

UNION COUNTY, SOUTH CAROLINA
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2020

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AND SUPPLEMENTARY INFORMATION
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**UNION COUNTY, SOUTH CAROLINA
LISTING OF COUNTY OFFICIALS
JUNE 30, 2020**

Supervisor/Chairman:		Frank Hart
Vice-Chairperson:	District Four	Ben C. Ivey
Council members:		
	District One	Joan Little
	District Two	Ralph A. Tucker
	District Three	David Sinclair
	District Five	Tommie Lee Hill, Sr.
	District Six	Kacie M Petrie
Treasurer		Dianne S. Wilkins
Auditor		Bradley O. Valentine
Clerk of Court		Melanie Lawson
Judge of Probate		William D. All, II
Sheriff		David H. Taylor

To Union County Council
Union, South Carolina

INDEPENDENT AUDITOR'S REPORT

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Union County, South Carolina (the "County"), as of and for the year ended June 30, 2020, 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

Union County's 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 did not audit the financial statements of the Union County Carnegie Library, which represents 100 percent of the assets, liabilities, fund balances, revenues and expenditures of the Union County Carnegie Library fund. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Union County Carnegie Library, is based solely on the report of the other auditors. 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 *Governmental 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, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Union County, South Carolina, as of June 30, 2020, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of County's Proportionate Share of the Net Pension Liability, Schedules of the County's Contributions, Schedule of Changes in the County's Total OPEB Liability and Related Ratios, Schedule of the County's Contributions related to OPEB, and Budgetary Comparison Schedule - General Fund, 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 combining and individual nonmajor fund financial statements and the supplementary information required by the State of South Carolina are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 by us and other auditors. In our opinion, based on our audit the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements and the supplementary information required by the State of South Carolina are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Governmental Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 28, 2021 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Halliday, Schwartz & Co.

Spartanburg, South Carolina
April 28, 2021

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020**

As management of Union County, South Carolina ("the County"), we offer the readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with the County's financial statements.

FINANCIAL HIGHLIGHTS

The following are key financial highlights for the fiscal year:

- Union County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$21,986,066 (net position). Although the net position is positive, the County has an unrestricted deficit net position of (\$4,045,498).
- The County's net position increased \$2,187,848 during the year due to continuing operations on a government-wide basis.
- At the close of this fiscal year, the County's combined governmental funds reported ending fund balances of \$14,948,852, an increase of \$2,116,109 from the prior year from continuing operations and impact of a reclassification adjustment from prior periods of \$1,000,000.
- The County reclassified several funds during the year between the governmental funds and agency funds due to changes in financial structure and classification. Fund balance was not affected by those changes as they were made throughout the year through transfers.
- At June 30, 2020, fund balance for the General Fund was \$7,798,512, an increase of \$259,560 from the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following discussion and analysis is intended to serve as an introduction to the County's basic financial statements as they are presented. The 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 supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. These statements consist of a statement of net position and a statement of activities, which report information about the overall financial position and activities of the County government as a whole.

The statement of net position presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between all four reported as net position. One can think of the County's net position as a measure of financial health. Over time, increases or decreases in the County's net position is one indicator of whether financial health is improving or deteriorating.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Government-Wide Financial Statements – Continued

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are accounted for in the statement of activities, regardless of when cash is received or paid. The focus of the statement of activities is on the net cost of activities provided by the County.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, public works, economic development, judicial administration, culture and recreation, rescue and fire protections, legislative oversight and other.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds. 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. Union County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds - Governmental funds are used to account for the County's general government activities. Unlike the government-wide financial statements, governmental fund financial statements are reported using current financial resources. Revenues are recognized to the degree that they are available to finance expenditures of the fiscal period being reported.

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 provided for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances are accompanied by a reconciliation that facilitates this comparison.

The County has many funds but reports five major funds: the General Fund, the Union County Carnegie Library, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. The General Fund accounts for all financial resources except those required to be accounted for in another fund. The particular definitions and related income and expense of the major funds can be found in Note 1 to the financial statements.

The County adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the general fund as required supplementary information.

Fiduciary Funds – Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. The resources of the fiduciary funds are not available to support the County's programs and are therefore excluded from the government-wide financial statements.

Notes to 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.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Other Information

In addition to the basic financial statements and accompanying notes, this report presents a combining balance sheet and combining statement of revenues, expenditures and changes in fund balance for the non-major governmental funds, a combining balance sheet for the agency funds, and several other schedules.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, the statement of net position presents the difference between the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources and over time may serve as an indicator of its financial position. In the case of Union County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$21,986,066 at the close of the most recent fiscal year.

The following table presents a summary of the statement of net position as of June 30, 2020:

Union County's Net Position			
Governmental Activities			
	2020	2019	Change
Current and Other Assets	\$ 17,513,264	\$ 15,394,520	\$ 2,118,744
Capital Assets	30,529,828	29,193,608	1,336,220
Total Assets	48,043,092	44,588,128	3,454,964
Deferred Outflows of Resources			
Net loss on refunding	17,511	20,074	(2,563)
Deferred amounts related to OPEB	103,300	36,791	66,509
Deferred amounts related to pensions	2,273,758	3,075,766	(802,008)
Total Assets and Deferred Outflows of Resources	50,437,661	47,720,759	2,716,902
Current Liabilities	1,379,381	1,307,134	72,247
Non-Current Liabilities	24,958,420	25,408,741	(450,321)
Total Liabilities	26,337,801	26,715,875	(378,074)
Deferred Inflows of Resources			
Unavailable revenues - local option sales tax	995,405	1,062,648	(67,243)
Deferred amounts related to OPEB	475,300	218,800	256,500
Deferred amounts related to pensions	643,089	925,218	(282,129)
Total Liabilities and Deferred Inflows of Resources	28,451,595	28,922,541	(470,946)
Net Position	\$ 21,986,066	\$ 18,798,218	\$ 3,187,848
Allocation of Net Position			
Net Investment in Capital Assets	\$ 25,386,091	\$ 23,158,760	\$ 2,227,331
Restricted for:			
Culture and recreation - nonexpendable - prepaids	1,000	894	106
Culture and recreation	215,688	110,836	104,852
Public safety and public works	273,410	98,078	175,332
Economic development	155,375	1,591,221	(1,435,846)
Unrestricted (deficit)	(4,045,498)	(6,161,571)	2,116,073
Total Net Position	\$ 21,986,066	\$ 18,798,218	\$ 3,187,848

Total assets and deferred outflows of resources for the year increased \$2,716,900, which was driven by the change in the deferred amounts related to pensions as well as a decrease in current assets and capital assets net of related depreciation.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS - CONTINUED

Capital assets, net of depreciation increased \$1,336,220, due to capital outlay into both construction in progress and physical assets on hand exceeding depreciation expense in the current year.

The County's long-term obligations are comprised several components: general obligation bonds, capital leases, compensated absences, landfill post-closure liability, OPEB liability and the Net Pension Liability. Long-term liabilities decreased \$450,319, primarily due to changes in the Net Pension Liability and Net OPEB liabilities combined with the payment on previous issuances. More detailed information on the capital assets and long-term obligations activity are provided in the notes to the financial statements.

The following table summarizes the change in net position of the County for the year ended June 30, 2020:

Union County's Statement of Activities			
Governmental Activities			
	2020	2019	Change
Revenues:			
Program Revenues:			
Charges for services	\$ 3,057,126	\$ 3,198,355	\$ (141,229)
Operating grants and contributions	2,441,442	968,586	1,472,856
Capital grants and contributions	1,207,761	351,445	856,316
General Revenues:			
Property taxes	11,125,959	10,936,499	189,460
Other taxes	2,904,190	2,499,133	405,057
Intergovernmental	3,064,868	3,112,820	(47,952)
Gain / (Loss) on capital assets	21,153	13,502	7,651
Other	2,772,771	2,956,930	(184,159)
Total Revenues	26,595,270	24,037,270	2,558,000
Expenses:			
General government	6,195,569	5,793,956	401,613
Economic development	530,745	307,208	223,537
Public safety	8,336,592	8,500,284	(163,692)
Public works	2,983,548	2,209,974	773,574
Judicial administration	1,867,951	1,978,396	(110,445)
Fire protection	539,999	403,538	136,461
Culture and recreation	2,454,873	1,376,961	1,077,912
Health, education and welfare	1,365,615	1,296,791	68,824
Capital outlay	-	575,998	(575,998)
Interest and fiscal charges	132,530	35,364	97,166
Total Expenses	24,407,422	22,478,470	1,928,952
Change in net position	2,187,848	1,558,800	629,048
Net position beginning of year			
as restated	19,798,218	17,239,418	2,558,800
Net position end of year	\$21,986,066	\$18,798,218	\$ 3,187,848

Governmental Activities

Governmental activities increased the County's net position by \$629,048 during the current fiscal year. They keys were a reduction in expenditures year over year combined with an increase to revenue in other taxes and miscellaneous revenues.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS - CONTINUED

Governmental Activities - Continued

Total revenues saw an increase of \$2,558,000 over the prior year with the increase coming from increases in operating and capital grants and contributions as well as higher collections on property and other tax revenues.

Total expenses increased by \$1,928,952, primarily due to the increased spending for cultural and recreation activities and public works activities.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of its fiscal year.

The General Fund is the major governmental fund of the County. At the end of the fiscal year, Union County reported an unassigned fund balance of \$6,981,337, in the General Fund. Total fund balance for all the governmental funds was \$14,948,852. As a measure of the General Fund's liquidity, the total unassigned fund balance represents 37.0% of total general fund expenditures.

The County has a multitude of special revenues funds which are used to segregate the assets, liabilities, revenues and expenditures of specifically designated money, whether it be internally or externally designated. Some of the special revenues funds are: Fire Districts, E-911, Union SRT, School Resource Officer, Poll Works, Timken Sports Complex, Recreation, and Economic Development.

During the year the County started and funded, through long-term financings with general obligation bonds and capital leases, the purchase or construction of several assets and projects. These projects are kept up with in the capital projects funds where the expenditures for those projects are reported for fund financial statement purposes.

The County maintains several debt service funds to record the repayment of its general obligation debt as well as other long-term debt obligations.

GENERAL FUND BUDGETARY HIGHLIGHTS

A budgetary comparison schedule for the General Fund is provided in the Required Supplementary Information. The schedule shows the original adopted budget, the final budget, the actual results on GAAP basis, and the variance between budget and actual. After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances, new bond or loan proceeds, new grant awards, or other unanticipated revenues. The General Fund budget was not revised during the current fiscal year.

Actual revenues exceeded budgeted revenues by \$860,200 due to an increase in local option sales tax with the increased effect being reduced by lower than expected property tax collections, increased intergovernmental revenues and investment earnings. Budgeted expenditures were greater than actual expenditures by \$989,777, primarily due to lower than anticipated detention center, emergency service, emergency medical service and recreation facility expenditures.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's capital assets for its governmental activities as of June 30, 2020, totaled \$30,529,828, net of accumulated depreciation. These capital assets includes land, buildings and building improvements, vehicles, furniture and equipment. The roads (i.e. infrastructure assets) added during the fiscal year are also included.

The major capital asset additions during the year included, but were not limited to, emergency vehicles, computer equipment and software, roof replacements and repairs, emergency equipment and several additions to construction in progress on on-going projects as well as other smaller asset additions.

Net capital assets at June 30, 2020 and 2019 included:

Union County's Capital Assets

	2020	2019	Change
Land	\$ 4,236,716	\$ 4,236,716	\$ -
Land - library	23,305	23,305	-
Buildings and improvements	25,096,002	22,239,524	2,856,478
Buildings and improvements - library	2,633,930	2,633,930	-
Vehicles	4,575,451	4,407,155	168,296
Furniture, fixtures and equipment	9,119,210	8,450,093	669,117
Furniture, fixtures and equipment - library	194,409	194,409	-
Infrastructure	3,858,973	2,304,382	1,554,591
Landfill	2,528,787	2,528,787	-
Construction in progress	626,137	2,780,273	(2,154,136)
Less: Accumulated depreciation	(22,363,092)	(20,604,966)	(1,758,126)
	<u>\$ 30,529,828</u>	<u>\$ 29,193,608</u>	<u>\$ 1,336,220</u>

Additional information on the County's capital assets can be found in the notes to financial statements.

Debt Administration

The legal limit on the amount of general obligation bond indebtedness that a County can incur is 8% of their assessed value. At the end of the current fiscal year, the County had total long-term obligations outstanding of \$6,191,334. General obligation bonds constitute 60.97% of long-term debt and are backed by the full faith and credit of the County. The remainder of the long-term debt for the County is comprised of multiple capital leases (21.9%), compensated absences (9.81%) and landfill post-closure cost liabilities (7.32%).

Union County's Long-Term Obligations

	2020	2019	Change
Long-Term Obligations			
General obligation bonds	\$ 3,775,179	\$ 4,330,704	\$ (555,525)
Capital leases	1,355,685	1,689,672	(333,987)
Compensated absences	607,137	570,939	36,198
Landfill post-closure costs	453,333	487,333	(34,000)
	<u>\$ 6,191,334</u>	<u>\$ 7,078,648</u>	<u>\$ (887,314)</u>

During fiscal year 2020, the County issued one new capital lease for communications equipment.

The regularly schedule debt payments were made per their payoff schedules with principal and interest being paid on time.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020**

CAPITAL ASSET AND DEBT ADMINISTRATION - CONTINUED

Debt Administration - Continued

In addition the County also holds liabilities for other post-employment benefits and its net pension liability of \$2,532,900 and \$16,234,186, respectively. Additional information on the County's long-term obligations can be found in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local, national and international economic factors influence the County's revenues. Positive economic growth is correlated with increased revenues from property taxes, sales taxes, charges for services, as well as state and federal grants. The impact of the Coronavirus (COVID-19) has impacted every facet of the county, state and national government operations during the 2020 fiscal year. Economic growth has been negatively impacted by the constraints of shut-downs, quarantines and general business activities. During fiscal year 2020 the impact on the local economy may be measured by a variety of indicators such as employment growth, unemployment, new construction, and assessed valuation.

- As of June 2020, the unemployment rate for Union County was 11.4% compared to 4.3% at June 30, 2019. Statewide unemployment was at 7.8%, up 4.2% from one year prior. And the national unemployment rate was 11.2%. Based on preliminary data as of February 2021, South Carolina had an unemployment rate of 5.9%.
- A number of factors were considered in the approval of the County's total millage rate, including Consumer Price increases and incremental cost increases.

County Council adopted a General Fund budget for fiscal year 2021, where budgeted expenditures are projected to be \$19,753,628, an increase of approximately \$937,484 or 5% over the fiscal year 2020 budgeted expenditures. The 2021 budget appropriations include increases in salaries in conjunction with a compensation study, increases in maintenance and repair expenditures, and overall increase in utilities, insurance and general operating expenses. The County has allocated \$817,175 of current year fund balance to assist in balancing the 2020-2021 budget.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Union County, South Carolina'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 County Supervisor, Union County, 210 West Main Street, Union, South Carolina, 29379.

UNION COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities
Assets	
Pooled cash and investments	\$ 14,526,391
Investment in Joint Venture	1,400,000
Taxes receivable - net	595,834
Advances to fire districts	24,786
Due from other governments	831,057
Other receivables	134,196
Prepaid expenditures	1,000
	17,513,264
Capital Assets	
Land	4,260,021
Buildings and improvements	27,656,289
Vehicles	4,575,451
Furniture, fixtures and equipment	9,387,262
Infrastructure	3,858,973
Landfill	2,528,787
Construction in progress	626,137
Less: Accumulated depreciation	(22,363,092)
Total Capital Assets - Net of Accumulated Depreciation	30,529,828
Total Assets	48,043,092
Deferred Outflows of Resources	
Deferred loss on advanced refunding	17,511
Deferred amounts related to OPEB	103,300
Deferred amounts related to pensions	2,273,758
Total Deferred Outflows of Resources	2,394,569
Liabilities	
Accounts payable	904,889
Accrued salaries, health & fringe	381,438
Retainage payable	39,286
Due to other governments	23,384
Accrued interest payable	30,384
Non-current liabilities:	
Due within one year	947,768
Due in more than one year	5,243,566
Total OPEB liability - Due in more than one year	2,532,900
Net pension liability - Due in more than one year	16,234,186
Total Liabilities	26,337,801
Deferred Inflows of Resources	
Unavailable revenues - local option sales tax	995,405
Deferred amounts related to OPEB	475,300
Deferred amounts related to pensions	643,089
Total Deferred Inflows of Resources	2,113,794
Net Position	
Net investment in capital assets	25,386,091
Restricted for:	
General fund nonexpendable- inventory	1,000
Culture and recreation	215,688
Public safety and public works	273,410
Economic development	155,375
Unrestricted	(4,045,498)
Total Net Position	\$ 21,986,066

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

Functions/Programs	Program Revenue			Net (Expense) Revenue and	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Primary government				Governmental Activities	
Governmental activities					
General government	\$ 6,195,569	\$ 1,589,256	\$ -	\$ -	\$ (4,606,313)
Economic development	530,745	-	51,945	296,943	(181,857)
Public safety	8,336,592	1,322,874	102,406	-	(6,911,312)
Public works	2,983,548	285	1,159,215	780,818	(1,043,230)
Judicial administration	1,867,951	-	-	-	(1,867,951)
Fire protection	539,999	-	-	-	(539,999)
Culture and recreation	2,454,873	75,303	601,366	130,000	(1,648,204)
Health, education and welfare	1,365,615	69,408	526,510	-	(769,697)
Interest and fiscal charges	132,530	-	-	-	(132,530)
Total Primary Government	24,407,422	3,057,126	2,441,442	1,207,761	(17,701,093)
General Revenues:					
Property taxes levied for:					
General purposes					10,365,464
Debt Service					760,495
Sales and other miscellaneous taxes					2,904,190
Rental revenue					137,196
Intergovernmental					3,064,868
Investment earnings					174,493
Gain (loss) on sale of capital assets					21,153
Miscellaneous					2,461,082
Total general revenues					19,888,941
Change in Net Position					2,187,848
Net Position - Beginning of Year, as restated					19,798,218
Net Position - End of Year					\$ 21,986,066

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	General Fund	Union County Carnegie Library	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Governmental Funds
Assets						
Pooled cash and investments	\$ 8,643,071	\$ 143,662	\$ 4,566,796	\$ 625,628	\$ 547,234	\$ 14,526,391
Interfund receivable	262,626	78,628	214,286	-	-	555,540
Investment in joint venture	-	-	1,400,000	-	-	1,400,000
Taxes receivable - net	490,559	14,423	49,083	34,563	7,206	595,834
Advances to fire districts	24,786	-	-	-	-	24,786
Due from other governments	593,060	-	237,842	123	32	831,057
Other receivables	69,255	24,487	40,454	-	-	134,196
Prepaid expenditures	-	1,000	-	-	-	1,000
Total Assets	\$ 10,083,357	\$ 262,200	\$ 6,508,461	\$ 660,314	\$ 554,472	\$ 18,068,804
Liabilities, Deferred Inflows of Resources and Fund Balances						
Liabilities:						
Accounts payable	\$ 680,561	\$ 19,757	\$ 204,571	\$ -	\$ -	\$ 904,889
Accrued salaries, health & fringe	355,683	25,755	-	-	-	381,438
Interfund payable	78,628	-	464,360	12,552	-	555,540
Due to other governments	-	-	23,384	-	-	23,384
Retainage payable	-	-	39,286	-	-	39,286
Total Liabilities	1,114,872	45,512	731,601	12,552	-	1,904,537
Deferred Inflows of Resources:						
Unavailable revenues	1,169,973	6,022	22,451	13,507	3,462	1,215,415
Total Deferred Inflows of Resources	1,169,973	6,022	22,451	13,507	3,462	1,215,415
Fund Balances:						
Nonspendable						
Prepaid expenditures	-	1,000	-	-	-	1,000
Restricted						
Culture and recreation	-	209,666	-	-	-	209,666
Capital projects	-	-	1,814,735	-	-	1,814,735
Public safety and public works	-	-	273,410	-	-	273,410
Economic development	-	-	155,375	-	-	155,375
Committed						
Public safety and public works	-	-	101,968	-	-	101,968
Economic development	-	-	762,843	-	-	762,843
Assigned						
Public safety and public works	-	-	384,431	-	-	384,431
Judicial administration	-	-	111,832	-	-	111,832
Culture and recreation	-	-	443,667	-	-	443,667
Capital projects	-	-	-	-	551,010	551,010
Debt service	-	-	2,051,228	645,994	-	2,697,222
Economic development	-	-	916	-	-	916
Health, education and welfare	-	-	28,878	-	-	28,878
Budgetary appropriations	817,175	-	-	-	-	817,175
Unassigned	6,981,337	-	(374,874)	(11,739)	-	6,594,724
Total Fund Balances	7,798,512	210,666	5,754,409	634,255	551,010	14,948,852
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 10,083,357	\$ 262,200	\$ 6,508,461	\$ 660,314	\$ 554,472	\$ 18,068,804

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2020**

Fund Balance - Total Governmental Funds	\$ 14,948,852
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	30,529,828
Taxes receivable	220,010
Deferred outflows and inflows of resources are not available to use in the current period and, therefore, are not reported in the funds:	
Deferred loss on advanced refunding	17,511
Deferred outflows related to OPEB	103,300
Deferred outflows related to pensions	2,273,758
Deferred inflows related to OPEB	(475,300)
Deferred inflows related to pensions	(643,089)
Non-current liabilities, including bonds payable, are not due and payable in the current period and therefore not reported in the funds:	
Accrued interest payable	(30,384)
General obligation bonds	(3,775,179)
Capital leases	(1,355,685)
Compensated absences	(607,137)
Landfill post-closure costs	(453,333)
Total OPEB liability	(2,532,900)
Net Pension Liability	<u>(16,234,186)</u>
Net Position of Governmental Activities in the Statement of Net Position	<u>\$ 21,986,066</u>

The accompanying notes are an integral part of these statements.

UNION COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	General Fund	Union County Carnegie Library	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Governmental Funds
Revenues						
Property taxes	\$ 8,483,614	\$ 318,223	\$ 1,482,383	\$ 760,495	\$ 87,775	\$ 11,132,490
Local option sales tax	2,301,003	-	-	-	-	2,301,003
Other miscellaneous taxes	255,567	-	347,620	-	-	603,187
Fees and fines	436,686	7,375	610,843	-	-	1,054,904
Licenses and permits	94,735	-	497,387	-	-	592,122
Intergovernmental	1,704,717	127,939	1,582,157	-	1,251,190	4,666,003
Charges for services	999,024	-	400,710	-	-	1,399,734
Investment earnings	174,121	174	198	-	-	174,493
Miscellaneous	2,220,896	-	365,885	-	-	2,586,781
Grants	52,500	-	1,515,302	-	-	1,567,802
Contributions	1,758	226,510	2,048	-	-	230,316
Total Revenues	16,724,621	680,221	6,804,533	760,495	1,338,965	26,308,835
Expenditures						
Current:						
General government	4,592,676	-	950,623	-	-	5,543,299
Economic development	326,024	-	910,293	-	-	1,236,317
Public safety	8,249,527	-	363,439	-	-	8,612,966
Public works	1,433,401	-	352,250	-	1,116,195	2,901,846
Judicial administration	1,610,285	-	295,099	-	-	1,905,384
Fire protection	-	-	512,185	-	-	512,185
Culture and recreation	602,176	575,471	171,906	-	-	1,349,553
Health, education and welfare	682,390	-	572,489	-	-	1,254,879
Debt Service:						
Principal	296,179	-	26,893	566,437	-	889,509
Interest and other charges	33,709	-	5,381	95,039	-	134,129
Capital Outlay	-	-	735,788	-	409,831	1,145,619
Total Expenditures	17,826,367	575,471	4,896,346	661,476	1,526,026	25,485,686
Excess (Deficiency) of Revenues Over Expenditures	(1,101,746)	104,750	1,908,187	99,019	(187,061)	823,149
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	21,153	-	-	-	-	21,153
Transfers in	1,434,539	-	366,193	62,022	-	1,862,754
Transfers out	(94,386)	-	(1,370,781)	(60,299)	(65,481)	(1,590,947)
Total Other Financing Sources (Uses)	1,361,306	-	(1,004,588)	1,723	(65,481)	292,960
Net Change in Fund Balances	259,560	104,750	903,599	100,742	(252,542)	1,116,109
Fund Balances - Beginning of Year, as restated	7,538,952	105,916	4,850,810	533,513	803,552	13,832,743
Fund Balances - End of Year	\$ 7,798,512	\$ 210,666	\$ 5,754,409	\$ 634,255	\$ 551,010	\$ 14,948,852

The accompanying notes are an integral part of these statements.

UNION COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Net Change in Fund Balances - Total Governmental Funds:	\$ 1,116,109
 Amounts reported for governmental activities in the Statement of Activities are different	
Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities.	4,162
 The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term liabilities reduces long-term debt on the statement of net position. Also, governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized over the term of the long-term debt in the statement of activities.	
Principal payments on long-term debt	889,509
Amortization of deferred loss on advanced refunding	(2,563)
 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 the governmental funds:	
Landfill post-closure costs	34,000
Compensated absences	(36,198)
 The cost of pension benefits earned net of employee contributions is reported in the Statement of Activities as an element of pension expense. The fund financial statements report pension contributions as expenditures.	
	(987,369)
 The cost of OPEB benefits earned net of employee contributions is reported in the Statements of Activities as an element of OPEB expense. The fund financial statements report OPEB contributions/payments as expenditures.	
	(159,491)
 Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount for the year by which additions to on capital assets exceeded depreciation expense on capital assets.	
	1,336,220
 Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Property taxes	(6,531)
 Change in Net Position of Governmental Activities	 <u>\$ 2,187,848</u>

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020**

	Agency Funds
Assets	
Pooled cash and investments	\$ 3,309,280
Taxes receivable - net	618,449
Due from other governments	252,686
Total Assets	\$ 4,180,415
 Liabilities	
Due to other taxing districts	\$ 3,523,784
Due to other claimants	400,823
Total Liabilities	3,924,607
 Deferred inflows of resources	
Unavailable revenues - property taxes	255,808
Total Deferred inflows of resources	255,808
 Total Liabilities and Deferred Inflows of Resources	\$ 4,180,415

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

Union County, South Carolina (the County) operates under the provisions of South Carolina 1975 Act No. 283 (Home Rule Act) using a Council-Supervisor form of government. The County provides the following services: public safety (police and fire), highway and street maintenance, sanitation, health and social services, culture-recreation, public improvements, and general administration services.

The accounting policies of the County conform to U.S. generally accepted accounting principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting principles.

The County has one blended component unit, the Union County Public Facilities Corporation (PFC), which is a not-for-profit 501(c)(3) organization incorporated for the specific charitable purpose of serving as a “support organization” for the capital projects of the County. The Corporation’s board members are selected as follows: three shall be elected from among members of Union County Council and three are appointed by Union County Council. Because the Corporation exclusively benefits the County, the Corporation’s financial information is blended with that of the County in these basic financial statements. Separate financial statement information for the Corporation is included in individual columns throughout the financial statements. The Corporation does not issue separate financial statements.

B. Basis of Presentation

The County’s financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The accounts of the County are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. There are three categories of funds: governmental, proprietary and fiduciary.

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities for the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program and function of the County’s governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient for the goods and services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and the interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, and all taxes, are presented as general revenues of the County, with certain limited exceptions.

The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Basis of Presentation - Continued

Fund Financial Statements

The County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The County reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Union County Carnegie Library Fund – is used to account for the activities, revenues and expenditures of the Union Carnegie Library.

Special Revenue Funds - The special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term “proceeds of specific revenue sources” establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The County has the following major special revenue fund:

Debt Service Funds - The debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Funds - The capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations or other governments.

Additionally, the County reports the following fund type:

Fiduciary Funds (not included in the government-wide statements):

Agency Funds – Agency funds account for assets held by the County as an agent for other governmental units and courts in accordance with the Acts of the General Assembly of South Carolina. The County’s only category of fiduciary funds is agency funds for education, clerk of court, magistrates, and property taxes.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Measurement Focus and Basis of Accounting - Continued

Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of the County are included on the statement of net position.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's enterprise funds functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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.

Fund Financial Statements

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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. 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.

Those revenues susceptible to accrual are property taxes, licenses, and interest. Revenues from state and federal grants are recorded when expenditures are incurred. Taxes collected and held by the state at year end on behalf of the County are also recognized as revenue. All other revenue items are considered to be measurable and available only when cash is received by the County.

With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Agency funds have no measurement focus, but rather are custodial in nature (assets equal liabilities).

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Measurement Focus and Basis of Accounting – Continued

Revenue - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Unearned Revenue

Unearned revenue arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenue also arises when resources are received by the County before it has a legal claim to them, as when grant money is received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the County has a legal claim to the resources, the liability for the unearned revenue is removed from the balance sheet and revenue is recognized.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position

Cash and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the primary government and its component units to invest in (1) obligations of the United States and its agencies, (2) general obligations of the State of South Carolina and its political subdivisions, (3) savings and loan associations if their deposits are insured by an agency of the federal government, (4) certificates of deposit which are collaterally secured by securities of the type described at (1) and (2) held by a third party, and (5) the State Treasurer's Investment Pool.

Investments are stated at fair value, which approximates costs.

The County Treasurer collects, receives, and holds funds belonging to the County (internal) and to external entities (e.g., other governments). Internal and external funds are not commingled. For the purposes of these financial statements, the cash and investments belonging to the County funds are reported as cash and investments on the statements of net position and governmental fund balance sheets. The funds belonging to external entities are reported in an agency fund.

Receivables and Payables

Property tax receivables are shown net of all allowance for uncollectibles. Taxes on real property are assessed as of January 1, levied the following September, due January 15, and become delinquent March 16. The levy date for motor vehicle taxes is the first day of the month in which the motor vehicle license expires. These taxes are due by the last day of the same month.

For collection purposes, taxes receivable are written off at the end of ten years in accordance with South Carolina law. All other levies are recognized as revenue on the government-wide financial statements, while all those not collected within sixty days are deferred on the governmental funds statements. The uncollectible reserve at June 30, 2020, was \$235,187.

Outstanding balances between funds are reported as "due to/from other funds".

All other receivables are reported at amounts management expects to collect and are considered delinquent when not collected within one year. All delinquent receivables are reserved.

Inventories and Prepaid Items

Inventories are valued at average cost, except for obsolete inventories which are written down to scrap value. The inventory of the General Fund consists of replacement radio parts and is recorded as an expenditure when consumed. Prepaid items (office, computer, and maintenance supplies) are charged to expense when purchased.

The inventory of the Internal Service Funds consists of materials and supplies held for consumption. Costs, determined on a first in/first out (FIFO) method, are recorded as expenditures when inventory is consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Reported inventories and prepaid items in the governmental fund types are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position – Continued

Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items) and are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects that are constructed. In accordance with U.S. generally accepted accounting principles, the County has elected to implement only prospective reporting of infrastructure assets. Accordingly, only infrastructures acquired or constructed after June 30, 2003, are included in capital assets.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows:

Assets	
Buildings	50 Years
Infrastructure	10 - 40 Years
Vehicles and Equipment	5 - 10 Years

Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, the statement of net position includes separate sections for deferred outflows and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an expenditure until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as revenue until that time. The County's only deferred outflows of resources were related to pensions. The County has deferred inflows of resources related to unearned revenue, pensions and OPEB expenditures.

Other Post-Employment Benefit (OPEB) Plan

For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the OPEB plan, and additions to and deductions from the OPEB plan's fiduciary net position have been determined on the same basis as they were reported by the OPEB plan. For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Therefore, benefit and administrative expenses are recognized when due and payable. Investments are reported at fair value.

Compensated Absences

The County permits employees to accumulate earned but unused vacation (up to thirty days) and comp time pay (up to ninety days). There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service from the County. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for that amount is reported in the governmental funds only if they have matured and are material.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position – Continued

Long - Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the lives of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond issue premiums and discounts 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.

Fund Equity

The governmental fund financial statements present fund balances based on classifications that compose a hierarchy that is based primarily on the extent the County is bound to honor constraints on a specific purpose for which amounts in the respective governmental funds can be spent. The following classifications are used in the governmental fund financial statements.

Nonspendable - Amounts that are not in a spendable form (such as inventory) or are required to be maintained intact. The County has classified assets held for resale as being nonspendable because they are not expected to be converted to cash within the next current year.

Restricted - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation.

Committed - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Assigned - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned - amounts that are available for any purpose; positive amounts are reported only in the general fund. The unassigned classification also includes negative residual fund balances of any governmental fund that cannot be eliminated by the offsetting assigned fund balance amounts.

County Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by County Council through adoption or amendment of the budget as intended for a specific purpose (such as the purchase of capital assets, construction, debt service, etc.).

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position – Continued

Fund Equity - Continued

Although the County has not formally adopted a fund balance spending policy, the County would typically use restricted funds balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these classified funds. Where applicable, these classifications are presented on the face of the governmental fund balance sheet.

Net Position

Net position represents the difference between assets, deferred outflows/inflows of resources and liabilities. Net position's net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Outstanding debt, which has not been spent, is included in the same net position component as the unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

Restricted Sources

When both restricted and unrestricted resources are available, it is the County's policy to use restricted resources first, and then unrestricted resources as needed.

Accounting Estimates

The preparation of the basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Reclassifications

Certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

Interfund Transactions

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective fund's operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" in the fund financial statements.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

An annual budget is adopted on a basis consistent with U.S. generally accepted accounting principles for the General Fund. Each year, all County departments submit requests for appropriations to the county finance director. After the department requests are submitted, the finance director prepares a draft budget. The proposed budget is presented to County Council for review and approval. County Council holds public hearings and adopts the budget no later than June 30.

The appropriated budget is prepared by fund, function, and department. The legal level of budgetary control is the departmental level.

Excess of Expenditures over Appropriations

The following departments presented in the budgetary comparison schedule had excess expenditures over appropriations:

County Attorney	\$	63
Delinquent Tax Office	\$	1,032
Treasurer's Office	\$	7,314
Auditor's Office	\$	1,138
Non-Departmental	\$	100,931
Sheriff's Office	\$	37,669
Veteran's Affairs	\$	91
Alcohol and Drug Abuse	\$	15,520

Deficit Fund Balance

The following funds had a deficit fund balance as of June 30, 2020:

E-911 Services	\$	12,173
Monarch Mill Village Sewer	\$	20,019
Dixie Youth	\$	1,960
Recycling Fund	\$	109
Lockhart Trail Phase II	\$	18,137
Lockarht Boat Ramp	\$	63,341
Bonham Fire District	\$	212,570
Buffalo Fire District	\$	46,565
Bonham Fire District Bond	\$	11,739

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 3 – POOLED CASH AND INVESTMENTS

Pooled Cash

The County does not have a formal deposit policy for custodial credit risk, which is the risk that in the event of bank failure, the deposits may not be returned to the County.

As of June 30, 2020, the County had the following deposits:

	Carrying Amount	Bank Balance
Demand deposits	\$ 8,928,477	\$ 9,505,226

At June 30, 2020, the County had \$2,000 in petty cash, \$1,092,998 was covered by FDIC insurance; \$7,527,254 was collateralized by securities held by the pledging bank's trust department or agent in the County's name; and \$882,974 was uncollateralized

Investments

The County's investments are categorized 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; and Level 3 inputs are significant unobservable inputs.

Interest rate risk is the risk that the market value of securities in the portfolio will fall due to changes in the market interest rates. Although the County does not have a formal investment policy, the County minimizes interest rate risk by investing operating funds in money market funds or similar investment pools and limiting the average maturity in accordance with the County's cash requirements.

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a nationally recognized statistical rating organization. The County's policy is to invest only in those securities allowed by state statute and that are highly rated. Custodial credit risk for an investment is the risk that, in the event in the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County minimizes credit risk by limiting investments to the types of securities allowed by state statute.

Concentration of credit risk is the risk of loss attributable to the magnitude of the County's investment in a single issuer. The risk is mitigated by diversifying the investment portfolio so that the impact of potential losses from any one type of security or investor will be minimized. The County places no limits on the amount that may be invested in any one issuer.

Reconciliation of pooled cash and investments to the Government-wide Statement of Net Position:

Pooled cash and investments held by the County	\$ 14,526,391
Agency fund cash (not included in government-wide statement)	3,309,280
Less: Investments held within pooled cash and investments	(8,905,194)
Less: Petty cash	(2,000)
	\$ 8,928,477

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 3 – POOLED CASH AND INVESTMENTS – CONTINUED

Investments – Continued

Investments in Local Government Investment Pool

South Carolina Pooled Investment Fund (“SC Pool”) investments are invested with the South Carolina State Treasurer’s Office, which established the South Carolina Pool pursuant to Section 6-6-10 of the South Carolina Code. The SC Pool is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any city treasurer or any governing body of a political subdivision of the State, may be deposited. The SC Pool is a 2a 7-like pool, which is not registered with the Securities and Exchange Commission (“SEC”) as an investment company, but has a policy that it will operate in a manner consistent with the SEC’s Rule 2a 7 of the Investment Company Act of 1940. Investments are carried at fair value and determined annually based upon quoted market prices in active markets for identical assets. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.00.

As of June 30, 2020, the County’s investments in the Local Government Investment Pool were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>	<u>Fair Value Hierarchy</u>
State Treasurer’s Investment Pool	\$ 8,905,194	<60 days	Not Rated	N/A

Investment in Joint Venture

In December 2017, the Union County Facilities Corporation (a blended component unit of Union County) entered into an agreement with Midway Green Development, LLC (the economic development division of Lockhart Power) to construct and market a spec building in Union County. The County agreed to pay 50% of the construction costs, up to \$2.25 million, and 50% of the maintenance costs of the building for 50 years, or until a time at which the building is sold. The total cost of the building was \$3,472,817, of which the Corporation’s portion was \$1,736,409, less than the maximum \$2.25 million. The investment is reported at cost, as it is unknown the fair market value of the building. As of June 30, 2020, the Union County Facilities Corporation showed an Investment in Joint Venture of \$1,400,000 representing the Union County Facilities Corporation’s payments to Midway Green Development, LLC for construction costs.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 4 – CAPITAL ASSETS AND DEPRECIATION

Capital asset activity for the year ended June 30, 2020, was as follows:

	Beginning Balance 6/30/2019	Additions	Deletions	Transfers	Ending Balance 6/30/2020
Governmental Activities:					
<i>Capital Assets Not Being Depreciated:</i>					
Land	\$ 4,236,716	\$ -	\$ -	\$ -	\$ 4,236,716
Land - library	23,305	-	-	-	23,305
Construction in progress	2,780,273	523,767	-	(2,677,903)	626,137
	<u>7,040,294</u>	<u>523,767</u>	<u>-</u>	<u>(2,677,903)</u>	<u>4,886,158</u>
<i>Capital Assets Being Depreciated:</i>					
Budilings and improvements	22,239,524	332,512	-	2,523,966	25,096,002
Budilings and improvements - library	2,633,930	-	-	-	2,633,930
Vehicles	4,407,155	168,296	-	-	4,575,451
Furniture, fixtures and equipment	8,450,093	669,117	-	-	9,119,210
Furniture and equipment - library	194,409	-	-	-	194,409
Infrastructure	2,304,382	1,400,654	-	153,937	3,858,973
Landfill	2,528,787	-	-	-	2,528,787
	<u>42,758,280</u>	<u>2,570,579</u>	<u>-</u>	<u>2,677,903</u>	<u>48,006,762</u>
<i>Accumulated Depreciation:</i>					
Budilings and improvements	9,202,846	789,012	-	-	9,991,858
Budilings and improvements - library	467,356	77,182	-	-	544,538
Vehicles	3,691,395	207,800	-	-	3,899,195
Furniture, fixtures and equipment	3,714,929	560,319	-	-	4,275,248
Furniture and equipment - library	135,233	5,697	-	-	140,930
Infrastructure	934,416	101,091	-	-	1,035,507
Landfill	2,458,791	17,025	-	-	2,475,816
	<u>20,604,966</u>	<u>1,758,126</u>	<u>-</u>	<u>-</u>	<u>22,363,092</u>
Net Assets Being Depreciated	<u>22,153,314</u>	<u>812,453</u>	<u>-</u>	<u>2,677,903</u>	<u>25,643,670</u>
Net Capital Assets - Governmental Activities	<u>\$ 29,193,608</u>	<u>\$ 1,336,220</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,529,828</u>

Depreciation was charged to functions/programs as follows:

Governmental Activities:	
General government	\$ 148,666
Culture and recreation	199,680
Health, education and welfare	163,083
Public safety	586,725
Public works	659,972
	<u>\$ 1,758,126</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 5 – LONG-TERM OBLIGATIONS

The following is a summary of long-term debt of the County for the year ended June 30, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Governmental Activities:					
Debt Obligations					
General Obligation Bonds	\$ 4,330,704	\$ -	\$ 555,525	\$ 3,775,179	\$ 567,027
Capital Leases	1,689,672	-	333,987	1,355,685	336,407
Compensated Absences	570,939	-	7,058	607,137	10,334
Landfill Post-Closure Costs	487,333	-	34,000	453,333	34,000
 Total Long-Term Obligations for Governmental Activities	 <u>\$ 7,078,648</u>	 <u>\$ -</u>	 <u>\$ 930,570</u>	 <u>\$ 6,191,334</u>	 <u>\$ 947,768</u>

General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition, construction, and major improvement to its buildings and other facilities. General obligation bonds are direct obligations and pledged with the full faith and credit of the County. These bonds are issued as multi-year serial bonds with varying amounts of principal maturing each year. Payments on general obligation bonds are made by the debt service fund.

General obligations bonds currently outstanding are:

Description	Amount Issued	Interest Rates	Maturity Date	Annual Principal Payments	Amount Outstanding
General Obligation Bonds, Series 2014	\$ 275,000	3.00%	4/1/2034	\$10,886 to \$18,705	\$ 217,079
General Obligation Refunding Bonds, Series 2016A	\$1,458,000	1.90%	4/1/2027	\$41,000 to \$170,000 \$43,000 to	1,122,000
General Obligation Bonds, Series 2016B	\$2,540,000	1.90%	4/1/2027	\$220,000 \$22,430 to	1,792,000
General Obligation Bonds, Series 2017	\$ 550,000	2.75%	4/1/2037	\$36,500 \$15,235 to	504,523
General Obligation Bonds, Series 2018	\$ 172,045	3.00%	4/1/2028	\$19,300	139,577
					<u>\$3,775,179</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 5 – LONG-TERM OBLIGATIONS - CONTINUED

Annual debt service requirements to maturity for general obligations bonds are as follows:

Year Ending June 30	General Obligation Bonds		
	Principal	Interest	Total
2021	\$ 567,026	\$ 80,098	\$ 647,124
2022	577,539	68,790	646,329
2023	416,097	57,276	473,373
2024	424,677	48,838	473,515
2025	432,349	40,174	472,523
2026 - 2030	1,049,767	88,216	1,137,983
2031 - 2035	235,651	29,219	264,870
2036 - 2040	72,073	2,986	75,059
	<u>\$ 3,775,179</u>	<u>\$ 415,597</u>	<u>\$ 4,190,776</u>

Capital Leases

The county has entered into various lease agreements as lessee in order to finance acquisition of selected vehicles, and communication and office equipment. These lease agreements include a bargain purchase options and qualify as capital leases for accounting purposes. Buildings, vehicles and equipment have been purchased with proceeds from capital lease obligations and depreciation has been recorded on those assets. For the year ended June 30, 2020, total assets and accumulated depreciation from capital leases were as follows:

Assets	Governmental Activities
Equipment	\$ 1,882,450
Less: Accumulated Depreciation	(668,898)
	<u>\$ 1,213,552</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of June 30, 2020 were as follows:

Year Ended June 30,	Amount
2021	\$ 371,111
2022	324,755
2023	285,786
2024	80,066
2025	79,380
2026 - 2030	257,806
2031 - 2034	83,007
Total minimum lease payments	1,481,911
Less, amount representing interest	(126,226)
Present value of minimum lease payments	<u>\$ 1,355,685</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 5 – LONG-TERM OBLIGATIONS - CONTINUED

Payments for lease purchase agreements are made by the general fund, special revenue funds, capital project funds, and debt service fund.

Landfill Closure and Post Closure Care Costs

The South Carolina Department of Health and Environmental Control (DHEC) requires landfill operators to provide for the inspection and maintenance of the physical characteristics of the site, as well as monitoring and maintenance of the groundwater and gas monitoring systems and the leachate collection and treatment system for a period of thirty years following the closing of the landfill. DHEC also requires that operators cover the landfill with a minimum cover of certain permeability. The County's liability for closure and post-closure care costs is based on landfill capacity used to date. The County's landfill has been closed and is considered to be at 100 percent of capacity. Based on an updated valuation of the future post-closure costs, as of October 30, 2018, the estimated remaining post-closure care costs are \$510,000 and the long-term liabilities in the statement of net position include that amount. Post-closure care costs are based on engineering estimates and are subject to change due to inflation, deflation, technology, and/or applicable laws and regulations and are reported in the General Fund. Annual post closure costs are estimated to be \$34,000 each year until October 2033.

Debt Service Payments

Payments on general obligation bonds are made by the debt service fund. Governmental activities lease purchase agreements are paid for by the general fund, special revenue funds, capital project funds, and debt service fund. Compensated absences are liquidated by the general fund.

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020

NOTE 6 – PENSION PLANS

A. South Carolina Retirement System

Plan Description - The County, as the employer, participates in the South Carolina Retirement System (SCRS) Plan - a cost-sharing multiple-employer defined benefit pension plan administered and managed by the South Carolina Public Employee Benefit Authority (PEBA), a state agency. PEBA issues a Comprehensive Annual Financial Report (CAFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The CAFR that is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223.

Benefits Provided/Membership - SCRS provides retirement and other benefits for employees of the state, its public school districts, and political subdivisions. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws, and PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current year salary.

This plan covers general employees, teachers and individuals newly elected to the South Carolina General Assembly beginning with November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit.

An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years.

Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five- or eight-year earned service requirement, respectively.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 1% or \$500 every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS

A. South Carolina Retirement System

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established, a ceiling for SCRS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS. The legislation also increased employer contribution rates to increase by a minimum of one percentage point each year through July 1, 2022. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS is scheduled to be reduced over a ten-year schedule from 30 years beginning fiscal year 2018, to 20 years by fiscal year 2028.

Additionally, the board is prohibited from decreasing the SCRS contribution rates until the funded ratio is at least 85%. If the most recent actuarial valuation of the system for funding purposes shows a ratio of the actuarial value of the system assets to the actuarial accrued liability of the system (the funded ratio) that is equal to or greater than 85%, then the board, effective the following July 1st, may decrease the then current contribution rates upon making a finding that the decrease will not result in a funded ratio of less than 85%. If contribution rates decreased pursuant to this provision and the most recent annual actuarial valuation of the system shows a funded ratio of less than 85%, then effective the following July 1st, and annually thereafter as necessary, the board shall increase the then current contribution rates until a subsequent annual actuarial valuation of the system shows a funded ratio that is equal to or greater than 85%.

Required employee (both Class II and III) contribution rates for the year ended June 30, 2020 was 9.00%. Required employer contribution rates for the year ended June 30, 2020 was 15.41%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.15% of earnable compensation, if participating in the death benefit program.

Contributions to the Plan from the County were \$731,146, for the year ended June 30, 2020. For the State's year end June 30, 2019, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2019, \$47,662 of contributions paid on behalf of the County by the General Assembly for SCRS was recognized as other operating revenues.

Employee and employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (9.0%) and a portion of the employer contribution (5%). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (10.41%) and an incidental death benefit contribution (0.15%), if applicable, which is retained by SCRS.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

A. South Carolina Retirement System – Continued

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2020, the County reported a net pension liability of \$10,450,208 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability, net pension liability and sensitivity information are based on an actuarial valuation performed as of July 1, 2018. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year end June 30, 2019, using generally accepted actuarial principles. The allocation of the County's proportionate share of the collective net pension liability and pension expense were calculated on the basis of the County's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2019. Based upon this information, the County's proportion of the collective net pension liability is 0.0457600%, an increase of 0.000115% since June 30, 2018, the prior measurement date.

For the year ended June 30, 2020, the County recognized pension expense of \$1,545,053. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 7,184	\$ 75,072
Changes in assumptions	210,587	-
Net difference between projected and actual earnings on pension plan investments	92,520	-
Changes in proportion and differences between County contributions and proportionate share of contributions	139,966	362,312
County contributions subsequent to the measurement date	<u>731,146</u>	<u>-</u>
Total	<u>\$ 1,181,403</u>	<u>\$ 437,384</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

A. South Carolina Retirement System – Continued

Deferred outflows of resources of \$731,146 related to pensions in 2020 resulted from the County contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>		
2021	\$	215,250
2022		(238,754)
2023		695
2024		35,682
	<u>\$</u>	<u>12,873</u>

Actuarial Assumptions – Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to 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 System was most recently issued for the period ending July 1, 2015.

The June 30, 2019 total pension liability, net pension liability, and sensitivity information determined by the July 1, 2018 valuation, which used the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.0% to 12.5% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.25% (includes 2.25% inflation)

The post-retiree mortality assumption is dependent upon the member’s job category and gender. The base mortality assumptions, the 2016 Public Retirees of South Carolina mortality table (2016 PRSC), were developed using the Systems’ mortality experience. The base rates are adjusted for future improvement in mortality using published Scale AA projected from the year 2016.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

A. South Carolina Retirement System – Continued

The long-term expected rate of return on pension plan investments is based upon the 20 year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees. Expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2019 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation, and is summarized in the following table. For actuarial purposes, the 7.25% assumed annual investment rate of return used in the calculation of the total pension liability includes 5.00% real rate of return and a 2.25% inflation component.

Asset Class	Target Allocation	Long-term Expected Portfolio Real Rate of Return
Global Equity	51%	3.61%
Real Assets	12%	0.69%
Opportunistic	8%	0.26%
Credit	15%	0.64%
Rate Sensitive	14%	0.21%
Total Expected Real Return	<u>100%</u>	<u>5.41%</u>
Inflation for Actuarial Purposes		<u>2.25%</u>
Total Expected Nominal Return		<u><u>7.66%</u></u>

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the 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.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the County's proportionate share of the collective net pension liability calculated using the discount rate of 7.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current rate::

	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
County's proportionate share of the collective net pension liability	\$ 13,165,076	\$ 10,450,208	\$ 8,184,495

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

A. South Carolina Retirement System – Continued

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems' audited financial statements for the fiscal year ended June 30, 2019 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System's fiduciary net position have been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of July 1, 2018. The additional information is publically available on PEBA's Retirement Benefits' website at www.peba.sc.gov.

B. South Carolina Police Officers Retirement System

Plan Description - The County, as the employer, participates in the South Carolina Police Officers Retirement System (PORS) Plan - a cost-sharing multiple-employer defined benefit pension plan administered and managed by the South Carolina Public Employee Benefit Authority (PEBA), a state agency. PEBA issues a Comprehensive Annual Financial Report (CAFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The CAFR is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223.

Benefits Provided/Membership - PORS provides retirement and other benefits for police officers and firemen of the state and its political subdivisions. 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. Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws, and PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws.

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. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation /current annual salary.

An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively.

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020

NOTE 6 – PENSION PLANS – CONTINUED

B. South Carolina Police Officers Retirement System - Continued

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 1% or \$500 every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established, a ceiling for PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.75% for PORS. The legislation also increased employer contribution rates to increase by a minimum of one percentage point each year through July 1, 2022. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of PORS is scheduled to be reduced over a ten-year schedule from 30 years beginning fiscal year 2018, to 20 years by fiscal year 2028.

Additionally, the board is prohibited from decreasing the PORS contribution rates until the funded ratio is at least 85%. If the most recent actuarial valuation of the system for funding purposes shows a ratio of the actuarial value of the system assets to the actuarial accrued liability of the system (the funded ratio) that is equal to or greater than 85%, then the board, effective the following July 1st, may decrease the then current contribution rates upon making a finding that the decrease will not result in a funded ratio of less than 85%. If the contribution rates decreased pursuant to this provision and the most recent annual actuarial valuation of the system shows a funded ratio of less than 85%, then effective the following July 1st, and annually thereafter as necessary, the board shall increase the then current contribution rates until the subsequent annual actuarial valuation of the system shows a funded ratio that is equal to or greater than 85%.

Required employee (both Class II and III) contribution rates for the year ended June 30, 2020 was 9.75%. Required employer contribution rates for the year ended June 30, 2020 was 17.84%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.20% of earnable compensation, if participating in the incidental and/or accidental death benefit program, respectively.

Contributions to the Plan from the County were \$547,800, for the year ended June 30, 2020. For the State's year end June 30, 2019, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2019, \$26,922 of contributions paid on behalf of the County by the General Assembly for PORS was recognized as other operating revenues.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2020, the County reported a net pension liability of \$5,783,978 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability, net pension liability and sensitivity information are based on an actuarial valuation performed as of July 1, 2018. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year end June 30, 2019, using generally accepted actuarial principles. The allocation of the County's proportional share of the collective net pension liability and pension expense were calculated on the basis of the County's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2019. Based upon this information, the County's proportion of the collective net pension liability is 0.201818%, an increase of 0.00638% since June 30, 2018, the prior measurement date.

For the year ended June 30, 2020, the County recognized pension expense of \$774,766. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 118,931	\$ 42,748
Changes in assumptions	229,364	-
Net difference between projected and actual earnings on pension plan investments	73,337	-
Changes in proportion and differences between County contributions and proportionate share of contributions	122,923	162,957
County contributions subsequent to the measurement date	547,800	-
Total	\$ 1,092,355	\$ 205,705

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Deferred outflows of resources of \$547,800 related to pensions resulted from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	
2021	\$ (216,692)
2022	(50,604)
2023	(39,463)
2024	(32,091)
	<u>\$ (338,850)</u>

Actuarial Assumptions – Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to 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 System was most recently issued for the period ending July 1, 2015.

The June 30, 2019 total pension liability, net pension liability, and sensitivity information is determined by the July 1, 2018 valuation, which used the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.5% to 9.5% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.25% (includes 2.25% inflation)

The post-retiree mortality assumption is dependent upon the member’s job category and gender. The base mortality assumptions, the 2016 Public Retirees of South Carolina mortality table (2016 PRSC), were developed using the Systems’ mortality experience. The base rates are adjusted for future improvement in mortality using published Scale AA projected from the year 2016.

The long-term expected rate of return on pension plan investments is based upon the 20 year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectation and market based inputs. Expected returns are net of investment fees. Expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2019 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation, and is summarized in the following table. For actuarial purposes, the 7.25% assumed annual investment rate of return used in the calculation of the total pension liability includes 5.00% real rate of return and a 2.25% inflation component.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Asset Class	Target Allocation	Long-term Expected Portfolio Real Rate of Return
Global Equity	51%	3.61%
Real Assets	12%	0.69%
Opportunistic	8%	0.26%
Credit	15%	0.64%
Rate Sensitive	14%	0.21%
Total Expected Real Return	<u>100%</u>	<u>5.41%</u>
Inflation for Actuarial Purposes		<u>2.25%</u>
Total Expected Nominal Return		<u><u>7.66%</u></u>

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in PORS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the 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.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the County's proportionate share of the collective net pension liability calculated using the discount rate of 7.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
County's proportionate share of the collective net pension liability	\$ 7,838,662	\$ 5,783,978	\$ 4,100,673

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems' audited financial statements for the fiscal year ended June 30, 2019 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System's fiduciary net position have been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of July 1, 2018. The additional information is publically available through PEBA's Retirement Benefits' website at www.peba.sc.gov.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 6 – PENSION PLANS – CONTINUED

C. Reconciliation to Government-wide Financial Statements

Deferred Inflows/Outflows of Resources, Net Pension Liability and Pension Expense, as reported in the aggregate on the Statement of Net Position, combining the South Carolina Retirement System and the Police Officers' Retirement System amounts. The amounts, as reported, can be disaggregated as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Pension Liability	Pension Expense
South Carolina Retirement System	\$ 1,181,403	\$ 437,384	\$ 10,450,208	\$ 787,808
Police Officers Retirement System	1,092,355	205,705	5,783,978	200,045
Totals as Reported on Statement of Net Position	<u>\$ 2,273,758</u>	<u>\$ 643,089</u>	<u>\$ 16,234,186</u>	<u>\$ 987,853</u>

NOTE 7 – POST RETIREMENT HEALTHCARE BENEFITS

Plan Description

Union County maintains a group defined benefit plan to provide certain post-retirement healthcare benefits, in accordance with County ordinances. Employees must meet one or more of the SCRS eligibility requirements, such as age, length of service being over 15 years, and hire date. Benefits are effective at the date of retirement or when the employee is eligible for retirement benefits. The County does not issue separate audited financial statements for this plan.

Benefits Provided/Funding Policy

The County currently pays up to 100% of employer's share of premiums towards eligible retirees' health insurance premiums to the State of South Carolina Insurance Benefits Program. The County has chosen to fund the healthcare benefits on a pay-as-you-go basis through an annual appropriation. For the year ended June 30, 2020, the County paid \$39,600 to provide these benefits to eligible retirees. Membership in the plan as of July 1, 2019, the date of the last actuarial valuation was:

Inactive plan members or beneficiaries receiving benefits	13
Active plan members	175
Total plan members	<u>188</u>

Total OPEB Liability

The County's total OPEB liability of \$2,532,900 was measured as of June 30, 2020, and was determined by an actuarial valuation as of July 1, 2019.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 7 – POST RETIREMENT HEALTHCARE BENEFITS - CONTINUED

Actuarial Assumptions and Other Inputs

The total OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods including the measurement date, unless otherwise specified:

Actuarial Cost Method:	Entry Age Actuarial Cost Method
Discount Rate:	3.13% equal to Municipal GO AA 20-year Curve Rate
Inflation:	2.25%
Salary Increases:	3.00%
Healthcare Costs Trends:	7.00% for fiscal year ended 2020 (to reflect actual experience), then decreaseing 0.25% per year to an ultimate rate of 5.00%
Mortality:	RP-2014 Mortality Table, fully generational with base year 2006, projected using two-deimensional mortality improvement scale MP-2019
Retirees' Share of Benefit	
Related Costs:	Pay as you go system with County paying all benefits

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study. The data for active employees, retirees and covered spouses were provided by the plan administrator. No audit was performed of the actuarial valuation but the number of employees in various categories were analyzed for obvious errors or important inconsistencies, which there were none.

Changes in the assumptions and other inputs reflect a change in the discount rate from 3.62% to 3.13% in the current year.

Changes in the Total OPEB Liability

Balance as of June 30, 2019	\$ 2,563,400
Changes During the Year:	
Service Cost	140,100
Adjustment to annual required contribution	15,100
Interest on Total OPEB Liabilty	97,100
Difference between expected and actual experience of the Total OPEB Liability	(368,900)
Changes of Assumptions	125,700
Benefit Payments	(39,600)
	<hr/>
Balance as of June 30, 2020	<u><u>\$ 2,532,900</u></u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 7 – POST RETIREMENT HEALTHCARE BENEFITS - CONTINUED

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate of 1% lower (2.13%) or 1% higher (4.13%) than the current discount rate:

	1% Decrease 2.13%	Current Discount Rate Assumption 3.13%	1% Increase 4.13%
Total OPEB Liability	\$ 3,825,200	\$ 2,532,900	\$ 2,276,500

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend rates of 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease in Trend Rate	Current Healthcare Cost Trend Rate	1% Increase in Trend Rate
Total OPEB Liability	\$ 2,211,700	\$ 2,532,900	\$ 2,920,600

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2020, the County recognized OPEB expense of \$136,654. At June 30, 2020, the County's contributions subsequent to the measurement date of \$40,446 are reported as deferred outflows of resources, and will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2020. The County reported deferred outflows of resources and deferred inflows of resources related to the OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 461,200
Changes in assumptions	103,300	14,100
County contributions subsequent to the measurement date	40,446	-
Total	\$ 143,746	\$ 475,300

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 7 – POST RETIREMENT HEALTHCARE BENEFITS - CONTINUED

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

<u>Year Ended June 30,</u>	
2021	\$ (90,000)
2022	(90,000)
2023	(90,000)
2024	(74,800)
2025	(25,400)
Thereafter	(1,800)
	<u>\$ (372,000)</u>

NOTE 8 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

The following is a summary of interfund receivables and payables at June 30, 2020:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 262,626	\$ (78,628)
Union County Carnegie Library	78,628	-
Special Revenue Fund		
<i>Economic Development Fund</i>	214,286	-
<i>E911 Services</i>	-	(31,941)
<i>Recycling Fund</i>	-	(7,606)
<i>Lockhart Trial Phase II</i>	-	(18,137)
<i>Lockhart Boat Ramp</i>	-	(63,341)
<i>Opportunity Zone Credit</i>	-	(19,900)
<i>Alcohol and Drug Grants</i>	-	(450)
<i>Airport Expansion</i>	-	(56,377)
<i>Bonham Fire District</i>	-	(215,678)
<i>Buffalo Fire District</i>	-	(50,930)
Debt Service Fund		
<i>Bonham Fire District Bond</i>	-	(12,552)
	<u>\$ 555,540</u>	<u>\$ (555,540)</u>

Interfund receivables and payables result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 8 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Transfers

The following is a summary of interfund transfers for the year ended June 30, 2020:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 1,434,539	\$ (94,386)
Special Revenue Fund		
<i>Economic Development Fund</i>	-	(129,002)
<i>Emergency Medical Services</i>	-	(33,601)
<i>Sports Complex</i>	-	(354)
<i>Road User Fees</i>	-	(285)
<i>Tuition Assistance Program</i>	70,211	-
<i>Solicitor's Office</i>	-	(180,718)
<i>Workforce Development Coordinator</i>	985	-
<i>Victim's Advocate</i>	-	(63,709)
<i>E911 Services</i>	-	(161,323)
<i>Title IV-D</i>	-	(123,441)
<i>Jail Commisary</i>	14,689	-
<i>Solid Waste Tire Fee</i>	-	(24,968)
<i>Medical/Education Building</i>	10,000	-
<i>Commion on Alcohol and Drug Abuse</i>	257,118	(616,307)
<i>Airport Expansion</i>	13,190	-
<i>Bonham Fire District</i>	-	(420)
<i>Buffal Fire District</i>	-	(35,704)
<i>Kelly-Kelton Fire District</i>	-	(949)
Debt Service Fund		
<i>2011 GO Bond</i>	-	(60,149)
<i>2016B GO Bonds</i>	60,653	-
<i>Kelly-Kelton Fire Disrict Bond</i>	949	-
<i>Bonham Fire District Bond</i>	420	-
<i>Other Debt Service</i>	-	(150)
Capital Projects Fund		
<i>Economic Development Board</i>	-	(65,481)
Aggregate Remaining Fund Information	-	(271,807)
	<u>\$ 1,862,754</u>	<u>\$ (1,862,754)</u>

During the year, transfers were used to 1) move funds for capital projects as needed to their specific funds, 2) for routine transfers of funds to and from other funds, such as covering of certain expenditures from special revenue grants.

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020

NOTE 9 – TAX ABATEMENTS

As an economic development tool, Union County engages in two programs to attract business and industry to the County, as well as to maintain and care for the existing manufacturers and jobs that currently exist. The two programs that the County utilizes, under South Carolina law, are the Fee in Lieu of Tax Agreements (FILOT) and the Special Source Revenue Credits (SSRC). These two mechanisms allow the County to reduce the amount of ad valorem property tax that will be paid on new business investments, that have not been previously taxed in this state. With the location and resources available in Union County, these two programs allow the County to somewhat level the playing field with competing towns or counties throughout the state or country and make it more appealing for companies to invest here. These two programs are the only ones that incorporate the abatement of taxes as incentives in Union County.

Fee in Lieu of Tax (FILOT)

Under South Carolina law, the County, through passage of an ordinance, may choose to reduce the taxes paid by the company if certain investment and job creation thresholds are met as statutorily required and agreed upon by the County and the company. All with different types of thresholds that must be met, there are four types of FILOT agreements that may be entered into and they are as follows: **Simple Fee** – authorized by Chapter 44 of Title 12 of S.C. Code of Laws. Minimum new investment to qualify for incentives is \$2.5 million, subject to other conditions. **Little Fee** – authorized by Chapter 12 of Title 4 of S.C. Code of Laws. Minimum new investment to qualify for incentives is \$2.5 million, subject to other conditions. **Big Fee** – authorized by S.C. Code § 4-29-67. Minimum new investment to qualify for incentives is \$45 million, subject to other conditions. **Enhanced Fee** – authorized by Chapter 44 of Title 12 of S.C. Code of Laws. Minimum new investment to qualify for incentives is \$400 million or \$150 million with at least 125 new full-time jobs.

FILOT agreements typically reduce the assessment ratio of property from 10.5 to 6%, determine the millage rate, investment period, minimum investment amount, job creation levels, and in some cases determine the amount to be paid by the company on an equalized basis. For FY 2020, County taxes abated under FILOT agreements totaled \$7,377,225. This includes the proportionate values for all County operating levies and County-set levies to include fire service areas.

The failure of the company to meet the required investment and job creation thresholds could result in the discontinuation of the FILOT agreement. Depending on the terms of the agreement, a failure may also result in the payment of additional taxes for prior years. The terms of the agreement also provide whether the SSRC is reduced and if so, by how much if investment levels are not met.

Special Source Revenue Credits (SSRC)

S.C. Code § 4-1-175 and § 4-29-68 allow the County, as part of its economic development program, to offer property tax reductions through a SSRC provided, however, that the property is located within a multi-county industrial park. The statutes authorize the County to offer credit to the company against annual park FILOT payments as identified by either a specified percentage or dollar amount for a specified number of years contingent on certain investment and/or job creation conditions. The amount of the SSRC is limited by statute to the amount of money spent by the company on infrastructure related on the project. For FY 2020, County taxes abated under SSRCs totaled \$2,436,392. This includes the proportionate values for all County operating levies and County-set levies to include fire service areas.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 10 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 11 – COMMITMENTS AND CONTINGENCIES

Grants

Amounts received or receivable from grant programs are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Litigation

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

Outstanding Commitments on Construction Contracts

Total contractual commitments of the County as of June 30, 2020 are as follows:

Projects	Contract Amount	Job to Date Expenditures	Outstanding Commitments
Boat Ramp	\$ 63,341	\$ 63,341	\$ -
Education/Medical Bldg @ Det Ctr	27,573	27,573	-
Airport Expansion	387,135	387,135	-
Monarch Mill Sewer Project	857,618	424,762	432,856
Flack Stack Trail - Phase 1	148,089	148,089	-
	<u>\$ 1,483,756</u>	<u>\$ 1,050,900</u>	<u>\$ 432,856</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2020**

NOTE 12 – PRIOR PERIOD ADJUSTMENT

In December 2017, the Union County Facilities Corporation entered into an agreement with Midway Green Development, LLC to construct jointly a spec building in Union County. The building would be owned and operated by Midway Green Development, LLC with the Union County Facilities Corporation funding 50% of the construction and 50% of the ongoing maintenance. The payments related to the capital outlay were previously reported as expenditures but are now reported as Investment in Joint Venture and have an affect on the County's financial report as follows:

	<u>Government-wide</u>	<u>Special Revenue Funds</u>
Beginning Net Position / Fund Balance, as Reported	\$ 18,798,218	\$ 3,850,810
Adjustment for Investment in Joint Venture	<u>1,000,000</u>	<u>1,000,000</u>
Beginning Net Position / Fund Balance, as Restated	<u>\$ 19,798,218</u>	<u>\$ 4,850,810</u>

NOTE 13 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 28, 2021, the date the financial statements were available to be issued.

As of December 31, 2020, and as required by the Contract between the Union County Facilities Corporation and Midway Green Development, LLC, the remaining balance on the capital funding towards the joint venture spec building was paid in the amount of \$336,408 which satisfied the County's obligation of 50% of the construction costs.

SCHEDULE 1

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE
 OF THE COLLECTIVE NET PENSION LIABILITY
 SOUTH CAROLINA RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS*

	2020	2019	2018	2017	2016	2015
County's Proportion of the Collective Net Pension Liability	0.045766%	0.045651%	0.048765%	0.048252%	0.034882%	0.036404%
County's Proportionate Share of the Collective Net Pension Liability	\$ 10,450,208	\$ 10,228,884	\$ 10,977,786	\$ 10,306,556	\$ 6,615,539	\$ 5,792,481
County's Covered Payroll	\$ 4,832,720	\$ 4,723,771	\$ 4,880,023	\$ 4,678,776	\$ 3,456,255	\$ 3,507,054
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	216.24%	216.54%	224.95%	220.28%	191.41%	165.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	54.40%	54.10%	53.30%	52.90%	57.00%	59.90%

Note to Schedule:

June 30, 2015 was the first year of GASB 68 implementation, therefore 10-year data is not available yet.

* The amounts presented were determined as of the prior fiscal year ending June 30.

SCHEDULE 2

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
 SOUTH CAROLINA RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015
Statutorially Required Contributions	\$ 731,146	\$ 634,314	\$ 575,110	\$ 549,385	\$ 499,898	\$ 355,821
Contributions in Relation to the Statutorially Required Contributions	731,146	634,314	575,110	549,385	499,898	355,821
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's Covered-Employee Payroll	\$ 4,994,787	\$ 4,832,720	\$ 4,723,771	\$ 4,880,023	\$ 4,678,776	\$ 3,456,255
Contributions as a Percentage of Covered-Employee Payroll	14.64%	13.13%	12.17%	11.26%	10.68%	10.29%

Note to Schedule:

June 30, 2015 was the first year of GASB 68 implementation, therefore 10-year data is not available yet.

SCHEDULE 3

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE
 OF THE COLLECTIVE NET PENSION LIABILITY
 SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS*

	2020	2019	2018	2017	2016	2015
County's Proportion of the Collective Net Pension Liability	0.218180%	0.195438%	0.205570%	0.205360%	0.216570%	0.221550%
County's Proportionate Share of the Collective Net Pension Liability	\$ 5,783,978	\$ 5,537,809	\$ 5,631,797	\$ 5,208,904	\$ 4,720,157	\$ 4,241,510
County's Covered Payroll	\$ 2,927,825	\$ 2,705,150	\$ 2,788,167	\$ 2,600,532	\$ 2,679,762	\$ 2,664,740
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	197.55%	204.71%	201.99%	200.30%	176.14%	159.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.70%	61.70%	60.90%	60.40%	64.60%	67.50%

Note to Schedule:

June 30, 2015 was the first year of GASB 68 implementation, therefore 10-year data is not available yet.

* The amounts presented were determined as of the prior fiscal year ending June 30.

SCHEDULE 4

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
 SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015
Statutorially Required Contributions	\$ 547,800	\$ 477,742	\$ 412,394	\$ 397,035	\$ 357,312	\$ 359,355
Contributions in Relation to the Statutorially Required Contributions	547,800	477,742	412,394	397,035	357,312	359,355
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's Covered-Employee Payroll	\$ 3,150,887	\$ 2,927,285	\$ 2,705,150	\$ 2,788,167	\$ 2,600,532	\$ 2,679,762
Contributions as a Percentage of Covered-Employee Payroll	17.39%	16.32%	15.24%	14.24%	13.74%	13.41%

Note to Schedule:

June 30, 2015 was the first year of GASB 68 implementation, therefore 10-year data is not available yet.

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF CHANGES IN THE COUNTY'S
 TOTAL OPEB LIABILITY AND RELATED RATIOS
 JUNE 30, 2020

	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 140,100	\$ 161,600	\$ 155,800
Interest on total OPEB liability	97,100	97,900	90,400
Adjustment to Annual Required Contribution	15,100		
Difference Between Actual and Expected Experience	(368,900)	(243,700)	-
Effect of economic/demographic gains or (losses)	-	-	-
Effect of assumption changes or inputs	125,700	(21,900)	-
Benefit payments	(39,600)	(33,900)	(64,000)
Net Change in Total OPEB Liability	(30,500)	(40,000)	182,200
Total OPEB Liability - Beginning of Year	2,563,400	2,603,400	2,414,400
Total OPEB Liability - End of Year	<u>\$ 2,532,900</u>	<u>\$ 2,563,400</u>	<u>\$ 2,596,600</u>
Covered Payroll	\$ 6,279,700	\$ 6,279,700	\$ 6,263,373
Total OPEB Liability as a % of Covered Payroll	40.335%	40.820%	41.457%

Note to Schedule:

There are no assets accumulated in a trust to pay the related benefits.

June 30, 2018 was the first year of GASB 75 implementation, therefore 10-year data is not available yet.

**UNION COUNTY, SOUTH CAROLINA
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
JUNE 30, 2020**

	2020	2019	2018
Statutorially Required Contributions	\$ 39,600	\$ 33,621	\$ 30,400
Contributions in Relation to the Statutorially Required Contributions	39,600	33,621	30,400
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
County's Covered-Employee Payroll	\$ 6,514,200	\$ 6,279,700	\$ 6,279,700
Contributions as a Percentage of Covered-Employee Payroll	0.61%	0.54%	0.48%

Notes to Schedule:

The employer has elected to make annual contributions equal to the benefit payments. The employer share of net benefits is the difference between the expected benefit payments and the retiree contributions. It is sometimes referred to as "pay-as-you-go".

The expected benefit payments are actuarially determined to reflect age difference between overall covered group and the retiree group.

There are no assets accumulated in a trust to pay the related benefits.

June 30, 2018 was the first year of GASB 75 implementation, therefore 10-year data is not available yet.

**UNION COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Property taxes	\$ 9,425,000	\$ 9,965,000	\$ 8,483,614	\$ (1,481,386)
Local option sales tax	500,000	500,000	2,301,003	1,801,003
Other miscellaneous taxes	390,000	207,800	255,567	47,767
Fees and fines	637,750	496,750	436,686	(60,064)
Licenses and permits	60,000	60,000	94,735	34,735
Intergovernmental	1,490,171	1,330,871	1,704,717	373,846
Charges for services	2,956,500	1,074,000	999,024	(74,976)
Investment earnings	73,500	70,000	174,121	104,121
Miscellaneous	685,287	2,080,000	2,220,896	140,896
Grants	40,000	80,000	52,500	(27,500)
Contributions	-	-	1,758	1,758
Total Revenues	16,258,208	15,864,421	16,724,621	860,200
Expenditures				
Supervisor & council	509,902	509,902	500,076	9,826
Information technology	222,110	222,046	178,312	43,734
Development Board	269,577	269,577	207,339	62,238
Community development	69,278	69,278	68,939	339
Tourism	115,926	115,926	49,746	66,180
Magistrage	382,728	382,728	362,213	20,515
Probate judge	164,320	164,320	161,437	2,883
Circuit court	105,662	105,662	73,116	32,546
Public defender	114,115	151,874	151,874	-
Solicitor's office	449,015	449,015	414,590	34,425
Clerk of court	454,745	454,745	447,055	7,690
Voter registration/election commission	169,433	169,433	129,034	40,399
County attorney	35,712	35,712	35,775	(63)
Building inspector	112,500	112,500	78,335	34,165
Tax assessor	208,710	208,710	185,212	23,498
Delinquent tax office	88,809	88,809	89,841	(1,032)
Treasurer's office	174,241	174,241	181,555	(7,314)
Auditor's office	131,171	131,171	132,309	(1,138)
Building superintendent	185,949	185,949	175,328	10,621
Non-departmental	3,153,432	3,115,673	3,216,604	(100,931)
Sheriff's office	2,321,086	2,323,486	2,361,155	(37,669)
Code enforcement	176,954	176,954	175,149	1,805
Animal Control	142,109	139,709	99,986	39,723
Coroner	115,313	115,313	96,264	19,049
Detention center	2,500,454	2,500,454	2,299,495	200,959
E-911 & communications	209,760	209,760	207,551	2,209
Emergency services	916,371	916,371	865,168	51,203
County maintenance	550,002	550,002	510,936	39,066
Equipment shop	337,184	337,184	333,644	3,540
Health department	30,700	30,700	22,034	8,666
Department of Social Services	42,000	42,000	38,813	3,187

**UNION COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Expenditures - continued				
Veteran's affairs	80,665	80,729	80,820	(91)
Alcohol and Druge Abuse	602,130	602,130	617,650	(15,520)
Victims advocate	74,507	74,507	63,809	10,698
Recreation department	279,387	279,387	206,200	73,187
Stadium	82,887	82,887	77,265	5,622
Recycling	437,417	437,417	367,568	69,849
Airport	157,455	157,455	139,513	17,942
Timken sports complex	421,176	421,176	318,711	102,465
Emergency medical services	2,221,252	2,221,252	2,105,946	115,306
Total Expenditures	<u>18,816,144</u>	<u>18,816,144</u>	<u>17,826,367</u>	<u>989,777</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,557,936)</u>	<u>(2,951,723)</u>	<u>(1,101,746)</u>	<u>1,849,977</u>
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	-	-	21,153	21,153
Transfers in	1,787,116	2,180,903	1,434,539	(746,364)
Transfers out	-	-	(94,386)	(94,386)
Total Financing Sources (Uses)	<u>1,787,116</u>	<u>2,180,903</u>	<u>1,361,306</u>	<u>(819,597)</u>
Net Change in Fund Balance	<u>\$ (770,820)</u>	<u>\$ (770,820)</u>	259,560	<u>\$ 1,030,380</u>
Fund Balance - Beginning of Year			<u>7,538,952</u>	
Fund Balance - End of Year			<u>\$ 7,798,512</u>	

Note: The budget is prepared and monitored on a generally accepted accounting principles (GAAP) basis of accounting.

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Fireman's Insurance Fund	Economic Development Infrastructure Comm Dev.	Union SRT	Unclaimed Funds	Sex Offender Registry	Hospitality Tax	Emergency Medical Services
	\$ 6,261	\$ 1,590,773	\$ 2,869	\$ 971	\$ 22,414	\$ 404,549	\$ -
	-	214,286	-	-	-	-	-
	-	-	-	-	-	-	-
	-	7,071	-	-	-	-	-
	50,348	56	-	-	-	-	-
	-	-	-	-	-	-	-
Total Assets	\$ 56,609	\$ 1,812,186	\$ 2,869	\$ 971	\$ 22,414	\$ 404,549	\$ -

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:							
Accounts payable	\$ -	\$ 3,753	\$ 458	\$ -	\$ 650	\$ -	\$ -
Interfund payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	-	3,753	458	-	650	-	-

Deferred inflows of resource

Unavailable revenues - property taxes	-	4,101	-	-	-	-	-
Total Deferred Inflows of Resources	-	4,101	-	-	-	-	-

Fund balances:

Restricted							
Economic development	-	1,804,332	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	56,609	-	2,411	-	21,764	-	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	971	-	404,549	-
Debt service	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Total Fund Balance	56,609	1,804,332	2,411	971	21,764	404,549	-

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

	\$ 56,609	\$ 1,812,186	\$ 2,869	\$ 971	\$ 22,414	\$ 404,549	\$ -
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UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Sports Complex	Quick Jobs Center	Duke Energy Emergency Services	Public Safety Fees	Road User Fees	Work Release Fees	Tuition Assistance Program
Assets:							
Pooled cash and investments	\$ -	\$ 58,972	\$ 66,226	\$ -	\$ -	\$ 12,401	\$ 13,167
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	1,328	10,797	-	-	-	-	-
Due from other governments	-	42	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Total Assets	\$ 1,328	\$ 69,811	\$ 66,226	\$ -	\$ -	\$ 12,401	\$ 13,167
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ 58,971	\$ 204	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	-	58,971	204	-	-	-	-
Deferred inflows of resource							
Unavailable revenues - property taxes	1,293	4,499	-	-	-	-	-
Total Deferred Inflows of Resources	1,293	4,499	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	66,022	-	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	-	-	-	-	-	12,401	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	35	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	6,341	-	-	-	-	13,167
Unassigned							
Total Fund Balance	35	6,341	66,022	-	-	12,401	13,167
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,328	\$ 69,811	\$ 66,226	\$ -	\$ -	\$ 12,401	\$ 13,167

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Solicitor's Office	Workforce Development Coordinator	Sheriff's Department	DMV Renewal Fees	Victim's Advocate	E-911 Services	Emergency Telephone System
Assets:							
Pooled cash and investments	\$ 77,297	\$ 916	\$ 57,736	\$ -	\$ 33,905	\$ -	\$ 18,716
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	19,768	-
Other receivables	-	-	-	-	-	-	-
Total Assets	\$ 77,297	\$ 916	\$ 57,736	\$ -	\$ 33,905	\$ 19,768	\$ 18,716
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 35	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	-	-	-	31,941	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	-	-	35	-	-	31,941	-
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	-	-	57,701	-	33,905	-	18,716
Judicial administration	77,297	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Economic development	-	916	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Health, education and welfare	-	-	-	-	-	(12,173)	-
Total Fund Balance	77,297	916	57,701	-	33,905	(12,173)	18,716
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 77,297	\$ 916	\$ 57,736	\$ -	\$ 33,905	\$ 19,768	\$ 18,716

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Decal Processing Fee	Tax Sales Account	US Forestry Fund	Title III National Forest Fund	Transportation Commission	Multicounty Industrial Park	Vehicle Tax Credit
Assets:							
Pooled cash and investments	\$ 13,594	\$ 245,525	\$ 2,760	\$ 33,322	\$ 792	\$ 557,016	\$ 51,376
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	1,559	-
Other receivables	-	-	-	-	-	-	-
Total Assets	\$ 13,594	\$ 245,525	\$ 2,760	\$ 33,322	\$ 792	\$ 558,575	\$ 51,376
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ 9,263	\$ -	\$ -	\$ -	\$ 2,986	\$ -
Interfund payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	\$ -	\$ 9,263	\$ -	\$ -	\$ -	\$ 2,986	\$ -
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	-	792	-	-
Economic development	-	-	-	-	-	555,589	51,376
Assigned							
Public safety and public works	13,594	-	2,760	33,322	-	-	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	236,262	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Total Fund Balance	\$ 13,594	\$ 236,262	\$ 2,760	\$ 33,322	\$ 792	\$ 555,589	\$ 51,376
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 13,594	\$ 245,525	\$ 2,760	\$ 33,322	\$ 792	\$ 558,575	\$ 51,376

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Fireman's Broker /Premium Tax	Higher Education	Special Office Supplies	Tax Increment District	Title IV-D	Monarch Mill Village Sewer	Airport Fuel
Assets:							
Pooled cash and investments	\$ -	\$ 87,079	\$ 3,877	\$ -	\$ 84,224	\$ 19,267	\$ 38,112
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	9,223	-	-	-	-	-
Due from other governments	22,093	37	-	-	28,624	-	-
Other receivables	-	-	-	-	-	-	-
Total Assets	\$ 22,093	\$ 96,339	\$ 3,877	\$ -	\$ 112,848	\$ 19,267	\$ 38,112
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ 87,079	\$ -	\$ -	\$ 171	\$ -	\$ -
Interfund payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	39,286	-
Total Liabilities	-	87,079	-	-	171	39,286	-
Deferred inflows of resource							
Unavailable revenues - property taxes	-	3,767	-	-	-	-	-
Total Deferred Inflows of Resources	-	3,767	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	112,677	-	-
Committed							
Public safety and public works	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	22,093	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	38,112
Debt service	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	5,493	3,877	-	-	-	-
Unassigned							
Total Fund Balance	22,093	5,493	3,877	-	112,677	(20,019)	38,112
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 22,093	\$ 96,339	\$ 3,877	\$ -	\$ 112,848	\$ 19,267	\$ 38,112

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Jail Commissary	Wildlife Fines	Browns Creek Water Grant	Animal Shelter Renovation	Dixie Youth	Electronic Monitoring	FLC Redemption Interest
Assets:							
Pooled cash and investments	\$ 34,339	\$ -	\$ -	\$ 4,544	\$ -	\$ 7,594	\$ 17,940
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	589	-
Total Assets	\$ 34,339	\$ -	\$ -	\$ 4,544	\$ -	\$ 8,183	\$ 17,940
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ 9,253	\$ -	\$ -	\$ -	\$ 1,960	\$ 1,339	\$ 114
Interfund payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	9,253	-	-	-	1,960	1,339	114
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	4,544	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	25,086	-	-	-	-	6,844	17,826
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Health, education and welfare	-	-	-	-	(1,960)	-	-
Total Fund Balance	25,086	-	-	4,544	(1,960)	6,844	17,826
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 34,339	\$ -	\$ -	\$ 4,544	\$ -	\$ 8,183	\$ 17,940

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Industrial Park Infrastructure	Insurance Claims	Litter Enforcement Grant	Palmetto Pride Grant	Recycling Fund	Solid Waste Tire Fee	Fines and Assessments
Assets:							
Pooled cash and investments	\$ 130,086	\$ 55,319	\$ 4,080	\$ 859	-	\$ -	\$ 34,535
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Other receivables	-	-	-	-	7,497	-	-
Total Assets	\$ 130,086	\$ 55,319	\$ 4,080	\$ 859	\$ 7,497	\$ -	\$ 34,535
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	-	-	7,606	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	7,606	-	-
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	859	-	-	-
Economic development	130,086	-	-	-	-	-	-
Assigned							
Public safety and public works	-	55,319	4,080	-	-	-	-
Judicial administration	-	-	-	-	-	-	34,535
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Total Fund Balance	\$ 130,086	\$ 55,319	\$ 4,080	\$ 859	\$ (109)	\$ (109)	\$ 34,535
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 130,086	\$ 55,319	\$ 4,080	\$ 859	\$ 7,497	\$ -	\$ 34,535

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Detention Center Canteen	UTC Funds	Lockhart Trail Phase II	EMS Generator Timken Donation	EMS Grant-in-Aid	Union County Facilities Corporation	Timken Grant - Sheriff's Office
Assets:							
Pooled cash and investments	796	\$ 299,852	\$ -	\$ 13,145	\$ 3,049	\$ 11,172	\$ 110
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	1,400,000	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	10,000	-
Other receivables	-	-	-	-	-	-	-
Total Assets	796	\$ 299,852	\$ -	\$ 13,145	\$ 3,049	\$ 1,421,172	\$ 110
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ 21,370	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	18,137	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	-	21,370	18,137	-	-	-	-
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-	-
Committed							
Public safety and public works	-	-	-	13,145	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	796	278,482	-	-	3,049	1,421,172	110
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Health, education and welfare	-	-	(18,137)	-	-	-	-
Total Fund Balance	796	278,482	(18,137)	13,145	3,049	1,421,172	110
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 796	\$ 299,852	\$ -	\$ 13,145	\$ 3,049	\$ 1,421,172	\$ 110

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Medical / Educational Building	Monument Drive Blackstock	Lockhart Boat Ramp	Opportunity Zone Credit	EMS Grant - Lucas Device	Development Board - Duke Energy Grant	FD Radio Equipment
Assets:							
Pooled cash and investments	\$ 36,485	\$ 75,455	-	-	\$ 27,698	\$ 7,195	\$ 15,000
Interfund receivable	-	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Other receivables	-	-	-	19,900	-	-	-
Total Assets	\$ 36,485	\$ 75,455	\$ -	\$ 19,900	\$ 27,698	\$ 7,195	\$ 15,000
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ 583	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	63,341	19,900	-	-	-
Due to other governments	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-
Total Liabilities	\$ 583	\$ -	\$ 63,341	\$ 19,900	\$ -	\$ -	\$ -
Deferred inflows of resource							
Unavailable revenues - property taxes	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund balances:							
Restricted							
Economic development	-	-	-	-	-	7,195	-
Health, education and welfare	-	-	-	-	-	-	-
Public safety and public works	-	-	-	-	27,698	-	15,000
Committed							
Public safety and public works	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Assigned							
Public safety and public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	35,902	75,455	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Unassigned							
Health, education and welfare	-	-	(63,341)	-	-	-	-
Total Fund Balance	\$ 35,902	\$ 75,455	\$ (63,341)	\$ -	\$ 27,698	\$ 7,195	\$ 15,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 36,485	\$ 75,455	\$ -	\$ 19,900	\$ 27,698	\$ 7,195	\$ 15,000

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2020

	FILOT Tax - Community Development	Alcohol and Drug Abuse Grants	Commission on Alcohol and Drug Abuse	Airport Expansion	Total Fire Districts	Total Special Revenue Funds
Assets:						
Pooled cash and investments	\$ 25,792	\$ -	245,509	\$ -	12,125	\$ 4,566,796
Interfund receivable	-	-	-	-	-	214,286
Investment in Joint Venture	-	-	-	-	-	1,400,000
Taxes receivable - net	-	-	-	-	20,664	49,083
Due from other governments	-	-	22,265	82,969	81	237,842
Other receivables	-	12,468	-	-	-	40,454
Total Assets	\$ 25,792	\$ 12,468	\$ 267,774	\$ 82,969	\$ 32,870	\$ 6,508,461
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ -	6,382	\$ -	\$ -	\$ -	204,571
Interfund payable	-	450	-	56,377	266,608	464,360
Due to other governments	-	-	-	23,384	-	23,384
Retainage payable	-	-	-	-	-	39,286
Total Liabilities	-	6,832	-	79,761	266,608	731,601
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	8,791	22,451
Total Deferred Inflows of Resources	-	-	-	-	8,791	22,451
Fund balances:						
Restricted						
Economic development	-	-	-	3,208	-	1,814,735
Health, education and welfare	-	5,636	267,774	-	-	273,410
Public safety and public works	-	-	-	-	-	155,375
Committed						
Public safety and public works	-	-	-	-	16,606	101,968
Economic development	25,792	-	-	-	-	762,843
Assigned						
Public safety and public works	-	-	-	-	-	384,431
Judicial administration	-	-	-	-	-	111,832
Culture and recreation	-	-	-	-	-	443,667
Debt service	-	-	-	-	-	2,051,228
Economic development	-	-	-	-	-	916
Health, education and welfare	-	-	-	-	-	28,878
Unassigned						
Health, education and welfare	-	-	-	-	(259,135)	(374,874)
Total Fund Balance	25,792	5,636	267,774	3,208	(242,529)	5,754,409
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 25,792	\$ 12,468	\$ 267,774	\$ 82,969	\$ 32,870	\$ 6,508,461

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	Fireman's Insurance Fund	Economic Development Infrastructure Comm Dev.	Union SRT	Unclaimed Funds	Sex Offender Registry	Hospitality Tax	Emergency Medical Services
Revenues							
Property taxes	\$ -	\$ 147,622	\$ -	\$ -	\$ -	\$ -	\$ 593
Other miscellaneous taxes	-	-	-	-	-	281,903	-
Fees and fines	-	-	-	-	8,151	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	50,348	282,892	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	290	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	50,348	430,514	290	-	8,151	281,903	593
Expenditures							
Current:							
General government	-	-	-	-	-	4,250	-
Economic development	-	86,644	-	-	-	-	-
Public safety	37,596	-	801	-	-	-	-
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	37,596	86,644	801	-	-	4,250	-
Excess (Deficiency) of Revenues Over Expenditures	12,752	343,870	(511)	-	8,151	277,653	593
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfer out	-	(129,002)	-	-	-	-	(33,601)
Total Other Financing Sources (Uses)	-	(129,002)	-	-	-	-	(33,601)
Net Change in Fund Balances	12,752	214,868	(511)	-	8,151	277,653	(33,008)
Fund Balances - Beginning of Year	43,857	1,589,464	2,922	971	13,613	126,896	33,008
Fund Balances - End of Year	\$ 56,609	\$ 1,804,332	\$ 2,411	\$ 971	\$ 21,764	\$ 404,549	\$ -

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Sports Complex	Quick Jobs Center	Duke Energy Emergency Services	Public Safety Fees	Road User Fees	Work Release Fees	Tuition Assistance Program
Revenues							
Property taxes	190	\$ 220,688	\$ -	\$ -	\$ -	\$ -	-
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	64,233	-	285	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	190	220,688	64,233	-	285	-	-
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Public safety	-	-	30,099	-	-	-	-
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	238,971	-	-	-	-	57,044
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	-	238,971	30,099	-	-	-	57,044
Excess (Deficiency) of Revenues Over Expenditures	190	(18,283)	34,134	-	285	-	(57,044)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	70,211
Transfer out	(354)	-	-	-	(285)	-	-
Total Other Financing Sources (Uses)	(354)	-	-	-	(285)	-	70,211
Net Change in Fund Balances	(164)	(18,283)	34,134	-	-	-	13,167
Fund Balances - Beginning of Year	199	24,624	31,888	-	-	12,401	-
Fund Balances - End of Year	35	6,341	66,022	-	-	12,401	13,167

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Solicitor's Office	Workforce Development Coordinator	Sheriffs Department	DMV Renewal Fees	Victim's Advocate	E-911 Services	Emergency Telephone System
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	201,672	-	19,526	-	43,319	-	-
Licenses and permits	-	-	-	476,532	-	-	-
Intergovernmental	-	-	5,264	-	-	-	-
Charges for services	-	-	198	-	-	183,968	64,554
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	201,672	24,988	24,988	476,532	43,319	183,968	64,554
Expenditures							
Current:							
General government	-	-	-	476,532	-	-	-
Economic development	-	69	-	-	-	-	-
Public safety	-	-	15,172	-	-	62,572	52,478
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	6,419	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	69	15,172	15,172	476,532	6,419	62,572	52,478
Excess (Deficiency) of Revenues Over Expenditures	201,672	(69)	9,816	-	36,900	121,396	12,076
Other Financing Sources (Uses)							
Transfers in	-	985	-	-	-	-	-
Transfer out	(180,718)	-	-	-	(63,709)	(161,323)	-
Total Other Financing Sources (Uses)	(180,718)	985	-	-	(63,709)	(161,323)	-
Net Change in Fund Balances	20,954	916	9,816	-	(26,809)	(39,927)	12,076
Fund Balances - Beginning of Year	56,343	-	47,885	-	60,714	27,754	6,640
Fund Balances - End of Year	\$ 77,297	\$ 916	\$ 57,701	\$ -	\$ 33,905	\$ (12,173)	\$ 18,716

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Decal Processing Fee	Tax Sales Account	US Forestry Fund	Title III National Forest Fund	Transportation Commission	Multicounty Industrial Park	Vehicle Tax Credit
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 355,947	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	-
Licenses and permits	20,855	-	-	-	-	-	-
Intergovernmental	-	-	5,206	-	2,000	-	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	283,387	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	20,855	283,387	5,206	-	2,000	355,947	-
Expenditures							
Current:							
General government	7,261	393,996	-	-	-	-	-
Economic development	-	-	-	-	-	602,879	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	6,351	-	1,504	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	7,261	393,996	6,351	-	1,504	602,879	-
Excess (Deficiency) of Revenues Over Expenditures	13,594	(110,609)	(1,145)	-	496	(246,932)	-
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Net Change in Fund Balances	13,594	(110,609)	(1,145)	-	496	(246,932)	-
Fund Balances - Beginning of Year	-	346,871	3,905	33,322	296	802,521	51,376
Fund Balances - End of Year	\$ 13,594	\$ 236,262	\$ 2,760	\$ 33,322	\$ 792	\$ 555,589	\$ 51,376

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Fireman's Broker Premium Tax	Higher Education	Special Office Supplies	Tax Increment District	Title IV-D	Monarch Mill Village Sewer	Airport Fuel
Revenues							
Property taxes	\$ 22,093	\$ 191,233	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	65,717	-	-	-
Fees and fines	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	150,145	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	272	-	-	-	63,914
Grants	-	-	-	-	-	444,029	-
Contributions	-	-	-	-	-	-	-
Total Revenue	22,093	191,233	272	65,717	150,145	444,029	63,914
Expenditures							
Current:							
General government	-	-	532	-	-	-	64,658
Economic development	-	-	-	65,731	-	-	-
Public safety	16,303	-	-	-	12,105	-	-
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	207,078	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	464,048	-
Total Expenditures	16,303	207,078	532	65,731	12,105	464,048	64,658
Excess (Deficiency) of Revenues Over Expenditures	5,790	(15,845)	(260)	(14)	138,040	(20,019)	(744)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	(123,441)	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(123,441)	-	-
Net Change in Fund Balances	5,790	(15,845)	(260)	(14)	14,599	(20,019)	(744)
Fund Balances - Beginning of Year	16,303	21,338	4,137	14	98,078	-	38,856
Fund Balances - End of Year	\$ 22,093	\$ 5,493	\$ 3,877	\$ -	\$ 112,677	\$ (20,019)	\$ 38,112

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Jail Commissary	Wildlife Fines	Browns Creek Water Grant	Animal Shelter Renovation	Dixie Youth	Electronic Monitoring	FLC Redemption Interest
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	-	3,394	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	336,789	-	-	-	992
Charges for services	-	-	-	-	4,553	13,709	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	18,022	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	2,048	-	-	-
Total Revenue	18,022	3,394	336,789	2,048	4,553	13,709	992
Expenditures							
Current:							
General government	-	3,394	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Public safety	39,558	-	-	-	-	7,648	288
Public works	-	-	336,789	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	6,513	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	2,458	-	-	-
Total Expenditures	39,558	3,394	336,789	2,458	6,513	7,648	288
Excess (Deficiency) of Revenues Over Expenditures	(21,536)	-	-	(410)	(1,960)	6,061	704
Other Financing Sources (Uses)							
Transfers in	14,689	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	14,689	-	-	-	-	-	-
Net Change in Fund Balances	(6,847)	-	-	(410)	(1,960)	6,061	704
Fund Balances - Beginning of Year	31,933	-	-	4,954	-	783	17,122
Fund Balances - End of Year	\$ 25,086	\$ -	\$ -	\$ 4,544	\$ (1,960)	\$ 6,844	\$ 17,826

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Industrial Park Infrastructure	Insurance Claims	Litter Enforcement Grant	Palmetto Pride Grant	Recycling Fund	Solid Waste Tire Fee	Fines and Assessments
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	291,765
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	43,125	-	-	-	7,497	18,975	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	43,125	-	-	-	7,497	18,975	291,765
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Economic development	15,000	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	7,606	-	-
Judicial administration	-	-	-	-	-	-	288,680
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	15,000	-	-	-	7,606	-	288,680
Excess (Deficiency) of Revenues Over Expenditures	28,125	-	-	-	(109)	18,975	3,085
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	(24,968)	-
Total Other Financing Sources (Uses)	-	-	-	-	-	(24,968)	-
Net Change in Fund Balances	28,125	-	-	-	(109)	(5,993)	3,085
Fund Balances - Beginning of Year	101,961	55,319	4,080	859	-	5,993	31,450
Fund Balances - End of Year	\$ 130,086	\$ 55,319	\$ 4,080	\$ 859	\$ (109)	\$ -	\$ 34,535

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Detention Center Canteen	UTC Funds	Lockhart Trail Phase II	EMS Generator Timken Donation	EMS Grant-in-Aid	Union County Facilities Corporation	Timken Grant - Sheriff's Office
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	43,016	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	224,000	-	-	-	435,024	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	100,000	-	7,509	-	-
Grants	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Total Revenue	43,016	224,000	100,000	-	7,509	435,024	-
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Economic development	-	75,088	-	-	-	44,132	-
Public safety	51,835	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	4,460	-	-
Culture and recreation	-	-	135,382	-	-	-	-
Health, education and welfare	-	-	-	25,583	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	51,835	75,088	135,382	25,583	4,460	44,132	-
Excess (Deficiency) of Revenues Over Expenditures	(8,819)	148,912	(35,382)	(25,583)	3,049	390,892	-
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Net Change in Fund Balances	(8,819)	148,912	(35,382)	(25,583)	3,049	390,892	-
Fund Balances - Beginning of Year	9,615	129,570	17,245	38,728	-	1,030,280	110
Fund Balances - End of Year	\$ 796	\$ 278,482	\$ (18,137)	\$ 13,145	\$ 3,049	\$ 1,421,172	\$ 110

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Medical / Educational Building	Monument Drive Blackstock	Lockhart Boat Ramp	Opportunity Zone Credit	EMS Grant - Lucas Device	Development Board - Duke Energy Grant	FD Radio Equipment
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	-
Licenses and permits	-	-	-	19,900	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Grants	33,475	-	-	-	46,422	8,045	15,000
Contributions	-	-	-	-	-	-	-
Total Revenue	<u>33,475</u>	<u>-</u>	<u>-</u>	<u>19,900</u>	<u>46,422</u>	<u>8,045</u>	<u>15,000</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Economic development	-	-	-	19,900	-	850	-
Public safety	18,260	-	-	-	18,724	-	-
Public works	-	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-	-
Culture and recreation	-	-	30,011	-	-	-	-
Health, education and welfare	-	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>18,260</u>	<u>-</u>	<u>30,011</u>	<u>19,900</u>	<u>18,724</u>	<u>850</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	15,215	-	(30,011)	-	27,698	7,195	15,000
Other Financing Sources (Uses)							
Transfers in	10,000	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	25,215	-	(30,011)	-	27,698	7,195	15,000
Fund Balances - Beginning of Year	10,687	75,455	(33,330)	-	-	-	-
Fund Balances - End of Year	<u>\$ 35,902</u>	<u>\$ 75,455</u>	<u>\$ (63,341)</u>	<u>\$ -</u>	<u>\$ 27,698</u>	<u>\$ 7,195</u>	<u>\$ 15,000</u>

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	FILOT Tax - Community Development	Alcohol and Drug Abuse Grants	Commission on Alcohol and Drug Abuse	Airport Expansion	Total Fire Districts	Total Special Revenue Funds
Revenues						
Property taxes	\$ 25,792	\$ -	\$ -	\$ -	\$ 518,225	\$ 1,482,383
Other miscellaneous taxes	-	-	-	-	-	347,620
Fees and fines	-	-	-	-	-	610,843
Licenses and permits	-	-	-	-	-	497,387
Intergovernmental	-	-	-	-	-	1,582,157
Charges for services	-	-	69,408	-	-	400,710
Investment earnings	-	-	-	-	-	198
Miscellaneous	-	-	-	-	-	365,885
Grants	-	49,449	557,555	253,818	-	1,515,302
Contributions	-	-	-	-	-	2,048
Total Revenue	25,792	49,449	626,963	253,818	518,225	6,804,533
Expenditures						
Current:						
General government	-	-	-	-	-	950,623
Economic development	-	-	-	-	-	910,293
Public safety	-	-	-	-	-	363,439
Public works	-	-	-	-	-	352,250
Judicial administration	-	-	-	-	-	295,099
Fire protection	-	-	-	-	-	512,185
Culture and recreation	-	-	-	-	507,725	171,906
Health, education and welfare	-	43,813	-	-	-	572,489
Debt Service:						
Principal	-	-	-	-	26,893	26,893
Interest and other charges	-	-	-	-	5,381	5,381
Capital Outlay	-	-	-	263,800	5,482	735,788
Total Expenditures	-	43,813	-	263,800	545,481	4,896,346
Excess (Deficiency) of Revenues Over Expenditures	25,792	5,636	626,963	(9,982)	(27,256)	1,908,187
Other Financing Sources (Uses)						
Transfers in	-	-	257,118	13,190	-	366,193
Transfer out	-	-	(616,307)	-	(37,073)	(1,370,781)
Total Other Financing Sources (Uses)	-	-	(359,189)	13,190	(37,073)	(1,004,588)
Net Change in Fund Balances	25,792	5,636	267,774	3,208	(64,329)	903,599
Fund Balances - Beginning of Year	-	-	-	-	(178,200)	4,850,810
Fund Balances - End of Year	\$ 25,792	\$ 5,636	\$ 267,774	\$ 3,208	\$ (242,529)	\$ 5,754,409

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
FIRE DISTRICTS
JUNE 30, 2020

	Bonham Fire District	Buffalo Fire District	Carlisle Fire District	Cross Keys Fire District	Kelly-Kelton Fire District	Phillipi Fire District	Total
Assets							
Pooled cash and investments	\$ -	\$ -	\$ 2,809	\$ 3,030	\$ 4,860	\$ 1,426	\$ 12,125
Taxes receivable - net	3,108	7,195	996	1,384	7,123	858	20,664
Due from other governments	-	75	-	-	-	6	81
Total Assets	<u>\$ 3,108</u>	<u>\$ 7,270</u>	<u>\$ 3,805</u>	<u>\$ 4,414</u>	<u>\$ 11,983</u>	<u>\$ 2,290</u>	<u>\$ 32,870</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Interfund payable	\$ 215,678	\$ 50,930	\$ -	\$ -	\$ -	\$ -	\$ 266,608
Total Liabilities	<u>215,678</u>	<u>50,930</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>266,608</u>
Deferred Inflows of Resources:							
Unavailable revenues - property taxes	-	2,905	301	143	5,312	130	8,791
Total Deferred Inflows of Resources	<u>-</u>	<u>2,905</u>	<u>301</u>	<u>143</u>	<u>5,312</u>	<u>130</u>	<u>8,791</u>
Fund Balances:							
Committed							
Public safety	-	-	3,504	4,271	6,671	2,160	16,606
Unassigned	(212,570)	(46,565)	-	-	-	-	(259,135)
Total Fund Balance	<u>(212,570)</u>	<u>(46,565)</u>	<u>3,504</u>	<u>4,271</u>	<u>6,671</u>	<u>2,160</u>	<u>(242,529)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,108</u>	<u>\$ 7,270</u>	<u>\$ 3,805</u>	<u>\$ 4,414</u>	<u>\$ 11,983</u>	<u>\$ 2,290</u>	<u>\$ 32,870</u>

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FIRE DISTRICTS
FOR THE YEAR ENDED JUNE 30, 2020**

	Bonham Fire District	Buffalo Fire District	Carlisle Fire District	Cross Keys Fire District	Kelly-Kelton Fire District	Phillipi Fire District	Total
Revenues							
Property taxes	\$ 202,762	\$ 164,261	\$ 49,338	\$ 32,363	\$ 51,898	\$ 17,603	\$ 518,225
Total Revenues	<u>202,762</u>	<u>164,261</u>	<u>49,338</u>	<u>32,363</u>	<u>51,898</u>	<u>17,603</u>	<u>518,225</u>
Expenditures							
Current:							
Fire protection	184,633	164,737	49,447	32,672	56,821	19,415	507,725
Debt Service:							
Principal	-	26,893	-	-	-	-	26,893
Interest and other charges	-	5,381	-	-	-	-	5,381
Capital Outlay	-	-	-	-	5,482	-	5,482
Total Expenditures	<u>184,633</u>	<u>197,011</u>	<u>49,447</u>	<u>32,672</u>	<u>62,303</u>	<u>19,415</u>	<u>545,481</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>18,129</u>	<u>(32,750)</u>	<u>(109)</u>	<u>(309)</u>	<u>(10,405)</u>	<u>(1,812)</u>	<u>(27,256)</u>
Other Financing Sources (Uses)							
Transfers out	(420)	(35,704)	-	-	(949)	-	(37,073)
Total Other Financing Sources (Uses)	<u>(420)</u>	<u>(35,704)</u>	<u>-</u>	<u>-</u>	<u>(949)</u>	<u>-</u>	<u>(37,073)</u>
Net Change in Fund Balances	<u>17,709</u>	<u>(68,454)</u>	<u>(109)</u>	<u>(309)</u>	<u>(11,354)</u>	<u>(1,812)</u>	<u>(64,329)</u>
Fund Balances - Beginning of Year	<u>(230,279)</u>	<u>21,889</u>	<u>3,613</u>	<u>4,580</u>	<u>18,025</u>	<u>3,972</u>	<u>(178,200)</u>
Fund Balances - End of Year	<u>\$ (212,570)</u>	<u>\$ (46,565)</u>	<u>\$ 3,504</u>	<u>\$ 4,271</u>	<u>\$ 6,671</u>	<u>\$ 2,160</u>	<u>\$ (242,529)</u>

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
JUNE 30, 2020

	2011 GO Bonds	2016A Refunding GO Bonds	2016B GO Bonds	Carlisle Fire District Bond	Kelly-Kelton Fire District Bond	Bonham Fire District Bond	Other Debt Service	Total Debt Service Funds
Assets:								
Pooled cash and investments	\$ -	\$ 274,593	\$ 292,498	\$ 50,890	\$ 4,959	\$ -	\$ 2,688	\$ 625,628
Taxes receivable - net	2,819	9,330	17,854	952	2,784	813	11	34,563
Due from other governments	-	39	84	-	-	-	-	123
Total Assets	\$ 2,819	\$ 283,962	\$ 310,436	\$ 51,842	\$ 7,743	\$ 813	\$ 2,699	\$ 660,314
Liabilities, Deferred Inflows of Resources, and Fund Balances								
Liabilities:								
Interfund payables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,552	\$ -	\$ 12,552
Total Liabilities	-	-	-	-	-	12,552	-	12,552
Deferred Inflows of Resources								
Unavailable revenues - property taxes	2,726	3,388	5,255	281	1,857	-	-	13,507
Total Deferred Inflows of Resources	2,726	3,388	5,255	281	1,857	-	-	13,507
Fund balances:								
Assigned								
Debt service	93	280,574	305,181	51,561	5,886	-	2,699	645,994
Unassigned								
Total Fund Balance	93	280,574	305,181	51,561	5,886	(11,739)	-	(11,739)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,819	\$ 283,962	\$ 310,436	\$ 51,842	\$ 7,743	\$ 813	\$ 2,699	\$ 660,314

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	2011 GO Bonds	2016A Refunding GO Bonds	2016B GO Bonds	Carlisle Fire District Bond	Kelly-Kelton Fire District Bond	Bonham Fire District Bond	Other Debt Service	Total Debt Service Funds
Revenues								
Property taxes	\$ 215	\$ 222,170	\$ 429,842	\$ 47,424	\$ 26,067	\$ 34,632	\$ 145	\$ 760,495
Total Revenue	<u>215</u>	<u>222,170</u>	<u>429,842</u>	<u>47,424</u>	<u>26,067</u>	<u>34,632</u>	<u>145</u>	<u>760,495</u>
Expenditures								
Debt Service:								
Principal	-	149,000	356,000	23,191	15,199	23,047	-	566,437
Interest and other charges	-	24,149	40,812	10,849	4,721	14,508	-	95,039
Total Expenditures	<u>-</u>	<u>173,149</u>	<u>396,812</u>	<u>34,040</u>	<u>19,920</u>	<u>37,555</u>	<u>-</u>	<u>661,476</u>
Excess (Deficiency) of Revenues Over Expenditures	215	49,021	33,030	13,384	6,147	(2,923)	145	99,019
Other Financing Sources (Uses)								
Transfers in	-	-	60,653	-	949	420	-	62,022
Transfers out	(60,149)	-	-	-	-	-	(150)	(60,299)
Total Other Financing Sources Uses	<u>(60,149)</u>	<u>-</u>	<u>60,653</u>	<u>-</u>	<u>949</u>	<u>420</u>	<u>(150)</u>	<u>1,723</u>
Net Change in Fund Balances	(59,934)	49,021	93,683	13,384	7,096	(2,503)	(5)	100,742
Fund Balances - Beginning of Year	60,027	231,553	211,498	38,177	(1,210)	(9,236)	2,704	533,513
Fund Balances - End of Year	<u>\$ 93</u>	<u>\$ 280,574</u>	<u>\$ 305,181</u>	<u>\$ 51,561</u>	<u>\$ 5,886</u>	<u>\$ (11,739)</u>	<u>\$ 2,699</u>	<u>\$ 634,255</u>

**UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 2020**

	C Funds	Economic Development Board	Forestry Funds County Roads	Lockhart Bridge Relocation	Lockhart Water/Sewer System	Stadium Improvements
Assets:						
Pooled cash and investments	\$ -	\$ 255,632	\$ 16,317	\$ -	\$ 2,762	\$ 1,404
Taxes receivable - net	-	7,206	-	-	-	-
Due from other governments	-	32	-	-	-	-
Total Assets	\$ -	\$ 262,870	\$ 16,317	\$ -	\$ 2,762	\$ 1,404
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Inflows of Resources:						
Unavailable revenues - property taxes	-	3,462	-	-	-	-
Total Deferred Inflows of Resources	-	3,462	-	-	-	-
Fund Balances:						
Assigned						
Capital projects	-	259,408	16,317	-	2,762	1,404
Total Fund Balance	-	259,408	16,317	-	2,762	1,404
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 262,870	\$ 16,317	\$ -	\$ 2,762	\$ 1,404

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
CAPITAL PROJECTS FUNDS
JUNE 30, 2020

	Stadium Renovation - School	Stadium Renovations - GO Bond Proceeds	EMS Renovations	2016 Bond Proceeds Projects	Timken Sports Complex Capital Improvements	Total Capital Projects Funds
Assets:						
Pooled cash and investments	\$ 146,484	\$ -	\$ -	\$ -	\$ 124,635	\$ 547,234
Taxes receivable - net	-	-	-	-	-	7,206
Due from other governments	-	-	-	-	-	32
Total Assets	\$ 146,484	\$ -	\$ -	\$ -	\$ 124,635	\$ 554,472
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Inflows of Resources:						
Unavailable revenues - property taxes	-	-	-	-	-	3,462
Total Deferred Inflows of Resources	-	-	-	-	-	3,462
Fund Balances:						
Assigned						
Capital projects	146,484	-	-	-	124,635	551,010
Total Fund Balance	146,484	-	-	-	124,635	551,010
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 146,484	\$ -	\$ -	\$ -	\$ 124,635	\$ 554,472

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	C Funds	Economic Development Board	Forestry Funds County Roads	Lockhart Water/Sewer System	Stadium Improvements
Revenues					
Property taxes	-	\$ 87,775	-	-	-
Intergovernmental	1,119,215	-	-	-	1,225
Total Revenues	<u>1,119,215</u>	<u>87,775</u>	<u>-</u>	<u>-</u>	<u>1,225</u>
Expenditures					
Current:					
Public works	1,116,195	-	-	-	-
Capital Outlay	-	-	-	-	1,000
Total Expenditures	<u>1,116,195</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>3,020</u>	<u>87,775</u>	<u>-</u>	<u>-</u>	<u>225</u>
Other Financing Sources (Uses)					
Transfers out	-	(65,481)	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(65,481)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>3,020</u>	<u>22,294</u>	<u>-</u>	<u>-</u>	<u>225</u>
Fund Balances - Beginning of Year	<u>(3,020)</u>	<u>237,114</u>	<u>16,317</u>	<u>2,762</u>	<u>1,179</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ 259,408</u>	<u>\$ 16,317</u>	<u>\$ 2,762</u>	<u>\$ 1,404</u>

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 EXPENDITURES, AND CHANGES IN FUND BALANCE - CONTINUED
 CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Stadium Renovation - School	Stadium Renovations - GO Bond Proceeds	Timken Sports Complex Capital Improvements	Total Capital Projects Funds
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ 87,775
Intergovernmental	130,000	-	750	1,251,190
Total Revenues	<u>130,000</u>	<u>-</u>	<u>750</u>	<u>1,338,965</u>
Expenditures				
Current:				
Public works	-	-	-	1,116,195
Capital Outlay	243,516	165,315	-	409,831
Total Expenditures	<u>243,516</u>	<u>165,315</u>	<u>-</u>	<u>1,526,026</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(113,516)</u>	<u>(165,315)</u>	<u>750</u>	<u>(187,061)</u>
Other Financing Sources (Uses)				
Transfers out	-	-	-	(65,481)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(65,481)</u>
Net Change in Fund Balances	<u>(113,516)</u>	<u>(165,315)</u>	<u>750</u>	<u>(252,542)</u>
Fund Balances - Beginning of Year	<u>260,000</u>	<u>165,315</u>	<u>123,885</u>	<u>803,552</u>
Fund Balances - End of Year	<u>\$ 146,484</u>	<u>\$ -</u>	<u>\$ 124,635</u>	<u>\$ 551,010</u>

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
JUNE 30, 2020**

	Clerk of Court	Magistrate	Union County School District	Fire Districts	Delinquent Tax	Hope Hospital
Assets						
Cash and cash equivalents	\$ 284,944	\$ 20,729	\$ 2,759,927	\$ 29,929	\$ 46,270	\$ 3,185
Taxes receivable - net	-	-	588,595	28,052	-	-
Due from other governments	-	-	252,469	210	-	-
Total Assets	\$ 284,944	\$ 20,729	\$ 3,600,991	\$ 58,191	\$ 46,270	\$ 3,185
Liabilities and Deferred Inflows of Resources						
Liabilities						
Due to other taxing districts	\$ -	\$ -	\$ 3,358,794	\$ 45,320	\$ -	\$ 3,185
Due to other claimants	284,944	20,729	-	-	46,270	-
Total Liabilities	284,944	20,729	3,358,794	45,320	46,270	3,185
Deferred Inflows of Resources						
Unavailable revenues - property taxes	-	-	242,197	12,871	-	-
Total Deferred Inflows of Resources	-	-	242,197	12,871	-	-
Total Liabilities and Deferred Inflows of Resources	\$ 284,944	\$ 20,729	\$ 3,600,991	\$ 58,191	\$ 46,270	\$ 3,185

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 AGENCY FUNDS - CONTINUED
 JUNE 30, 2020

	Timken Sports Complex	Veteran's Park	Wallace Thompson Hospital	City of Union FILOT	Detention Center - Inmate Funds	Total
Assets						
Cash and cash equivalents	\$ 12,380	\$ 2,076	\$ 68,136	\$ 1,634	\$ 80,070	\$ 3,309,280
Taxes receivable - net	-	1,802	-	-	-	618,449
Due from other governments	-	7	-	-	-	252,686
Total Assets	\$ 12,380	\$ 3,885	\$ 68,136	\$ 1,634	\$ 80,070	\$ 4,180,415
Liabilities and Deferred Inflows of Resources						
Liabilities						
Due to other taxing districts	\$ 12,380	\$ 3,145	\$ 68,136	\$ 1,634	\$ 31,190	\$ 3,523,784
Due to other claimants	-	-	-	-	48,880	400,823
Total Liabilities	12,380	3,145	68,136	1,634	80,070	3,924,607
Deferred Inflows of Resources						
Unavailable revenues - property taxes	-	740	-	-	-	255,808
Total Deferred Inflows of Resources	-	740	-	-	-	255,808
Total Liabilities and Deferred Inflows of Resources	\$ 12,380	\$ 3,885	\$ 68,136	\$ 1,634	\$ 80,070	\$ 4,180,415

UNION COUNTY
SUMMARY SCHEDULE OF COURT FINES, ASSESSMENTS, AND SURCHARGES
FOR THE YEAR ENDED JUNE 30, 2020

	Total Collections	Amount Retained by County Treasurer	Amount Remitted to State Treasurer	Amount Allocated to Victims' Services
Clerk of Court:				
Fines and fees	\$ 145,075	\$ 39,163	\$ 105,912	\$ -
Assessments	4,434	1,546	2,888	1,546
Surcharges	22,917	13,441	9,476	13,441
	<u>\$ 172,426</u>	<u>\$ 54,150</u>	<u>\$ 118,276</u>	<u>\$ 14,987</u>
 Magistrates Court:				
Fines and fees	\$ 137,994	\$ 135,332	\$ 2,662	\$ -
Assessments	109,653	9,705	99,948	9,705
Surcharges	50,409	7,146	43,263	7,146
	<u>\$ 298,056</u>	<u>\$ 152,183</u>	<u>\$ 145,873</u>	<u>\$ 16,851</u>
 Victim's Advocate				
Amount reserved for victim's advocate, beginning of year				\$ 79,795
Plus: Amounts collected and allocated for Victim's Advocate				
Amounts from Clerk of Court and Magistrate			\$ 31,838	
Municipal courts			<u>11,480</u>	
Less: Amounts spent for victim's advocate				<u>43,318</u>
from assessments and surcharges:				
Salaries and benefits			57,636	
Operating expenditures			12,492	
Unearned revenue			<u>-</u>	
				<u>(70,128)</u>
Amount reserved for victim's advocate, end of year				<u>\$ 52,985</u>