,000
	3.19%	2016	363,000
	3.19%	2016	374,000
	3.19%	2016	490,000
	3.19%	2016	506,000
	3.19%	2016	521,000
	3.19%	2016	538,000
	3.19%	2016	593,000
	3.19%	2016	612,000
	3.19%	2016	678,000
	3.19%	2016	699,000
	3.19%	2016	722,000
	3.19%	2016	745,000
	3.19%	2016	<u>768,000</u>
Subtotal			<u>8,207,000</u>
Florence County General	0.96%	2016	<u>1,943,000</u>
Obligation Bonds, \$1,943,000,			
Series 2016			
Florence County General	1.19%	2017	<u>-</u>
Obligation Bonds, \$1,941,000,			
Series 2017			
Total general bonded indebtedness			124,771,375
Special Source Revenue Bond	5.44%	2010	499,579
Hospitality Tax Refunding Revenue Bond	2.9445%	2015	3,138,000

(Continued)

Charges Issued	Amounts Retired	Amount Outstanding as of 6/30/2017	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	68,000	-	-	-
-	-	83,000	83,000	258,310
-	-	83,000	-	-
-	-	87,000	-	-
-	-	90,000	-	-
-	-	91,000	-	-
-	-	96,000	-	-
-	-	363,000	-	-
-	-	374,000	-	-
-	-	490,000	-	-
-	-	506,000	-	-
-	-	521,000	-	-
-	-	538,000	-	-
-	-	593,000	-	-
-	-	612,000	-	-
-	-	678,000	-	-
-	-	699,000	-	-
-	-	722,000	-	-
-	-	745,000	-	-
-	-	768,000	-	-
-	68,000	8,139,000	83,000	258,310
-	1,943,000	-	-	-
1,941,000	-	1,941,000	1,941,000	21,751
1,941,000	22,776,475	103,935,900	23,750,475	3,591,007
-	499,579	-	-	-
-	126,000	3,012,000	129,000	88,688

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF LONG-TERM DEBT
For the Fiscal Year Ended June 30, 2017**

Description	Issue Interest Rate %	Fiscal Year Issued	Amount Outstanding as of 6/30/2016
(Continued)			
Capital lease	1.825%	2013	10,531,000
Capital lease	2.28%	2014	5,818,332
Capital lease	2.12%	2015	678,515
Capital lease	1.752%	2017	-
Installment Purchase Revenue Bonds	3.25% - 5.00%	2015	42,000,000
Premium on Revenue Bonds Payable		2015	3,004,594
Accommodations Fee Revenue Bond	2.00% - 5.00%	2015	16,015,000
Vacation pay earned but not used			<u>1,729,082</u>
Total			<u><u>\$ 208,185,477</u></u>

(Continued)

Charges Issued	Amounts Retired	Amount Outstanding as of 6/30/2017	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	3,147,000	7,384,000	3,199,000	134,757
-	456,369	5,361,963	267,260	119,999
-	335,673	342,842	342,842	7,323
500,000	-	500,000	68,257	8,176
-	-	42,000,000	-	1,912,025
-	150,230	2,854,364	150,230	-
-	-	16,015,000	-	668,238
<u>1,099,834</u>	<u>1,216,876</u>	<u>1,612,040</u>	<u>1,099,834</u>	<u>-</u>
<u>\$ 3,540,834</u>	<u>\$ 28,708,202</u>	<u>\$ 183,018,109</u>	<u>\$ 29,006,898</u>	<u>\$ 6,530,213</u>



ADDITIONAL ACCOMPANYING INFORMATION



FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
BALANCE SHEET
June 30, 2017**

ASSETS

Cash and cash equivalents	\$ 21,602,017
Receivables:	
Property taxes (net)	551,137
Other governmental units and agencies	4,703,422
Other (net)	831,520
Inventory	48,807
Prepays	1,740,478
	<hr/>
Total assets	\$ 29,477,381

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

Liabilities:	
Accounts payable	\$ 1,604,144
Payroll withholdings and accruals	1,251,281
Other payables	7,090,217
Unearned revenues	1,651,693
	<hr/>
Total liabilities	11,597,335

Deferred inflows of resources:	
Unavailable revenue -	
timing restriction for property taxes	304,237
	<hr/>
Total deferred inflows of resources	304,237

Fund balance:	
Nonspendable:	
Inventory and prepaids	1,786,933
Committed:	
Road paving purposes	1,432,273
Assigned:	
General government	333,439
Unassigned	14,023,164
	<hr/>
Total fund balance	17,575,809

Total liabilities, deferred inflows of resources, and fund balance	\$ 29,477,381
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FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
Revenues:			
Taxes	\$ 38,927,230	\$ 38,009,473	\$ (917,757)
Licenses and permits	2,087,550	2,222,934	135,384
Fines and fees	3,328,000	3,368,074	40,074
Intergovernmental	6,549,106	6,754,688	205,582
Sales and other functional revenues	6,206,783	6,675,577	468,794
Miscellaneous	430,500	1,326,563	896,063
Total revenues	57,529,169	58,357,309	828,140
Expenditures:			
Current:			
General government	22,673,454	22,003,004	670,450
Public safety	20,037,140	19,918,192	118,948
Public works	2,793,603	995,778	1,797,825
Health	8,038,449	7,251,752	786,697
Welfare	409,814	387,731	22,083
Culture and recreation	5,528,089	5,710,841	(182,752)
Education	4,515	4,515	-
Total expenditures	59,485,064	56,271,813	3,213,251
Revenues over (under) expenditures	(1,955,895)	2,085,496	4,041,391

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Other financing sources (uses):			
Transfers in	718,000	806,504	88,504
Transfers out	(1,406,689)	(1,257,368)	149,321
Total other financing sources (uses)	<u>(688,689)</u>	<u>(450,864)</u>	<u>237,825</u>
Net change in fund balance	<u>\$ (2,644,584)</u>	1,634,632	<u>\$ 4,279,216</u>
Fund balance - beginning of year		<u>15,611,643</u>	
Fund balance - end of year		<u>\$ 17,246,275</u>	
Reconciliation of fund balance:			
GAAP basis		\$ 17,575,809	
Increase (decrease):			
Due to expenditures:			
Encumbrances		(333,439)	
Inventories		(46,455)	
Cash - Juror fee accounts		<u>50,360</u>	
Budgetary basis		<u>\$ 17,246,275</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
General government:			
County Council	\$ 342,861	\$ 324,770	\$ 18,091
Attorney	79,000	75,099	3,901
Administrator	640,877	599,898	40,979
Finance	807,723	794,291	13,432
Treasurer	1,264,144	1,263,155	989
Data processing	2,256,642	2,219,920	36,722
Auditor	526,287	509,416	16,871
Tax assessor	1,351,063	1,323,172	27,891
Procurement and facilities	220,241	162,887	57,354
Clerk of Court	988,269	971,808	16,461
Court of Common Pleas	188,438	157,429	31,009
Solicitor	1,116,131	1,161,297	(45,166)
Human resources management	299,929	300,699	(770)
Family court	624,427	645,727	(21,300)
Judge of Probate	596,749	620,137	(23,388)
Public defender	781,768	799,440	(17,672)
Master in Equity	48,659	120	48,539
Magistrates' offices	2,360,597	2,318,786	41,811
Building inspections	2,300,457	1,738,018	562,439
GIS	390,330	387,332	2,998
Voter registration and election commission	658,679	663,197	(4,518)
Veterans' affairs	220,165	198,389	21,776
County Complex	1,236,801	1,278,842	(42,041)
Public services buildings	796,042	782,147	13,895
Senior Citizens Center	168,695	146,373	22,322
Lake City Senior Center	150,500	71,167	79,333
Direct assistance	293,077	265,174	27,903
Other	1,964,903	2,224,314	(259,411)
Total general government	22,673,454	22,003,004	670,450
Public safety:			
Sheriff's office	9,897,155	9,844,763	52,392
County jail	7,040,222	7,032,984	7,238
Radio System	640,323	574,027	66,296
Central Dispatch	2,131,099	2,120,395	10,704
Emergency Preparedness	328,341	346,023	(17,682)
Total public safety	20,037,140	19,918,192	118,948
Public works:			
Public works operating	2,128,637	82,491	2,046,146
Central maintenance	664,966	913,287	(248,321)
Total public works	2,793,603	995,778	1,797,825

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Health:			
Health department	\$ 76,852	\$ 76,785	\$ 67
Environmental services	825,156	887,209	(62,053)
Emergency medical services	6,269,877	5,431,820	838,057
Rescue - ambulance squads	362,000	370,673	(8,673)
Coroner	324,646	319,917	4,729
On-site Clinic	165,416	150,846	14,570
Direct assistance	14,502	14,502	-
Total health	<u>8,038,449</u>	<u>7,251,752</u>	<u>786,697</u>
Welfare:			
Indigent care	354,194	354,154	40
Social services	41,500	19,457	22,043
Direct assistance	14,120	14,120	-
Total welfare	<u>409,814</u>	<u>387,731</u>	<u>22,083</u>
Culture and recreation:			
Library	3,680,863	3,616,855	64,008
Recreation	1,406,785	1,660,997	(254,212)
Lynches River County Park	434,806	427,981	6,825
Summer Camps	5,635	5,008	627
Total culture and recreation	<u>5,528,089</u>	<u>5,710,841</u>	<u>(182,752)</u>
Education:			
Direct assistance	4,515	4,515	-
Total education	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Total expenditures	<u><u>\$ 59,485,064</u></u>	<u><u>\$ 56,271,813</u></u>	<u><u>\$ 3,213,251</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
Taxes:			
Property tax	\$ 22,408,890	\$ 22,080,145	\$ (328,745)
Sales tax	13,468,340	12,830,391	(637,949)
Fees in lieu of tax	3,050,000	3,098,937	48,937
Total taxes	<u>38,927,230</u>	<u>38,009,473</u>	<u>(917,757)</u>
Licenses and permits:			
Tax assessor fees	6,250	5,886	(364)
Cable TV fees	700,000	771,211	71,211
Scrap tire fees	300	-	(300)
Building permit fees	916,000	1,009,524	93,524
Landfill permits	2,500	3,657	1,157
Road system maintenance fees	460,000	430,896	(29,104)
Planning commission fees	2,500	1,760	(740)
Total licenses and permits	<u>2,087,550</u>	<u>2,222,934</u>	<u>135,384</u>
Fines and fees:			
Library fines	109,000	103,129	(5,871)
Tax collector's costs and fees	487,000	432,988	(54,012)
Magistrates' fines	1,355,000	1,239,435	(115,565)
Clerk of Court fines	21,500	44,711	23,211
Clerk of Court fees	745,000	812,850	67,850
Master in Equity fees	3,500	7,429	3,929
Judge of Probate fees	202,000	310,626	108,626
Family court fees	405,000	416,906	11,906
Total fines and fees	<u>3,328,000</u>	<u>3,368,074</u>	<u>40,074</u>
Intergovernmental:			
Library state and federal	170,000	205,328	35,328
State revenue - local government fund	5,338,000	5,310,350	(27,650)
Election commission	168,000	309,775	141,775
Veterans' affairs	6,500	6,708	208
Public defender	140,000	141,355	1,355
Solicitor	180,000	223,629	43,629
Municipalities	80,000	75,874	(4,126)
Merchant inventory exemption	356,006	356,006	-
Accommodations tax	45,000	43,628	(1,372)
Others	65,600	82,035	16,435
Total intergovernmental	<u>6,549,106</u>	<u>6,754,688</u>	<u>205,582</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Sales and other functional revenues:			
Rent	348,283	334,855	(13,428)
Hospital reimbursements/MIAF administration	52,000	25,899	(26,101)
Emergency medical services	4,375,000	4,712,408	337,408
Recreation	465,000	711,680	246,680
Inmate per diem	805,500	691,260	(114,240)
Sheriff serving fees	56,200	58,022	1,822
Commissary sales	20,500	48,891	28,391
Inmate telephone system	75,000	86,869	11,869
Other	9,300	5,693	(3,607)
Total sales and other functional revenues	6,206,783	6,675,577	468,794
Miscellaneous:			
Interest on investments	53,500	231,429	177,929
Tax sale escrow accounts held five years	10,000	(1,800)	(11,800)
Sales of abandoned property	300,000	418,191	118,191
Others	67,000	678,743	611,743
Total miscellaneous	430,500	1,326,563	896,063
Total revenues	\$ 57,529,169	\$ 58,357,309	\$ 828,140

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
General government:			
County Council:			
Personnel services	\$ 227,527	\$ 216,183	\$ 11,344
Supplies	6,692	7,240	(548)
Other service and charges	94,642	89,447	5,195
Capital outlay	7,200	7,200	-
Direct assistance	6,800	4,700	2,100
Total County Council	<u>342,861</u>	<u>324,770</u>	<u>18,091</u>
Attorney:			
Other service and charges	79,000	75,099	3,901
Total attorney	<u>79,000</u>	<u>75,099</u>	<u>3,901</u>
Administrator:			
Personnel services	559,846	553,077	6,769
Supplies	16,851	16,127	724
Other service and charges	57,192	23,719	33,473
Capital outlay	6,988	6,975	13
Total administrator	<u>640,877</u>	<u>599,898</u>	<u>40,979</u>
Finance:			
Personnel services	630,755	610,749	20,006
Supplies	30,738	29,311	1,427
Other service and charges	140,520	146,239	(5,719)
Capital outlay	5,710	7,992	(2,282)
Total finance	<u>807,723</u>	<u>794,291</u>	<u>13,432</u>
Treasurer:			
Personnel services	868,213	876,249	(8,036)
Supplies	74,123	75,160	(1,037)
Other service and charges	301,980	292,189	9,791
Capital outlay	19,828	19,557	271
Total treasurer	<u>1,264,144</u>	<u>1,263,155</u>	<u>989</u>
Information Technology:			
Personnel services	924,244	928,431	(4,187)
Supplies	6,957	6,776	181
Other service and charges	825,646	841,288	(15,642)
Capital outlay	499,795	443,425	56,370
Total data processing	<u>2,256,642</u>	<u>2,219,920</u>	<u>36,722</u>
Auditor:			
Personnel services	480,231	474,647	5,584
Supplies	14,783	14,689	94
Other service and charges	27,939	16,778	11,161
Capital outlay	3,334	3,302	32
Total auditor	<u>526,287</u>	<u>509,416</u>	<u>16,871</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
(Continued)			
Tax assessor:			
Personnel services	1,272,787	1,261,487	11,300
Supplies	2,080	13,402	(11,322)
Other service and charges	76,196	47,653	28,543
Capital outlay	-	630	(630)
Total tax assessor	<u>1,351,063</u>	<u>1,323,172</u>	<u>27,891</u>
Procurement:			
Personnel services	205,487	152,744	52,743
Supplies	2,957	2,613	344
Other service and charges	11,797	7,530	4,267
Total central services	<u>220,241</u>	<u>162,887</u>	<u>57,354</u>
Clerk of Court:			
Personnel services	899,897	892,059	7,838
Supplies	38,310	37,131	1,179
Other service and charges	50,062	42,618	7,444
Total Clerk of Court	<u>988,269</u>	<u>971,808</u>	<u>16,461</u>
Court of Common Pleas			
Personnel services	134,887	118,250	16,637
Other service and charges	53,551	39,179	14,372
Total court of common pleas	<u>188,438</u>	<u>157,429</u>	<u>31,009</u>
Solicitor:			
Personnel services	957,836	962,499	(4,663)
Supplies	16,408	16,389	19
Other service and charges	86,880	87,046	(166)
Capital outlay	55,007	95,363	(40,356)
Total solicitor	<u>1,116,131</u>	<u>1,161,297</u>	<u>(45,166)</u>
Human resources management:			
Personnel services	263,312	272,882	(9,570)
Supplies	16,195	12,531	3,664
Other service and charges	11,322	10,355	967
Capital outlay	9,100	4,931	4,169
Total human resources management	<u>299,929</u>	<u>300,699</u>	<u>(770)</u>
Family court:			
Personnel services	623,060	644,602	(21,542)
Other service and charges	1,367	1,125	242
Total family court	<u>624,427</u>	<u>645,727</u>	<u>(21,300)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
(Continued)			
Judge of Probate:			
Personnel services	560,001	582,969	(22,968)
Supplies	10,730	11,487	(757)
Other service and charges	26,018	25,681	337
Total Judge of Probate	<u>596,749</u>	<u>620,137</u>	<u>(23,388)</u>
Public defender:			
Personnel services	739,108	766,823	(27,715)
Supplies	5,280	3,914	1,366
Other service and charges	34,180	25,546	8,634
Capital outlay	3,200	3,157	43
Total public defender	<u>781,768</u>	<u>799,440</u>	<u>(17,672)</u>
Master in Equity:			
Personnel services	48,422	52	48,370
Supplies	162	-	162
Other service and charges	75	68	7
Total Master in Equity	<u>48,659</u>	<u>120</u>	<u>48,539</u>
Magistrates' Offices			
Personnel services	2,012,902	2,010,451	2,451
Supplies	38,801	36,289	2,512
Other service and charges	259,394	200,031	59,363
Capital outlay	49,500	72,015	(22,515)
Total magistrates' offices	<u>2,360,597</u>	<u>2,318,786</u>	<u>41,811</u>
Building inspections:			
Personnel services	1,652,205	1,416,318	235,887
Supplies	27,131	22,721	4,410
Other service and charges	560,534	268,182	292,352
Capital outlay	60,587	30,797	29,790
Total building inspections	<u>2,300,457</u>	<u>1,738,018</u>	<u>562,439</u>
GIS:			
Personnel services	270,490	272,190	(1,700)
Supplies	3,000	2,670	330
Other service and charges	116,740	112,461	4,279
Capital outlay	100	11	89
Total GIS	<u>390,330</u>	<u>387,332</u>	<u>2,998</u>
Voter registration and election commission:			
Personnel services	300,877	366,539	(65,662)
Supplies	22,220	21,093	1,127
Other service and charges	335,582	275,565	60,017
Total voter registration and election commission	<u>658,679</u>	<u>663,197</u>	<u>(4,518)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
For The Fiscal Year Ended June 30, 2017**

	Budget	Actual	Variance with Budget
(Continued)			
Veterans' affairs:			
Personnel services	180,249	158,205	22,044
Supplies	5,324	7,292	(1,968)
Other service and charges	33,592	32,114	1,478
Capital outlay	1,000	778	222
Total veterans' affairs	<u>220,165</u>	<u>198,389</u>	<u>21,776</u>
County Complex			
Personnel services	282,621	256,371	26,250
Supplies	53,883	33,413	20,470
Other service and charges	895,547	988,108	(92,561)
Capital outlay	4,750	950	3,800
Total public services buildings	<u>1,236,801</u>	<u>1,278,842</u>	<u>(42,041)</u>
Facilities Management:			
Personnel services	349,696	360,229	(10,533)
Supplies	2,611	1,423	1,188
Other service and charges	334,370	317,532	16,838
Capital outlay	109,365	102,963	6,402
Total public services buildings	<u>796,042</u>	<u>782,147</u>	<u>13,895</u>
Senior Citizens Center:			
Personnel services	53,575	43,997	9,578
Supplies	6,920	6,898	22
Other service and charges	108,200	95,478	12,722
Total Senior Citizens Center	<u>168,695</u>	<u>146,373</u>	<u>22,322</u>
Lake City Senior Center:			
Supplies	10,000	5,773	4,227
Other service and charges	127,700	60,610	67,090
Capital outlay	12,800	4,784	8,016
Total Lake City Senior Center	<u>150,500</u>	<u>71,167</u>	<u>79,333</u>
Direct assistance:			
Council of Governments	102,664	102,664	-
Senior Citizens Association	63,120	35,217	27,903
Pee Dee CAA	9,120	9,120	-
City-County Stadium Commission	5,200	5,200	-
Others	112,973	112,973	-
Total direct assistance	<u>293,077</u>	<u>265,174</u>	<u>27,903</u>
Other:			
Personnel services	590,251	899,934	(309,683)
Other service and charges	1,374,652	1,324,380	50,272
Total other	<u>1,964,903</u>	<u>2,224,314</u>	<u>(259,411)</u>
Total general government	<u>22,673,454</u>	<u>22,003,004</u>	<u>670,450</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Public safety:			
Sheriff's office:			
Personnel services	7,288,546	7,352,640	(64,094)
Supplies	96,748	98,436	(1,688)
Other service and charges	1,470,194	1,463,840	6,354
Capital outlay	1,009,667	897,847	111,820
Direct assistance	32,000	32,000	-
Total sheriff's office	<u>9,897,155</u>	<u>9,844,763</u>	<u>52,392</u>
County Jail:			
Personnel services	4,741,540	4,745,259	(3,719)
Supplies	154,973	159,360	(4,387)
Other service and charges	1,877,101	1,869,566	7,535
Capital outlay	266,608	258,799	7,809
Total county jail	<u>7,040,222</u>	<u>7,032,984</u>	<u>7,238</u>
Radio System:			
Supplies	8,160	2,542	5,618
Other service and charges	632,163	571,485	60,678
Total radio system	<u>640,323</u>	<u>574,027</u>	<u>66,296</u>
Central Dispatch:			
Personnel services	1,887,831	1,930,650	(42,819)
Supplies	12,780	11,548	1,232
Other service and charges	230,488	178,197	52,291
Total central dispatch	<u>2,131,099</u>	<u>2,120,395</u>	<u>10,704</u>
Emergency Preparedness:			
Personnel services	272,010	277,165	(5,155)
Supplies	15,004	24,119	(9,115)
Other service and charges	27,965	28,045	(80)
Capital outlay	13,362	16,694	(3,332)
Total emergency preparedness	<u>328,341</u>	<u>346,023</u>	<u>(17,682)</u>
Total public safety	<u>20,037,140</u>	<u>19,918,192</u>	<u>118,948</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Public works:			
Public works operating:			
Other service and charges	2,128,637	82,491	2,046,146
Total public works operating	2,128,637	82,491	2,046,146
Central maintenance:			
Other service and charges	664,966	913,287	(248,321)
Total central maintenance	664,966	913,287	(248,321)
Total public works	2,793,603	995,778	1,797,825
Health:			
Health department:			
Other service and charges	76,852	76,785	67
Total health department	76,852	76,785	67
Environmental services:			
Personnel services	499,480	505,752	(6,272)
Supplies	36,511	28,428	8,083
Other service and charges	200,554	261,707	(61,153)
Capital outlay	88,611	91,322	(2,711)
Total environmental services	825,156	887,209	(62,053)
Emergency medical services:			
Personnel services	4,381,341	4,342,233	39,108
Supplies	159,373	163,098	(3,725)
Other service and charges	1,124,624	498,759	625,865
Capital outlay	604,539	427,730	176,809
Total emergency medical services	6,269,877	5,431,820	838,057
Rescue - ambulance squads:			
Supplies	45,840	45,542	298
Other services and charges	2,645	11,616	(8,971)
Direct assistance	313,515	313,515	-
Total rescue - ambulance squads	362,000	370,673	(8,673)
Coroner:			
Personnel services	195,409	197,731	(2,322)
Supplies	3,960	3,708	252
Other service and charges	124,451	118,478	5,973
Capital outlay	826	-	826
Total coroner	324,646	319,917	4,729
On-Site Clinic			
Supplies	9,000	8,248	752
Other service and charges	156,416	142,598	13,818
Total on-site clinic	165,416	150,846	14,570

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Direct assistance:			
Direct assistance	14,502	14,502	-
Total direct assistance	14,502	14,502	-
Total health	8,038,449	7,251,752	786,697
Welfare:			
Indigent care:			
Other services and charges	354,194	354,154	40
Total indigent care	354,194	354,154	40
Social services:			
Other services and charges	41,500	19,457	22,043
Total social services	41,500	19,457	22,043
Direct assistance:			
Pee Dee Coalition	14,120	14,120	-
Total direct assistance	14,120	14,120	-
Total welfare	409,814	387,731	22,083
Culture and recreation:			
Library:			
Personnel services	2,704,532	2,589,035	115,497
Supplies	63,612	60,810	2,802
Other service and charges	873,455	929,527	(56,072)
Capital outlay	39,264	37,483	1,781
Total Library	3,680,863	3,616,855	64,008
Recreation:			
Personnel services	470,875	501,367	(30,492)
Supplies	62,587	57,367	5,220
Other service and charges	708,246	943,612	(235,366)
Capital outlay	80,727	74,950	5,777
Direct assistance	84,350	83,701	649
Total recreation	1,406,785	1,660,997	(254,212)
Lynches River County Park:			
Personnel services	252,544	230,718	21,826
Supplies	16,132	15,815	317
Other service and charges	114,130	139,061	(24,931)
Capital outlay	52,000	42,387	9,613
Total Lynches River County Park	434,806	427,981	6,825

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 For The Fiscal Year Ended June 30, 2017

	Budget	Actual	Variance with Budget
(Continued)			
Summer Camps			
Personnel services	4,563	4,129	434
Supplies	220	207	13
Other service and charges	852	672	180
Total Summer Camps	<u>5,635</u>	<u>5,008</u>	<u>627</u>
Total culture and recreation	<u>5,528,089</u>	<u>5,710,841</u>	<u>(182,752)</u>
Education:			
Direct assistance:			
Literacy Council	4,515	4,515	-
Total direct assistance	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Total education	<u>4,515</u>	<u>4,515</u>	<u>-</u>
Total expenditures	<u>\$ 59,485,064</u>	<u>\$ 56,271,813</u>	<u>\$ 3,213,251</u>

FLORENCE COUNTY, SOUTH CAROLINA

ANALYSIS OF CURRENT LEVY

June 30, 2017

Original assessment	
Regular	\$ 109,566,662
Mill exemption	476,875
Homestead exemption	2,617
Local option sales tax	12,523,187
School exemption	32,014,314
	<hr/>
	154,583,655
	<hr/>
Additions	
Regular	12,386,749
Mill exemption	276,492
Homestead exemption	1,319
Local option sales tax	727,414
School exemption	1,576,619
	<hr/>
	14,968,593
	<hr/>
Abatements	
Regular	33,795,012
Mill exemption	154,756
Homestead exemption	2,943
Local option sales tax	750,914
School exemption	624,297
	<hr/>
	35,327,922
	<hr/>
Collections and credits	
Regular	83,179,904
Mill exemption	596,684
Homestead exemption	993
Local option sales tax	11,897,489
School exemption	32,966,636
	<hr/>
	128,641,706
	<hr/>
Executions	<hr/> <hr/>
	\$ 5,582,620

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF TAXES RECEIVABLE - DELINQUENT
June 30, 2017**

	Uncollected Balance June 30, 2016	Additions	Collections	Credits (Debits)	Uncollected Balance June 30, 2017
2016	\$ -	\$ 5,271,119	\$ 1,868,672	\$ 319,733	\$ 3,082,714
2015	3,184,666	127,784	2,315,401	223,586	773,463
2014	615,032	84,885	68,905	57,163	573,849
2013	454,007	-	385,892	20,283	47,832
2012	33,501	33,058	15,446	8,884	42,229
2011	2,052	30,620	18,924	3,310	10,438
2010	259	14,191	24,150	1,950	(11,650)
2009	(427)	1,849	947	577	(102)
2008	(356)	427	258	144	(331)
2007	(17,865)	18,687	710	189	(77)
	<u>\$ 4,270,869</u>	<u>\$ 5,582,620</u>	<u>\$ 4,699,305</u>	<u>\$ 635,819</u>	<u>\$ 4,518,365</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 \$3,176,084 of receivables relating to school districts.
Reconciliation follows:

Per balance sheet (page 26)	\$ 875,336
Add:	
Allowance for delinquent doubtful accounts	1,018,405
Fiduciary funds	3,229,414
Less costs and fees receivable	<u>(604,790)</u>
As above	<u>\$ 4,518,365</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	
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
2015	323,234,005	75,008,143	9,348,784	61,919,993	469,510,925
2016	329,337,629	71,567,597	9,137,490	61,748,117	471,790,833

* 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, 2016 BY PROPERTY CLASSIFICATION
(UNAUDITED)**

The assessed value of all taxable property in the County for tax year 2016, according to classification of property, is set forth below:

Classification of Property	Market Value	Assessment
Real Estate (Non-manufacturing) Farm	\$ 236,254,565	\$ 9,658,228
Real Estate (Non-manufacturing) Non-farm	6,522,808,121	311,641,794
Mobile Homes	177,703,713	8,037,607
Business Personal	43,973,086	4,617,175
Watercraft	25,157,007	1,509,421
Aircraft	6,681,500	267,260
Utilities	268,402,945	28,182,310
Manufacturers' Furniture & Fixtures	153,822,597	16,151,374
Manufacturers' Real Estate	90,512,280	9,137,490
Manufacturers' Personal	136,597,773	14,342,767
Railroads	32,333,319	3,071,666
Vehicles	<u>1,018,113,322</u>	<u>65,173,741</u>
Totals	<u>\$8,712,360,228</u>	<u>\$471,790,833</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
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
2015	7,354,050	462,156,875	469,510,925
2016	6,857,820	464,933,013	471,790,833

FLORENCE COUNTY, SOUTH CAROLINA

**ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY
TAX YEAR ENDED DECEMBER 31, 2016 BY TAX DISTRICT
(UNAUDITED)**

The assessed value of all taxable property in the County for tax year 2016, by tax district and according to major category, is set forth below:

District		Real Property	Personal Property
100	West Florence Rural Fire District	\$ 75,970,299	\$ 765,449
110	City of Florence	134,414,401	4,468,526
120	Town of Quinby	2,029,833	5,327
130	Howe Springs Fire District	35,123,763	331,394
140	Windy Hill Fire District	25,339,575	190,178
School District #1		272,877,871	5,760,874
200	Hannah-Salem-Friendfield	3,011,771	40,094
210	Town of Pamplico	1,517,786	16,168
220	Howe Springs Fire District	1,270,446	5,140
230	Hannah-Salem-Friendfield	3,382,840	32,524
School District #2		9,182,843	93,926
300	South Lynches Fire District	2,590,953	43,650
301	SLFD/Salem Watershed	2,026,162	2,110
310	South Lynches Fire District	6,439,464	117,133
311	SLFD/Salem Watershed	2,213,521	1,600
319	SLFD/Joint Ind Park	49,231	634
320	City of Lake City	10,775,964	107,301
330	Town of Olanta	1,040,208	6,863
340	Town of Coward	700,556	9,267
341	Town of Coward/Salem Watershed	91,078	1,830
350	Town of Scranton	390,411	8,660
351	Town of Scranton/Salem Watershed	567,072	-
360	SLFD/Lynches Lake Camp Branch	1,180	380
361	SLFD/Lynches Lake Camp Branch	45,918	-
371	SLFD/Lynches Lake Camp Branch	68,572	-
380	Olanta Rural Fire District	1,630,126	14,320
381	ORFD/Salem Watershed	127,412	-
390	ORFD/Lynches Lake Camp Branch	881	2,530
391	ORFD/Lynches Lake Camp Branch	320,169	-
School District #3		29,078,878	316,278
400	Sardis-Timmons ville Fire District	6,912,525	78,641
410	Town of Timmons ville	2,786,252	7,853
420	West Florence Rural Fire District	249,885	-
School District #4		9,948,662	86,494
500	Johnsonville Rural Fire District	5,356,325	82,259
510	Town of Johnsonville	2,893,050	54,025
School District #5		8,249,375	136,284
Total County		\$ 329,337,629	\$ 6,393,856

Tax Commission	Vehicles	Total Assessment
\$ 22,042,178	\$ 17,205,730	\$ 115,983,656
14,190,939	18,479,590	171,553,456
272,730	406,280	2,714,170
5,519,119	8,191,223	49,165,499
10,402,749	5,245,280	41,177,782
52,427,715	49,528,103	380,594,563
2,193,900	899,030	6,144,795
522,300	348,380	2,404,634
38,040	397,990	1,711,616
260,250	974,420	4,650,034
3,014,490	2,619,820	14,911,079
1,470,521	1,051,890	5,157,014
-	-	2,028,272
2,130,977	3,218,360	11,905,934
-	-	2,215,121
4,235,962	-	4,285,827
2,059,230	1,833,370	14,775,865
210,030	188,280	1,445,381
179,171	150,110	1,039,104
-	-	92,908
196,170	195,270	790,511
-	-	567,072
130	290	1,980
-	-	45,918
-	-	68,572
46,070	702,110	2,392,626
-	-	127,412
230	23,400	27,041
-	-	320,169
10,528,491	7,363,080	47,286,727
2,168,490	2,663,130	11,822,786
517,010	526,521	3,837,636
220	6,270	256,375
2,685,720	3,195,921	15,916,797
1,573,702	1,959,717	8,972,003
655,489	507,100	4,109,664
2,229,191	2,466,817	13,081,667
\$ 70,885,607	\$ 65,173,741	\$ 471,790,833

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL DISTRICT GENERAL FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 4,348,977	\$ 262,973	\$ 714,618
Add receipts:			
Current property taxes	36,329,573	1,340,018	5,382,061
Inventory exemption	440,969	9,789	94,239
Vehicle taxes	10,181,025	587,544	1,511,142
Delinquent property taxes	1,667,898	99,287	334,228
Penalties	58,448	3,699	10,526
Fee transfer	-	-	3,408
State and federal aid	92,823,967	8,283,112	27,438,183
Interest on investments	18,245	736	2,621
State homestead exemption	21,234,127	1,124,411	3,056,278
Fees in lieu of taxes	4,349,203	-	558,936
Total receipts	<u>167,103,455</u>	<u>11,448,596</u>	<u>38,391,622</u>
Less disbursements:			
Claims paid to school districts	166,891,191	11,402,708	38,372,982
Refunds	195,507	10,087	24,792
Total disbursements	<u>167,086,698</u>	<u>11,412,795</u>	<u>38,397,774</u>
Cash due from Treasurer - ending	<u><u>\$ 4,365,734</u></u>	<u><u>\$ 298,774</u></u>	<u><u>\$ 708,466</u></u>

District Four	District Five	Total
<u>\$ 174,260</u>	<u>\$ 319,794</u>	<u>\$ 5,820,622</u>
1,013,043	1,299,507	45,364,202
17,467	7,904	570,368
459,707	616,997	13,356,415
108,227	90,522	2,300,162
2,826	6,230	81,729
-	-	3,408
5,747,825	9,197,951	143,491,038
877	771	23,250
815,405	1,201,903	27,432,124
<u>951,743</u>	<u>120,520</u>	<u>5,980,402</u>
<u>9,117,120</u>	<u>12,542,305</u>	<u>238,603,098</u>
9,098,675	12,516,740	238,282,296
<u>8,349</u>	<u>10,390</u>	<u>249,125</u>
<u>9,107,024</u>	<u>12,527,130</u>	<u>238,531,421</u>
<u>\$ 184,356</u>	<u>\$ 334,969</u>	<u>\$ 5,892,299</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL DISTRICT DEBT SERVICE FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 4,107,319	\$ 178,075	\$ 260,492
Add receipts:			
Current property taxes	9,638,826	431,438	462,612
Inventory exemption	175,434	1,240	22,165
Vehicle taxes	1,593,881	117,509	96,748
Delinquent property taxes	392,318	39,735	34,432
Penalties	22,539	2,615	1,985
Fee transfer	-	-	219
Interest on investments	25,147	14,411	1,672
Homestead exemption	405,996	49,982	36,775
Fees in lieu of taxes	658,954	-	22,971
Total receipts	12,913,095	656,930	679,579
Less disbursements:			
Refunds	30,375	2,004	1,582
Bond principal paid	11,595,000	605,000	638,000
Interest payments	1,206,017	44,985	40,410
Paying agent fees	1,350	525	-
Total disbursements	12,832,742	652,514	679,992
Cash due from Treasurer - ending	\$ 4,187,672	\$ 182,491	\$ 260,079

District Four	District Five	Total
<u>\$ 274,849</u>	<u>\$ 321,550</u>	<u>\$ 5,142,285</u>
409,533	366,614	11,309,023
2,015	3,434	204,288
123,423	113,341	2,044,902
44,640	27,291	538,416
2,433	2,408	31,980
-	-	219
1,689	1,506	44,425
36,709	33,658	563,120
<u>173,604</u>	<u>23,999</u>	<u>879,528</u>
<u>794,046</u>	<u>572,251</u>	<u>15,615,901</u>
2,274	1,937	38,172
689,310	555,469	14,082,779
44,776	8,542	1,344,730
<u>-</u>	<u>-</u>	<u>1,875</u>
<u>736,360</u>	<u>565,948</u>	<u>15,467,556</u>
<u>\$ 332,535</u>	<u>\$ 327,853</u>	<u>\$ 5,290,630</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL DISTRICT CAPITAL PROJECT FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

	District One	District Two	District Three
Cash due from Treasurer - beginning	<u>\$ 773,396</u>	<u>\$ 1,563</u>	<u>\$ 410,575</u>
Add receipts:			
Interest on investments	34,568	7	1,552
Proceeds from bond issue	<u>24,473,058</u>	<u>-</u>	<u>1,650,000</u>
Total receipts	<u>24,507,626</u>	<u>7</u>	<u>1,651,552</u>
Less disbursements:			
Claims paid to school districts	<u>13,290,972</u>	<u>-</u>	<u>2,060,576</u>
Total disbursements	<u>13,290,972</u>	<u>-</u>	<u>2,060,576</u>
Cash due from Treasurer - ending	<u><u>\$ 11,990,050</u></u>	<u><u>\$ 1,570</u></u>	<u><u>\$ 1,551</u></u>

District Four	District Five	Total
<u>\$ 196</u>	<u>\$ 968</u>	<u>\$ 1,186,698</u>
3,039	1,167	40,333
<u>800,000</u>	<u>1,000,000</u>	<u>27,923,058</u>
<u>803,039</u>	<u>1,001,167</u>	<u>27,963,391</u>
<u>-</u>	<u>-</u>	<u>15,351,548</u>
<u>-</u>	<u>-</u>	<u>15,351,548</u>
<u>\$ 803,235</u>	<u>\$ 1,002,135</u>	<u>\$ 13,798,541</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF MUNICIPALITIES FUND
CASH DUE FROM TREASURER**

For The Fiscal Year Ended June 30, 2017

	Florence	Quinby	Pamplico
Cash due from Treasurer - beginning	<u>\$ 65,201</u>	<u>\$ (294)</u>	<u>\$ 698</u>
Add receipts:			
Current property taxes	8,787,466	-	177,347
Vehicle taxes	1,120,915	-	36,775
Delinquent property taxes	269,504	-	11,534
Penalties	11,083	-	74
Fees in lieu of taxes	57,572	-	-
Less local option sales tax credits	<u>(5,867,412)</u>	<u>-</u>	<u>(172,125)</u>
Total receipts	<u>4,379,128</u>	<u>-</u>	<u>53,605</u>
Less disbursements:			
Payments to municipality	4,358,137	-	53,547
Refunds	<u>9,666</u>	<u>-</u>	<u>83</u>
Total disbursements	<u>4,367,803</u>	<u>-</u>	<u>53,630</u>
Cash due from Treasurer - ending	<u><u>\$ 76,526</u></u>	<u><u>\$ (294)</u></u>	<u><u>\$ 673</u></u>

Lake City	Olanta	Coward	Scranton	Timmons ville	Johnsonville	Total
<u>\$ 25,820</u>	<u>\$ 12</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 5,647</u>	<u>\$ 58</u>	<u>\$ 97,463</u>
1,762,622	50,702	-	-	320,983	172,371	11,271,491
329,866	10,251	-	-	70,572	30,506	1,598,885
136,299	5,346	-	-	56,822	10,517	490,022
4,244	-	-	-	736	1	16,138
-	-	-	-	-	-	57,572
<u>(709,479)</u>	<u>(65,398)</u>	<u>-</u>	<u>-</u>	<u>(234,164)</u>	<u>(204,688)</u>	<u>(7,253,266)</u>
<u>1,523,552</u>	<u>901</u>	<u>-</u>	<u>-</u>	<u>214,949</u>	<u>8,707</u>	<u>6,180,842</u>
1,517,701	892	-	-	215,472	8,640	6,154,389
<u>4,311</u>	<u>0</u>	<u>-</u>	<u>-</u>	<u>424</u>	<u>17</u>	<u>14,501</u>
<u>1,522,012</u>	<u>892</u>	<u>-</u>	<u>-</u>	<u>215,896</u>	<u>8,657</u>	<u>6,168,890</u>
<u>\$ 27,360</u>	<u>\$ 21</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 4,700</u>	<u>\$ 108</u>	<u>\$ 109,415</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF FIRE BOARD FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

	South Lynches River Fire District	West Florence Rural Fire District	Windy Hill/ Olanta Rural Fire District	Pamplico Fire District
Cash due from Treasurer - beginning	\$ 9,222	\$ 82,091	\$ 91,676	\$ 13
Add receipts:				
Current property taxes	432,947	1,155,607	5,770	-
Inventory exemption	11,208	15,762	227	-
Vehicle taxes	81,394	232,077	277	-
Delinquent property taxes	23,960	35,042	2,515	-
Penalties	1,518	2,211	-	-
State aid	17,376	72,028	54,466	1,557
Interest on investments	175	349	464	-
Homestead exemption	27,208	44,712	-	-
Fee in lieu of property tax	95,336	9,020	-	-
Total receipts	691,122	1,566,808	63,719	1,557
Less disbursements:				
Claims paid to Fire Board	675,318	1,592,702	54,466	1,557
Refunds	1,428	6,889	1	-
Total disbursements	676,746	1,599,591	54,467	1,557
Cash due from Treasurer - ending	\$ 23,598	\$ 49,308	\$ 100,928	\$ 13

Hannah-Salem-Friendfield Fire District	City of Florence	City of Lake City	City of Scranton	City of Timmonsville	City of Johnsonville	Total
<u>\$ 18,194</u>	<u>\$ 742</u>	<u>\$ 59</u>	<u>\$ 15</u>	<u>\$ 17</u>	<u>\$ 19</u>	<u>\$ 202,048</u>
102	-	-	-	-	-	1,594,426
-	-	-	-	-	-	27,197
19	-	-	-	-	-	313,767
50	-	-	-	-	-	61,567
-	-	-	-	-	-	3,729
5,307	124,726	9,748	982	2,809	2,768	291,767
90	5	-	-	-	-	1,083
-	-	-	-	-	-	71,920
-	-	-	-	-	-	104,356
<u>5,568</u>	<u>124,731</u>	<u>9,748</u>	<u>982</u>	<u>2,809</u>	<u>2,768</u>	<u>2,469,812</u>
5,307	124,726	9,748	982	2,809	2,768	2,470,383
-	-	-	-	-	-	8,318
<u>5,307</u>	<u>124,726</u>	<u>9,748</u>	<u>982</u>	<u>2,809</u>	<u>2,768</u>	<u>2,478,701</u>
<u><u>\$ 18,455</u></u>	<u><u>\$ 747</u></u>	<u><u>\$ 59</u></u>	<u><u>\$ 15</u></u>	<u><u>\$ 17</u></u>	<u><u>\$ 19</u></u>	<u><u>\$ 193,159</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF LYNCHES LAKE/CAMP BRANCH FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

Cash due from Treasurer - beginning	<u>\$ 9,058</u>
Add receipts:	
Current property taxes	7,440
Vehicle taxes	40
Delinquent property taxes	352
Penalties	114
Interest on investments	23
Homestead exemption	<u>712</u>
Total receipts	<u>8,681</u>
Less disbursements:	
Claims paid to Lynchess Lake/Camp Branch	<u>8,500</u>
Total disbursements	<u>8,500</u>
Cash due from Treasurer - ending	<u><u>\$ 9,239</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SALEM WATERSHED FUND

CASH DUE FROM TREASURER

For The Fiscal Year Ended June 30, 2017

Cash due from Treasurer - beginning	<u>\$ 86,522</u>
Add receipts:	
Current property taxes	66,516
Vehicle taxes	397
Delinquent property taxes	5,780
Penalties	534
Interest on investments	215
Homestead exemption	<u>10,197</u>
Total receipts	<u>83,639</u>
Less disbursements:	
Claims paid to Salem Watershed	<u>81,500</u>
Total disbursements	<u>81,500</u>
Cash due from Treasurer - ending	<u><u>\$ 88,661</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF COMMISSION ON ALCOHOL AND DRUG ABUSE FUND
CASH DUE FROM TREASURER**

For The Fiscal Year Ended June 30, 2017

Cash due from Treasurer - beginning	<u>\$ -</u>
Add receipts:	
State aid	<u>249,260</u>
Total receipts	<u>249,260</u>
Less disbursements:	
Claims paid to Commission	<u>249,260</u>
Total disbursements	<u>249,260</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 Fiscal Year Ended June 30, 2017

Cash due from Treasurer - beginning	<u>\$ 29</u>
Add receipts:	
Current property taxes	<u>3,692,475</u>
Total receipts	<u>3,692,475</u>
Less disbursements:	
Claims paid to Williamsburg County	<u>3,692,388</u>
Total disbursements	<u>3,692,388</u>
Cash due from Treasurer - ending	<u><u>\$ 116</u></u>

FLORENCE COUNTY, SOUTH CAROLINA
DETAIL SCHEDULE OF MAGISTRATE FUND
CASH DUE TO OTHERS
For The Fiscal Year Ended June 30, 2017

Cash due to others - beginning	<u>\$ 285,183</u>
Add receipts:	
Cash received from others	<u>2,613,733</u>
Total receipts	<u>2,613,733</u>
Less disbursements:	
Cash paid to others	<u>2,620,998</u>
Total disbursements	<u>2,620,998</u>
Cash due to others - ending	<u><u>\$ 277,918</u></u>

FLORENCE COUNTY, SOUTH CAROLINA
DETAIL SCHEDULE OF CLERK OF COURT FUND
CASH DUE TO OTHERS
For The Fiscal Year Ended June 30, 2017

Cash due to others - beginning	<u>\$ 1,658,800</u>
Add receipts:	
Cash received from others	<u>1,197,201</u>
Total receipts	<u>1,197,201</u>
Less disbursements:	
Cash paid to others	<u>858,273</u>
Total disbursements	<u>858,273</u>
Cash due to others - ending	<u><u>\$ 1,997,728</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF SHERIFF FUND
CASH DUE TO OTHERS
For The Fiscal Year Ended June 30, 2017**

Cash due to others - beginning	<u>\$ 1,039,232</u>
Add receipts:	
Cash received from others	<u>889,002</u>
Total receipts	<u>889,002</u>
Less disbursements:	
Cash paid to others	<u>1,031,707</u>
Total disbursements	<u>1,031,707</u>
Cash due to others - ending	<u><u>\$ 896,527</u></u>



FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF GENERAL FUND
BALANCE SHEET
June 30, 2017**

	General Operations	Treasurer and Tax Sale
ASSETS		
Cash and cash equivalents	\$ 16,245,459	\$ 3,917,366
Receivables:		
Property taxes (net)	551,137	-
Other governmental units and agencies	4,703,422	-
Other (net)	831,520	-
Prepays	1,740,478	-
Inventory	48,807	-
	<hr/>	<hr/>
Total assets	<u><u>\$ 24,120,823</u></u>	<u><u>\$ 3,917,366</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 1,600,685	\$ -
Payroll withholdings and accruals	1,251,281	-
Other payables	3,118,050	3,972,167
Unearned revenues	1,651,693	-
Total liabilities	<hr/> <u>7,621,709</u>	<hr/> <u>3,972,167</u>
Deferred inflows of resources:		
Unavailable revenue -		
timing restriction for property taxes	304,237	-
Total deferred inflows of resources	<hr/> <u>304,237</u>	<hr/> <u>-</u>
Fund balance:		
Nonspendable:		
Inventory and prepaids	1,786,933	-
Committed:		
Road paving purposes	-	-
Assigned:		
General government	329,979	-
Unassigned	14,077,965	(54,801)
Total fund balance	<hr/> <u>16,194,877</u>	<hr/> <u>(54,801)</u>
	<hr/>	<hr/>
Total liabilities, deferred inflows of resources, and fund balance	<u><u>\$ 24,120,823</u></u>	<u><u>\$ 3,917,366</u></u>

Road Paving	Total
\$ 1,439,192	\$ 21,602,017
-	551,137
-	4,703,422
-	831,520
-	1,740,478
-	48,807
<u>\$ 1,439,192</u>	<u>\$ 29,477,381</u>
\$ 3,459	\$ 1,604,144
-	1,251,281
-	7,090,217
-	1,651,693
<u>3,459</u>	<u>11,597,335</u>
-	304,237
-	304,237
-	1,786,933
1,432,273	1,432,273
3,460	333,439
-	14,023,164
<u>1,435,733</u>	<u>17,575,809</u>
<u>\$ 1,439,192</u>	<u>\$ 29,477,381</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF GENERAL FUND
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For The Fiscal Year Ended June 30, 2017**

	General Operations	Treasurer and Tax Sale
Revenues:		
Taxes	\$ 38,009,473	\$ -
Licenses and permits	1,792,038	-
Fines and fees	3,368,074	-
Intergovernmental	6,754,688	-
Sales and other functional revenues	6,675,577	-
Miscellaneous	1,326,563	-
Total revenues	<u>57,926,413</u>	<u>-</u>
Expenditures:		
Current:		
General government	22,046,068	-
Public safety	19,905,421	-
Public works	913,287	-
Health	7,176,060	-
Welfare	387,731	-
Culture and recreation	5,678,528	-
Education	4,515	-
Total expenditures	<u>56,111,610</u>	<u>-</u>
Revenues over expenditures	1,814,803	-
Other financing sources (uses):		
Transfer in	806,504	-
Transfer out	(1,257,368)	-
Total other financing sources (uses)	<u>(450,864)</u>	<u>-</u>
Net change in fund balance	1,363,939	-
Fund balance (deficit) - beginning of year	14,821,652	(54,801)
Change in reserve for inventory	<u>9,286</u>	<u>-</u>
Fund balance (deficit) - end of year	<u>\$ 16,194,877</u>	<u>\$(54,801)</u>

Road Paving	Total
\$ -	\$ 38,009,473
430,896	2,222,934
-	3,368,074
-	6,754,688
-	6,675,577
-	1,326,563
<u>430,896</u>	<u>58,357,309</u>
-	22,046,068
-	19,905,421
365,819	1,279,106
-	7,176,060
-	387,731
-	5,678,528
-	4,515
<u>365,819</u>	<u>56,477,429</u>
65,077	1,879,880
-	806,504
-	(1,257,368)
<u>-</u>	<u>(450,864)</u>
65,077	1,429,016
1,370,656	16,137,507
-	9,286
<u><u>\$ 1,435,733</u></u>	<u><u>\$ 17,575,809</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY
BASIS TO ACCRUAL BASIS
For The Fiscal Year Ended June 30, 2017**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		June 30, 2016	June 30, 2017		
General government:					
County Council	\$ 324,770	\$ -	\$ (560)	\$ -	\$ 324,210
Attorney	75,099	-	-	-	75,099
Administrator	599,898	402	-	-	600,300
Finance	794,291	573	(3,083)	-	791,781
Treasurer	1,263,155	3,732	(6,216)	-	1,260,671
Information Technology	2,219,920	14,817	-	-	2,234,737
Auditor	509,416	-	-	-	509,416
Tax assessor	1,323,172	450	(634)	-	1,322,988
Procurement	162,887	232	(928)	-	162,191
Clerk of Court	971,808	-	-	-	971,808
Court of common pleas	157,429	-	-	3,024	160,453
Solicitor	1,161,297	4,857	(50,110)	-	1,116,044
Human resources management	300,699	2,785	(1,608)	-	301,876
Family court	645,727	-	-	-	645,727
Judge of Probate	620,137	802	(1,564)	-	619,375
Public Defender	799,440	941	-	-	800,381
Master in Equity	120	-	-	-	120
Magistrates' offices	2,318,786	-	(27,825)	2,191	2,293,152
Building inspections	1,738,018	47,552	(32,481)	-	1,753,089
GIS	387,332	-	-	-	387,332
Voter registration & election commission	663,197	-	-	-	663,197
Veterans' affairs	198,389	170	(2,500)	-	196,059
County Complex	1,278,842	413	-	-	1,279,255
Public services buildings	782,147	1,186	(2,055)	-	781,278
Senior Citizens Center	146,373	-	-	-	146,373
Lake City Senior Center	71,167	-	-	-	71,167
Direct assistance	265,174	-	-	-	265,174
Other	2,224,314	88,501	-	-	2,312,815
Total general government	<u>22,003,004</u>	<u>167,413</u>	<u>(129,564)</u>	<u>5,215</u>	<u>22,046,068</u>
Public safety:					
Sheriff's office	9,844,763	6,586	(9,035)	-	9,842,314
County jail	7,032,984	35,191	(32,644)	-	7,035,531
Radio system	574,027	-	-	-	574,027
Central dispatch	2,120,395	-	-	-	2,120,395
Emergency preparedness	346,023	2,768	(15,637)	-	333,154
Total public safety	<u>19,918,192</u>	<u>44,545</u>	<u>(57,316)</u>	<u>-</u>	<u>19,905,421</u>

(continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY
BASIS TO ACCRUAL BASIS
For The Fiscal Year Ended June 30, 2017**

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		June 30, 2016	June 30, 2017		
(continued)					
Public works:					
Public works operating	82,491	286,788	(3,460)	-	365,819
Central maintenance	913,287	-	-	-	913,287
Total public works	<u>995,778</u>	<u>286,788</u>	<u>(3,460)</u>	<u>-</u>	<u>1,279,106</u>
Health:					
Health Department	76,785	-	-	-	76,785
Environmental services	887,209	12,818	(71,942)	-	828,085
Emergency medical services	5,431,820	8,631	(25,199)	-	5,415,252
Rescue-ambulance squads	370,673	-	-	-	370,673
Coroner	319,917	-	(136)	-	319,781
On-site Clinic	150,846	195	(59)	-	150,982
Direct assistance	14,502	-	-	-	14,502
Total health	<u>7,251,752</u>	<u>21,644</u>	<u>(97,336)</u>	<u>-</u>	<u>7,176,060</u>
Welfare:					
Indigent care	354,154	-	-	-	354,154
Social Services	19,457	-	-	-	19,457
Direct assistance	14,120	-	-	-	14,120
Total welfare	<u>387,731</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>387,731</u>
Culture and recreation:					
Library	3,616,855	-	(1,640)	-	3,615,215
Recreation	1,660,997	12,761	(9,994)	-	1,663,764
Lynches River County Park	427,981	689	(34,129)	-	394,541
Summer Camps	5,008	-	-	-	5,008
Total culture and recreation	<u>5,710,841</u>	<u>13,450</u>	<u>(45,763)</u>	<u>-</u>	<u>5,678,528</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>\$ 56,271,813</u>	<u>\$ 533,840</u>	<u>\$ (333,439)</u>	<u>\$ 5,215</u>	<u>\$ 56,477,429</u>

FLORENCE COUNTY, SOUTH CAROLINA
LIBRARY SCHEDULE OF REVENUES AND EXPENDITURES
For The Fiscal Year Ended June 30, 2017

SOURCES OF FUNDS	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
Local Sources:				
County or tax appropriation	\$ -	\$ 3,260,574	\$ 3,306,758	\$ (46,184)
Fees and fines	-	103,129	103,129	-
Gifts and donations	21,765	9,047	19,045	11,767
Total local sources	<u>21,765</u>	<u>3,372,750</u>	<u>3,428,932</u>	<u>(34,417)</u>
State Sources:				
State aid	-	205,328	205,328	-
Other state	-	87,533	64,155	23,378
Total state sources	<u>-</u>	<u>292,861</u>	<u>269,483</u>	<u>23,378</u>
Federal Sources:				
LSTA	-	9,000	11,000	(2,000)
Total federal sources	<u>-</u>	<u>9,000</u>	<u>11,000</u>	<u>(2,000)</u>
Total All Sources of Funds	<u>\$ 21,765</u>	<u>\$ 3,674,611</u>	<u>\$ 3,709,415</u>	<u>\$ (13,039)</u>

**FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES
VICTIM/WITNESS SPECIAL REVENUE FUND
For The Fiscal Year Ended June 30, 2017**

Magistrate Court Fines

Court fines collected	\$ 1,270,643
Court fines retained by County	<u>(1,218,369)</u>
Court fines remitted to the State Treasurer	<u>\$ 52,275</u>

Magistrate Court Assessments

Court assessments collected	\$ 1,280,351
Court assessments retained by County	<u>(86,458)</u>
Court assessments remitted to the State Treasurer	<u>\$ 1,193,894</u>

Magistrate Court Surcharges

Court surcharges collected	<u>\$ 35,517</u>
Court surcharges retained by County	<u>\$ 35,517</u>

General Sessions & Circuit Court Fines

Court fines collected	\$ 49,004
Court fines remitted to solicitor	(10,660)
Court fines remitted to municipality	(3,025)
Court fines retained by County	<u>(35,319)</u>
Court fines remitted to the State Treasurer	<u>\$ -</u>

General Sessions Court Assessments

Court assessments collected	\$ 55,383
Court assessments retained by County	<u>(3,221)</u>
Court assessments remitted to the State Treasurer	<u>\$ 52,161</u>

General Sessions Court Surcharges

Court surcharges collected	<u>\$ 30,458</u>
Court surcharges retained by County	<u>\$ 30,458</u>

Victim Services

Magistrate Court assessments allocated to Victim Services	\$ 86,458
Magistrate Court surcharges allocated to Victim Services	35,517
General Sessions Court assessments allocated to Victim Services	3,221
General Sessions Court surcharges allocated to Victim Services	30,458
Investment Income	<u>335</u>
Funds allocated to Victim Services	155,989
Victim Services expenditures	<u>(206,250)</u>
Funds available for carryforward	<u>\$ (50,261)</u>



STATISTICAL SECTION

This part of the County'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>	185
Revenue Capacity	
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	192
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>	196
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>	200
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>	203

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

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental activities										
Net investment in capital assets	\$ 44,993,383	\$ 38,516,950	\$ 40,838,692	\$ 41,980,418	\$ 54,610,726	\$ 77,125,383	\$ 75,427,832	\$ 65,392,234	\$ 39,424,586	\$ 58,072,978
Restricted	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767	15,281,885	28,585,336	165,858,022	150,489,601	89,836,530
Unrestricted	26,286,540	35,510,576	26,868,126	24,321,379	(1,897,586)	(7,788,058)	(70,316,860)	(205,361,284)	(174,925,359)	(144,940,830)
Total governmental activities net position	<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>	<u>\$ 14,988,828</u>	<u>\$ 2,968,678</u>
Business-type activities										
Net investment in capital assets	\$ 2,511,459	\$ 2,521,889	\$ 2,673,396	\$ 2,510,134	\$ 2,381,786	\$ 2,357,350	\$ 2,344,611	\$ 2,341,129	\$ 3,489,513	\$ 3,345,807
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	10,033,885	6,152,593	5,495,738	4,708,249	4,983,509	4,917,203	4,649,734	4,582,639	3,541,697	2,684,049
Total business-type activities net position	<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>	<u>\$ 7,031,210</u>	<u>\$ 6,029,856</u>
Primary government										
Net investment in capital assets	\$ 47,504,842	\$ 41,038,839	\$ 43,512,088	\$ 44,490,552	\$ 56,992,512	\$ 79,482,733	\$ 77,772,443	\$ 67,733,363	\$ 42,914,099	\$ 61,418,785
Restricted	1,279,467	1,498,580	1,525,795	2,284,844	16,657,767	15,281,885	28,585,336	165,858,022	150,489,601	89,836,530
Unrestricted	36,320,425	41,663,169	32,363,864	29,029,628	3,085,923	(2,870,855)	(65,667,126)	(200,778,645)	(171,383,662)	(142,256,781)
Total primary government net position	<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>	<u>\$ 22,020,038</u>	<u>\$ 8,998,534</u>

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental activities:										
General government	\$ 21,614,850	\$ 24,427,877	\$ 31,761,022	\$ 22,852,227	\$ 25,135,218	\$ 24,449,488	\$ 28,984,266	\$ 32,968,012	\$ 31,412,371	\$ 41,456,628
Public safety	20,256,541	22,634,972	20,839,785	21,186,696	21,074,011	21,906,996	22,821,341	48,113,208	50,270,768	35,271,172
Economic and physical development	1,059,851	1,454,256	1,641,743	650,299	1,096,242	1,323,197	797,993	949,632	834,666	576,196
Public works	7,873,447	6,848,306	6,203,449	5,525,667	3,380,298	5,829,320	6,324,090	6,078,128	6,629,439	6,164,571
Health	5,805,169	5,973,499	5,478,965	5,397,494	5,201,535	6,841,756	7,687,094	7,889,577	7,616,736	7,838,830
Welfare	495,905	480,658	456,021	430,833	425,734	424,560	432,731	535,181	481,948	387,731
Culture and recreation	8,243,257	9,124,155	9,572,999	10,972,285	10,541,700	8,294,734	11,671,952	9,597,047	9,740,455	13,156,309
Education	2,129,950	2,279,950	2,254,901	2,424,803	2,059,515	2,261,113	2,799,515	2,394,515	2,599,515	2,279,515
Interest on long-term debt	2,525,181	1,827,075	1,706,256	1,204,965	1,304,310	1,151,563	2,384,784	3,975,680	4,984,213	3,928,219
Total governmental activities expenses	<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>	<u>114,570,111</u>	<u>111,059,171</u>
Business-type activities:										
Utility system	328,600	400,166	341,436	591,542	387,785	247,524	304,654	653,946	265,669	137,167
Landfill	3,842,846	5,818,160	4,441,440	4,349,487	3,666,425	4,151,174	4,295,367	4,344,662	4,142,704	4,460,208
E911 system	407,719	361,865	416,920	448,063	421,190	377,608	318,981	384,900	391,379	795,633
Total business-type activities expenses	<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>	<u>4,799,752</u>	<u>5,393,008</u>
Total primary government expenses	<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>	<u>\$ 119,369,863</u>	<u>\$ 116,452,179</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 5,462,208	\$ 5,148,084	\$ 4,663,219	\$ 5,141,701	\$ 4,296,027	\$ 4,021,390	\$ 4,298,123	\$ 4,576,216	\$ 4,785,399	\$ 4,555,913
Public safety	1,524,207	1,658,263	1,181,954	1,456,615	1,502,197	1,353,673	1,223,184	1,075,856	808,345	885,042
Economic and physical development	-	-	-	-	-	-	-	-	-	3,038,807
Public works	3,266,645	3,276,112	3,254,620	3,230,517	3,294,302	3,278,277	3,338,800	3,376,552	3,404,263	430,896
Health	2,455,571	2,771,513	2,896,451	3,198,009	3,287,340	3,445,496	3,481,032	3,813,007	3,890,581	4,712,408
Culture and recreation	174,629	163,687	565,176	541,673	545,967	615,393	675,374	779,186	869,215	1,020,137
Operating grants and contributions	12,929,028	11,932,002	11,535,769	10,368,032	9,645,926	10,685,448	10,382,159	10,871,844	12,483,035	14,172,861
Capital grants and contributions	3,343,414	10,033,845	7,408,402	1,436,567	5,437,825	16,806,648	7,277,732	6,418,530	1,176,312	1,306,023
Total governmental activities program revenues	<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>	<u>27,417,150</u>	<u>30,122,087</u>
Business-type activities:										
Charges for services:										
Landfill	1,403,893	1,445,809	2,322,730	2,367,542	3,029,675	3,072,460	3,201,739	3,790,943	3,819,042	3,586,222
E911 system	487,602	603,475	1,078,936	630,716	624,395	681,570	747,254	733,147	933,253	681,983
Capital grants and contributions	-	-	-	210,187	-	-	-	-	-	-
Total business-type activities program revenues	<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>	<u>4,752,295</u>	<u>4,268,205</u>
Total primary government program revenues	<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>	<u>\$ 32,169,445</u>	<u>\$ 34,390,292</u>
Net expense										
Governmental activities	\$ (40,848,449)	\$ (40,067,242)	\$ (48,409,550)	\$ (45,272,155)	\$ (42,208,979)	\$ (32,276,402)	\$ (53,227,362)	\$ (81,589,789)	\$ (87,152,961)	\$ (80,937,084)
Business-type activities	(2,687,670)	(4,530,907)	(1,798,130)	(2,180,647)	(821,330)	(1,022,276)	(970,009)	(859,418)	(47,457)	(1,124,803)
Total primary government net expense	<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>	<u>\$ (87,200,418)</u>	<u>\$ (82,061,887)</u>

(continued)

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	(continued)									
General Revenue and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 25,622,363	\$ 26,503,650	\$ 26,499,051	\$ 29,086,094	\$ 27,965,877	\$ 30,188,109	\$ 32,836,060	\$ 32,529,215	\$ 33,598,799	\$ 36,022,577
Sales taxes	11,689,420	10,900,881	10,447,194	10,823,456	11,733,368	11,671,007	12,030,513	33,314,201	33,317,980	30,111,984
Fees in lieu of tax	1,721,742	2,002,927	2,017,241	2,031,001	2,104,230	2,164,050	2,840,843	3,501,488	3,410,391	3,454,943
Franchise fees	650,796	687,104	720,575	706,104	909,273	915,652	694,453	714,302	718,886	771,211
Accommodations tax	1,787,390	2,441,766	2,901,511	3,015,035	3,282,725	3,382,728	3,531,063	3,764,832	4,118,264	4,105,549
Unrestricted investment earnings	1,837,025	926,799	722,604	156,612	443,945	125,027	122,636	738,013	1,226,359	232,305
Transfers	(1,216,099)	(463,734)	(1,192,119)	(1,192,119)	(921,868)	(921,868)	(838,868)	(779,598)	(137,862)	(102,111)
Total governmental activities	<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>	<u>76,252,817</u>	<u>74,596,458</u>
Business-type activities										
Unrestricted investment earnings	452,346	196,311	100,663	37,817	46,374	9,666	7,572	9,243	17,037	21,338
Transfers	1,216,099	463,734	1,192,119	1,192,119	921,868	921,868	838,868	779,598	137,862	102,111
Total business-type activities	<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>	<u>154,899</u>	<u>123,449</u>
Total primary government	<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>	<u>\$ 76,407,716</u>	<u>\$ 74,719,907</u>
Change in Net Position										
Governmental activities	\$ 1,244,188	\$ 2,932,151	\$ (6,293,493)	\$ (645,972)	\$ 3,308,571	\$ 15,248,303	\$ (2,010,662)	\$ (7,807,336)	\$ (10,900,144)	\$ (6,340,626)
Business-type activities	(1,019,225)	(3,870,862)	(505,348)	(950,711)	146,912	(90,742)	(123,569)	(70,577)	107,442	(1,001,354)
Total primary government	<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>	<u>\$ (10,792,702)</u>	<u>\$ (7,341,980)</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
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
2016	33,598,799	33,317,980	3,410,391	718,886	4,118,264	75,164,320
2017	36,485,142	30,111,984	3,454,943	771,211	4,105,549	74,928,829

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General fund										
Nondisposable	\$ -	\$ -	\$ -	\$ 415,713	\$ 1,092,789	\$ 1,226,041	\$ 486,517	\$ 766,042	\$ 1,741,280	\$ 1,786,933
Committed	-	-	-	1,125,716	1,397,033	1,415,408	1,310,185	1,463,113	1,083,868	1,432,273
Assigned	-	-	-	12,112	13,667	59,417	30,679	148,847	533,840	333,439
Unassigned	-	-	-	10,189,433	9,440,583	9,881,199	10,828,609	13,177,669	12,778,519	14,023,164
Reserved	62,928	38,456	46,384	-	-	-	-	-	-	-
Unreserved	18,128,628	17,265,828	11,961,012	-	-	-	-	-	-	-
Total general fund	<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>	<u>\$ 16,137,507</u>	<u>\$ 17,575,809</u>
All other governmental funds										
Nondisposable	\$ -	\$ -	\$ -	\$ 157,753	\$ 142,602	\$ 142,602	\$ 194,068	\$ 176,672	\$ 194,173	\$ 172,442
Restricted	-	-	-	6,322,600	23,871,320	25,001,299	153,124,260	165,858,022	150,489,590	87,101,709
Committed	-	-	-	9,414,086	404,308	914,101	1,944,181	1,743,071	1,233,483	969,109
Assigned	-	-	-	3,225,618	-	-	-	-	-	-
Unassigned	-	-	-	(85,925)	(28,612)	(18,203)	-	(136,445)	(105,925)	(283,781)
Reserved	2,037,297	2,258,759	2,289,827	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	6,178,291	7,710,977	4,108,697	-	-	-	-	-	-	-
Capital project funds	10,831,481	5,782,579	13,082,219	-	-	-	-	-	-	-
Total all other governmental funds	<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>	<u>\$ 151,811,321</u>	<u>\$ 87,959,479</u>

NOTE: Governmental Accounting Standards Board (GASB) Statement No. 54 was effective for fiscal years beginning after June 15, 2010. This Statement changed the classification of governmental fund balances from reserved and unreserved to nondisposable, restricted, committed, assigned, and unassigned. See pages 50 and 51 of the Notes to Financial Statements.

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Taxes	\$ 38,633,117	\$ 38,941,743	\$ 38,558,214	\$ 41,488,344	\$ 41,447,471	\$ 43,615,461	\$ 47,350,139	\$ 68,480,047	\$ 69,478,984	\$ 68,634,347
Licenses and permits	5,015,172	4,791,012	1,832,795	2,316,914	2,052,100	1,980,518	1,857,613	1,998,971	2,291,631	2,222,934
Fines and fees	5,842,846	6,631,015	9,474,124	9,682,878	9,561,429	9,425,804	9,823,938	9,849,718	10,932,493	10,974,742
Intergovernmental	12,744,029	13,771,066	20,520,643	11,144,630	13,685,621	10,924,089	11,181,138	14,072,329	11,407,538	12,088,668
Sales and other functional revenues	4,493,814	5,023,064	5,130,255	5,515,281	5,654,006	5,690,198	5,545,915	5,726,085	5,726,323	6,675,577
Miscellaneous	4,253,209	3,634,869	6,929,768	2,138,356	1,843,931	3,867,926	5,626,265	3,747,481	3,179,198	4,280,694
Total revenues	<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>	<u>103,016,167</u>	<u>104,876,962</u>
Expenditures										
General government	21,018,567	23,688,104	32,722,591	23,314,262	24,175,249	23,408,104	26,185,032	27,913,183	24,422,085	26,694,881
Public safety	18,440,484	20,685,662	20,197,603	19,906,174	19,655,016	20,097,086	21,254,809	23,829,898	24,792,500	25,536,667
Economic and physical development	939,725	1,334,807	1,638,913	650,299	1,090,589	1,310,761	784,427	936,066	821,100	559,117
Public works	4,876,893	4,295,439	4,636,642	4,364,398	3,428,293	3,880,542	4,366,736	4,030,007	4,450,224	3,855,274
Health	5,492,606	5,583,109	5,434,341	5,403,161	5,509,720	6,307,817	7,085,410	7,226,115	7,005,594	7,177,240
Welfare	495,905	480,658	456,021	430,833	425,734	424,560	432,731	535,181	481,948	387,731
Culture and recreation	7,545,432	8,384,134	10,396,451	7,602,129	7,064,790	7,433,825	7,147,756	8,341,095	8,474,389	9,311,496
Education	2,129,950	2,279,950	2,254,901	2,424,803	2,059,515	2,261,113	2,799,515	2,394,515	2,599,515	2,279,515
Capital outlay	2,449,505	5,475,008	1,711,529	2,630,946	2,767,193	7,639,909	11,489,269	39,332,172	43,617,568	62,348,913
Debt service										
Principal	4,189,428	4,587,307	4,649,902	4,754,160	5,146,204	5,590,918	5,438,818	20,534,514	22,075,259	25,025,054
Interest	2,518,122	1,824,517	1,703,698	1,277,468	1,329,510	815,384	1,056,519	5,442,120	6,660,699	6,430,440
Bond issuance costs	-	-	-	-	246,283	2,300	661,923	192,793	206,320	28,313
Refunding lease issuance costs	-	-	-	-	-	-	-	30,929	40,399	-
Paying agent fee	7,059	2,558	2,558	2,961	2,100	-	-	3,500	2,500	4,036
Total expenditures	<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>	<u>145,650,100</u>	<u>169,638,677</u>
Excess of revenues over (under) expenditures	878,511	(5,828,484)	(3,359,351)	(475,191)	1,344,362	(3,668,323)	(7,317,937)	(36,867,457)	(42,633,933)	(64,761,715)
Other financing sources (uses)										
Proceeds of bond issue	5,215,636	2,100,000	2,998,300	900,000	8,900,000	6,866,072	137,428,325	42,000,000	28,596,529	1,941,000
Proceeds of capital lease	1,188,780	-	-	77,936	-	-	-	4,499,963	-	500,000
Issuance of refunding debt	-	-	-	-	-	-	-	7,749,102	5,634,292	-
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)	(6,687,296)	-
Transfers in	3,752,668	4,127,448	13,974,113	7,552,591	2,550,930	1,880,413	14,076,942	9,182,839	3,750,574	2,203,257
Transfers out	(4,968,767)	(4,591,182)	(15,166,232)	(8,744,710)	(3,472,798)	(2,802,281)	(14,915,810)	(9,962,437)	(3,888,436)	(2,305,368)
Total other financing sources (uses)	<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>	<u>27,405,663</u>	<u>2,338,889</u>
Net change in fund balances	<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>	<u>\$ (15,228,270)</u>	<u>\$ (62,422,826)</u>
Debt service as a percentage of noncapital expenditures	9.91%	8.77%	8.07%	8.71%	9.49%	11.44%	8.06%	20.71%	22.60%	20.81%

**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
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
2016	33,598,799	33,317,980	3,410,391	718,886	4,118,264	75,164,320
2017	36,485,142	30,111,984	3,454,943	771,211	4,105,549	74,928,829

**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
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%
2016	75,008,143	323,234,005	78,622,827	7,354,050	469,510,925	89.10	8,632,979,037	5.44%
2017	71,567,597	329,337,629	77,743,427	6,857,820	471,790,833	92.20	8,712,360,228	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**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
COUNTY (WIDE) TAX RATES										
General County	20.9	20.9	19.3	20.0	25.8	22.8	21.8	21.8	21.8	21.8
Jail	-	-	-	-	31.5	31.5	31.5	31.5	31.5	31.5
Emergency Management	-	-	-	-	5.8	5.8	5.8	5.8	5.8	5.8
Public Safety	45.4	45.4	45.4	46.6	-	-	-	-	-	-
Florence-Darlington Technical College	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9
County Library	7.5	7.5	7.5	8.0	7.9	7.9	7.9	7.9	7.9	7.9
Senior Citizens Center	0.8	0.8	0.8	0.8	0.9	0.9	0.9	0.9	0.9	0.9
County Bonds	12.7	9.6	8.5	9.0	8.0	8.0	9.0	9.0	9.0	9.0
Total Direct Rate	92.2	89.1	86.4	89.3	84.8	81.8	81.8	81.8	81.8	81.8
SPECIAL DISTRICTS-FIRE TAX RATES										
Florence Rural Fire District	-	-	-	-	-	-	-	-	-	-
West Florence Rural Fire District	12.8	12.8	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
South Lynches Fire District	22.9	22.7	20.9	20.9	25.1	25.8	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
Johnsonville Rural Fire District	-	-	-	40.4	37.9	32.9	32.6	31.9	28.1	28.1
Hannah-Salem Friendfield	-	-	-	18.1	23.8	24.2	27.4	27.4	26.0	26.0
Unified Fire District	26.9	26.9	27.5	-	-	-	-	-	-	-
SCHOOL DISTRICT TAX RATES										
Florence - School District #1	229.0	227.7	222.1	221.0	220.1	207.5	205.2	206.0	182.7	176.5
Pamplico - School District #2	260.0	259.0	253.5	235.4	233.7	236.7	230.3	219.3	226.6	220.4
Lake City - School District #3	211.9	211.6	207.7	205.0	201.2	194.3	190.3	185.6	181.8	175.5
Timmons Fire District - School District #4	188.4	171.6	174.6	191.8	207.8	205.9	196.7	190.9	191.3	192.7
Johnsonville - School District #5	285.1	288.9	296.0	286.9	266.1	278.8	281.1	273.2	261.8	250.9
CITY TAX RATES										
Florence	60.2	56.5	56.5	56.7	56.7	56.7	56.7	54.9	54.9	54.9
Quinby	-	-	-	-	-	-	-	-	-	12.3
Pamplico	102.7	96.5	96.5	96.5	93.7	93.7	93.7	93.7	93.7	90.8
Lake City	174.0	174.0	176.0	176.0	176.0	176.0	176.0	176.0	176.0	165.9
Olanta	52.4	52.4	52.4	57.3	57.3	57.3	57.3	57.3	55.1	55.1
Timmons Fire District	128.4	128.3	135.5	133.5	130.6	130.6	130.6	120.6	105.5	105.5
Johnsonville	58.3	55.4	54.2	54.2	50.1	50.1	50.1	50.1	50.1	50.1
Coward	-	-	-	-	-	-	-	-	-	-
Scranton	-	-	-	-	-	-	-	-	-	-
SPECIAL TAX DISTRICT - OTHER										
Lynches Lake	19.9	19.9	19.7	19.5	19.1	18.2	19.7	19.7	19.6	19.6
Salem Polecat	16.8	16.7	16.1	15.8	15.9	15.6	16.2	16.2	16.5	16.6

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, 2017

Taxpayer	2017			2008		
	Taxes Levied	Rank	Percentage of Total Taxes Levied	Taxes Levied	Rank	Percentage of Total Taxes Levied
Duke Energy Progress, Inc.	\$ 4,101,420	1	3.08%	\$ 2,592,296	1	2.74%
FCWC JI PC Nanya	2,698,461	2	2.02%	2,203,763	3	2.33%
QHG of South Carolina	2,441,951	3	1.83%	2,373,474	2	2.51%
PR Magnolia LLC	1,472,007	4	1.10%			
SCE&G	1,157,027	5	0.87%	567,046	9	0.60%
Rocktenn Company	1,116,168	6	0.84%			
CSX Transportation Inc.	795,992	7	0.60%			
Bellsouth Telecommunications Inc.	679,936	8	0.51%	1,290,015	4	1.36%
McLeod Regional Medical Center	649,429	9	0.49%	987,462	6	1.04%
The ESAB Group, Inc.	613,189	10	0.46%			
Dupont/Teijin	-		-	649,169	8	0.69%
Wellman, Inc.	-		-	549,666	10	0.58%
Smurfit/Stone Container Corporation	-		-	1,002,874	5	1.06%
Preit/Rubin	-		-	728,345	7	0.77%
Totals	<u>\$ 15,725,580</u>		<u>11.79%</u>	<u>\$ 12,944,110</u>		<u>13.68%</u>

Source: Florence County Auditor's Office

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

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
2008	\$ 25,854,174	\$ 25,121,390	97.17%	\$ 383,532	\$ 25,504,922	98.65%
2009	26,821,494	25,263,988	94.19%	599,762	25,863,750	96.43%
2010	27,810,812	26,961,498	96.95%	612,950	27,574,448	99.15%
2011	28,515,396	27,533,870	96.56%	641,779	28,175,649	98.81%
2012	28,327,206	27,543,336	97.23%	559,985	28,103,321	99.21%
2013	29,216,979	28,442,895	97.35%	483,593	28,926,488	99.01%
2014	31,040,981	30,259,781	97.48%	586,830	30,846,611	99.37%
2015	31,249,576	30,448,327	97.44%	492,123	30,940,450	99.01%
2016	32,740,720	31,901,285	97.44%	537,049	32,438,334	99.08%
2017	34,283,702	33,434,828	97.52%	-	33,434,828	97.52%

**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			
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
2016	124,771,375	-	19,652,579	-	17,027,847	45,004,594	206,456,395	N/A	1,483
2017	103,935,900	-	19,027,000	-	13,588,805	44,854,364	181,406,069	N/A	1,320

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 200 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
2008	\$ 17,881,167	\$ 1,279,467	\$ 16,601,700	0.22%	\$ 126
2009	18,986,357	1,498,580	17,487,777	0.23%	132
2010	17,676,639	1,525,795	16,150,844	0.21%	120
2011	17,472,979	2,284,844	15,188,135	0.19%	111
2012	17,130,609	3,193,493	13,937,116	0.17%	101
2013	16,323,771	2,523,013	13,800,758	0.17%	100
2014	151,828,240	16,617,959	135,210,281	1.63%	977
2015	130,632,850	12,803,291	117,829,559	1.39%	846
2016	124,771,375	17,478,793	107,292,582	1.24%	772
2017	103,935,900	13,889,625	90,046,275	1.04%	655

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 192 for property value data.

See the Schedule of Demographic and Economic Statistics on page 200 for population data.

FLORENCE COUNTY, SOUTH CAROLINA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2017

<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	\$ 32,410,000	100.00%	\$ 32,410,000
Florence School District #2	740,000	100.00%	740,000
Florence School District #3	3,765,000	100.00%	3,765,000
Florence School District #4	1,367,398	100.00%	1,367,398
Florence School District #5	1,157,089	100.00%	1,157,089
Subtotal, overlapping debt			<u>39,439,487</u>
Florence County, South Carolina direct debt			<u>181,406,069</u>
Direct and overlapping debt			<u><u>\$ 220,845,556</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>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Debt limit	\$33,467,760	\$34,083,817	\$34,506,399	\$34,924,826	\$35,149,022	\$35,251,426	\$35,738,901	\$ 36,848,319	\$ 37,560,874	\$ 37,743,267
Total net debt applicable to limit	<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>	<u>22,234,000</u>	<u>8,690,000</u>
Legal debt margin	<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>	<u>\$ 15,326,874</u>	<u>\$ 29,053,267</u>
Total net debt applicable to the limit as a percentage of debt limit	53.43%	55.70%	51.23%	50.03%	48.74%	46.31%	40.29%	37.30%	59.19%	23.02%

Legal Debt Margin Calculation for Fiscal Year 2017

Assessed value	\$ 464,933,013
Add back: exempt manuf. property	<u>6,857,820</u>
Total assessed value	\$ 471,790,833
Debt limit (8% of total assessed value)	37,743,267
Debt applicable to limit:	
General obligation bonds	<u>8,690,000</u>
Total net debt applicable to limit	<u>8,690,000</u>
Legal debt margin	<u>\$ 29,053,267</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
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%
2016	138,900	N/A	N/A	6.0%
2017	137,393	N/A	N/A	4.5%

Data sources:

- (1) South Carolina Department of Administration - Office of Research and Statistics
- (2) South Carolina Department of Employment and Workforce

N/A Not available

**FLORENCE COUNTY, SOUTH CAROLINA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2017			2008		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
McLeod Regional Medical Center	8,200	1	12.81%	3,151	1	5.32%
Florence School District One	2,343	2	3.66%	1,718	2	2.90%
Carolinas Hospital System	1,800	3	2.81%	1,640	3	2.77%
Honda of South Carolina Mfg.	1,100	4	1.72%	1,625	4	2.74%
TRICARE PGB	1,010	5	1.58%	1,600	5	2.70%
Assurant	1,000	6	1.56%	675	9	1.14%
Nan Ya Plastics Corporation	918	7	1.43%	860	8	1.45%
Florence County	821	8	1.28%	898	7	1.52%
McCall Farms	800	9	1.25%			
Otis Elevator	670	10	1.05%			
JP Morgan Chase				1,150	6	1.94%
ESAB Welding and Cutting				650	10	1.10%
Total	<u>18,662</u>		<u>29.15%</u>	<u>13,967</u>		<u>23.57%</u>

Source: Florence County Economic Development Partnership

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

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government	288	288	290	289	284	284	298	303	303	305
Public safety	269	269	285	284	271	272	278	278	279	283
Economic and physical development	4	4	4	4	4	4	4	4	5	5
Public works	49	49	49	49	49	49	49	49	49	49
Health	82	82	82	82	81	81	97	97	97	101
Culture and recreation	85	70	73	100	97	98	112	113	113	115
Utility System	-	-	-	-	-	1	1	1	1	-
E911 System	2	2	2	2	2	2	2	2	3	2
Total	779	764	785	810	788	791	841	847	850	860

Source: Florence County Budget

Notes: During 2009, 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	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public safety										
Jail average daily population	495	435	407	398	367	439	317	274	294	332
911 calls dispatched	176,290	197,990	178,073	177,394	173,740	161,922	159,332	138,636	143,999	150,819
Public works										
Road miles plowed	14,232	12,267	12,300	11,685	12,168	9,398	10,463	9,448	9,245	8,867
Feet of pipe installed	3,634	3,772	2,944	2,224	2,548	2,250	3,560	3,272	3,890	3,004
Signs installed/repared	2,205	1,986	1,925	1,688	1,632	1,450	1,132	1,049	1,124	1,287
Health										
EMS transports	11,080	10,909	11,133	11,930	12,466	13,011	13,703	14,803	15,472	16,207

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	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
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	623.7	624.2	624.3	624.3	626.2	625.2	625.1	625.6	625.6	630.6
Health										
EMS stations	4	4	4	4	5	5	5	5	5	7
Ambulances	11	11	13	13	14	17	17	17	17	18
Culture and recreation										
Libraries	2	2	6	6	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 Fiscal Year Ended June 30, 2017**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
Federal Assistance			
National Endowment for the Arts:			
Art Engagement	16-5900-7019	45.024	\$ 14,103
Total National Endowment for the Arts			<u>14,103</u>
Institute of Museum and Library Services:			
Passed Through South Carolina State Library			
Roger Day	LSTA	45.310	1,000
Assistance Devices	LSTA	45.310	5,059
Conference	LSTA	45.310	1,000
Summer Reading	LSTA	45.310	1,000
Leads Library	LSTA	45.310	<u>970</u>
Total Institute of Museum and Library Services			<u>9,029</u>
Department of Health & Human Services:			
Passed Through South Carolina Department of Social Services			
Child Support Enforcement Program	C17021C	93.563	309,809
Service of Process	C11021S	93.563	45,969
County Expense Reimbursement	N/A	93.667	<u>202,966</u>
Total Department of Health & Human Services			<u>558,744</u>
Department of Transportation:			
Highway Planning and Construction Cluster			
Passed Through South Carolina Department of Transportation			
FLATS	P027(658)	20.205	<u>63,000</u>
Total Highway Planning and Construction Cluster			<u>63,000</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Fiscal Year Ended June 30, 2017**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
(Continued)			
Highway Safety Cluster			
Passed Through South Carolina Department of Public Safety			
Law Enforcement Network	2JC16012	20.600	16,159
OHS	PT2017HS2117	20.600	262,081
Law Enforcement Network	2JC17012	20.600	<u>5,718</u>
Total Highway Safety Cluster			<u>283,958</u>
Passed Through South Carolina Emergency Preparedness Division			
HMEP	SC Emergency Prep Division	20.703	<u>10,375</u>
			<u>10,375</u>
Total Department of Transportation			<u>357,333</u>
Department of Homeland Security:			
Passed Through South Carolina Emergency Preparedness Division			
EMPG	16EMPG01	97.042	151,519
EMPG	2015LEMPG	97.042	<u>15,215</u>
			<u>166,734</u>
Passed Through State Law Enforcement Division			
PDRIM Team	14SHSP26	97.067	4,544
PDRIM Team	16SHSP25	97.067	17,426
EMW2013	15SHSP22	97.067	<u>31,529</u>
			<u>53,499</u>
Total Department of Homeland Security			<u>220,233</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Fiscal Year Ended June 30, 2017**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Grant Number	Federal CFDA Number	Total Federal Expenditures
(Continued)			
Federal Emergency Management Agency:			
Passed Through South Carolina Emergency Preparedness Division			
Hurricane Matthew	4286 PA-SC	97.036	<u>521,288</u>
Total Federal Emergency Management Agency			<u>521,288</u>
Department of Justice:			
E. Byrnes JAG	2016-DJ- BX-0905	16.738	<u>18,080</u>
Total Department of Justice			<u>18,080</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,698,810</u></u>

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal award activity of the County for the fiscal year ended June 30, 2017. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Since the Schedule of Expenditures of Federal Awards presents only a portion of the County's operations, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.





**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, 2017, 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 20, 2017.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as Item 2017-001 that we consider to be a material weakness.

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, LLC". The signature is written in a cursive, flowing style.

Columbia, South Carolina
December 20, 2017



**Independent Auditor's Report on Compliance for Each Major Federal Program
and Report on Internal Control Over Compliance in Accordance with the Uniform Guidance**

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 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, 2017. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2017.

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 the Uniform Guidance, 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

Columbia, South Carolina
December 20, 2017

**FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2017**

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? | <u> X </u> | Yes | <u> </u> | No |
| • Significant deficiency(ies) identified? | <u> </u> | Yes | <u> X </u> | None reported |

Noncompliance material to financial statements noted?	<u> </u>	Yes	<u> X </u>	No
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Federal Awards

Internal control over major federal programs:

- | | | | | |
|---|---------------|-----|--------------|---------------|
| • Material weakness(es) identified? | <u> </u> | Yes | <u> X </u> | No |
| • Significant deficiency(ies) identified? | <u> </u> | Yes | <u> X </u> | 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 2CFR 200.516(a)?	<u> </u>	Yes	<u> X </u>	No
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Identification of major federal programs:

<u>CFDA #</u>	<u>Program / Cluster Name</u>
97.036	Disaster Grants – Public Assistance

Dollar threshold used to distinguish between Type A and Type B programs	<u>\$ 750,000</u>
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Auditee qualified as low-risk auditee?	<u> X </u>	Yes	<u> </u>	No
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SECTION II. FINANCIAL STATEMENT FINDINGS

Item 2017-001: Prior Period Adjustment

Condition: For the fiscal year ended June 30, 2016, certain revenues were recognized on the County's Statement of Activities that were not in accordance with the provisions of GASB Statement No. 34.

Criteria: In accordance with the provisions of GASB Statement No. 34, funds collected in advance for vehicle property taxes and grant awards are treated as unearned revenues on the Statement of Net Position until the service is provided or the grant expense is incurred. At that time, these funds are recognized as revenues on the Statement of Activities.

Cause: The provisions of GASB Statement No. 34 were misinterpreted as it relates to the condition described above.

Effect: The County's ending net position for its governmental activities was overstated by \$5,679,524 as of June 30, 2016. As a result, the County's beginning net position for its governmental activities was restated as of July 1, 2016 by reducing it by this amount.

Recommendation: We recommended that management review the provisions of GASB Statement No. 34 and to adjust beginning net position as of July 1, 2016 by the amount described above.

Views of Responsible Officials and Planned Corrective Actions: Management concurs that ending net position as of June 30, 2016 for the County's governmental activities was understated by the amount described above due to the misinterpretation of the provisions of GASB Statement No. 34. Management reviewed the provisions of this GASB Statement and corrected the error immediately.

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported

**FLORENCE COUNTY, SOUTH CAROLINA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2017**

There were no findings reported for the fiscal year ended June 30, 2016.

