

PICKENS COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

As of and for the Year Ended June 30, 2020

And Reports of Independent Auditor

Prepared by:

Ralph Guarino, Finance Director

PICKENS COUNTY, SOUTH CAROLINA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2020

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INTRODUCTORY SECTION

PICKENS COUNTY

SOUTH CAROLINA

COUNCIL MEMBERS
ROY COSTNER, CHAIRMAN
CHRIS BOWERS, VICE
CHAIRMAN
WES HENDRICKS, VICE CHAIRMAN PRO-
TEM TREY WHITEHURST
R. ENSLEY FEEMSTER
CARL HUDSON



COUNTY ADMINISTRATOR
KEN ROPER
CLERK TO COUNCIL
MEAGAN NATIONS

November 30, 2020

Honorable Chairman, Council Members,
And County Administrator
Pickens County, South Carolina

The Comprehensive Annual Financial Report (Report) for the County of Pickens, South Carolina, for the fiscal year ended June 30, 2020, is hereby submitted pursuant to South Carolina Code Title 4 Chapter 9 Section 150 of the South Carolina Code of Laws. Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including all disclosures rests with the County. The staff of the Finance Department compiled this report in close cooperation with the external auditors. It represents the official report of the County's financial operations and condition to the citizens, County Council, County management, rating agencies and other interested persons.

We believe that the Report, prepared by the County's Finance Department, based on U.S. generally accepted accounting principals (GAAP), presents fairly and consistently the County's financial position and changes in financial position and conforms to the standard of governmental accounting and financial reporting principals as promulgated by the Governmental Accounting Standards Board (GASB). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and changes in the financial position of the County; and that all disclosures necessary to enable the reader to gain an understanding of the County's financial activity have been included.

The County's management is responsible for establishing and maintaining internal control to provide reasonable but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits require estimates and judgments by management. All internal control evaluations occur within this framework. We believe the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

In compliance with the laws of the State of South Carolina, the County's financial statements have been audited by Cherry Bekaert LLP, a firm of licensed certified public accountants. The audit was performed to provide reasonable assurance that the financial statements are free of material misstatement for the fiscal year ended June 30, 2020. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principals used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2020, are fairly presented in conformity with GAAP. The Independent Auditors' report is presented in the Financial Section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter transmittal is designed to complement the MD&A and should be read in conjunction with it. Pickens County's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

Pickens County was founded in 1868 and named for Revolutionary War hero Andrew Pickens. The County is nestled in the beautiful Appalachian highlands of northwestern South Carolina and encompasses approximately 497 square miles. Seven incorporated municipalities are located in the County: Central, Clemson, Easley, Liberty, Norris, Pickens and Six Mile. Pickens County is considered to have four mild seasons with the average annual temperature in the low 60's.

The County adopted the Council – Administrator form of government in 1976. Under this form of government, a six-member Board of Council governs the County. Council members are elected to a four-year staggered term from the County by District. The Council elects a chairman and vice chairman at the first meeting in January following a general election. Policy-making and legislative authority are vested with the Council along with passing ordinances, adopting the budget, appointing committees and hiring the Chief Administrative Officer. The Chief Administrative Officer is responsible for carrying out the policies and ordinances of Council and overseeing the day-to-day operations of the County.

The County provides a full range of services including elections, assessment and taxation, public safety, corrections, criminal and civil court, roads and bridges maintenance, emergency management, animal control, parks, solid waste disposal, recycling and environmental services. In addition to the various operational departments of the County, one discretely presented component unit is presented in addition to the primary government. The Economic Development Alliance of Pickens County (the "Alliance") was established in 2005 to aggressively promote and preserve job opportunities and increase per capita income through high quality, environmentally sound recruitment and expansion of existing business and industry of Pickens County. A thirteen member Board of Directors, six of which are appointed to staggered terms by County Council, governs the Alliance.

BUDGETARY CONTROLS

Formal budgetary integration is employed as a management control device during the year for all fund types. Responsibility for the authorization and approval of funding rests with the County Council. The Budget Team comprised of the County Administrator and the Finance Director, maintains the primary responsibility for ensuring that County Council's objectives are examined for available funding and department's requests to fund initiatives are in alignment with the mission and goals of the County. Further, this team performs a detailed review of both revenue and expenditures in order to produce a recommended budget for County Council to review and approve.

Budget preparation, analysis and reporting is managed and facilitated on an annual basis by the Finance Department. Included within those responsibilities is the annual budget process which eventually results with the publication of the budget document consisting of the Annual Operating and Capital Budget.

The budgetary level of control resides at the departmental level; therefore, after appropriation, reallocation of appropriated budgets is allowable within the respective departments with a few exceptions. In order to amend the budget, a department director submits a budget adjustment form to the Finance Department. Finance staff reviews the adjustment for policy compliance and then forwards to the County Administrator's office for final approval.

Transfers between departments within the same fund, transfers between funds, and increases in total appropriations require County Council approval by ordinance.

FACTORS AFFECTING FINANCIAL CONDITION

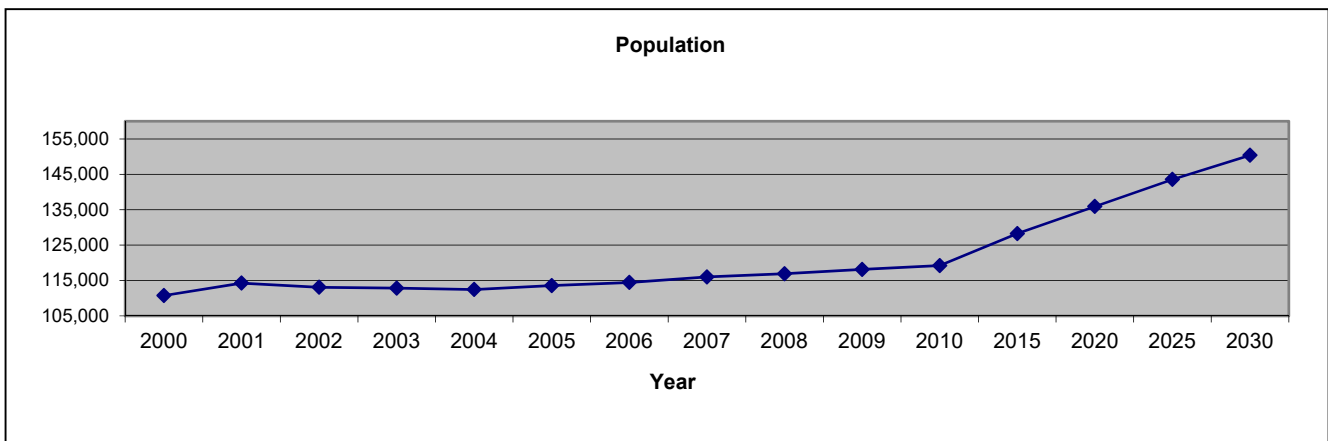
Local Economy

With a work force of over 57,500, Pickens County has an ample labor pool. It is a diverse work force - comprised of skilled advanced manufacturing workers in industries from metalworking and automotive to fibers and kayaks to ceramics and implant cardio defibrillators. In the Pickens County labor draw area, there are over 54,000 employed in manufacturing, with more than half employed in the metalworking/industrial equipment industries. But these figures don't tell the entire story. Underemployed figures give a more accurate depiction of employees, particularly skilled workers. Pickens and the surrounding counties comprise its true labor pool where 18,500 unemployed combine with 109,700 underemployed workers (those individuals who would take a better job if offered by a new or existing employer and who possess the skills, education, and experience to qualify them for a better job) and 14,700 who are not currently seeking employment but are contemplating re-entering the work force for a total available work force of over 174,000. The County also has a major presence within the area relating to education with Clemson University and the School District of Pickens County employing over 3,500 and 1,800 people, respectively.

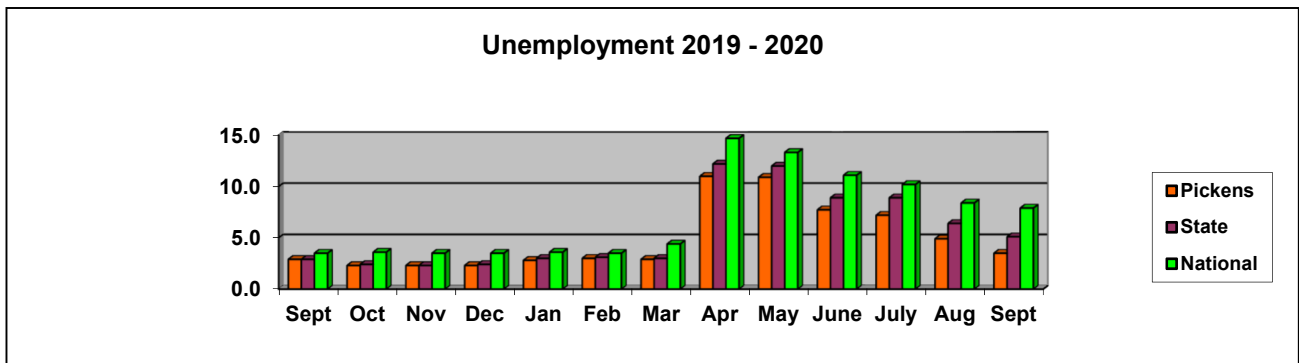
Expected Growth

The County population grew 7.6% between the 2000 and 2010 censuses with average annual growth of .76% for the period. This has resulted in Pickens County lagging behind in the South Carolina Upstate region, which experienced an 11.2% population growth between censuses. The State of South Carolina experienced a 13.4% growth for the same period with an annual average growth of 1.3%. Pickens County, according to the U. S. Census Bureau, ranks 13th most populous county in the state and the 19th fastest growing county in the state among 45 other counties. Pickens County population is projected to increase by 26.2% between 2010 and 2030 with an average annual growth of 1.3%.

Year	Population		
	County	SC Upstate	South Carolina
2000	110,757	1,220,542	4,012,012
2005	113,575	1,391,335	4,280,581
2010	119,224	1,356,900	4,549,150
2015	128,260	1,425,770	4,784,700
2020	135,920	1,494,650	5,020,400
2025	143,570	1,563,510	5,256,080
2030	150,420	1,629,510	5,488,460



According to the South Carolina Employment Security Commission, unemployment increased in September (latest available numbers) from the previous year figure of 2.0% to 3.5%. This is below the State of South Carolina unemployment rate of 5.1% and lower than the national average for the United States of 7.9% for September 2020. The reason for the increase from the previous year is due to the COVID 19 pandemic.



LONG-TERM FINANCIAL PLANNING

The County entered fiscal year 2020 with a strong financial position as noted with our credit rating with Moody's of Aa2 and Standard & Poor's of AA. Total fund balance and unassigned fund balance as of June 30, 2020, in the General Fund was \$38,054,982 and \$31,040,196 respectively. This represents 86.2% and 70.3% of expenditures, respectively.

Council approved in the fall of 2019 six goals for calendar year 2020 with several objectives defined to achieve these goals. The six goals listed were Maintain Conservative Budget, Broaden Economic Development, Plan for Capital Expenditures, Establish Sustainable Road Maintenance, Develop Comprehensive Tourism Approach and Advance Unified Emergency Services. As it relates to long term financial planning, staff developed a five capital improvement plan which was given to Council in the fall of 2020.

The plan encompassed replacing aging equipment in Public Works, Public Safety, Transportation and other functions. The plan included a proposal on different funding sources to purchase the capital. Different sources include using fund balance from the General Fund, General Obligation Bonds, Tourism Fee funds and designating millage from operations to begin the process of having a dedicated funding source for the General Fund instead of using fund balance. The plan would take approximately 10 years to fully implement funding capital from millage.

PENSION PLANS

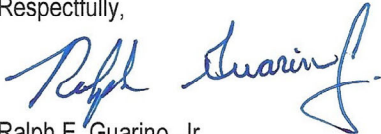
Eligible employees of the County are participants in the South Carolina Retirement System (SCRS) and the South Carolina Police Retirement System (PORS), both of which are cost sharing multiple-employer defined benefit plans administered by the Retirement Division of the State Budget and Control Board. SCRS and PORS provide retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits to plan members and beneficiaries. The plans' provisions are established under Title 9 of the South Carolina Code of Laws. A comprehensive annual financial report containing financial statements and required supplementary information for the South Carolina Retirement System and the South Carolina Police Officers Retirement System are issued and publicly available by writing the South Carolina Retirement System, Post Office Box 11960, Columbia, South Carolina 29211-1960.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pickens County for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the comprehensive annual financial report would not have been possible without the assistance of the Finance Department staff. The hard work and dedication of these individuals significantly contributed to the completion of this document. Moreover, the support and leadership of the County Council and the Administrator have been instrumental in the development of this report. We would also like to thank the accounting firm of Cherry Bekaert LLP for their assistance with this project.

Respectfully,



Ralph E. Guarino, Jr.
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

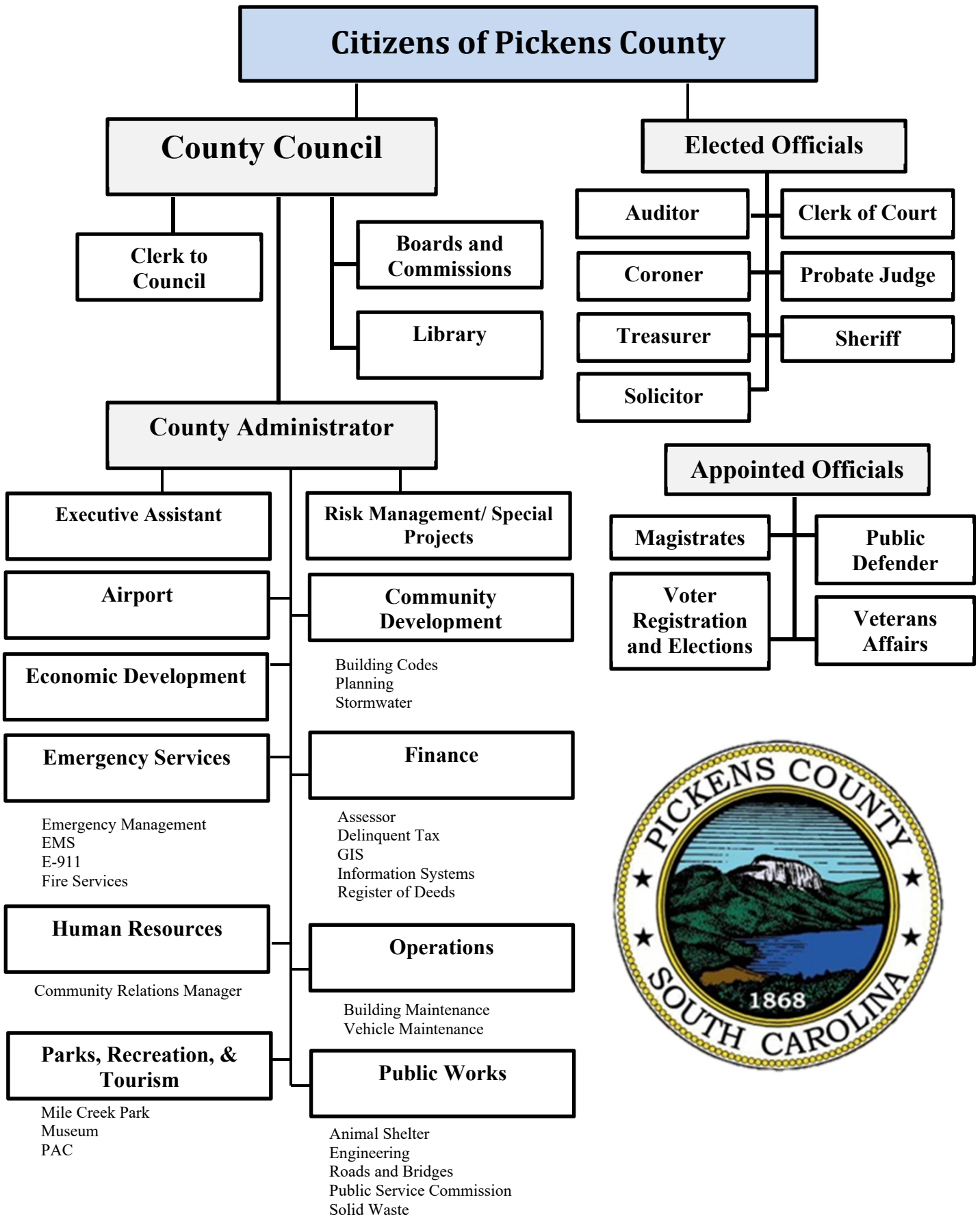
**Pickens County
South Carolina**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



PICKENS COUNTY, SOUTH CAROLINA

PRINCIPAL OFFICIALS

For the Year Ended June 30, 2020

MEMBERS OF COUNTY COUNCIL

Roy Costner, Chairman
Chris Bowers, Vice Chairman
Wes Hendricks
Carl Hudson
Trey Whitehurst
Robert Ensley Feemster

ELECTED OFFICIALS

Dale M. Looper, Treasurer
Rick Clark, Sheriff
David Allison, Probate Judge
Pat Welborn, Clerk of Court
Brent Suddeth, Auditor
Kandy Kelley, Coroner

ADMINISTRATIVE OFFICIALS

Ken Roper, County Administrator
Ralph E. Guarino Jr., Finance Director
Meagan Bradford, Clerk to Council

FINANCIAL SECTION

Report of Independent Auditor

To the Pickens County Council
Pickens County, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the Economic Development Alliance of Pickens County (the "Alliance"), a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens 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

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the Alliance, a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens County, South Carolina, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Grants Fund, and Fire District Funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 18 and the required supplementary information on pages 63 through 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, statistical section, and compliance section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards ("SEFA"), as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, (the "Uniform Guidance"), is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual fund statements, schedules, and SEFA are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2020 on our consideration of the County's internal control over financial reporting and on compliance and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

Cherry Behaert LRP

Greenville, South Carolina
November 30, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Pickens County, we offer readers of Pickens County's financial statements this narrative overview and analysis of the financial activities of Pickens County for the fiscal year ended June 30, 2020. We encourage readers to read the information presented here in conjunction with additional information we have furnished in the County's financial statements, which follow this narrative.

Financial Highlights

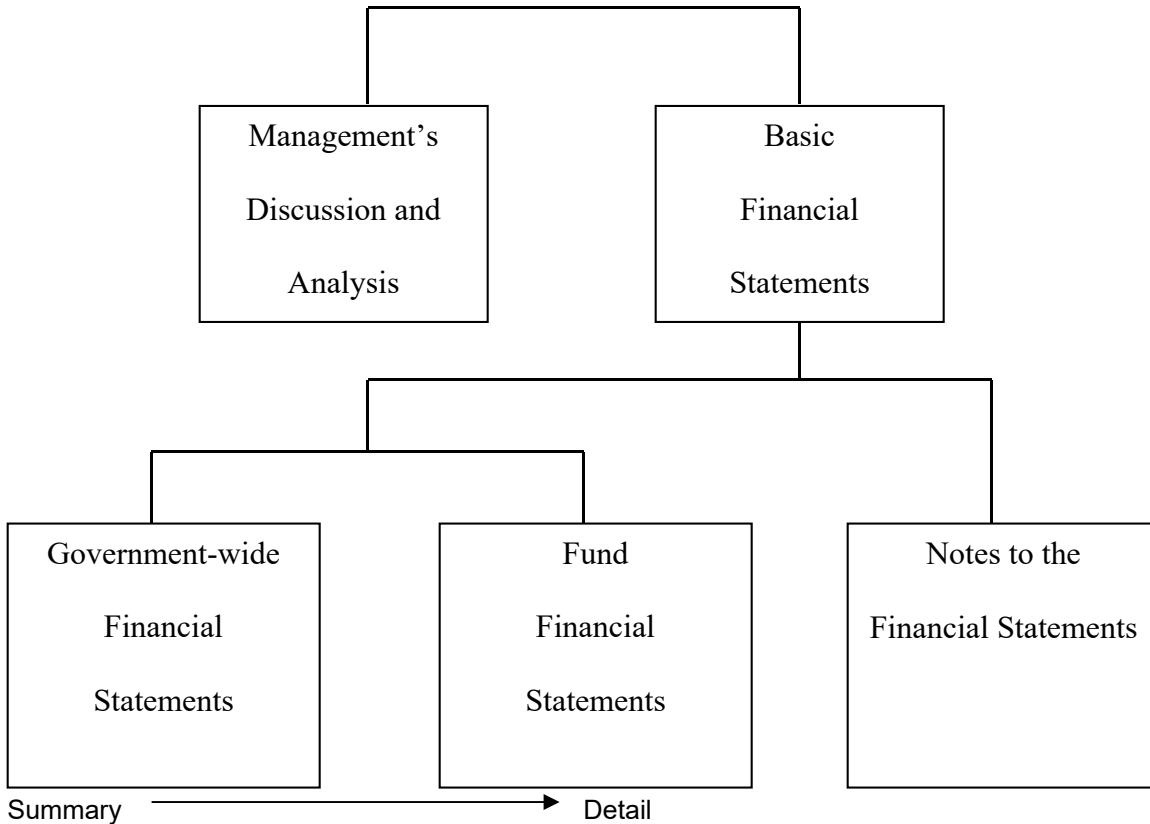
- The assets of Pickens County exceeded its liabilities at the close of the fiscal year by \$80,837,351. Of this amount \$4,303,961 may be used to meet the County's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$5,314,307. There were several items which contributed to this increase in net position. The first was taxes in the General Fund came in higher than expected when the budget was approved. When the value of a millage was estimated in the spring of 2019, it was based on the latest information the County had on record. Once the millage rates were set in the fall of 2019 the value of a mil had increase by approximately \$30,000. This equated to an increase of revenue by \$1.6 million. A second reason for the increase in net position was the Local Option Sales Tax (L.O.S.T.). This tax is a 1% taxes that is added on all purchases made in Pickens County with minor exceptions. With a strong economy both locally and nationally the L.O.S.T. saw an 13% increase from the previous year. This equated to approximately Council reduced the millage rate \$1.3 in additional taxes. Another contributing factor to the increase in the net position was attrition with employees and the inability to compete with the strong local economy for the workforce. This in turn saved the County several thousand dollars in personnel services.
- The County's unassigned General Fund balance increased by \$6,917,315 during the 2020 fiscal year due to the items listed above for the increase in the total net position. Also the County received an additional \$3.3 million for the sales of the Georges Creek wastewater line to Easley Combined Utilities. The County also received over \$400,000 from a developer for land purchased at the former Tri-County Landfill development located in Central, South Carolina.
- The County had \$65,856,957 in expenses related to governmental activities; program specific charges for services, grants or contributions offset \$23,881,716 of these expenses. General revenues (primarily taxes and unrestricted grants) and net position of \$41,975,241 provided the remaining funding for these programs.
- As of the close of the current fiscal year, Pickens County's governmental funds reported combined ending fund balances of \$58,326,693, an increase of \$9,059,032 in comparison with the prior year. Approximately 63.3% of this total amount, or \$36,966,531, is available for spending at the government's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$31,040,196 or 70.3% of total general fund expenditures for the fiscal year.
- During the 2020 fiscal year, the County's governmental fund type revenues were \$72,708,351 compared to \$67,241,603 in the prior year.
- The total long-term liabilities of the governmental-type activities decreased by \$3,247,314. This is due to payoff of outstanding Notes Payable debt to Renewable Water Sources for the sale of the Georges Creek wastewater system of Easley Combined Utilities and a new estimate for the cost for the closure for the construction and demolition landfill in Easley.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Pickens County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of Pickens County.

Required Components of the Annual Financial Report

Figure 1



Basic Financial Statements

The first two statements (Exhibits A and B) in the basic financial statements are the **government-wide financial statements**. They provide both short and long-term information about the County's financial status.

The next statements (Exhibits C through H) are **fund financial statements**. These statements focus on the activities of the individual parts of the County's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements, 2) the proprietary fund statements, and 3) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's non-major governmental funds, which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the County's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the County's financial status as a whole.

The two government-wide statements report the County's net position and how it has changed. Net position is the difference between the County's total assets (including deferred inflows of resources) and total liabilities (including deferred inflows of resources). Measuring net position is one way to assess the County's financial condition.

The government-wide statements are divided into three categories: 1) governmental activities and 2) business-type activities and 3) a component unit. The governmental activities include most of the County's basic services such as public safety, parks and recreation and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities include the sewer and airport services offered by Pickens County. The County collects revenues from the users of these services. The component unit includes one other entity in its report – Pickens Alliance. Although legally separate, this "component unit" is important because the County is financially accountable for this operation.

The government-wide financial statements are on Exhibits A and B of this report.

Fund Financial Statements

The fund financial statements provide a more detailed look at the County's most significant activities. 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. Pickens County, like all other governmental entities in South Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All of the funds of Pickens County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. These funds focus on how readily assets can be converted into cash and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine the financial resources available to finance the County's programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Pickens County Council adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the County, the management of the County and the decisions of the Council about which services to provide and how to pay for them. It also authorizes the County to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the County complied with the budget ordinance and whether or not the County succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the Council, 2) the final budget as amended by the Council, 3) the actual resources, expenditures, and ending balances in the General Fund and 4) the difference or variance between the final budget and the actual resources and charges.

Proprietary Funds – Pickens County has one kind of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Pickens County uses enterprise funds to account for its wastewater treatment activity and for its airport operations. These funds are the same as those activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Pickens County has eight fiduciary funds, all of which are agency funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements as listed in the table of contents follow the basic financial statements.

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning Pickens County’s general obligation debt. Required supplementary information, as listed in the table of contents, can be found in Exhibits I. Additional trend information about Pickens County can be found in the Statistical Section of the report.

Government-Wide Financial Analysis

Pickens County’s Net Position

Figure 2

	Governmental Activities		Business-type Activities		Total	Total
	2020	2019	2020	2019	2020	2019
Current and other assets	\$71,384,033	\$62,133,522	\$ 3,486,656	\$ 3,309,802	\$ 74,870,689	\$ 65,443,324
Capital assets	86,577,507	86,368,276	25,347,141	30,256,504	111,924,648	116,624,780
Land held for resale	728,731	728,727	-	-	728,731	728,727
Total assets	<u>158,690,271</u>	<u>149,230,525</u>	<u>28,833,797</u>	<u>33,566,306</u>	<u>187,524,068</u>	<u>182,796,831</u>
Deferred outflow of resources	9,311,531	11,229,882	303,072	333,412	9,614,603	11,563,294
Long-term liabilities outstanding	98,595,663	101,842,977	3,290,890	3,284,459	101,886,553	105,127,436
Other liabilities	10,525,182	10,424,833	206,226	299,465	10,731,408	10,724,298
Total liabilities	<u>109,120,845</u>	<u>112,267,810</u>	<u>3,497,116</u>	<u>3,583,924</u>	<u>112,617,961</u>	<u>115,851,734</u>
Deferred inflows	3,589,232	2,918,619	94,127	66,728	3,683,359	2,985,347
Net position:						
Net investment in capital assets	52,928,665	50,634,094	23,604,725	28,476,555	76,533,390	79,110,649
Restricted	20,208,386	17,403,330	217,260	209,520	20,425,646	17,612,850
Unrestricted	(17,845,326)	(22,763,446)	1,723,641	1,562,991	(16,121,685)	(21,200,455)
Total net position	<u>\$ 55,291,725</u>	<u>\$ 45,273,978</u>	<u>\$ 25,545,626</u>	<u>\$ 30,249,066</u>	<u>\$ 80,837,351</u>	<u>\$ 75,523,044</u>

Net position may serve over time as one useful indicator of a government’s financial condition. The assets and deferred outflows of Pickens County exceeded liabilities and deferred inflows by \$80,837,351 as of June 30, 2020. The County’s net position increased by \$5,314,307 for the fiscal year ended June 30, 2020. The County’s investment in capital assets (e.g. land, buildings, machinery and equipment), less any related debt still outstanding that was issued to acquire those items, which accounts for the largest portion was \$76,533,390. Pickens County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Pickens County’s investment in capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Pickens County’s net position of \$20,425,646 represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$16,121,685) is unrestricted.

Pickens County's Changes in Net Position

Figure 3

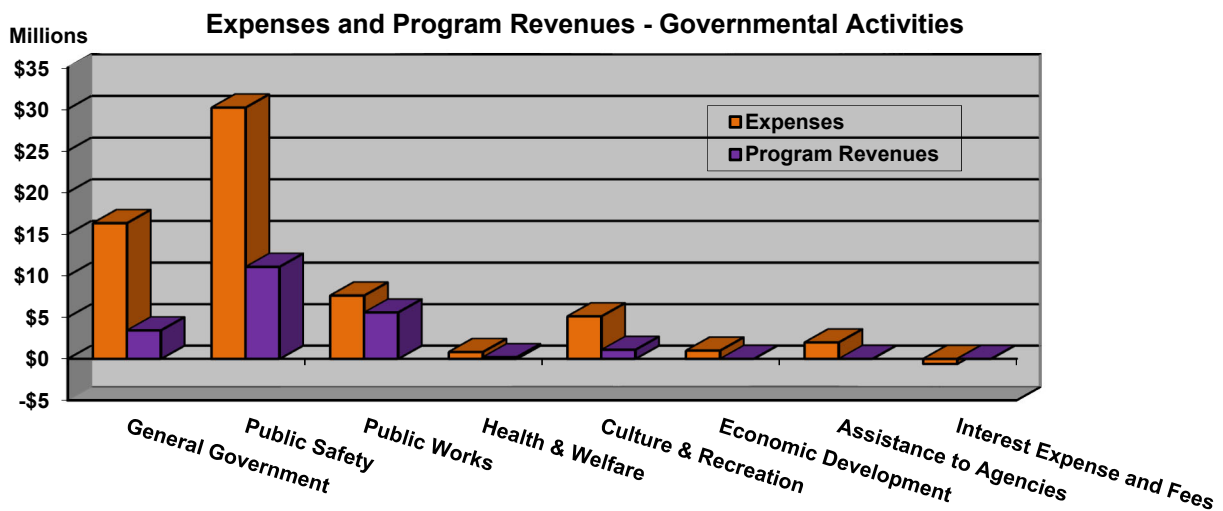
	Governmental		Business-type		Total	Total
	Activities		Activities			
	2020	2019	2020	2019		
Revenues:						
Program revenues:						
Charges for services	\$ 13,922,553	\$ 13,683,575	\$ 2,015,464	\$ 2,078,324	\$ 15,938,017	\$ 15,761,899
Operating grants and contributions	7,481,716	6,985,839	-	-	7,481,716	6,985,839
Capital grants and contributions	-	-	462,008	797,227	462,008	797,227
General revenues:						
Property taxes	29,486,193	29,504,707	-	-	29,486,193	29,504,707
Other taxes	11,612,898	10,276,953	-	-	11,612,898	10,276,953
Grants and contributions not restricted to specific programs	5,495,965	5,166,692	-	-	5,495,965	5,166,692
Other	1,529,783	1,594,687	6,815	6,580	1,536,598	1,601,267
Total revenues	<u>69,529,108</u>	<u>67,212,453</u>	<u>2,484,287</u>	<u>2,882,131</u>	<u>72,013,395</u>	<u>70,094,584</u>
Expenses:						
General government	16,330,579	16,070,136	-	-	16,330,579	16,070,136
Public safety	30,194,764	29,074,818	-	-	30,194,764	29,074,818
Public works	7,637,054	9,202,584	-	-	7,637,054	9,202,584
Health and welfare	825,619	792,130	-	-	825,619	792,130
Culture and recreation	5,128,012	5,268,494	-	-	5,128,012	5,268,494
Economic development	993,050	580,221	-	-	993,050	580,221
Assistance to other agencies	1,978,141	2,012,470	-	-	1,978,141	2,012,470
Unallocated interest expense and fees	(605,341)	1,229,460	-	-	(605,341)	1,229,460
Public service commission	-	-	2,577,400	2,537,191	2,577,400	2,537,191
Airport	-	-	797,679	858,537	797,679	858,537
Other	-	-	502,169	-	502,169	-
Total expenses	<u>62,481,878</u>	<u>64,230,313</u>	<u>3,877,248</u>	<u>3,395,728</u>	<u>66,359,126</u>	<u>67,626,041</u>
Increase (decrease) in net position before transfers	7,047,230	3,181,948	(1,392,961)	(513,597)	5,654,269	2,468,543
Transfers	2,970,517	(12,409)	(3,310,479)	12,409	(339,962)	-
Increase (decrease) in net position	10,017,747	3,169,539	(4,703,440)	(501,188)	5,314,307	2,468,543
Net position, beginning	45,273,978	42,104,439	30,249,066	30,750,254	75,523,044	72,854,693
Net position, ending	<u>\$ 55,291,725</u>	<u>\$ 45,273,978</u>	<u>\$ 25,545,626</u>	<u>\$ 30,249,066</u>	<u>\$ 80,837,351</u>	<u>\$ 75,323,236</u>

Changes in net position - The County's total revenues increased from the prior year by \$5 million or 7.5% (See figure 3 above). Property taxes accounts and program revenues (charges for services and restricted operating and capital grants) accounts for 39.1% and 31.7% of the County's revenues, respectively. Contributions and donation, other taxes, franchise fees and interest income account for the remainder of the revenue.

The total cost of all programs increased by approximately \$2 million, or more than 3.0%, which includes depreciation for all capital assets as required under Governmental Accounting Standards Board Statement No. 34.

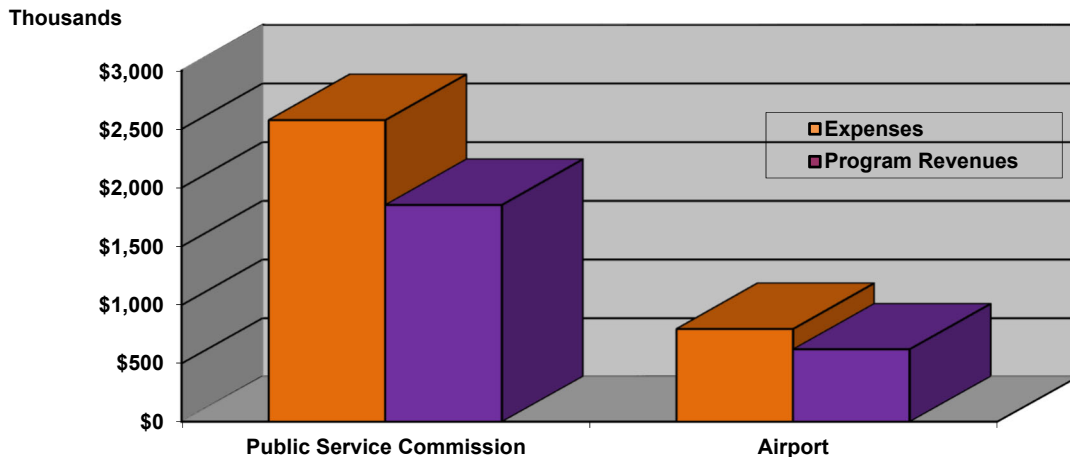
Governmental activities – Governmental activities increased the County’s net position by \$10.0 million. Several particular aspects of the County’s financial operations positively influenced the total governmental activities:

- As noted earlier in the Management and Discussion Analysis, there were several items which contributed to this increase in net position. The first was taxes in the General Fund came in higher than expected when the budget was approved. When the value of a millage was estimated in the spring of 2019, it was based on the latest information the County had on record. Once the millage rates were set in the fall of 2019 the value of a mil had increase by approximately \$30,000. This equated to an increase of revenue by \$1.6 million. A second reason for the increase in net position was the Local Option Sales Tax (L.O.S.T.). This tax is a 1% taxes that is added on all purchases made in Pickens County with minor exceptions. With a strong economy both locally and nationally the L.O.S.T. saw an 13% increase from the previous year. This equated to approximately Council reduced the millage rate \$1.3 in additional taxes. Another contributing factor to the increase in the net position was attrition with employees and the inability to compete with the strong local economy for the workforce. This in turn saved the County several thousand dollars in personnel services.



Business-type activities – Business-type activities decreased Pickens County’s net position by \$4.7 million. Depreciation, the loss of \$0.5 million for the sale of the Georges Creek wastewater system of Easley Combined Utilities, and the transfer of proceeds from the sale of assets of \$3.3 million were the main factors that contributed to the decrease in the net position of the business type activities. The Public Service Commission and Airport had depreciation expense of \$1,024,618 and \$210,079 respectively.

Expenses and Program Revenues - Business Activities



Financial Analysis of the County's Funds

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

Governmental Funds – The focus of Pickens County's governmental funds is to provide information on short-term inflows, outflows and balances of usable resources. Such information is useful in assessing Pickens County's financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of Pickens County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$31,040,196, while total fund balance reached \$ 38,054,982. As a measure of the General Fund's liquidity, it may be useful to compare both, unassigned fund and total fund balance to its total original budgeted expenditures for the subsequent year. The unassigned fund balance represents 67 percent of the total General Fund budgeted expenditures for the fiscal year 2020-2021, while the total fund balance represents 82.2 percent of that same amount. General Fund expenditures increased 1.2 percent primarily in capital replacement.

At June 30, 2020, the governmental funds of Pickens County reported a combined fund balance of \$58,326,693, an 18.4% increase over the previous year.

General Fund Budgetary Highlights – During the fiscal year, the County revised the budget on one occasion. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased budgeted expenditures by \$3,098,163.

The Road Maintenance Fund was established in the early 2000's to address the needs for road resurfacing and bridge replacement. Each vehicle in the County is assessed a \$20 fee which generates about \$2.1 million per year. Over the past two years, Council put a moratorium on expending funds for these projects. Council wanted to revisit how the money is being used and could it be better utilized if part of the funds were turned over to the Cities for them to administer resurfacing of city owned roads. This past year Council decided to turn the city roads maintenance responsibility back over to the Cities. The Cities will receive a prorate share of the \$20 maintenance fee to cover the cost of maintenance of their roads. All other funds had minor changes to their fund balance.

Proprietary Funds – Pickens County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the Public Service Commission Fund at the end of the fiscal year amounted to \$2,093,661 and those for the Airport equaled \$(370,020). The total current year change in net position for Public Service Commission and the Airport was \$(4,531,029) and (\$172,411), respectively.

Capital Asset and Debt Administration

Capital assets – Pickens County's capital assets for its governmental and business-type activities as of June 30, 2020 totaled \$111,924,648 (net of accumulated depreciation). This is a net decrease of \$4,700,132 or 4%. These assets include buildings, roads and bridges, land, machinery and equipment, park facilities, construction-in-progress and vehicles.

Major capital asset transactions during the year include:

- Purchased various types of new equipment for Sheriff's Office, Solid Waste, Roads & Bridges, Emergency Medical Service Department, and Information System.
- Purchased fire equipment and fire trucks for several of the fire districts in Pickens County.
- Construction of new Detention Center for Law Enforcement.

**Pickens County's Capital Assets
(net of depreciation)**

Figure 4

	Governmental Activities		Business-type Activities		Total	Total
	2020	2019	2020	2019	2020	2019
Land	\$ 4,681,741	\$ 4,681,741	\$ 2,060,937	\$ 2,060,937	\$ 6,742,678	\$ 6,742,678
Buildings	51,250,241	23,710,577	3,336,937	1,053,939	54,587,178	24,764,516
Improvements and infrastructure	16,122,259	16,422,584	19,629,244	25,459,670	35,751,503	41,882,254
Machinery and equipment	11,296,187	11,248,779	204,083	216,282	11,500,270	11,465,061
Construction in progress	3,227,079	30,304,595	115,940	1,465,676	3,343,019	31,770,271
Total	\$ 86,577,507	\$ 86,368,276	\$ 25,347,141	\$ 30,256,504	\$ 111,924,648	\$ 116,624,780

Additional information on the County's capital assets can be found in Note 6 of the basic financial statements.

Long-term Debt – As of June 30, 2020, Pickens County had total bonded debt outstanding of \$32,255,356, part of which is debt backed by the full faith and credit of the County.

**Pickens County's Outstanding Debt
General Obligation Bonds**

Figure 5

	Governmental Activities	
	2020	2018
General obligation bonds	\$ 32,255,356	\$ 32,448,689

The State of South Carolina limits the amount of general obligation debt that a unit of government can issue to 8% of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Pickens County is \$22,333,252. The County has \$23,265,000 in bonds and notes authorized at June 30, 2020, which are pledged against the full faith, credit and taxing power of Pickens County.

Additional information regarding Pickens County's long-term debt can be found in Note 7 of the basic financial statements.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicators reflect the growth and prosperity of the County.

Pickens County is located in the I-85 "boom belt" of Upstate SC. The county has several features distinguishing it from other areas its size. From Clemson University and its renowned research to its scenic lake and beautiful Blue Ridge Mountain Foothills, Pickens County has the perfect mix of business and living amenities for growing industries.

With Clemson University located in Pickens County and its focus on academics and applied research, Pickens County has been a major draw for industry. The community's economic diversity stems in large part from the University's support of industries through applied programs, groundbreaking research and development and by supplying a skilled work force.

Manufacturing is the county's primary source of economic growth, with approximately 150 facilities in the Easley, Liberty and Pickens areas. Pickens County and the surrounding communities in the Upstate of South Carolina is an emerging automotive hub. From Clemson University's world class ICAR (International Center for Automotive Research) facility with plans for a full-scale 200 mph rolling test track and motor sport research facilities to the North American BMW manufacturing plant located within a 45 minute drive, Pickens County is the perfect location for tier-1, 2 and 3 automotive suppliers.

Alliance Pickens, the economic development organization, also fosters industry growth by offering aggressive incentives and existing industry programs such as a partnership with the well-known technical schools system that helps train workers at little or no cost to companies.

Budget Highlights for the Fiscal Year Ending June 30, 2021

The budget has an increase for fiscal year 2021. The total expenditures for fiscal year 2021 will be \$71,815,615 compared to \$70,509,754 for fiscal year 2020, which is a nominal increase of 1.8%. The budget includes a 3% cost of living adjustment for employees and will go into effect when the revenues become more stable with the recent developments of the COVID 19 pandemic. The budget includes for capital equipment in the amount of \$6,787,500. The largest function of purchases for capital equipment will be in the Public Safety Departments and will include the purchase of three fire service trucks for the Vineyards Fire District (1), Six Mile Fire District (1) and Dacusville Fire District (1). Other purchases included in the budget for capital roll Off Trucks (2) for Solid Waste to haul construction and demolition debris to the Greenville County landfill beginning in December of 2020. Several sources of revenue will pay for the capital including G O Bonds, fund balance from various funds and Local Accommodation Tax. The largest portion of the General Fund expenditures is personnel services which account for 71.59% of the budget. The largest portion on the revenue side is taxes and this accounts for 66.6% of the revenue. Taxes are made up of real and personal property taxes and sales and use taxes and account for 69.7% and 30.3% of all taxes in the General Fund, respectively.

Requests for Information

This report is designed to provide an overview of the County's finances to those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Director, Pickens County, 222 McDaniel Avenue B-4, Pickens, SC 29671. In addition, this Comprehensive Annual Financial Report may be found on the County's website at <http://www.co.pickens.sc.us>.

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION

Exhibit A

JUNE 30, 2020

	Governmental Activities	Business-Type Activities	Total Primary Government	Alliance Pickens	Total Reporting Unit
ASSETS					
Current assets:					
Cash and investments	\$ 59,265,632	\$ 3,339,703	\$ 62,605,335	\$ 234,224	\$ 62,839,559
Property taxes receivable, net	3,177,673	-	3,177,673	-	3,177,673
Accounts receivable, net	3,477,272	56,898	3,534,170	32,186	3,566,356
Due from other governments	3,679,933	68,521	3,748,454	-	3,748,454
Advances to other funds	1,369,645	-	1,369,645	-	1,369,645
Inventories	403,803	21,534	425,337	-	425,337
Prepaid items	10,075	-	10,075	-	10,075
Total current assets	<u>71,384,033</u>	<u>3,486,656</u>	<u>74,870,689</u>	<u>266,410</u>	<u>75,137,099</u>
Noncurrent assets:					
Land held for resale	728,731	-	728,731	-	728,731
Capital assets, not being depreciated	7,916,275	2,176,877	10,093,152	-	10,093,152
Capital assets, net of accumulated depreciation	78,661,232	23,170,264	101,831,496	-	101,831,496
Total noncurrent assets	<u>87,306,238</u>	<u>25,347,141</u>	<u>112,653,379</u>	<u>-</u>	<u>112,653,379</u>
Total assets	<u>158,690,271</u>	<u>28,833,797</u>	<u>187,524,068</u>	<u>266,410</u>	<u>187,790,478</u>
DEFERRED OUTFLOW OF RESOURCES					
Deferred outflow related to state pension	8,058,873	262,330	8,321,203	-	8,321,203
Deferred outflows related to OPEB	1,252,658	40,742	1,293,400	-	1,293,400
Total deferred outflow of resources	<u>9,311,531</u>	<u>303,072</u>	<u>9,614,603</u>	<u>-</u>	<u>9,614,603</u>
LIABILITIES					
Current liabilities:					
Accounts payable	5,404,146	98,855	5,503,001	6,487	5,509,488
Accrued payroll	1,561,338	29,179	1,590,517	14,464	1,604,981
Accrued interest payable	106,183	-	106,183	-	106,183
Advances from other funds	1,329,947	39,698	1,369,645	-	1,369,645
Current portion, long-term debt	2,123,568	38,494	2,162,062	-	2,162,062
Total current liabilities	<u>10,525,182</u>	<u>206,226</u>	<u>10,731,408</u>	<u>20,951</u>	<u>10,752,359</u>
Noncurrent liabilities:					
Landfill closure and post-closure	1,595,664	-	1,595,664	-	1,595,664
Net general obligation bonds	31,684,632	-	31,684,632	-	31,684,632
Revenue bonds	-	1,703,923	1,703,923	-	1,703,923
Accrued compensated absences	432,867	378	433,245	-	433,245
Net pension liability	51,742,933	1,159,231	52,902,164	-	52,902,164
Net OPEB liability	13,139,567	427,358	13,566,925	-	13,566,925
Total noncurrent liabilities	<u>98,595,663</u>	<u>3,290,890</u>	<u>101,886,553</u>	<u>-</u>	<u>101,886,553</u>
Total liabilities	<u>109,120,845</u>	<u>3,497,116</u>	<u>112,617,961</u>	<u>20,951</u>	<u>112,638,912</u>
DEFERRED INFLOW OF RESOURCES					
Deferred revenue - taxes	696,384	-	696,384	50,000	746,384
Deferred inflow related to state pension	1,399,041	45,541	1,444,582	-	1,444,582
Deferred inflows related to OPEB	1,493,807	48,586	1,542,393	-	1,542,393
Total deferred inflow of resources	<u>3,589,232</u>	<u>94,127</u>	<u>3,683,359</u>	<u>50,000</u>	<u>3,733,359</u>
NET POSITION (DEFICIT)					
Net investment in capital assets	52,928,665	23,604,725	76,533,390	-	76,533,390
Restricted for:					
Debt service	1,938,521	-	1,938,521	-	1,938,521
Public works	9,068,559	-	9,068,559	-	9,068,559
Public safety	4,908,887	-	4,908,887	-	4,908,887
Cultural and recreation	3,353,617	-	3,353,617	-	3,353,617
Intergovernmental	938,802	-	938,802	-	938,802
USDA bonds	-	217,260	217,260	-	217,260
Net position (deficit), unrestricted	<u>(17,845,326)</u>	<u>1,723,641</u>	<u>(16,121,685)</u>	<u>195,459</u>	<u>(15,926,226)</u>
Total net position	<u>\$ 55,291,725</u>	<u>\$ 25,545,626</u>	<u>\$ 80,837,351</u>	<u>\$ 195,459</u>	<u>\$ 81,032,810</u>

The notes to the financial statements are an integral part of this statement.

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF ACTIVITIES

Exhibit B

YEAR ENDED JUNE 30, 2020

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit	Total Reporting Unit	
					Governmental Activities	Business-Type Activities	Total Primary Government		Alliance Pickens
Governmental activities:									
General government	\$ 16,330,579	\$ 1,943,022	\$ 1,492,350	\$ -	\$ (12,895,207)	\$ -	\$ (12,895,207)	\$ -	\$ (12,895,207)
Public safety	30,194,764	9,694,337	1,390,295	-	(19,110,132)	-	(19,110,132)	-	(19,110,132)
Public works	7,637,054	1,386,402	4,208,953	-	(2,041,699)	-	(2,041,699)	-	(2,041,699)
Health and welfare	825,619	170,083	30,447	-	(625,089)	-	(625,089)	-	(625,089)
Cultural and recreation	5,128,012	728,709	359,671	-	(4,039,632)	-	(4,039,632)	-	(4,039,632)
Economic development	993,050	-	-	-	(993,050)	-	(993,050)	-	(993,050)
Assistance to other agencies	1,978,141	-	-	-	(1,978,141)	-	(1,978,141)	-	(1,978,141)
Debt service - other	(605,341)	-	-	-	605,341	-	605,341	-	605,341
Total governmental activities	<u>62,481,878</u>	<u>13,922,553</u>	<u>7,481,716</u>	<u>-</u>	<u>(41,077,609)</u>	<u>-</u>	<u>(41,077,609)</u>	<u>-</u>	<u>(41,077,609)</u>
Business-type activities:									
Public Service Commission	2,577,400	1,461,685	-	392,580	-	(723,135)	(723,135)	-	(723,135)
Airport	797,679	553,779	-	69,428	-	(174,472)	(174,472)	-	(174,472)
Total business-type activities	<u>3,375,079</u>	<u>2,015,464</u>	<u>-</u>	<u>462,008</u>	<u>-</u>	<u>(897,607)</u>	<u>(897,607)</u>	<u>-</u>	<u>(897,607)</u>
Total primary government	<u>\$ 65,856,957</u>	<u>\$ 15,938,017</u>	<u>\$ 7,481,716</u>	<u>\$ 462,008</u>	<u>\$ (41,077,609)</u>	<u>\$ (897,607)</u>	<u>\$ (41,975,216)</u>	<u>\$ -</u>	<u>\$ (41,975,216)</u>
Component unit:									
Alliance Pickens	\$ 415,820	\$ -	\$ 84,285	\$ -	\$ -	\$ -	\$ -	\$ (331,535)	\$ (331,535)
Total component units	<u>\$ 415,820</u>	<u>\$ -</u>	<u>\$ 84,285</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (331,535)</u>	<u>\$ (331,535)</u>
General revenues (expenses):									
Property taxes					\$ 29,486,193	\$ -	\$ 29,486,193	\$ -	\$ 29,486,193
Sales taxes					11,156,656	-	11,156,656	-	11,156,656
Franchise taxes					456,242	-	456,242	-	456,242
Grants and contributions not restricted to specific programs					5,495,965	-	5,495,965	-	5,495,965
Investment earnings					677,122	-	677,122	729	677,851
Gain (loss) on sale of capital assets					3,310	(502,169)	(498,859)	-	(498,859)
Other revenues and expenses					849,351	6,815	856,166	92,713	948,879
Transfers					2,970,517	(3,310,479)	(339,962)	339,962	-
Total general revenues and transfers, net					<u>51,095,356</u>	<u>(3,805,833)</u>	<u>47,289,523</u>	<u>433,404</u>	<u>47,722,927</u>
Change in net position					<u>10,017,747</u>	<u>(4,703,440)</u>	<u>5,314,307</u>	<u>101,869</u>	<u>5,416,176</u>
Net position - beginning					<u>45,273,978</u>	<u>30,249,066</u>	<u>75,523,044</u>	<u>93,590</u>	<u>75,616,634</u>
Net position - ending					<u>\$ 55,291,725</u>	<u>\$ 25,545,626</u>	<u>\$ 80,837,351</u>	<u>\$ 195,459</u>	<u>\$ 81,032,810</u>

The notes to the financial statements are an integral part of this statement.

PICKENS COUNTY, SOUTH CAROLINA
BALANCE SHEET - GOVERNMENTAL FUNDS

Exhibit C-1

JUNE 30, 2020

	General Fund	Fire Districts	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 36,865,713	\$ 4,809,711	\$ 17,590,208	\$ 59,265,632
Property taxes receivable, net	1,731,759	887,288	558,626	3,177,673
Accounts receivable - EMS, net	2,396,684	-	-	2,396,684
Accounts receivable - other	1,034,354	7,622	38,612	1,080,588
Due from other governments	2,930,185	-	749,748	3,679,933
Advances to other funds	1,369,645	-	-	1,369,645
Inventories	403,803	-	-	403,803
Prepaid items	9,466	369	240	10,075
Land held for resale	728,731	-	-	728,731
Total assets	<u>\$ 47,470,340</u>	<u>\$ 5,704,990</u>	<u>\$ 18,937,434</u>	<u>\$ 72,112,764</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 4,676,641	\$ 61,564	\$ 665,941	\$ 5,404,146
Accrued payroll	1,301,047	133,454	126,837	1,561,338
Advances from general fund	-	996,864	333,083	1,329,947
Total liabilities	<u>5,977,688</u>	<u>1,191,882</u>	<u>1,125,861</u>	<u>8,295,431</u>
Deferred Inflows of Resources:				
Deferred revenue - delinquent taxes	3,437,670	824,456	1,228,514	5,490,640
Total deferred inflows of resources	<u>3,437,670</u>	<u>824,456</u>	<u>1,228,514</u>	<u>5,490,640</u>
Fund Balances:				
Nonspendable	1,142,000	369	240	1,142,609
Restricted	-	3,634,734	16,573,652	20,208,386
Committed	-	-	9,167	9,167
Assigned	5,872,786	-	-	5,872,786
Unassigned	31,040,196	53,549	-	31,093,745
Total fund balances	<u>38,054,982</u>	<u>3,688,652</u>	<u>16,583,059</u>	<u>58,326,693</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 47,470,340</u>	<u>\$ 5,704,990</u>	<u>\$ 18,937,434</u>	<u>\$ 72,112,764</u>

PICKENS COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION

Exhibit C-2

JUNE 30, 2020

Total Governmental Fund Balances	\$ 58,326,693
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	86,577,507
Deferred inflows reported in governmental funds balance sheet includes balances of taxes receivable and other receivables deferred because funds were not available to pay current-period expenditures.	4,794,256
The net of deferred outflows and deferred inflows reported in governmental activities statement of net position includes balances related to the state pension and OPEB liabilities. The balances were deferred because funds were not available to pay current-period expenditures	6,418,683
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Landfill closure and post-closure	(1,753,364)
General obligation bonds	(33,575,500)
Net pension liability	(51,742,933)
Accrued compensated absences	(507,867)
Net OPEB liability	(13,139,567)
Accrued interest payable	(106,183)
Net Position of Governmental Activities	<u>\$ 55,291,725</u>

PICKENS COUNTY, SOUTH CAROLINA

Exhibit D-1

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS**

YEAR ENDED JUNE 30, 2020

	General Fund	Fire Districts	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 31,171,281	\$ 1,980,315	\$ 7,315,724	\$ 40,467,320
Intergovernmental	6,065,772	23,384	4,572,730	10,661,886
Fees, licenses, and permits	1,017,753	4,086,951	3,254,565	8,359,269
Charges for services	7,730,317	-	54,236	7,784,553
Fines and forfeitures	421,869	-	153,161	575,030
Investment income	716,433	6,421	-	722,854
Rental income	19,200	25	-	19,225
Contributions	72,834	175	39,145	112,154
Other revenues	640,010	5,050	(119)	644,941
Total revenues	<u>47,855,469</u>	<u>6,102,321</u>	<u>15,389,442</u>	<u>69,347,232</u>
Expenditures				
Current:				
General government	12,365,269	-	221,849	12,587,118
Public safety	21,700,196	5,053,430	1,094,685	27,848,311
Public works	5,381,798	-	2,695,127	8,076,925
Health and welfare	780,495	-	-	780,495
Culture and recreation	949,586	-	3,785,618	4,735,204
Economic development and assistance	141,270	-	758,000	899,270
Intergovernmental	421,265	-	-	421,265
Other	65,313	-	1,579,900	1,645,213
Capital outlay	2,360,001	1,275,714	1,195,385	4,831,100
Debt service:				
Principal retirement	-	108,233	1,823,150	1,931,383
Interest and fiscal charges	-	58,723	1,121,374	1,180,097
Total expenditures	<u>44,165,193</u>	<u>6,496,100</u>	<u>14,275,088</u>	<u>64,936,381</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,690,276</u>	<u>(393,779)</u>	<u>1,114,354</u>	<u>4,410,851</u>
Other financing sources (uses)				
Issuance of debt	-	1,625,000	-	1,625,000
Proceeds from sale of capital assets	52,664	-	-	52,664
Transfers in (out)	3,483,553	-	(513,036)	2,970,517
Total other financing sources (uses)	<u>3,536,217</u>	<u>1,625,000</u>	<u>(513,036)</u>	<u>4,648,181</u>
Net change in fund balances	7,226,493	1,231,221	601,318	9,059,032
Fund balance - beginning	<u>30,828,489</u>	<u>2,457,431</u>	<u>15,981,741</u>	<u>49,267,661</u>
Fund balance - ending	<u>\$ 38,054,982</u>	<u>\$ 3,688,652</u>	<u>\$ 16,583,059</u>	<u>\$ 58,326,693</u>

The notes to the financial statements are an integral part of this statement.

PICKENS COUNTY, SOUTH CAROLINA

Exhibit D-2

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

YEAR ENDED JUNE 30, 2020

Net Change in Fund Balances - Total Governmental Funds \$ 9,059,032

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay of \$4,831,100 exceeded depreciation expense of \$4,572,515 in the current period.	258,585
Net gain on disposal of assets not recorded in funds	3,310
Proceeds of sales not recorded in governmental activities	(52,664)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:	
Property taxes	(13,761)
Proceeds from debt issues are another financing source in the fund, but a debt issue increases long-term liabilities in the statement of net position.	(1,625,000)
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,637,000
In the statement of activities, interest is accrued on outstanding bonds and charged for amortization of bond premiums, whereas in governmental funds an interest expenditure is reported when due.	79,821
Compensated absences that have not matured, together with expenditures associated with changes in compensated absence accruals, are not reported at the fund level.	71,670
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:	
Landfill closure and post-closure costs	1,642,081
Change in net pension liability	(1,835,835)
Change in net OPEB liability	(1,206,492)
Change in Net Position of Governmental Activities	\$ 10,017,747

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - GENERAL FUND

Exhibit D-3

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 29,079,246	\$ 29,079,246	\$ 31,171,281	\$ 2,092,035
Intergovernmental	5,939,004	6,070,395	6,065,772	(4,623)
Fees, licenses, and permits	968,500	968,500	1,017,753	49,253
Charges for services	7,391,270	7,391,270	7,730,317	339,047
Fines and forfeitures	415,750	415,750	421,869	6,119
Investment income	549,007	549,007	716,433	167,426
Rental income	19,200	19,200	19,200	-
Contributions	35,000	35,000	72,834	37,834
Other revenues	60,000	60,000	640,010	580,010
Total revenues	<u>44,456,977</u>	<u>44,588,368</u>	<u>47,855,469</u>	<u>3,267,101</u>
Expenditures				
Current:				
General government	12,912,362	13,283,510	12,365,269	918,241
Public safety	21,780,199	21,891,672	21,700,196	191,476
Public works	7,965,325	7,703,114	5,381,798	2,321,316
Health and welfare	838,470	844,378	780,495	63,883
Culture and recreation	1,047,236	1,158,368	949,586	208,782
Economic development and assistance	-	2,226,025	141,270	2,084,755
Intergovernmental	794,222	830,301	421,265	409,036
Other	114,228	102,844	65,313	37,531
Capital outlay	2,147,283	2,657,276	2,360,001	297,275
Total expenditures	<u>47,599,325</u>	<u>50,697,488</u>	<u>44,165,193</u>	<u>6,532,295</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,142,348)</u>	<u>(6,109,120)</u>	<u>3,690,276</u>	<u>9,799,396</u>
Other financing uses				
Proceeds from sale of capital assets	-	-	52,664	52,664
Transfers in (out)	(537,023)	(540,523)	3,483,553	4,024,076
Total other financing uses	<u>(537,023)</u>	<u>(540,523)</u>	<u>3,536,217</u>	<u>4,076,740</u>
Net change in fund balances	<u>\$ (3,679,371)</u>	<u>\$ (6,649,643)</u>	7,226,493	<u>\$ 13,876,136</u>
Fund balance - beginning			<u>30,828,489</u>	
Fund balance - ending			<u>\$ 38,054,982</u>	

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - FIRE DISTRICTS

Exhibit D-4

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 1,926,109	\$ 1,926,109	\$ 1,980,315	\$ 54,206
Intergovernmental	-	78,535	23,384	(55,151)
Fees, licenses, and permits	4,109,582	4,109,582	4,086,951	(22,631)
Investment income	-	-	6,421	6,421
Rental income	-	-	25	25
Contributions	-	-	175	175
Other revenues	2,300	2,300	5,050	2,750
Total revenues	<u>6,037,991</u>	<u>6,116,526</u>	<u>6,102,321</u>	<u>(14,205)</u>
Expenditures				
Current:				
Public safety	5,274,773	5,458,754	5,053,430	405,324
Capital outlay	2,113,674	2,723,340	1,275,714	1,447,626
Debt service:				
Principal retirement	255,719	255,719	108,233	147,486
Interest and fiscal charges	66,886	66,886	58,723	8,163
Total expenditures	<u>7,711,052</u>	<u>8,504,699</u>	<u>6,496,100</u>	<u>2,008,599</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,673,061)</u>	<u>(2,388,173)</u>	<u>(393,779)</u>	<u>1,994,394</u>
Other financing sources (uses)				
Issuance of debt	1,350,000	1,350,000	1,625,000	275,000
Total other financing uses	<u>1,350,000</u>	<u>1,350,000</u>	<u>1,625,000</u>	<u>275,000</u>
Net change in fund balances	<u>\$ (323,061)</u>	<u>\$ (1,038,173)</u>	1,231,221	<u>\$ 2,269,394</u>
Fund balance - beginning			<u>2,457,431</u>	
Fund balance - ending			<u>\$ 3,688,652</u>	

PICKENS COUNTY, SOUTH CAROLINA

Exhibit D-5

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - GRANTS FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ 3,729,775	\$ 4,105,534	\$ 1,548,441	\$ (2,557,093)
Total revenues	<u>3,729,775</u>	<u>4,105,534</u>	<u>1,548,441</u>	<u>(2,557,093)</u>
Expenditures				
Current:				
General government	1,372	267,189	221,849	45,340
Public safety	191,642	191,342	117,268	74,074
Public works	30,242	123,640	97,784	25,856
Culture and recreation	1,475	1,475	-	1,475
Economic development and assistance	700,000	700,000	700,000	-
Capital outlay	866,930	878,205	411,589	466,616
Total expenditures	<u>1,791,661</u>	<u>2,161,851</u>	<u>1,548,490</u>	<u>613,361</u>
Deficiency of revenues under expenditures	<u>1,938,114</u>	<u>1,943,683</u>	<u>(49)</u>	<u>(1,943,732)</u>
Net change in fund balances	<u>\$ 1,938,114</u>	<u>\$ 1,943,683</u>	<u>(49)</u>	<u>\$ (1,943,732)</u>
Fund balance - beginning			<u>-</u>	
Fund balance - ending			<u>\$ (49)</u>	

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS

Exhibit E

JUNE 30, 2020

	Enterprise Funds		
	Public Service Commission	Airport	Total
ASSETS			
Current assets:			
Cash and investments	\$ 3,339,603	\$ 100	\$ 3,339,703
Accounts receivable - other	56,898	-	56,898
Due from other governments	68,504	17	68,521
Inventories	-	21,534	21,534
Total current assets	<u>3,465,005</u>	<u>21,651</u>	<u>3,486,656</u>
Capital assets:			
Land	336,166	1,724,771	2,060,937
Construction in process	4,200	111,740	115,940
Buildings	372,442	4,262,873	4,635,315
Improvements other than buildings	34,307,150	4,825,273	39,132,423
Machinery and equipment	677,189	488,886	1,166,075
Less accumulated depreciation	<u>(15,864,478)</u>	<u>(5,899,071)</u>	<u>(21,763,549)</u>
Total noncurrent assets	<u>19,832,669</u>	<u>5,514,472</u>	<u>25,347,141</u>
Total assets	<u>23,297,674</u>	<u>5,536,123</u>	<u>28,833,797</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred outflow related to state pension	183,003	79,327	262,330
Deferred outflow related to OPEB liability	28,455	12,287	40,742
Total deferred outflow of resources	<u>211,458</u>	<u>91,614</u>	<u>303,072</u>
LIABILITIES			
Current liabilities:			
Accounts payable	81,000	17,855	98,855
Accrued payroll	20,111	9,068	29,179
Advances from general fund	-	39,698	39,698
Current portion of long-term debt	38,494	-	38,494
Total current liabilities	<u>139,605</u>	<u>66,621</u>	<u>206,226</u>
Long-term liabilities:			
Revenue bonds	1,703,923	-	1,703,923
Net pension liability	900,154	259,077	1,159,231
Net OPEB liability	298,472	128,886	427,358
Accrued compensated absences	101	277	378
Total noncurrent liabilities	<u>2,902,650</u>	<u>388,240</u>	<u>3,290,890</u>
Total liabilities	<u>3,042,255</u>	<u>454,861</u>	<u>3,497,116</u>
DEFERRED INFLOW OF RESOURCES			
Deferred inflow related to state pension	31,770	13,771	45,541
Deferred inflow related to OPEB liability	33,933	14,653	48,586
Total deferred inflow of resources	<u>65,703</u>	<u>28,424</u>	<u>94,127</u>
NET POSITION			
Net investment in capital assets	18,090,253	5,514,472	23,604,725
Restricted for USDA	217,260	-	217,260
Unrestricted	2,093,661	(370,020)	1,723,641
Total net position	<u>\$ 20,401,174</u>	<u>\$ 5,144,452</u>	<u>\$ 25,545,626</u>

The notes to the financial statements are an integral part of this statement.

PICKENS COUNTY, SOUTH CAROLINA

Exhibit F

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITON -

YEAR ENDED JUNE 30, 2020

	Enterprise Funds		
	Public		
	Service		
	Commission	Airport	Total
Operating revenues			
Charges for services	\$ 1,461,685	\$ 553,779	\$ 2,015,464
Total operating revenues	<u>1,461,685</u>	<u>553,779</u>	<u>2,015,464</u>
Operating expenses			
Salaries and benefits	598,651	237,693	836,344
Depreciation	1,024,618	210,079	1,234,697
Other expenses	914,359	349,907	1,264,266
Total operating expenses	<u>2,537,628</u>	<u>797,679</u>	<u>3,335,307</u>
Operating loss	<u>(1,075,943)</u>	<u>(243,900)</u>	<u>(1,319,843)</u>
Nonoperating expense			
Interest and fiscal charges	(39,772)	-	(39,772)
Gain (loss) on sale of assets	(502,169)	-	(502,169)
Other nonoperating revenue	4,754	2,061	6,815
Total nonoperating expense	<u>(537,187)</u>	<u>2,061</u>	<u>(535,126)</u>
Loss before transfers and contributions	(1,613,130)	(241,839)	(1,854,969)
Transfers out	(3,310,479)	-	(3,310,479)
Capital contributions	392,580	69,428	462,008
Change in net position	(4,531,029)	(172,411)	(4,703,440)
Total net position	<u>24,932,203</u>	<u>5,316,863</u>	<u>30,249,066</u>
Total net position - ending	<u><u>\$ 20,401,174</u></u>	<u><u>\$ 5,144,452</u></u>	<u><u>\$ 25,545,626</u></u>

PICKENS COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

Exhibit G

YEAR ENDED JUNE 30, 2020

	Enterprise Funds		
	Public Service		
	Commission	Airport	Total
Operating activities			
Receipts from customers and users	\$ 2,049,873	\$ 557,392	\$ 2,607,265
Payments to suppliers	(874,280)	(433,491)	(1,307,771)
Payments to employees	(558,800)	(227,199)	(785,999)
Net cash from operating activities	<u>616,793</u>	<u>(103,298)</u>	<u>513,495</u>
Noncapital financing activities			
Transfers to other funds	(3,310,479)	-	(3,310,479)
Increase in due to other funds	-	39,698	39,698
Net cash from noncapital financing activities	<u>(3,310,479)</u>	<u>39,698</u>	<u>(3,270,781)</u>
Capital and related financing activities			
Capital contributions	392,580	69,428	462,008
Acquisition and construction of capital assets	-	(135,960)	(135,960)
Proceeds from sale of capital assets	2,806,288	-	2,806,288
Principal paid on capital debt	(37,532)	-	(37,532)
Interest paid on capital debt	(39,772)	-	(39,772)
Net cash from capital and related financing activities	<u>3,121,564</u>	<u>(66,532)</u>	<u>3,055,032</u>
Net change in cash and cash equivalents/investments	427,878	(130,132)	297,746
Cash and investments			
Beginning of year	<u>2,911,725</u>	<u>130,232</u>	<u>3,041,957</u>
End of year	<u>\$ 3,339,603</u>	<u>\$ 100</u>	<u>\$ 3,339,703</u>
Reconciliation of operating loss to net cash from operating activities			
Operating loss	\$ (1,075,943)	\$ (243,900)	\$ (1,319,843)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	1,024,618	210,079	1,234,697
Loss on sale of capital assets	502,169	-	502,169
Pension credit	4,754	2,061	6,815
Change in operating assets and liabilities:			
Accounts receivable - other and due from other governments:	85,050	1,552	86,602
Inventories	-	34,290	34,290
Deferred outflow related to state pension	30,421	18,468	48,889
Deferred outflow related to OPEB	(13,250)	(5,299)	(18,549)
Accounts payable and accrued expenses	3,978	(137,878)	(133,900)
Unearned revenue	(3,785)	-	(3,785)
Net pension liability	(14,041)	(6,086)	(20,127)
Net OPEB liability	50,249	14,804	65,053
Deferred inflow related to state pension	24,459	10,420	34,879
Deferred inflow related to OPEB	(1,886)	(1,809)	(3,695)
Total adjustments	<u>1,692,736</u>	<u>140,602</u>	<u>1,833,338</u>
Net cash from operating activities	<u>\$ 616,793</u>	<u>\$ (103,298)</u>	<u>\$ 513,495</u>

The notes to the financial statements are an integral part of this statement.

PICKENS COUNTY, SOUTH CAROLINA

Exhibit H

**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS**

JUNE 30, 2020

	Total Agency Funds
ASSETS	
Cash and investments	\$ 59,687,244
Accounts receivable - other	31,314
Property taxes receivable	7,483,498
Total assets	<u>\$ 67,202,056</u>
LIABILITIES	
Accounts payable	\$ 80,811
Due to others	67,121,245
Total liabilities	<u>\$ 67,202,056</u>

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies

Pickens County (the “County”) was organized in 1868 and operates under a Council/Administrator form of government as provided in Title 14 of the 1962 Code of Laws of South Carolina as amended (Home Rule Act) and provides the following services: public safety, highways and streets, sanitation, health and social services, cultural and recreational programs, planning and zoning, and general administrative services.

Reporting Entity

The basic financial statements of the County present the reporting entity that consists of the primary government and those organizations for which the primary government is financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County’s financial statements to be misleading or incomplete. The reporting entity has been defined to include all offices of elected officials of Pickens County, South Carolina, including Clerk of Court, Probate Judge, Coroner, Auditor, Treasurer, Solicitor, and Sheriff, as well as various administrative offices of the County.

The Economic Development Alliance of Pickens County, Inc. (the “Alliance”), a legally separate 501(c)(3) entity, is included as a discretely presented component unit of the County. Founded in 1995, the Alliance’s primary mission is to attract, retain, and increase the number of jobs and tax base in Pickens County. The County appoints a voting majority of the Alliance’s board and is financially responsible for any deficits. The Alliance’s fiscal year ends on June 30. Complete financial statements for the Alliance may be obtained at its administrative offices at 509 S. Lewis Street, Suite B, Pickens, South Carolina 29671.

As the financially significant political subdivisions of the County, including the school district, have the authority to hire and fire employees, establish their own operating budgets, and enter into their own contracts, it is determined that the County does not significantly influence their operations. As these entities have the authority to borrow funds, establish their own budgets, and are responsible for funding their own deficits, it is construed that the County does not have accountability for their fiscal matters. Accordingly, these political subdivisions have been excluded from the County’s financial statements. Additionally, property tax revenues levied and collected for certain of these excluded entities, as a result of the County’s levy allocation, are not presented in these financial statements, except to the extent they remain in an agency fund at fiscal year-end.

Basis of Presentation

The County’s basic 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. The minimum number of funds is maintained consistent with legal and managerial requirements. There are three categories of funds: governmental, proprietary, and fiduciary.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Basis of Presentation (continued)

Government-wide Financial Statements:

The statement of net position and the statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. For the most part, the effect of interfund activity, except any interfund services provided and used, has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements:

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

The major funds types are as follows:

Governmental funds are used to account for general governmental activities. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major funds:

General Fund – This is the primary operating fund of the County and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Fire District Fund – This special revenue fund is used to account for the County's fire district operations. Revenues are generated by a fire fee for 10 of the 13 fire districts and a millage rate is imposed on the other 3 fire districts. The fire fees and millage rates vary by district depending on the operations of the district.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Basis of Presentation (continued)

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flow. Proprietary funds are classified either as enterprise or as internal service. These funds use the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Enterprise Funds – These funds are used to account for those operations that are financed and operated in a manner similar to private business. In the enterprise funds, a fee is charged to external users. The County reports the following as major proprietary funds:

Public Service Commission – This fund is used to account for the County's wastewater treatment operations.

Airport Fund – This fund is used to account for the County's airport operations.

Fiduciary fund reporting focuses on changes in net position. This fund accounts for assets held by the County as an agent on behalf of others:

Agency Funds – These funds account for assets held by the County as an agent for other governmental units and courts in accordance with Acts of the General Assembly of South Carolina. The County's only fiduciary funds are agency funds.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures/expenses are recognized in the accounts and reported in the financial statements.

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund 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.

Governmental fund financial statements are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be identified and "available" means collectible within the current period or soon enough thereafter (generally not to exceed 60 days) to be used to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Measurement Focus and Basis of Accounting (continued)

However, debt service expenditures, as well as expenditures related to compensated absences, are recorded when payment is due.

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

Deferred inflow arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenue 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 criteria are met for deferred inflow or when the County has a legal claim to the resources for unearned revenue, amounts are removed from the balance sheet and revenue is recognized.

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, including special assessments. General revenues include all taxes.

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

Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary fund reporting focuses on net position and changes in net position. This fund accounts for assets held by the County as an agent on behalf of others. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. The County’s only fiduciary funds are agency funds held for the benefit of the School District and others.

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

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Investments

The County follows the practice of pooling cash and investments of all funds with the County Treasurer, except for restricted funds generally held by outside custodians and imprest funds.

Income from pooled funds of the County is allocated by the Treasurer’s office to agency funds and the general fund based on the Treasurer’s estimate of which fund represented the income producing asset. Income of the general fund is further allocated by the Finance Director to special revenue funds which have substantial cash balances by review of earnings rates and cash balances.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

For the purpose of the financial statements, the County considers all short-term investments with original maturities of three months or less, when acquired, to be cash equivalents.

Investments are stated at fair value. The fair value of the County's investments approximated cost.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the current fiscal year are referred to as "advances to/from other funds". Any residual balances between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Accounts receivable are stated net of their allowance for uncollectible amounts. Receivables in governmental funds include revenue accruals that are recognized when they become measurable and available as previously defined.

Property taxes receivable represents delinquent and unpaid real and personal property tax billings less an allowance for amounts estimated to be uncollectible.

Due from Other Governments

Amounts due from state and federal grants represent reimbursable costs which have been incurred by the County but have not been reimbursed by the grantor agency. Costs under grant programs are recognized as expenditures in the period in which they are incurred by the County.

Note Receivable

The note receivable, resulting from a building agreement between Pickens County and the Appalachian Council of Governments, is stated at its net realizable amount.

Inventories and Prepaid Items

Inventories are valued at average cost and consist of fuel, supplies, and auto parts held for consumption. The cost of inventories is recorded as an expense at the time individual inventory items are consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements at the time the purchase is made.

Land Held for Resale

The land held for resale at the Pickens County Commerce Park is recorded at the lower of cost or its net realizable value in the general fund.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Capital Assets and Depreciation

Capital assets, which include land, buildings, improvements, machinery and equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of two years.

All capital assets are valued at historical cost, if purchased or constructed, or estimated historical cost, if actual historical cost is not available. Donated capital assets are valued at their acquisition cost value on the date donated.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend asset lives are not capitalized by governmental or business-type activities.

All reported capital assets, except land, are depreciated using the straight-line method over the estimated useful lives of the respective assets ranging as follows: buildings, 20-40 years; improvements other than buildings (includes infrastructure), 20-40 years; and machinery and equipment, 5-20 years.

Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Compensated Absences

All full-time County employees earn annual leave based on length of service. It is the County's policy to permit employees to accumulate earned but unused annual leave up to the equivalent of six work weeks. Compensated absences in both governmental and business-type activities are classified as long-term liabilities. For the governmental activities, compensated absences are generally liquidated by the general fund and certain special revenue funds.

Landfill Closure and Post-closure Care Costs

Federal and state laws and regulations require the County to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. The liability reported as landfill closure and post-closure represents estimated total costs based on 100% use of the landfill capacity of two of the County's landfills. The landfill capacity used to date on these two equals 100%, and there are no current costs remaining to be recognized.

The landfill capacity used to date of the third County landfill equals 97%. Actual cost may be higher due to inflation, changes in technology, or changes in regulation. The County anticipates that available resources will be the primary source of funds to pay for closure and post-closure care costs.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County recognized a deferred outflow for the year ended June 30, 2020 related to contributions subsequent to the measurement date of the net pension liability and other postemployment benefit obligation (“OPEB”) as well as differences in expected and actual experience, changes in assumptions, projected and actual investment earnings, and changes in proportionate share in the measurement of the net pension liability and OPEB.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has three such items which qualify for reporting in this category. The first item, *deferred revenue – taxes*, is reported in the governmental funds balance sheet and the government-wide statement of net position. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The second item, *deferred inflow related to state pension*, relates to the net differences between expected and actual experience and changes in proportionate share. The third item, *deferred inflows related to OPEB*, relates to the difference between expected and actual experiences or changes in assumptions.

Net Position and Fund Balances

Net position in the government-wide financial statements is classified as net investment in capital assets, restricted and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments, or imposed by law through state statute.

Under Governmental Accounting Standards Board (“GASB”) *Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions*, the County classifies fund balances as follows:

Nonspendable – Amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of state or federal laws or externally imposed conditions by grantors or creditors.

Committed – Includes amounts that can only be used for specific purposes imposed by formal action (ordinance) of County Council. Those committed amounts cannot be used for any other purpose unless County Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by County Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Assigned – Amounts that are designated by the County for specific purposes but do not meet the definition of restricted or committed fund balance. In the general fund, assigned amounts represent items designated for capital projects, as well as items reserved for encumbrances.

Unassigned – All amounts not included in other spendable classifications.

At June 30, 2020, the County’s governmental fund balances were classified as follows:

	<u>General Fund</u>	<u>Fire Districts</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Net position				
Nonspendable:				
Prepaid items	\$ 9,466	\$ 369	\$ 240	\$ 10,075
Inventories	403,803	-	-	403,803
Land held for resale	728,731	-	-	728,731
Total nonspendable	<u>1,142,000</u>	<u>369</u>	<u>240</u>	<u>1,142,609</u>
Restricted:				
Tri-County Tech	-	-	938,802	938,802
Fixed nuclear	-	-	31,775	31,775
Law enforcement	-	-	404,015	404,015
Library	-	-	2,910,601	2,910,601
Culture and recreation	-	-	443,016	443,016
Transportation roads	-	-	4,919,420	4,919,420
Emergency phone system	-	-	838,412	838,412
Debt service	-	-	1,938,521	1,938,521
Fire rescue	-	3,634,734	-	3,634,734
State Road C-Fund	-	-	4,149,139	4,149,139
Grants	-	-	(49)	(49)
Total restricted	<u>-</u>	<u>3,634,734</u>	<u>16,573,652</u>	<u>20,208,386</u>
Committed:				
Capital projects	-	-	9,167	9,167
Total committed	<u>-</u>	<u>-</u>	<u>9,167</u>	<u>9,167</u>
Assigned:				
Advances and encumbrances	2,302,618	-	-	2,302,618
Capital projects	3,570,168	-	-	3,570,168
Total assigned	<u>5,872,786</u>	<u>-</u>	<u>-</u>	<u>5,872,786</u>
Unassigned	31,040,196	53,549	-	31,093,745
Total fund balances	<u>\$ 38,054,982</u>	<u>\$ 3,688,652</u>	<u>\$ 16,583,059</u>	<u>\$ 58,326,693</u>

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

The details of the fund balances are included in the Governmental Fund Balance Sheet. Restricted funds are first used as appropriate, followed by committed, and then assigned funds to the extent that expenditure authority has been appropriated or budgeted by the County's Council.

The general fund is the only fund that reports a positive, unassigned fund balance. All other funds have fund balances that are either nonspendable, restricted, committed, or unassigned. In the event an expenditure occurs for a specified purpose that exceeds the available fund balance, a negative, unassigned fund balance is reported.

The County strives to maintain an unassigned general fund reserve to be used for cash flow requirements, equipment acquisition, and replacement, and to enable the County to meet unexpected expenditure demands or revenue shortfalls. The unassigned general fund reserve will be between 10% and 15% of the current year operating budget, excluding capital items. When the unassigned general fund reserve is projected to decrease below 10% of the general fund budget, the Administrator shall initiate one of the following measures to ensure that the year-end general fund balance for the budget year in question does not fall below 10%: generated additional revenue, implement a hiring freeze on non-critical positions, or reduce expenditures through a budget cut.

Upcoming Pronouncements – The following GASB pronouncements are effective in future years:

GASB Statement No. 84, *Fiduciary Activities*, effective for reporting periods beginning after December 15, 2019, improves guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This standard is not expected to have a material impact on the financial statements of the County.

GASB Statement No. 87, *Leases*, effective for periods beginning after December 15, 2019, requires lessees to recognize certain lease assets and lease liabilities for leases that previously were classified as operating leases. The Statement requires the recognition of amortization expense for using the leased asset over the shorter of the term of the lease or the useful life of the underlying asset, interest expense on the lease liability, and note disclosures about the lease. The County is currently assessing the impact this Statement will have on the County's financial statements.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for reporting periods beginning after December 15, 2019, requires interest costs incurred during a construction period be recognized as an expense in the period incurred for financial statements prepared using the economic resource measurement focus. This standard is not expected to have a material impact on the financial statements of the County.

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, job related illnesses, and accidents. The County pays premiums to a public entity risk pool for workman's compensation insurance and for property and casualty coverage. The public entity risk pool promises to pay to or on behalf of the insured for covered economic losses sustained during policy period in accordance with insurance policy and benefit program limits.

Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. There has been no significant reduction in coverage and amounts of settlements have not exceeded coverage in any of the last three years. The County continues to carry insurance for employee health and dental care under various plans.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1—Summary of significant accounting policies (continued)

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in United States of America (“U.S. GAAP”) requires management to make estimates. The estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Annual budgets are adopted on a basis consistent with U.S. GAAP for the general fund and certain special revenue funds including Tri-County Tech Fund, Library Fund, Victim Rights Fund, Emergency Phone System Fund, the Fire District funds, Accommodation Tax Fund, Tourism Development Fee Fund, Fixed Nuclear Fund, Grants Fund, Road Fee Fund, Tourism Restricted Resources Fund, and the Debt Service Fund. The balance of the special revenue funds and the capital projects funds are budgeted over the life of the grant or project. For the year ended June 30, 2020, the Dacusville Fire District Fund had an unassigned deficit of \$13,530. These fund deficits will be replenished over the next six years as the fire districts pay the County for an advance of funds.

Note 2—Stewardship, compliance, and accountability

Budgets and Budgetary Accounting

The various departments of the County are bound to the appropriated expenditures by object classification codes (i.e., salaries and wages, office furniture and equipment). The County Administrator is authorized to make transfers between the object classification codes within the same department. County Council may affect transfers between departments by ordinance; however, the budget ordinance must be amended to effect changes in fund totals.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general fund, special revenue fund, and capital projects fund. Restricted, committed, and assigned fund balances include encumbrances at June 30, 2020, as follows:

General Fund	\$ 932,973
Fire Districts	931,362
Other Governmental Funds	725,614
	<u>\$ 2,589,949</u>

Note 3—Deposits and investments

State statute authorizes the County to invest in (1) obligations of the United States and agencies thereof; (2) general obligations of the state of South Carolina or any of its political units; (3) interest bearing accounts in savings and loan associations to the extent insured by the Federal Deposit Insurance Corporation (“FDIC”); (4) certificates of deposit and repurchase agreements collateralized by securities of the type described in (1) and (2) above held by third party as escrow agent or custodian, of a fair value not less than the certificates of deposit and repurchase agreements so secured, including interest; and (5) deposit accounts with banking institutions insured and secured in the same manner.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 3—Deposits and investments (continued)

Deposits for the County

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposit or will not be able to recover collateral securities that are in the possession of an outside party.

The County places its cash and cash equivalents on deposit with financial institutions in the United States. The FDIC covers \$250,000 for substantially all depository accounts. The County from time to time may have amounts on deposit in excess of the insured limits. The County's deposits had a carrying value of \$122,292,579 and a total bank balance of \$119,232,270, of which \$23,589,348 was covered by FDIC insurance and \$95,642,940 was collateralized by securities held by the pledging bank's trust department or agent in the County's name.

Deposits for the Alliance

At June 30, 2020, the Alliance's deposits had a carrying value of \$234,224 and a bank balance of \$141,448. Of this bank balance, \$250,000 is covered by FDIC insurance.

Reconciliation of cash and investments to the government-wide statement of net position:

Unrestricted cash and investments, including time deposits	\$ 62,605,335
Agency fund cash (not included in government-wide statement)	59,687,244
	<u>\$ 122,292,579</u>

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in the market interest rates. In accordance with its investment policy, the County manages its exposure to declines in fair values by structuring the investment portfolio so that securities mature in time to meet cash requirements for ongoing operations and by investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

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 rating by a nationally recognized statistical rating organization. In accordance with its investment policy, the County manages its exposure to credit risk by 1) limiting investments to types of securities allowed by law; 2) pre-qualifying the financial institutions, brokers, intermediaries, and advisers with which the County invests; and 3) diversifying the investment portfolio so that the impact of potential losses from one type of security or from any one individual issuer are minimized.

For an investment, custodial credit risk is the risk that in event of the failure of the counterparty, the County will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. In accordance with its investment policy, the County minimizes custodial credit risk by limiting investments to the types of securities allowed by law and by pre-qualifying the financial institutions, brokers, intermediaries, and advisers with which the County invests.

Investments are reported at fair value and categorized within the fair value hierarchy established under U.S. GAAP. 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 based on a similar observable asset either directly or indirectly and may include inputs in markets that are not considered to be active; Level 3 inputs are significant unobservable inputs. Gains or losses that results from market fluctuation are reported in the current period. As of June 30, 2020, the County had certificates of deposit that are classified as Level 2 investments.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 3—Deposits and investments (continued)

Cash and investments at June 30, 2020 are summarized as follows:

Cash and investments:	
Checking and other cash	\$ 39,959,134
Certificates of deposit	22,646,201
	<u>\$ 62,605,335</u>

Investment maturities are as follows as of June 30, 2020:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1 Year	1 to 5 Years	More than 5 Years
Certificates of deposit	\$ 22,646,201	\$ 9,849,466	\$ 12,795,735	\$ -
	<u>\$ 22,646,201</u>	<u>\$ 9,849,466</u>	<u>\$ 12,795,735</u>	<u>\$ -</u>

Note 4—Property taxes

The County's property taxes are levied each September (except vehicles which are annually assessed on the first day of the month the vehicles are registered) on the assessed value as of the prior December 31 for all real and personal property located in the County. Assessed values are established by the County Assessor and the South Carolina Department of Revenue at various rates ranging from 4% to 10.5% of the estimated market value. The assessed value as of June 30, 2020 was \$548,789,444. The estimated market value was \$1,165,092,967, making the assessed value approximately 5.4% of the estimated market value.

The County is permitted under South Carolina law to levy property taxes for general governmental services and principal and interest on long-term debt. The combined tax rate to finance general government services and principal and interest on long-term debt for the year ended June 30, 2020 was \$64.40 per \$1,000 of assessed value.

Taxes on property (except vehicle taxes which are due on the last day of the month levied) are due on or before January 15. A 3% penalty is added on January 16. If taxes remain unpaid on February 2, a 7% penalty is added to the original tax. If taxes remain unpaid on the March 17 lien date, an additional 5% penalty is added to the original levy, totaling a 15% penalty. The County bills and collects its own property taxes and also those for all other taxing entities within the County which are accounted for in various agency funds.

Property taxes receivable and allowances for doubtful accounts at June 30, 2020 are summarized as follows:

	General Fund	Grant Fund	Fire Districts	Other Governmental Funds	Total Government Funds	Agency Funds
Gross receivables	\$ 1,820,157	\$ -	\$ 933,987	\$ 588,027	\$ 3,342,171	\$ 7,866,379
Allowance for doubtful accounts	(88,398)	-	(46,699)	(29,401)	(164,498)	(382,881)
	<u>\$ 1,731,759</u>	<u>\$ -</u>	<u>\$ 887,288</u>	<u>\$ 558,626</u>	<u>\$ 3,177,673</u>	<u>\$ 7,483,498</u>

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 5—Accounts receivable

Accounts receivable at June 30, 2020 are summarized as follows:

	Fund Wide Statements						
	General Fund	Capital Projects Fund	Fire Districts	Other Governmental Funds	Total Government Funds	Business-Type Activities	Agency Funds
EMS fees	\$ 18,831,626	\$ -	\$ -	\$ -	\$ 18,831,626	\$ -	\$ -
Less allowance for doubtful accounts	(16,434,942)	-	-	-	(16,434,942)	-	-
	<u>2,396,684</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,396,684</u>	<u>-</u>	<u>-</u>
Interest	547,767	-	2,885	-	550,652	-	31,314
Landfill	58,458	-	-	-	58,458	-	-
Other	428,129	-	4,737	38,612	471,478	56,898	-
	<u>1,034,354</u>	<u>-</u>	<u>7,622</u>	<u>38,612</u>	<u>1,080,588</u>	<u>56,898</u>	<u>31,314</u>
	<u>\$ 3,431,038</u>	<u>\$ -</u>	<u>\$ 7,622</u>	<u>\$ 38,612</u>	<u>\$ 3,477,272</u>	<u>\$ 56,898</u>	<u>\$ 31,314</u>

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 6—Capital assets

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

	Balance June 30, 2019	Additions	Deletions	Transfers	Balance June 30, 2020
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 4,681,741	\$ -	\$ -	\$ -	\$ 4,681,741
Construction in progress	30,304,595	2,390,707	(29,468,223)	-	3,227,079
Total capital assets not being depreciated	34,986,336	2,390,707	(29,468,223)	-	7,908,820
Capital assets being depreciated:					
Buildings	42,203,119	28,651,868	-	-	70,854,987
Improvements and infrastructure	32,555,953	564,236	-	-	33,120,189
Machinery and equipment	35,137,767	2,692,512	(225,561)	-	37,604,718
Total capital assets being depreciated	109,896,839	31,908,616	(225,561)	-	141,579,894
Less accumulated depreciation:					
Buildings	(18,492,542)	(1,112,204)	-	-	(19,604,746)
Improvements and infrastructure	(16,133,368)	(864,562)	-	-	(16,997,930)
Machinery and equipment	(23,888,989)	(2,595,749)	176,207	-	(26,308,531)
Total accumulated depreciation	(58,514,899)	(4,572,515)	176,207	-	(62,911,207)
Total capital assets being depreciated, net	51,381,940	27,336,101	(49,354)	-	78,668,687
Governmental activities capital assets, net	\$ 86,368,276	\$ 29,726,808	\$ (29,517,577)	\$ -	\$ 86,577,507
Business-Type Activities:					
Capital assets not being depreciated:					
Land	\$ 2,060,937	\$ -	\$ -	\$ -	\$ 2,060,937
Construction in progress	1,465,676	116,000	(1,465,736)	-	115,940
Total capital assets not being depreciated	3,526,613	116,000	(1,465,736)	-	2,176,877
Capital assets being depreciated:					
Capacity	5,938,636	-	(5,938,636)	-	-
Buildings	3,169,578	1,478,110	-	-	4,647,688
Improvements and infrastructure	39,132,423	-	-	-	39,132,423
Machinery and equipment	1,146,117	19,958	-	-	1,166,075
Total capital assets being depreciated	49,386,754	1,498,068	(5,938,636)	-	44,946,186
Less accumulated depreciation:					
Capacity	(2,115,639)	-	2,115,639	-	-
Buildings	(1,185,075)	(125,676)	-	-	(1,310,751)
Improvements and infrastructure	(18,426,315)	(1,076,864)	-	-	(19,503,179)
Machinery and equipment	(929,835)	(32,157)	-	-	(961,992)
Total accumulated depreciation	(22,656,864)	(1,234,697)	2,115,639	-	(21,775,922)
Total capital assets being depreciated, net	26,729,890	263,371	(3,822,997)	-	23,170,264
Business-type activities capital assets, net	\$ 30,256,503	\$ 379,371	\$ (5,288,733)	\$ -	\$ 25,347,141

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 6—Capital assets (continued)

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 465,089
Public Safety	2,318,709
Public Works	1,213,770
Health and Welfare	44,683
Cultural and Recreation	397,877
Economic Development	93,780
Intergovernmental	38,607
Total	<u>\$ 4,572,515</u>

Construction in progress in the Governmental Activities as of June 30, 2020 primarily represents costs incurred to date on the transfer station, Commerce Park Grading, and Hagood Mill Road Bridge. Construction in progress in the Business-type Activities as of June 30, 2020 represents costs of construction for the Septic System at Stockade and land for use in future projects.

Note 7—Long-term debt

Governmental Activities Debt

Changes in the County's long-term debt for its Governmental Activities are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 32,448,689	\$ 1,625,000	\$ 1,818,333	\$ 32,255,356	\$ 1,817,527
Premium on general obligation bonds	1,393,485	-	73,341	1,320,144	73,341
Capital leases	34,233	-	34,233	-	-
Notes from direct borrowings and direct placements	1,784,433	-	1,784,433	-	-
Compensated absences	579,537	20,068	91,738	507,867	75,000
Net OPEB liability	12,174,224	965,343	-	13,139,567	-
Net pension liability	52,361,246	-	618,313	51,742,933	-
Landfill closure and postclosure	3,395,445	-	1,642,081	1,753,364	157,700
Total	<u>\$ 104,171,292</u>	<u>\$ 2,610,411</u>	<u>\$ 6,062,472</u>	<u>\$ 100,719,231</u>	<u>\$ 2,123,568</u>

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7—Long-term debt (continued)

Governmental Activities Debt – continued

General obligation (general purpose) bonds payable at June 30, 2020, are comprised of the following individual issues:

\$1,024,709 2008 general obligation bond used for the Cramer Upgrade project; due in quarterly installments of principal and interest of \$16,416 through October 1, 2027; interest at 2.25%.	\$ 438,128
\$3,266,039 2008 general obligation bond used for the Roper Upgrade project; due in quarterly installments of principal and interest of \$51,732 through May 1, 2028; interest at 2.25%.	1,511,110
\$197,000 2008 general obligation bond used for the purchase of fire trucks; due in semi-annual installments of principal and interest of \$395 to \$20,790 through April 23, 2023; interest at 3.95%.	55,000
\$275,000 2019A general obligation bond used to fund Vineyards Fire Districts; due in annual installments of principal and interest in the amount of \$91,000 through March 1, 2022; interest of 2.28%.	184,070
\$1,350,000 2019 general obligation bond used to fund Pickens and Crosswell Districts; due in annual installments of principal and interest in varying amounts through May 1, 2029; interest of 2.12%.	1,314,000
\$2,000,000 2013 general obligation bond used to fund Pickens and Liberty Fire Districts; due in annual installments of principal and interest in the amount of \$158,595 through May 1, 2028; interest of 2.43%.	1,140,550
\$700,000 2015 general obligation bond used to fund Shady Grove Fire District; due in annual installments of principal and interest in the amount of \$95,589 to \$104,521 through March 1, 2022; interest of 1.50%.	207,498
\$650,000 2017 general obligation bond used to fund Pumpkintown Fire District; due in annual installments of principal and interest in the amount of \$39,000 to \$54,000 through March 1, 2032; interest of 2.65%.	535,000
\$25,000,000 2018 general obligation bond used to fund the jail expansion; due in annual installments of principal and interest in the amount of \$1,743,513 through June 30, 2038; interest of 4.00%.	23,265,000
\$3,995,000 general obligation bond used for the payment of USDA Upper/Middle revenue bonds; due in annual installments in the amount of \$302,475 through June 30, 2036; interest of 5.00%.	3,605,000
	<u>32,255,356</u>
Plus bond premium	1,320,144
	<u>33,575,500</u>
Less current portion	1,890,868
Long-term portion outstanding	<u><u>\$ 31,684,632</u></u>

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7—Long-term debt (continued)

Governmental Activities Debt – continued

Annual requirements to amortize all general obligation bonds outstanding as of June 30, 2020 are as follows:

Years Ending June 30	Principal	Interest	Totals
2021	\$ 1,890,868	\$ 1,093,238	\$ 2,984,106
2022	1,883,486	1,032,213	2,915,699
2023	1,743,575	968,737	2,712,312
2024	1,787,387	906,803	2,694,190
2025	1,845,403	843,242	2,688,645
2026 to 2030	9,206,908	3,192,902	12,399,810
2031 to 2035	8,746,000	1,609,966	10,355,966
2036 to 2038	5,151,729	314,206	5,465,935
	<u>\$ 32,255,356</u>	<u>\$ 9,961,307</u>	<u>\$ 42,216,663</u>

Business-Type Activities Debt

Changes in the County's long-term debt for its business-type activities are as follows:

	Balance June 30, 2019	Additions	Retirements	Balance June 30, 2020	Due Within One Year
Revenue bonds	\$ 1,779,949	\$ -	\$ 37,532	\$ 1,742,417	\$ 38,494
Net pension liability	1,179,358	-	20,127	1,159,231	-
Net OPEB liability	362,305	65,053	-	427,358	-
Compensated absences	387	-	9	378	-
Total	<u>\$ 3,321,999</u>	<u>\$ 65,053</u>	<u>\$ 57,668</u>	<u>\$ 3,329,384</u>	<u>\$ 38,494</u>

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7—Long-term debt (continued)

Business-Type Activities Debt – continued

Revenue bonds payable recorded in the Public Service Commission Enterprise Fund at June 30, 2020 are comprised of the following individual issues:

\$352,000 USDA Rural Development revenue bond used for the Central-North Wastewater Treatment Plant Project; due in monthly installments of principal and interest of \$1,116 through January 2052 at 2.25%. At June 30, 2020, pledged revenue was \$11,173 for the Central-North Wastewater Treatment bond.	\$ 301,573
\$1,680,000 USDA Rural Development revenue bond used for the Central-North Wastewater Treatment Plant Project; due in monthly installments of principal and interest of \$5,326 through January 2052 at 2.25%. At June 30, 2020, pledged revenue was \$53,327 for the Central-North Wastewater Treatment bond.	1,440,844
	<u>1,742,417</u>
Less current portion	38,494
Long-term portion outstanding	<u><u>\$ 1,703,923</u></u>

The County has pledged future revenues derived from the operation of the County’s wastewater treatment facility, net of operating and maintenance expenses, to repay \$1,680,000 in sewer system revenue bonds. Proceeds from the bonds provided financing for improvements to the sanitary sewer system. The bonds are payable solely from the net earnings of the Public Service Commission Enterprise Fund and are payable through 2052. The total principal and interest remaining to be paid on the bonds is \$2,018,554, with annual payments expected to require 5% of net revenues. Principal and interest paid for the current year and net system revenues were \$63,912 and \$1,461,686, respectively.

The outstanding bonds, as described above, contain a provision that in an event of default, the bondholder may declare the principal and interest be due and payable immediately.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7—Long-term debt (continued)

Business-Type Activities Debt – continued

Annual requirements to amortize all revenue bonds outstanding as of June 30, 2020 are as follows:

Years Ended June 30	Principal	Interest	Totals
2021	\$ 38,494	\$ 38,810	\$ 77,304
2022	39,369	37,935	77,304
2023	40,264	37,040	77,304
2024	41,080	36,224	77,304
2025	42,113	35,191	77,304
2026 to 2030	225,277	161,243	386,520
2031 to 2035	252,086	134,437	386,523
2036 to 2040	282,031	104,489	386,520
2041 to 2045	315,666	70,854	386,520
2046 to 2050	353,232	33,288	386,520
2051 to 2053	112,805	2,002	114,807
	<u>\$ 1,742,417</u>	<u>\$ 691,513</u>	<u>\$ 2,433,930</u>

Under the revenue bonds with the USDA Rural Development, the Public Service Commission is required to maintain certain reservations of retained earnings. At June 30, 2020, management of the Public Service Commission believes it is in compliance with the following reserve requirements:

Reserved for debt services	\$ 64,500
Reserved for depreciation funding	152,760
Total	<u>\$ 217,260</u>

Note 8—Interfund receivables, payables, and transfers

	Advance Receivable	Advance Payable
Major Governmental Fund:		
General Fund	\$ 1,369,645	\$ -
Fire Districts	-	996,864
Nonmajor Governmental Funds	-	333,083
Major Enterprise Funds:		
Airport Fund	-	39,698
	<u>\$ 1,369,645</u>	<u>\$ 1,369,645</u>

Long-term advances from the General Fund to other funds are commonly made without specific repayment terms to finance capital expenditures. The fund balance maintained in the General Fund for this advance is presented as assigned, since the County has designated these funds for a specific purpose.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 8—Interfund receivables, payables, and transfers (continued)

Transfers

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Fund:		
General Fund	\$ -	\$ 337,938
Nonmajor Governmental Funds	339,962	-
Major Enterprise Funds:		
Public Service Commission Fund	-	3,310,479
	<u>\$ 339,962</u>	<u>\$ 3,648,417</u>

Interfund transfers include transfers of restricted resources collected in the General Fund to finance various programs accounted for in other funds, in accordance with budgetary authorizations, and transfers of revenues from the fund that is required to collect them to the fund that is required or allowed to expend them.

Note 9—Employee pension plans

The South Carolina Public Employee Benefit Authority (“PEBA”), created July 1, 2012 and governed by an 11-member board, is the state agency responsible for the administration and management of the various retirement systems and retirement programs of the state of South Carolina, including the State Optional Retirement Program (“State ORP”) and the South Carolina Deferred Compensation Program, as well as the state’s employee insurance programs. As such, PEBA is responsible for administering the South Carolina Retirement Systems’ (“Systems”) five defined benefit pension plans. The Retirement Funding and Administration Act of 2017, which became effective July 1, 2017, increased the employer and employee contribution rates, established a ceiling on the South Carolina Retirement System (“SCRS”) and South Carolina Police Officers Retirement System (“PORS”) employee contribution rates, lowered the assumed rate of return, required a scheduled reduction of the funding periods, and addressed various governance issues including the assignment of the PEBA board as custodian of the retirement trust funds and assignment of the Retirement Systems Investment Commission (“RSIC”) and PEBA as co-trustees of the assets of the retirement trust funds. By law, the State Fiscal Accountability Authority (“SFAA”), which consists of five elected officials, also reviews certain PEBA board decisions regarding the actuary of the Systems.

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

PEBA issues 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, South Carolina 29223. PEBA is considered a division of the primary government of the state of South Carolina and, therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the State.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Plan Description

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

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

Membership

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

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

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

Benefits

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

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

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

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.

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

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 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, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established a ceiling for SCRS and PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS and 9.75% for PORS. The legislation also increased employer contribution rates beginning July 1, 2017 for both SCRS and PORS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year through July 1, 2022. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the 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 and PORS is scheduled to be reduced over a 10-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 and PORS contribution rates until the funded ratio is at least 85%. If the most recent annual actuarial valuation of the Systems for funding purposes shows a ratio of the actuarial value of 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 on the following July first, 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 are 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 on the following July 1, 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%.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Contributions (continued)

Required employee contribution rates¹ are as follows:

	<u>Fiscal Year 2020</u>	<u>Fiscal Year 2019</u>
SCRS:		
Employee Class Two	9.00%	9.00%
Employee Class Three	9.00%	9.00%
PORS:		
Employee Class Two	9.75%	9.75%
Employee Class Three	9.75%	9.75%

Required employer contribution rates¹ are as follows:

	<u>Fiscal Year 2020</u>	<u>Fiscal Year 2019</u>
SCRS:		
Employer Class Two	15.41%	14.41%
Employer Class Three	15.41%	14.41%
Employer Incidental Death Benefit	0.15%	0.15%
PORS:		
Employer Class Two	17.84%	16.84%
Employer Class Three	17.84%	16.84%
Employer Incidental Death Benefit	0.20%	0.20%
Employer Accidental Death Program	0.20%	0.20%

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

As described above, total required employer contributions to the SCRS and PORS pension plans from the County were \$2,345,708 and \$1,717,901, respectively, for the year ended June 30, 2020.

Actuarial Assumptions and Methods

Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued as of July 1, 2015.

The June 30, 2018 SCRS and PORS data are based on actuarial valuation performed as of July 1, 2018. The pension liability was rolled forward from the valuation date to the plans' fiscal year-end June 30, 2019, using generally accepted actuarial principles.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Actuarial Assumptions and Methods

The following table provides a summary of the actuarial assumptions and methods used to calculate the pension liability as of June 30, 2019:

	SCRS	PORS
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return ¹	7.25%	7.25%
Projected salary increases	3.0% to 12.5% (varies by service) ¹	3.5% to 9.5% (varies by service) ¹
Benefit adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually
¹ Includes inflation at 2.25%		

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 (“PRSC”) Mortality table, was developed using the Systems’ mortality experience. These base rates are adjusted for future improvement in mortality using published Scale AA projected from the year 2016.

Assumptions used in the determination of the June 30, 2019 pension liability are as follows:

Former Job Class	Males	Females
Educators	2016 PRSC Males multiplied by 92%	2016 PRSC Females multiplied by 98%
General Employees and Members of the General Assembly	2016 PRSC Males multiplied by 100%	2016 PRSC Females multiplied by 111%
Public Safety and Firefighters	2016 PRSC Males multiplied by 125%	2016 PRSC Females multiplied by 111%

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Long-Term Expected Rate of Return

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

The expected returns, along with the expected inflation rate, form the basis for the 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 includes a 5.00% real rate of return and a 2.25% inflation component.

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Global Equity:	51.00%		
Global Public Equity	35.00%	7.29%	2.55%
Private Equity	9.00%	7.67%	69.00%
Equity Options Strategies	7.00%	5.23%	37.00%
Real Assets:	12.00%		
Real Estate (Private)	8.00%	5.59%	45.00%
Real Estate (REITs)	1.00%	8.16%	8.00%
Infrastructure (Private)	2.00%	5.03%	10.00%
Infrastructure (Public)	1.00%	6.12%	6.00%
Opportunistic:	8.00%		
Global Tactical Asset Allocation	7.00%	3.09%	22.00%
Other Opportunistic Strategies	1.00%	3.82%	4.00%
Diversified Credit:	15.00%		
High Yield Bonds/Bank Loans	4.00%	3.14%	13.00%
Emerging Markets Debt	4.00%	3.31%	13.00%
Private Debt	7.00%	5.49%	38.00%
Conservative Fixed Income:	14.00%		
Core Fixed Income	13.00%	1.62%	21.00%
Cash and Short Duration (Net)	1.00%	31.00%	0.00%
Total Expected Return	100.00%		5.41%
Inflation for Actuarial Purposes			2.25%
Total Expected Nominal Return			7.66%

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Discount Rate

The discount rate used to measure the pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, the Systems' fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the pension liability.

Sensitivity Analysis

The following table presents the County's proportionate share of the net pension liability of the respective plan 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 1.00 % lower (6.25%) or 1.00% higher (8.25%) than the current rate:

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
	<u>1.00% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1.00% Increase (8.25%)</u>
SCRS	\$ 43,348,427	\$ 34,409,226	\$ 26,948,949
PORS	\$ 25,062,324	\$ 18,492,938	\$ 13,110,963

Net Pension Liability

At June 30, 2020, the County reported liabilities of \$34,409,226 and \$18,492,938 for its proportionate shares of the SCRS and PORS net pension liabilities, respectively. The net pension liabilities were measured as of June 30, 2019, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of July 1, 2018 projected forward to June 30, 2019. The County's proportionate shares of the net pension liabilities were based on a projection of the County's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the County's proportionate shares of the SCRS and PORS plans were .150692% and .645266%, respectively, which was the same as its proportionate shares of the net pension liabilities measured as of June 30, 2019.

Pension Expense

For the year ended June 30, 2020, the County recognized pension expense for the SCRS and PORS plans of \$4,013,034 and \$3,240,240, respectively.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Deferred Inflows of Resources and Deferred Outflows of Resources

At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the combined plans:

	Deferred Outflows of Resources SCRS	Deferred Inflows of Resources SCRS	Deferred Outflows of Resources PORS	Deferred Inflows of Resources PORS
Differences between expected and actual experience	\$ 23,653	\$ 247,190	\$ 380,253	\$ 136,676
Assumption changes	693,396	-	733,338	-
Net difference between projected and actual earnings on plan investments	304,636	-	234,477	-
Changes in the employer's proportion and differences between the County's contributions and the County's proportionate share of contributions	603,634	816,588	1,284,207	244,128
Contributions subsequent to the measurement date	2,345,708	-	1,717,901	-
	<u>\$ 3,971,027</u>	<u>\$ 1,063,778</u>	<u>\$ 4,350,176</u>	<u>\$ 380,804</u>

The \$4,063,609 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date for the SCRS and PORS plans during the year ended June 30, 2020 will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2021.

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

Measurement Period Ending June 30,	SCRS	PORS
2020	\$ 1,216,903	\$ 1,385,599
2021	(572,928)	654,842
2022	(229,580)	146,412
2023	147,146	64,618
Net Balance of Deferred Outflows of Resources	<u>\$ 561,541</u>	<u>\$ 2,251,471</u>

During the year ended June 30, 2020, the County recognized a combined SCRS and PORS revenue amount of \$216,156 through a non-employer contribution appropriated in the state of South Carolina's budget. In an effort to help offset a portion of the burden of the increased contribution requirement for employers, the General Assembly funded 1.0% of the SCRS and PORS contribution increases for the SCRS and PORS year ended June 30, 2019. The State of South Carolina's budget appropriated these funds directly to PEBA for the SCRS and PORS trust funds. This non-employer contribution balance is recorded within other revenues and expenses on the statement of activities and other nonoperating revenues on the statement of revenues, expenses, and changes in net position at Exhibit F.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9—Employee pension plans (continued)

Additional Financial and Actuarial Information

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the Systems' audited financial statements for the fiscal year ended June 30, 2019, which includes the accounting and financial reporting actuarial valuation as of June 30, 2019 (including the unmodified audit opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2019.

Note 10—Post-retirement healthcare and life insurance benefits

Plan Summary

In accordance with the provisions of the County personnel manual, retired employees are eligible for individual insurance coverage on the same terms as active employees until age 65. The total cost of any dependent coverage is charged to the retiree. Benefits provided include health and dental insurance coverage.

As of year-end, there were 35 employees retired and under the age of 65 that were receiving insurance benefits. For the year ended June 30, 2020, the County incurred net expenditures for the plan of approximately \$677,271 financed on a pay-as-you-go basis.

Medical/Prescription Drug – Eligible retirees of Pickens County receive healthcare coverage through one of three medical PPO plans: Economy, Base, and Buy-Up.

Dental – Eligible retired employees have the option to remain on the County's dental insurance plan. The County provides a subsidy to offset some of the cost for this benefit.

Required Monthly Contributions – With the exception of employee only coverage in the economy plan, contributions are required for both retiree and dependent coverage. Depending on the plan selected, the County provides a subsidy to offset the full cost of coverage. Employee monthly costs are outlined below:

	Medical Economy Plan	Medical Base Plan	Dental
Employee Only	\$ 25.75	\$ 56.28	\$ 3.44
Employee + Spouse	\$ 755.75	\$ 823.03	\$ 37.89
Employee + Child(ren)	\$ 440.00	\$ 491.53	\$ 45.67
Employee + Family	\$ 1,092.75	\$ 1,177.03	\$ 81.80

Plan Descriptions – Pickens County postemployment benefit plan is a single employer defined plan that is self-funded for medical/prescription drugs and fully insured for life insurance to eligible retirees and their dependents.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 10—Post-retirement health care and life insurance benefits (continued)

The changes in the OPEB liability are as follows for the year ended June 30:

Service cost	\$ 356,107
Interest on OPEB liability	452,172
Difference between expected and actual experience of total OPEB liability	32,172
Changes of assumptions	637,273
Benefit payments	(447,328)
Increase in net OPEB liability	1,030,396
Net OPEB liability as of beginning of the year	12,536,529
Net OPEB liability as of end of year	<u>\$ 13,566,925</u>

The *Sensitivity of Total OPEB Liability to Change in Discount Rate and Healthcare Trend Rate* – OPEB plan's liability was prepared using a discount rate of 3.13% which was a change from 3.62% applied in the prior year. If the discount rate were 1% lower than what was used in this valuation, the OPEB plan liability would increase by \$1,402,765 or by 10.34%. If the discount rate were 1% higher than was used in this valuation, the OPEB plan liability would decrease by \$1,267,004 or by 9.34%.

Discount Rate		
<u>1.00% Decrease (2.13%)</u>	<u>Current Discount Rate (3.13%)</u>	<u>1.00% Increase (4.13%)</u>
\$14,969,690	\$13,566,925	\$12,299,921

The June 30, 2019 OPEB plan liability was prepared using an initial trend rate of 7.10%. If the trend rate were 1% higher than what was used in this valuation, the OPEB plan liability would increase by \$1,871,410 or by 13.79%. If the trend rate were 1% lower than was used in this valuation, the OPEB plan liability would decrease by \$1,597,709 or by 11.78%.

Healthcare Cost Trend Rate		
<u>1.00% Decrease</u>	<u>Current Discount Rate</u>	<u>1.00% Increase</u>
\$11,969,216	\$13,566,925	\$15,438,335

At June 30, 2020, the County reported deferred outflows and inflows of resources related to the OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience	\$ 43,097	\$ 952,523
Changes in assumptions	811,316	589,870
Contributions subsequent to the measurement date	438,987	-
	<u>\$ 1,293,400</u>	<u>\$ 1,542,393</u>

The \$438,987 reported as deferred outflows of resources related to OPEB resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ending June 30, 2020.

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 10—Post-retirement health care and life insurance benefits (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB plan will be recognized in OPEB expense for the year ended June 30, as follows:

2021	\$ (130,977)
2022	(130,977)
2023	(130,977)
2024	(130,977)
2025	(130,977)
Thereafter	(33,095)
	<u>\$ (687,980)</u>

Note 11—Closure and post-closure care costs for solid waste landfills

On October 9, 1991, federal regulations issued by the Environmental Protection Agency (EPA) placed specific requirements pertaining to the closing of municipal solid waste landfills as well as post-closure maintenance for a period of 30 years after closure. The \$1,753,364 liability reported as landfill closure and post-closure represents total costs to date, as of June 30, 2020 based on 100% use of two landfills and 97% of one landfill. Actual cost for closure and post-closure care may vary due to inflation, developments in technology, or changes in laws and regulations. The following table shows the landfills which Pickens County owns and the remaining number of years out of 30 years each has to be maintained in accordance with the 1991 ruling:

<u>Landfill</u>	<u>Post-Closure Years Remaining</u>	<u>Percent Used</u>	<u>Open/Close Years</u>	<u>Closure/ Post-Closure Costs</u>
Easley	12	100%	2003	\$ 947,760
Central	2	100%	1994	87,780
C & D	20	97%	1998	717,824
				<u>1,753,364</u>
Less current portion				(157,700)
Long-term portion outstanding				<u>\$ 1,595,664</u>

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 12—Tax abatement

The County has two tax abatement programs pursuant to which the County reduces certain taxpayers' property tax liability.

Fee-in-Lieu of Ad Valorem Property Tax Program – One of the County's tax abatement programs is the "Fee-in-Lieu of Ad Valorem Property Tax" ("FILOT") program. The FILOT program is authorized by South Carolina state law, specifically, Chapter 44, Title 12 of the Code of Laws of South Carolina, 1976, as amended. The purpose of the FILOT program is to reduce the disparately higher property tax rates applied to manufacturing and certain commercial properties in South Carolina, which have previously impeded new and expanding business from locating in South Carolina.

A taxpayer is eligible to receive a property tax reduction under the FILOT program if the taxpayer agrees to make a minimum investment of \$2,500,000 in a project located in the County within a five-year period. Additionally, the County Council, the governing body of the County, must find that (i) the project is anticipated to benefit the general public welfare by providing services, employment, recreation, or other public benefits not otherwise adequately provided locally; (ii) the project gives rise to no pecuniary liability of the County or a charge against its general credit or taxing power; (iii) the purposes to be accomplished by the project are proper governmental and public purposes; and (iv) the benefits of the project are greater than the costs.

Property taxes are abated under the FILOT program through an agreement, executed by the County and the taxpayer, pursuant to which a fee-in-lieu of *ad valorem* property tax payment for the economic development property associated with the project is calculated using (i) a reduced assessment ratio, which may be reduced from 10.5% to a floor of 6% (or 4% in the case of certain enhanced investments) and (ii) a locked millage rate (or a millage rate that is allowed to increase or decrease every fifth year), for a term of not more than 30 years (or 40 years in the case of certain enhanced investments).

If the taxpayer does not make the minimum investment of \$2,500,000 in a project within the five-year period, as described above, then the agreement is automatically terminated. On termination, the taxpayer is obligated to pay to the County the difference between (i) the total amount of *ad valorem* property taxes that would have been paid by the taxpayer had the economic development property not been subject to the agreement, taking into account exemptions from property taxes that would have been available to the taxpayer, and (ii) the total amount of fee-in-lieu of *ad valorem* property tax payment made by the taxpayer with respect to the economic development property. In addition to the minimum eligibility requirements to receive a property tax reduction under the FILOT program, as described above, the taxpayer may also make certain commitments to (i) invest certain amounts in taxable real and personal property at a project in an amount greater than \$2,500,000 and (ii) create a certain number of new, full-time jobs at a project.

For tax year 2020, County property taxes abated, resulting from active FILOT agreements to which it is a party, totaled \$192,767.

Special Source Revenue Credit Program – The County also abates property taxes through the "Special Source Revenue Credit" ("SSRC") program. The SSRC program is authorized by South Carolina state law, specifically, Section 4-1-175 of the Code of Laws of South Carolina 1976, as amended. The purpose of the SSRC program is to enhance the economic development of the County.

PICKENS COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020

Note 12—Tax abatement (continued)

A taxpayer is eligible to receive an SSRC, thereby reducing its property taxes, if (i) the taxpayer's property is located in a multi-county industrial or business park, and (ii) the taxpayer uses the SSRC to pay the cost of designing, acquiring, constructing, improving, or expanding (a) infrastructure serving the County or the taxpayer's property, or (b) improved or unimproved real estate and personal property, including machinery and equipment used in the operation of a manufacturing or commercial enterprise.

Property taxes are abated under the SSRC program through the County providing an SSRC (in the form of a percentage or fixed dollar amount) against a taxpayer's property tax liability. Although not required by state law, often, the County and the taxpayer enter into an agreement pursuant to which the County agrees to provide an SSRC against a taxpayer's property tax liability for a period of years, and the taxpayer commits to (i) invest certain amounts in taxable real and personal property at a project, or (ii) create a certain number of new, full-time jobs at a project. In the instances where the County has entered into an agreement to effect the SSRC program, if the taxpayer does not meet the commitments as set forth in the agreement, the County frequently reserves the right to require the taxpayer to repay to the County, either all or some other portion, as determined by formula, the SSRC received by the taxpayer.

The County may use the SSRC program in connection with the FILOT program. Following the calculation of a taxpayer's fee-in-lieu of *ad valorem* payment under the FILOT program, the County may also apply an SSRC to further abate the taxpayer's property tax liability. To receive property tax abatements under the SSRC program and the FILOT program, the taxpayer must meet the eligibility criteria for both programs.

For tax year 2020, County property taxes abated, resulting from SSRC agreements to which it is a party, totaled \$8,304, including taxes abated via stand-alone SSRC agreements and those in connection with active FILOT agreements.

Multi-county Industrial or Business Park – As noted above, to receive a property tax abatement under the SSRC program, a taxpayer's property must be located in a multi-county industrial or business park. To locate a taxpayer's property in a multi-county industrial or business park, the county must develop, with one or more contiguous counties, a multi-county industrial or business park by entering into an agreement with the contiguous counties which sets forth how the counties will share the expenses and revenues from the multi-county industrial or Business Park. The agreement must further specify how the revenues from the multi-county industrial or Business Park will be distributed to each taxing entity in the participating counties. For tax year 2020, of the total payments made by taxpayers, who were subject to the County's multi-county industrial park agreements, \$9,841 would have been received by the County but for the taxpayers' location within its multi-county industrial park.

Note 13—Commitments and contingencies

In the normal course of operation, the County participates in and receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Such audits could result in potential liability for reimbursement or refund of grant monies to the grantor agencies. The County's management believes any liability for reimbursement would be immaterial.

The County is involved in several pending lawsuits. Management believes that these pending lawsuits are either covered by applicable insurance and that none of the claims, if any, would exceed such coverage, or that the pending lawsuits will not have a material, adverse effect on the County's financial statements.

PICKENS COUNTY, SOUTH CAROLINA

Exhibit I

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE COUNTY TOTAL OPEB LIABILITY AND RELATED RATIOS

JUNE 30, 2020

(UNAUDITED)

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service cost	\$ 356,107	\$ 375,820	\$ 518,383
Interest on the total OPEB liability	452,172	463,213	390,495
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total OPEB liability	32,172	(1,289,927)	22,672
Changes of assumptions	637,273	348,560	(883,650)
Benefit payments	<u>(447,328)</u>	<u>(369,624)</u>	<u>(306,644)</u>
Net change in total OPEB liability	1,030,396	(471,958)	(258,744)
Total OPEB liability - beginning	<u>12,536,529</u>	<u>13,008,487</u>	<u>13,267,231</u>
Total OPEB liability - ending	<u>\$ 13,566,925</u>	<u>\$ 12,536,529</u>	<u>\$ 13,008,487</u>
Covered-employee payroll	\$ 8,784,882	\$ 8,828,553	\$ 10,188,408
Total OPEB liability as a % of covered-employee payroll	154.43%	142.00%	127.68%

* Information is presented for these years for which information is available

Notes to Schedule

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

2020	3.13%
2019	3.62%
2018	3.56%

There are no assets accumulated in an irrevocable trust to pay related benefits.

PICKENS COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2020

(UNAUDITED)

Fiscal Year*	County's Proportion of Net Pension Liability	County's Proportionate Share of the Net Pension Liability	County's Total Covered Payroll	County's Proportionate Share of the Net Pension Liability as a Percentage of Total Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
South Carolina Retirement System					
2019	0.150692%	\$ 34,409,226	\$ 16,160,133	212.9%	54.4%
2018	0.155739%	34,896,110	15,936,393	219.0%	54.1%
2017	0.153611%	34,580,308	15,064,743	229.5%	53.3%
2016	0.146109%	31,208,667	15,500,570	201.3%	52.9%
2015	0.147756%	28,022,638	14,173,932	197.7%	57.0%
2014	0.152572%	26,267,840	13,854,884	189.6%	59.9%
Police Officers' Retirement System					
2019	0.645266%	\$ 18,492,938	\$ 10,032,141	184.3%	62.7%
2018	0.657992%	18,644,493	9,357,302	199.3%	61.7%
2017	0.574600%	15,741,462	8,652,721	181.9%	60.9%
2016	0.548040%	13,900,770	7,736,185	179.7%	60.4%
2015	0.540350%	11,776,909	6,967,691	169.0%	64.6%
2014	0.553720%	10,600,472	6,693,259	158.4%	67.5%

*Represents South Carolina Retirement System's and Police Officers' Retirement System's fiscal year.

This data is presented for those years in which information is available.

PICKENS COUNTY, SOUTH CAROLINA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION CONTRIBUTIONS

Exhibit K

JUNE 30, 2020
(UNAUDITED)

<u>Fiscal Year*</u>	<u>Actuarial Required Contribution</u>	<u>Actual Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>County's Total Covered Payroll</u>	<u>Contributions as a Percentage of Total Covered Payroll</u>
South Carolina Retirement System					
2020	\$ 2,345,708	\$ 2,345,708	\$ -	\$ 16,160,133	14.52%
2019	2,147,291	2,147,291	-	15,936,393	13.47%
2018	2,020,182	2,020,182	-	15,064,743	13.41%
2017	1,768,615	1,768,615	-	15,500,570	11.41%
2016	1,546,376	1,546,376	-	14,173,932	10.91%
2015	1,489,400	1,489,400	-	13,854,884	10.75%
2014	1,469,041	1,469,041	-	14,057,809	10.45%
2013	1,464,897	1,464,897	-	13,819,783	10.60%
2012	1,317,178	1,317,178	-	13,806,897	9.54%
2011	1,236,724	1,236,724	-	13,170,650	9.39%
Police Officers' Retirement System					
2020	\$ 1,717,901	\$ 1,717,901	\$ -	\$ 10,032,141	17.12%
2019	1,503,938	1,503,938	-	9,357,302	16.07%
2018	1,370,591	1,370,591	-	8,652,721	15.84%
2017	1,070,688	1,070,688	-	7,736,185	13.84%
2016	929,490	929,490	-	6,967,691	13.34%
2015	870,793	870,793	-	6,693,259	13.01%
2014	854,195	854,195	-	6,866,519	12.44%
2013	800,549	800,549	-	6,508,528	12.30%
2012	780,925	780,925	-	6,640,519	11.76%
2011	705,155	705,155	-	6,115,828	11.53%

*Represents South Carolina Retirement System's and Police Officers' Retirement System's fiscal year-end. This data is presented for those years in which information is available.

PICKENS COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

Schedule 1

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 29,079,246	\$ 29,079,246	\$ 31,171,281	\$ 2,092,035
Intergovernmental	5,939,004	6,070,395	6,065,772	(4,623)
Fees, licenses, and permits	968,500	968,500	1,017,753	49,253
Charges for services	7,391,270	7,391,270	7,730,317	339,047
Fines and forfeitures	415,750	415,750	421,869	6,119
Investment income	549,007	549,007	716,433	167,426
Rental income	19,200	19,200	19,200	-
Contributions	35,000	35,000	72,834	37,834
Other revenues	60,000	60,000	640,010	580,010
Total revenues	<u>44,456,977</u>	<u>44,588,368</u>	<u>47,855,469</u>	<u>3,267,101</u>
Expenditures				
Current				
General government				
County council	254,507	256,771	253,760	3,011
County attorney	208,142	208,142	157,152	50,990
State solicitor	1,031,435	1,031,435	1,049,670	(18,235)
Public defender	294,343	294,343	261,833	32,510
Probate judge	398,558	399,355	395,160	4,195
Register of deeds	335,537	336,971	306,056	30,915
Clerk of court	785,930	785,930	733,611	52,319
Administrator	266,271	324,067	319,542	4,525
Purchasing	75,868	75,868	75,537	331
Finance	582,331	586,731	535,654	51,077
Building maintenance	2,271,795	2,332,758	2,106,538	226,220
Human resources	233,525	233,997	222,603	11,394
Delinquent tax	261,766	261,766	249,350	12,416
Risk manager	89,591	92,175	91,306	869
Circuit judge	750	750	303	447
Treasurer	514,675	520,794	512,086	8,708
Auditor	414,826	414,826	403,845	10,981
Tax assessor	981,964	981,964	864,143	117,821
Board of appeals	3,000	3,000	1,200	1,800
GIS mapping	410,114	410,114	404,936	5,178
Registration and elections	489,911	491,166	410,464	80,702
Planning commission	231,776	331,176	218,811	112,365
Information services	1,006,550	1,137,069	1,043,665	93,404
County magistrates	752,622	752,622	743,199	9,423
Vehicle maintenance	703,561	706,706	673,838	32,868
Public relations	75,323	75,323	75,066	257
Retiree health and dental	237,691	237,691	255,941	(18,250)
	<u>12,912,362</u>	<u>13,283,510</u>	<u>12,365,269</u>	<u>918,241</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 1 - continued

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Public safety				
Sheriff's department	\$ 14,594,027	\$ 14,679,236	\$ 14,661,271	\$ 17,965
Emergency management	360,243	366,423	345,092	21,331
County coroner	331,400	331,400	305,157	26,243
Emergency medical services	6,101,039	6,121,123	6,065,156	55,967
Building codes	390,450	390,450	320,661	69,789
Fire district	3,040	3,040	2,859	181
	<u>21,780,199</u>	<u>21,891,672</u>	<u>21,700,196</u>	<u>191,476</u>
Public works				
Roads and bridges	2,174,618	2,180,513	1,969,819	210,694
Solid waste department	5,669,825	5,350,197	3,310,723	2,039,474
Engineering	120,882	172,404	101,256	71,148
	<u>7,965,325</u>	<u>7,703,114</u>	<u>5,381,798</u>	<u>2,321,316</u>
Health and welfare				
Health department	25,319	25,319	18,676	6,643
Animal control	397,382	399,262	352,181	47,081
Veterans affairs	143,668	143,676	141,868	1,808
Storm water management	272,101	276,121	267,770	8,351
	<u>838,470</u>	<u>844,378</u>	<u>780,495</u>	<u>63,883</u>
Culture and recreation				
Cultural commission	650,763	761,701	582,488	179,213
Parks department	396,473	396,667	367,098	29,569
	<u>1,047,236</u>	<u>1,158,368</u>	<u>949,586</u>	<u>208,782</u>
Economic development and assistance				
Economic development	-	2,226,025	141,270	2,084,755
Intergovernmental				
Legislative delegation	23,031	23,031	21,970	1,061
Department of social services	56,796	56,796	45,749	11,047
Medically indigent fund	200,000	200,000	191,313	8,687
SC Appalachian Council of Governments	61,631	61,631	61,631	-
Clemson extension	74,930	74,930	73,895	1,035
Soil and water conservation	3,000	39,079	26,707	12,372
Pickens Alliance Transfer	374,834	374,834	-	374,834
	<u>794,222</u>	<u>830,301</u>	<u>421,265</u>	<u>409,036</u>

PICKENS COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

Schedule 1 - continued

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Other				
Contingency	\$ 63,203	\$ 51,844	\$ 31,864	\$ 19,980
SCAC	46,025	46,025	33,449	12,576
Non-departmental	5,000	4,975	-	4,975
	<u>114,228</u>	<u>102,844</u>	<u>65,313</u>	<u>37,531</u>
Capital outlay	<u>2,147,283</u>	<u>2,657,276</u>	<u>2,360,001</u>	<u>297,275</u>
Total expenditures	<u>47,599,325</u>	<u>50,697,488</u>	<u>44,165,193</u>	<u>6,532,295</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,142,348)</u>	<u>(6,109,120)</u>	<u>3,690,276</u>	<u>9,799,396</u>
Other financing uses				
Proceeds from sale of capital asset	-	-	52,664	52,664
Transfers out	<u>(537,023)</u>	<u>(540,523)</u>	<u>3,483,553</u>	<u>4,024,076</u>
Total other financing uses	<u>(537,023)</u>	<u>(540,523)</u>	<u>3,536,217</u>	<u>4,076,740</u>
Net change in fund balances	<u><u>\$ (3,679,371)</u></u>	<u><u>\$ (6,649,643)</u></u>	<u>7,226,493</u>	<u><u>\$ 13,876,136</u></u>
Fund balance - beginning			<u>30,828,489</u>	
Fund balance - ending			<u><u>\$ 38,054,982</u></u>	

NOTE: The County's budget is prepared and monitored on the U.S. generally accepted accounting principles (U.S. GAAP) basis.

PICKENS COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - MAJOR FUND - FIRE DISTRICTS

Schedule 2

JUNE 30, 2020

	<u>Easley</u>	<u>Liberty</u>	<u>Pumpkintown</u>	<u>Crosswell</u>	<u>Six Mile</u>	<u>Pickens</u>	<u>Dacusville</u>
ASSETS							
Cash and investments	\$ 305,379	\$ 281,352	\$ 546,584	\$ 320,210	\$ 274,091	\$ 681,174	\$ 307,374
Property taxes receivable, net	118,189	163,292	38,978	153,362	45,529	197,203	82,299
Accounts receivable - other	-	1,399	-	3,185	706	675	-
Prepaid items	-	-	-	-	108	137	-
Total assets	<u>\$ 423,568</u>	<u>\$ 446,043</u>	<u>\$ 585,562</u>	<u>\$ 476,757</u>	<u>\$ 320,434</u>	<u>\$ 879,189</u>	<u>\$ 389,673</u>
LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ 4,164	\$ 13,171	\$ 7,483	\$ 1,814	\$ 2,639	\$ 13,126
Accrued payroll	-	24,036	2,228	17,761	2,050	23,714	4,163
Advances from general fund	-	212,210	-	212,210	265,448	-	306,996
Total liabilities	<u>-</u>	<u>240,410</u>	<u>15,399</u>	<u>237,454</u>	<u>269,312</u>	<u>26,353</u>	<u>324,285</u>
Deferred Inflows of Resources:							
Unavailable revenue - delinquent taxes	112,685	148,332	36,616	143,803	41,236	184,936	78,918
Total deferred inflows of resources	<u>112,685</u>	<u>148,332</u>	<u>36,616</u>	<u>143,803</u>	<u>41,236</u>	<u>184,936</u>	<u>78,918</u>
Fund Balances:							
Nonspendable Prepaid items	-	-	-	-	108	137	-
Restricted	310,883	-	533,547	95,500	-	667,763	-
Unassigned	-	57,301	-	-	9,778	-	(13,530)
Total fund balances	<u>310,883</u>	<u>57,301</u>	<u>533,547</u>	<u>95,500</u>	<u>9,886</u>	<u>667,900</u>	<u>(13,530)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 423,568</u>	<u>\$ 446,043</u>	<u>\$ 585,562</u>	<u>\$ 476,757</u>	<u>\$ 320,434</u>	<u>\$ 879,189</u>	<u>\$ 389,673</u>

PICKENS COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - MAJOR FUND - FIRE DISTRICTS

Schedule 2 - continued

JUNE 30, 2020

	Holly Springs	Central	Shady Grove	Rocky Bottom	Vineyards	Springs	Total
ASSETS							
Cash and investments	\$ 167,055	\$ 231,243	\$ 262,462	\$ 18,302	\$ 801,101	\$ 613,384	\$ 4,809,711
Property taxes receivable, net	12,848	19,543	21,476	44	18,762	15,763	887,288
Accounts receivable - other	195	-	756	-	-	706	7,622
Prepaid items	-	-	124	-	-	-	369
Total assets	<u>\$ 180,098</u>	<u>\$ 250,786</u>	<u>\$ 284,818</u>	<u>\$ 18,346</u>	<u>\$ 819,863</u>	<u>\$ 629,853</u>	<u>\$ 5,704,990</u>
LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 419	\$ 3,439	\$ 1,070	\$ -	\$ 2,619	\$ 11,620	\$ 61,564
Accrued payroll	-	-	16,441	-	26,090	16,971	133,454
Advances from general fund	-	-	-	-	-	-	996,864
Total liabilities	<u>419</u>	<u>3,439</u>	<u>17,511</u>	<u>-</u>	<u>28,709</u>	<u>28,591</u>	<u>1,191,882</u>
Deferred Inflows of Resources:							
Unavailable revenue - delinquent taxes	12,284	17,925	20,400	-	17,483	9,838	824,456
Total deferred inflows of resources	<u>12,284</u>	<u>17,925</u>	<u>20,400</u>	<u>-</u>	<u>17,483</u>	<u>9,838</u>	<u>824,456</u>
Fund Balances:							
Nonspendable Prepaid items	-	-	124	-	-	-	369
Restricted	167,395	229,422	246,783	18,346	773,671	591,424	3,634,734
Unassigned	-	-	-	-	-	-	53,549
Total fund balances	<u>167,395</u>	<u>229,422</u>	<u>246,907</u>	<u>18,346</u>	<u>773,671</u>	<u>591,424</u>	<u>3,688,652</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 180,098</u>	<u>\$ 250,786</u>	<u>\$ 284,818</u>	<u>\$ 18,346</u>	<u>\$ 819,863</u>	<u>\$ 629,853</u>	<u>\$ 5,704,990</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 3

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - MAJOR FUND - FIRE DISTRICTS

YEAR ENDED JUNE 30, 2020

	<u>Easley</u>	<u>Liberty</u>	<u>Pumpkintown</u>	<u>Crosswell</u>	<u>Six Mile</u>	<u>Pickens</u>	<u>Dacusville</u>
Revenues							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	23,384	-	-	-	-
Fees, licenses, and permits	551,536	950,085	215,454	728,473	297,857	757,173	300,740
Investment income	-	-	-	6,421	-	-	-
Rental income	-	-	-	25	-	-	-
Contributions	-	-	-	175	-	-	-
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>551,536</u>	<u>950,085</u>	<u>238,838</u>	<u>735,094</u>	<u>297,857</u>	<u>757,173</u>	<u>300,740</u>
Expenditures							
Current:							
Personnel services	-	650,502	60,800	518,801	72,388	618,913	112,998
Supplies	-	35,298	3,870	36,365	23,126	16,188	39,560
Contractual services	533,062	2,881	2,885	1,991	832	5,912	6,790
Utilities	-	16,935	12,636	12,810	9,957	20,890	18,074
Repairs and maintenance	-	21,302	15,100	5,335	8,468	22,274	49,181
Fuel and oil	-	10,179	4,100	7,891	3,321	10,068	6,615
Furniture, machinery, and equipment	-	5,182	1,858	11,819	7,575	2,444	7,706
Insurance, bonds, and licenses	-	17,080	9,681	12,216	6,810	13,845	10,930
Rent	-	106	134	-	-	-	-
Other	-	3,567	2,253	3,145	4,021	1,811	1,403
Capital outlay	-	5,350	3,765	673,955	-	535,923	-
Debt service:							
Principal retirement	-	-	38,000	36,000	-	-	-
Interest and fiscal charges	-	10,410	15,185	13,275	10,445	-	8,046
Total expenditures	<u>533,062</u>	<u>778,792</u>	<u>170,267</u>	<u>1,333,603</u>	<u>146,943</u>	<u>1,248,268</u>	<u>261,303</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,474</u>	<u>171,293</u>	<u>68,571</u>	<u>(598,509)</u>	<u>150,914</u>	<u>(491,095)</u>	<u>39,437</u>
Other financing sources (uses)							
Proceeds from bond issuance	-	-	-	350,000	-	1,000,000	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>350,000</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Net change in fund balances	<u>18,474</u>	<u>171,293</u>	<u>68,571</u>	<u>(248,509)</u>	<u>150,914</u>	<u>508,905</u>	<u>39,437</u>
Fund balance - beginning	<u>292,409</u>	<u>(113,992)</u>	<u>464,976</u>	<u>344,009</u>	<u>(141,028)</u>	<u>158,995</u>	<u>(52,967)</u>
Fund balance - ending	<u>\$ 310,883</u>	<u>\$ 57,301</u>	<u>\$ 533,547</u>	<u>\$ 95,500</u>	<u>\$ 9,886</u>	<u>\$ 667,900</u>	<u>\$ (13,530)</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 3 - continued

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - MAJOR FUND - FIRE DISTRICTS

YEAR ENDED JUNE 30, 2020

	Holly Springs	Central	Shady Grove	Rocky Bottom	Vineyards	Springs	Total
Revenues							
Taxes	\$ -	\$ -	\$ 522,652	\$ -	\$ 768,692	\$ 688,971	\$ 1,980,315
Intergovernmental	-	-	-	-	-	-	23,384
Fees, licenses, and permits	63,509	218,825	-	3,299	-	-	4,086,951
Investment income	-	-	-	-	-	-	6,421
Rental income	-	-	-	-	-	-	25
Contributions	-	-	-	-	-	-	175
Other revenues	2,327	-	2,723	-	-	-	5,050
Total revenues	65,836	218,825	525,375	3,299	768,692	688,971	6,102,321
Expenditures							
Current:							
Personnel services	-	-	429,425	-	595,046	418,957	3,477,830
Supplies	1,563	5,374	18,079	-	28,649	18,008	226,080
Contractual services	1,906	107,258	5,023	2,327	6,204	3,650	680,721
Utilities	4,524	6,581	17,060	-	26,955	22,809	169,231
Repairs and maintenance	5,703	4,777	18,898	-	38,711	7,882	197,631
Fuel and oil	1,273	2,521	7,117	-	6,770	7,417	67,272
Furniture, machinery, and equipment	11,460	6,933	1,176	-	14,290	5,235	75,678
Insurance, bonds, and licenses	6,726	5,781	11,695	-	17,586	11,621	123,971
Rent	-	-	-	-	-	-	240
Other	102	-	1,173	-	6,706	10,595	34,776
Capital outlay	-	-	-	-	-	56,721	1,275,714
Debt service:							
Principal retirement	-	34,233	-	-	-	-	108,233
Interest and fiscal charges	-	1,362	-	-	-	-	58,723
Total expenditures	33,257	174,820	509,646	2,327	740,917	562,895	6,496,100
Excess (deficiency) of revenues over (under) expenditures	32,579	44,005	15,729	972	27,775	126,076	(393,779)
Other financing sources (uses)							
Proceeds from bond issuance	-	-	-	-	275,000	-	1,625,000
Total other financing sources (uses)	-	-	-	-	275,000	-	1,625,000
Net change in fund balances	32,579	44,005	15,729	972	302,775	126,076	1,231,221
Fund balance - beginning	134,816	185,417	231,178	17,374	470,896	465,348	2,457,431
Fund balance - ending	\$ 167,395	\$ 229,422	\$ 246,907	\$ 18,346	\$ 773,671	\$ 591,424	\$ 3,688,652

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - EASLEY FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Revenues				
Fees, licenses and permits	\$ 541,904	\$ 541,904	\$ 551,536	\$ 9,632
Total revenues	<u>541,904</u>	<u>541,904</u>	<u>551,536</u>	<u>9,632</u>
Expenditures				
Current:				
Contractual services	533,064	533,064	533,062	2
Contingency	8,840	8,840	-	8,840
Total expenditures	<u>541,904</u>	<u>541,904</u>	<u>533,062</u>	<u>8,842</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>18,474</u>	<u>18,474</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>18,474</u>	<u>\$ 18,474</u>
Fund balance - beginning			<u>292,409</u>	
Fund balance - ending			<u>\$ 310,883</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 5

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - LIBERTY FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses and permits	\$ 933,034	\$ 933,034	\$ 950,085	\$ 17,051
Total revenues	<u>933,034</u>	<u>933,034</u>	<u>950,085</u>	<u>17,051</u>
Expenditures				
Current:				
Personnel services	672,233	672,283	650,502	21,781
Supplies	40,752	39,546	35,298	4,248
Contractual services	5,098	4,350	2,881	1,469
Utilities	16,980	20,720	16,935	3,785
Repairs and maintenance	18,500	22,300	21,302	998
Fuel and oil	11,000	11,000	10,179	821
Furniture, machinery, and equipment	7,000	8,862	5,182	3,680
Insurance, bonds, and licenses	19,575	20,201	17,080	3,121
Rent	100	106	106	-
Other	7,050	5,050	3,567	1,483
Contingency	76,284	64,654	-	64,654
Capital outlay	-	5,500	5,350	150
Debt service:				
Principal retirement	48,051	48,051	-	48,051
Interest and fiscal charges	10,411	10,411	10,410	1
Total expenditures	<u>933,034</u>	<u>933,034</u>	<u>778,792</u>	<u>154,242</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>171,293</u>	<u>171,293</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>171,293</u>	<u>\$ 171,293</u>
Fund balance - beginning			<u>(113,992)</u>	
Fund balance - ending			<u>\$ 57,301</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 6

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - PUMPKINTOWN FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 78,535	\$ 23,384	\$ (55,151)
Fees, licenses, and permits	218,100	218,100	215,454	(2,646)
Total revenues	218,100	296,635	238,838	(57,797)
Expenditures				
Current:				
Personnel services	52,173	64,080	60,800	3,280
Supplies	28,045	52,097	3,870	48,227
Contractual services	2,884	4,264	2,885	1,379
Utilities	16,667	17,467	12,636	4,831
Repairs and maintenance	23,700	25,099	15,100	9,999
Fuel and oil	6,000	6,000	4,100	1,900
Furniture, machinery, and equipment	7,000	7,000	1,858	5,142
Insurance, bonds, and licenses	9,463	9,684	9,681	3
Rent	-	134	134	-
Other	1,645	7,245	2,253	4,992
Contingency	17,338	4,649	-	4,649
Capital outlay	-	271,296	3,765	267,531
Debt service:				
Principal retirement	38,000	38,000	38,000	-
Interest and fiscal charges	15,185	15,185	15,185	-
Total expenditures	218,100	522,200	170,267	351,933
Excess (deficiency) of revenues over (under) expenditures	-	(225,565)	68,571	294,136
Net change in fund balances	\$ -	\$ (225,565)	68,571	\$ 294,136
Fund balance - beginning			464,976	
Fund balance - ending			\$ 533,547	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 7

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - CROSSWELL FIRE DISTRICT FUND

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 727,510	\$ 727,510	\$ 728,473	\$ 963
Investment income	-	-	6,421	6,421
Rental income	-	-	25	25
Contributions	-	-	175	175
Total revenues	<u>727,510</u>	<u>727,510</u>	<u>735,094</u>	<u>7,584</u>
Expenditures				
Current:				
Personnel services	532,866	534,566	518,801	15,765
Supplies	32,625	38,125	36,365	1,760
Contractual services	2,004	2,004	1,991	13
Utilities	12,742	12,867	12,810	57
Repairs and maintenance	13,000	25,050	5,335	19,715
Fuel and oil	9,000	8,750	7,891	859
Furniture, machinery, and equipment	11,800	12,374	11,819	555
Insurance, bonds, and licenses	11,216	12,217	12,216	1
Other	5,080	3,680	3,145	535
Capital outlay	650,000	675,205	673,955	1,250
Debt service:				
Principal retirement	78,372	78,372	36,000	42,372
Interest and fiscal charges	21,436	21,436	13,275	8,161
Total expenditures	<u>1,380,141</u>	<u>1,424,646</u>	<u>1,333,603</u>	<u>91,043</u>
Excess of revenues over (under) expenditures	<u>(652,631)</u>	<u>(697,136)</u>	<u>(598,509)</u>	<u>98,627</u>
Other financing sources (uses)				
Proceeds from bond issuance	350,000	350,000	350,000	-
Total other financing sources (uses)	<u>350,000</u>	<u>350,000</u>	<u>350,000</u>	<u>-</u>
Net change in fund balances	<u>\$ (302,631)</u>	<u>\$ (347,136)</u>	<u>(248,509)</u>	<u>\$ 98,627</u>
Fund balance - beginning			<u>344,009</u>	
Fund balance - ending			<u>\$ 95,500</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 8

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - SIX MILE FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 305,860	\$ 305,860	\$ 297,857	\$ (8,003)
Total revenues	305,860	305,860	297,857	(8,003)
Expenditures				
Current:				
Personnel services	91,911	91,974	72,388	19,586
Supplies	29,600	27,512	23,126	4,386
Contractual services	623	717	832	(115)
Utilities	10,411	10,661	9,957	704
Repairs and maintenance	19,500	21,984	8,468	13,516
Fuel and oil	5,000	5,000	3,321	1,679
Furniture, machinery, and equipment	5,000	7,950	7,575	375
Insurance, bonds, and licenses	6,584	6,810	6,810	-
Contingency	84,303	80,912	-	80,912
Other	9,515	8,927	4,021	4,906
Debt service:				
Principal retirement	32,968	32,968	-	32,968
Interest and fiscal charges	10,445	10,445	10,445	-
Total expenditures	305,860	305,860	146,943	158,917
Excess of revenues over expenditures	-	-	150,914	150,914
Net change in fund balances	\$ -	\$ -	150,914	\$ 150,914
Fund balance - beginning			(141,028)	
Fund balance - ending			\$ 9,886	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 9

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - PICKENS FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 792,073	\$ 792,073	\$ 757,173	\$ (34,900)
Total revenues	<u>792,073</u>	<u>792,073</u>	<u>757,173</u>	<u>(34,900)</u>
Expenditures				
Current:				
Personnel services	656,419	656,409	618,913	37,496
Supplies	26,350	16,714	16,188	526
Contractual services	4,800	5,471	5,912	(441)
Utilities	21,042	21,284	20,890	394
Repairs and maintenance	12,000	22,752	22,274	478
Fuel and oil	8,000	9,927	10,068	(141)
Furniture, machinery, and equipment	6,000	3,000	2,444	556
Insurance, bonds, and licenses	12,277	13,848	13,845	3
Other	5,615	2,098	1,811	287
Capital outlay	1,000,000	1,001,000	535,923	465,077
Total expenditures	<u>1,752,503</u>	<u>1,752,503</u>	<u>1,248,268</u>	<u>504,235</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(960,430)</u>	<u>(960,430)</u>	<u>(491,095)</u>	<u>469,335</u>
Other financing sources (uses)				
Proceeds from bond issuance	1,000,000	1,000,000	1,000,000	-
Total other financing sources (uses)	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
Net change in fund balances	<u>\$ 39,570</u>	<u>\$ 39,570</u>	508,905	<u>\$ 469,335</u>
Fund balance - beginning			<u>158,995</u>	
Fund balance - ending			<u>\$ 667,900</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 10

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - DACUSVILLE FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 317,842	\$ 317,842	\$ 300,740	\$ (17,102)
Total revenues	<u>317,842</u>	<u>317,842</u>	<u>300,740</u>	<u>(17,102)</u>
Expenditures				
Current:				
Personnel services	107,193	110,235	112,998	(2,763)
Supplies	19,530	40,821	39,560	1,261
Contractual services	7,550	7,650	6,790	860
Utilities	18,252	19,158	18,074	1,084
Repairs and maintenance	57,000	57,283	49,181	8,102
Fuel and oil	7,500	7,500	6,615	885
Furniture, machinery, and equipment	7,500	8,582	7,706	876
Insurance, bonds, and licenses	9,039	10,931	10,930	1
Other	6,274	6,274	1,403	4,871
Contingency	45,863	17,550	-	17,550
Debt service:				
Principal retirement	24,095	24,095	-	24,095
Interest and fiscal charges	8,046	8,046	8,046	-
Total expenditures	<u>317,842</u>	<u>318,125</u>	<u>261,303</u>	<u>56,822</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(283)</u>	<u>39,437</u>	<u>39,720</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (283)</u>	<u>39,437</u>	<u>\$ 39,720</u>
Fund balance - beginning			<u>(52,967)</u>	
Fund balance - ending			<u>\$ (13,530)</u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - HOLLY SPRINGS FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 61,479	\$ 61,479	\$ 63,509	\$ 2,030
Other revenues	2,300	2,300	2,327	27
Total revenues	<u>63,779</u>	<u>63,779</u>	<u>65,836</u>	<u>2,057</u>
Expenditures				
Current:				
Supplies	27,025	18,546	1,563	16,983
Contractual services	1,871	1,906	1,906	-
Utilities	4,200	4,750	4,524	226
Repairs and maintenance	9,000	10,500	5,703	4,797
Fuel and oil	2,000	2,000	1,273	727
Furniture, machinery, and equipment	-	12,739	11,460	1,279
Insurance, bonds, and licenses	6,000	6,726	6,726	-
Other	2,500	2,500	102	2,398
Contingency	11,183	4,112	-	4,112
Total expenditures	<u>63,779</u>	<u>63,779</u>	<u>33,257</u>	<u>30,522</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>32,579</u>	<u>32,579</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>32,579</u>	<u>\$ 32,579</u>
Fund balance - beginning			<u>134,816</u>	
Fund balance - ending			<u>\$ 167,395</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 12

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - CENTRAL FIRE DISTRICT FUND

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Revenues				
Fees, licenses, and permits	\$ 208,660	\$ 208,660	\$ 218,825	\$ 10,165
Total revenues	<u>208,660</u>	<u>208,660</u>	<u>218,825</u>	<u>10,165</u>
Expenditures				
Current:				
Supplies	11,550	10,680	5,374	5,306
Contractual services	111,829	113,289	107,258	6,031
Utilities	5,608	6,628	6,581	47
Repairs and maintenance	5,500	6,914	4,777	2,137
Fuel and oil	2,500	2,500	2,521	(21)
Furniture, machinery, and equipment	26,714	24,190	6,933	17,257
Insurance, bonds, and licenses	5,538	5,781	5,781	-
Other	3,825	3,082	-	3,082
Debt service:				
Principal retirement	34,233	34,233	34,233	-
Interest and fiscal charges	1,363	1,363	1,362	1
Total expenditures	<u>208,660</u>	<u>208,660</u>	<u>174,820</u>	<u>33,840</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>44,005</u>	<u>44,005</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>44,005</u>	<u>\$ 44,005</u>
Fund balance - beginning			<u>185,417</u>	
Fund balance - ending			<u>\$ 229,422</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 13

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - SHADY GROVE FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 512,744	\$ 512,744	\$ 522,652	\$ 9,908
Other revenues	-	-	2,723	2,723
Total revenues	<u>512,744</u>	<u>512,744</u>	<u>525,375</u>	<u>12,631</u>
Expenditures				
Current:				
Personnel services	423,596	430,560	429,425	1,135
Supplies	29,850	19,404	18,079	1,325
Contractual services	5,922	5,164	5,023	141
Utilities	15,436	16,636	17,060	(424)
Repairs and maintenance	7,500	17,524	18,898	(1,374)
Fuel and oil	7,500	7,500	7,117	383
Furniture, machinery, and equipment	3,500	1,176	1,176	-
Insurance, bonds, and licenses	10,012	11,696	11,695	1
Other	4,775	2,315	1,173	1,142
Contingency	4,653	769	-	769
Capital outlay	-	19,758	-	19,758
Total expenditures	<u>512,744</u>	<u>532,502</u>	<u>509,646</u>	<u>22,856</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(19,758)</u>	<u>15,729</u>	<u>35,487</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (19,758)</u>	<u>15,729</u>	<u>\$ 35,487</u>
Fund balance - beginning			<u>231,178</u>	
Fund balance - ending			<u>\$ 246,907</u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - ROCKY BOTTOM FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 3,120	\$ 3,120	\$ 3,299	\$ 179
Total revenues	<u>3,120</u>	<u>3,120</u>	<u>3,299</u>	<u>179</u>
Expenditures				
Current:				
Supplies	200	200	-	200
Contractual services	2,537	2,537	2,327	210
Insurance, bonds, and licenses	383	383	-	383
Total expenditures	<u>3,120</u>	<u>3,120</u>	<u>2,327</u>	<u>793</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>972</u>	<u>972</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>972</u>	<u>\$ 972</u>
Fund balance - beginning			<u>17,374</u>	
Fund balance - ending			<u>\$ 18,346</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 15

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - VINEYARDS FIRE DISTRICT FUND

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Revenues				
Taxes	\$ 777,113	\$ 777,113	\$ 768,692	\$ (8,421)
Total revenues	<u>777,113</u>	<u>777,113</u>	<u>768,692</u>	<u>(8,421)</u>
Expenditures				
Current:				
Personnel services	557,380	584,669	595,046	(10,377)
Supplies	24,000	32,000	28,649	3,351
Contractual services	7,366	7,371	6,204	1,167
Utilities	27,140	26,790	26,955	(165)
Repairs and maintenance	42,500	45,500	38,711	6,789
Fuel and oil	7,000	10,000	6,770	3,230
Furniture, machinery, and equipment	12,500	17,500	14,290	3,210
Insurance, bonds, and licenses	14,123	17,748	17,586	162
Rent	100	100	-	100
Other	12,000	12,100	6,706	5,394
Contingency	73,004	23,335	-	23,335
Capital outlay	-	425,000	-	425,000
Total expenditures	<u>777,113</u>	<u>1,202,113</u>	<u>740,917</u>	<u>461,196</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(425,000)</u>	<u>27,775</u>	<u>452,775</u>
Other financing sources				
Proceeds from bond issuance	-	-	275,000	275,000
Total other financing sources	<u>-</u>	<u>-</u>	<u>275,000</u>	<u>275,000</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (425,000)</u>	<u>302,775</u>	<u>\$ 727,775</u>
Fund balance - beginning			<u>470,896</u>	
Fund balance - ending			<u>\$ 773,671</u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - SPRINGS FIRE DISTRICT FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 636,252	\$ 636,252	\$ 688,971	\$ 52,719
Total revenues	<u>636,252</u>	<u>636,252</u>	<u>688,971</u>	<u>52,719</u>
Expenditures				
Current:				
Personnel services	451,690	463,080	418,957	44,123
Supplies	21,150	23,016	18,008	5,008
Contractual services	8,185	8,251	3,650	4,601
Utilities	21,350	24,135	22,809	1,326
Repairs and maintenance	14,700	17,200	7,882	9,318
Fuel and oil	7,000	7,000	7,417	(417)
Furniture, machinery, and equipment	6,100	7,412	5,235	2,177
Insurance, bonds, and licenses	10,746	11,623	11,621	2
Other	13,125	13,775	10,595	3,180
Contingency	82,206	63,025	-	63,025
Capital outlay	60,000	57,735	56,721	1,014
Total expenditures	<u>696,252</u>	<u>696,252</u>	<u>562,895</u>	<u>133,357</u>
Excess of revenues over expenditures	<u>(60,000)</u>	<u>(60,000)</u>	<u>126,076</u>	<u>186,076</u>
Net change in fund balances	<u>\$ (60,000)</u>	<u>\$ (60,000)</u>	<u>126,076</u>	<u>\$ 186,076</u>
Fund balance - beginning			<u>465,348</u>	
Fund balance - ending			<u>\$ 591,424</u>	

PICKENS COUNTY, SOUTH CAROLINA

COMBINING SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Tri-County Tech – This fund is used to account for the property tax receipts and disbursements to Tri-County Technical College.

Fixed Nuclear – This fund is used to account for funds received for emergency management related to Oconee Nuclear Station.

Sheriff Special – This fund was established to account for asset forfeitures received in various drug interdiction activities used to fund law enforcement activities.

Library – This fund is used to account for revenues and expenditures associated with the County's Public Library System.

Victim Rights – This fund was established to account for court assessments and conviction surcharges received by the County to provide services to individuals victimized by criminal acts.

Grants – This fund accounts for revenues and expenditures for federal and state financial assistance.

Law Enforcement Block Grant – This fund accounts for the revenues and expenditures received from the Local Law Enforcement Block Grant.

Tourism Restricted Resources – This fund accounts for the receipt and disbursement of contributions for the Pickens County Tourism Related Departments.

Accommodations Tax – This fund is used to account for the 2% accommodation fee collected by the State on transient room rentals throughout the County. All expenditures must be tourist related with the exception of the first \$25,000 and 5% of the remainder of the accommodations tax remitted by the State.

Road Fee – This fund accounts for the \$20 road maintenance fee collected for local road maintenance. A portion of this revenue is shared with the seven municipal governments located in Pickens County.

Tourism Development Fee – This fund accounts for the 1% local tourism fee. Revenues from this fee will be used for the payment of debt service on the County Museum expansion.

Emergency Phone System – This fund accounts for monies collected from telephone subscribers for the operation and maintenance of the County's E-911 system.

Prison Commission – This fund is used to account for funds received for emergency management related to the jail expansion.

PICKENS COUNTY, SOUTH CAROLINA

Schedule 17

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND**

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Expenditures				
Current:				
Capital outlay	\$ 1,341,538	\$ 1,341,538	\$ 655,566	\$ 685,972
Total expenditures	<u>1,341,538</u>	<u>1,341,538</u>	<u>655,566</u>	<u>685,972</u>
Deficiency of revenues under expenditures	<u>(1,341,538)</u>	<u>(1,341,538)</u>	<u>(655,566)</u>	<u>685,972</u>
Other financing sources (uses):				
Transfers (out) in	-	-	(676,805)	(676,805)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(676,805)</u>	<u>(676,805)</u>
Net change in fund balances	<u>\$ (1,341,538)</u>	<u>\$ (1,341,538)</u>	(1,332,371)	<u>\$ 9,167</u>
Fund balance - beginning			<u>1,341,538</u>	
Fund balance - ending			<u>\$ 9,167</u>	

PICKENS COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS

Schedule 17

JUNE 30, 2020

	Special Revenue Funds	Debt Service Fund	Capital Project Fund	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 15,810,881	\$ 1,767,133	\$ 12,194	\$ 17,590,208
Property taxes receivable, net	347,195	211,431	-	558,626
Accounts receivable - other	38,612	-	-	38,612
Due from other governments	749,748	-	-	749,748
Prepaid items	240	-	-	240
Total assets	<u>\$ 16,946,676</u>	<u>\$ 1,978,564</u>	<u>\$ 12,194</u>	<u>\$ 18,937,434</u>
LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 662,914	\$ -	\$ 3,027	\$ 665,941
Accrued payroll	126,837	-	-	126,837
Advances from general fund	23,421	309,662	-	333,083
Total liabilities	<u>813,172</u>	<u>309,662</u>	<u>3,027</u>	<u>1,125,861</u>
Deferred Inflow of Resources:				
Unavailable revenue - delinquent taxes	1,025,783	202,731	-	1,228,514
Total deferred inflow of resources	<u>1,025,783</u>	<u>202,731</u>	<u>-</u>	<u>1,228,514</u>
Fund Balances				
Nonspendable	240	-	-	240
Restricted	15,107,481	1,466,171	-	16,573,652
Committed	-	-	9,167	9,167
Total fund balances	<u>15,107,721</u>	<u>1,466,171</u>	<u>9,167</u>	<u>16,583,059</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 16,946,676</u>	<u>\$ 1,978,564</u>	<u>\$ 12,194</u>	<u>\$ 18,937,434</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 18

COMBINING SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2020

	Special Revenue Funds	Debt Service Fund	Capital Project Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ 4,831,772	\$ 2,483,952	\$ -	\$ 7,315,724
Intergovernmental	4,572,730	-	-	4,572,730
Fees, licenses, and permits	2,936,712	317,853	-	3,254,565
Charges for services	54,236	-	-	54,236
Fines and forfeitures	153,161	-	-	153,161
Investment income	-	-	-	-
Contributions	39,145	-	-	39,145
Other revenues	(119)	-	-	(119)
Total revenues	<u>12,587,637</u>	<u>2,801,805</u>	<u>-</u>	<u>15,389,442</u>
Expenditures				
Current:				
General government	221,849	-	-	221,849
Public safety	1,094,685	-	-	1,094,685
Public works	2,695,127	-	-	2,695,127
Culture and recreation	3,785,618	-	-	3,785,618
Economic development and assistance	758,000	-	-	758,000
Other	1,579,900	-	-	1,579,900
Capital outlay	539,819	-	655,566	1,195,385
Debt service:				
Principal retirement	-	1,823,150	-	1,823,150
Interest and fiscal charges	-	1,121,374	-	1,121,374
Total expenditures	<u>10,674,998</u>	<u>2,944,524</u>	<u>655,566</u>	<u>14,275,088</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,912,639</u>	<u>(142,719)</u>	<u>(655,566)</u>	<u>1,114,354</u>
Other financing sources (uses)				
Transfers in (out)	(14,314)	178,083	(676,805)	(513,036)
Total other financing sources (uses)	<u>(14,314)</u>	<u>178,083</u>	<u>(676,805)</u>	<u>(513,036)</u>
Net change in fund balances	1,898,325	35,364	(1,332,371)	601,318
Fund balance - beginning	<u>13,209,396</u>	<u>1,430,807</u>	<u>1,341,538</u>	<u>15,981,741</u>
Fund balance - ending	<u>\$ 15,107,721</u>	<u>\$ 1,466,171</u>	<u>\$ 9,167</u>	<u>\$ 16,583,059</u>

PICKENS COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS

Schedule 19

YEAR ENDED JUNE 30, 2020

	Tri-County Tech	Fixed Nuclear	Sheriff Special	Library	Victim Rights	Law Enforcement Block Grants	State Road C-Fund	Grants
ASSETS								
Cash and investments	\$ 932,214	\$ 36,476	\$ 337,878	\$ 3,052,911	\$ 67,354	\$ -	\$ 4,321,866	\$ 480,157
Property taxes receivable, net	101,273	-	-	245,922	-	-	-	-
Accounts receivable - other	-	-	-	1,056	-	-	-	-
Due from other governments	1,441	-	-	1,250	-	23,421	286,267	236,602
Prepaid items	-	-	-	240	-	-	-	-
Total assets	<u>\$ 1,034,928</u>	<u>\$ 36,476</u>	<u>\$ 337,878</u>	<u>\$ 3,301,379</u>	<u>\$ 67,354</u>	<u>\$ 23,421</u>	<u>\$ 4,608,133</u>	<u>\$ 716,759</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ 1,710	\$ -	\$ 62,121	\$ 26	\$ -	\$ 458,994	\$ 13,492
Accrued payroll	-	2,991	-	95,144	3,612	-	-	6,932
Advances from general fund	-	-	-	-	-	23,421	-	-
Total liabilities	<u>-</u>	<u>4,701</u>	<u>-</u>	<u>157,265</u>	<u>3,638</u>	<u>23,421</u>	<u>458,994</u>	<u>20,424</u>
Deferred Inflows of Resources:								
Unavailable revenue - delinquent taxes	96,126	-	-	233,273	-	-	-	696,384
Total deferred inflows of resources	<u>96,126</u>	<u>-</u>	<u>-</u>	<u>233,273</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>696,384</u>
Fund Balances:								
Nonspendable:								
Prepaid items	-	-	-	240	-	-	-	-
Restricted	938,802	31,775	337,878	2,910,601	63,716	-	4,149,139	(49)
Total fund balances	<u>938,802</u>	<u>31,775</u>	<u>337,878</u>	<u>2,910,841</u>	<u>63,716</u>	<u>-</u>	<u>4,149,139</u>	<u>(49)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,034,928</u>	<u>\$ 36,476</u>	<u>\$ 337,878</u>	<u>\$ 3,301,379</u>	<u>\$ 67,354</u>	<u>\$ 23,421</u>	<u>\$ 4,608,133</u>	<u>\$ 716,759</u>

PICKENS COUNTY, SOUTH CAROLINA
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS

Schedule 19 - continued

YEAR ENDED JUNE 30, 2020

	Park Services	Tourism Restricted Resources	Accomodations Tax	Road Fee	Tourism Development Fee	Emergency Phone System	Prison Commission	Total Nonmajor Special Revenue Funds
ASSETS								
Cash and investments	\$ 472,350	\$ 5,518	\$ 210,032	\$ 4,957,849	\$ 228,608	\$ 705,247	\$ 2,421	\$ 15,810,881
Property taxes receivable, net	-	-	-	-	-	-	-	347,195
Accounts receivable - other	-	-	-	-	26,817	10,739	-	38,612
Due from other governments	-	-	32,142	-	-	168,625	-	749,748
Prepaid items	-	-	-	-	-	-	-	240
Total assets	<u>\$ 472,350</u>	<u>\$ 5,518</u>	<u>\$ 242,174</u>	<u>\$ 4,957,849</u>	<u>\$ 255,425</u>	<u>\$ 884,611</u>	<u>\$ 2,421</u>	<u>\$ 16,946,676</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ 56,600	\$ 33,192	\$ 78	\$ 36,701	\$ -	\$ 662,914
Accrued payroll	-	-	-	5,237	3,423	9,498	-	126,837
Advances from general fund	-	-	-	-	-	-	-	23,421
Total liabilities	<u>-</u>	<u>-</u>	<u>56,600</u>	<u>38,429</u>	<u>3,501</u>	<u>46,199</u>	<u>-</u>	<u>813,172</u>
Deferred Inflows of Resources:								
Unavailable revenue - delinquent taxes	-	-	-	-	-	-	-	1,025,783
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,025,783</u>
Fund Balances:								
Nonspendable:								
Prepaid items	-	-	-	-	-	-	-	240
Restricted	<u>472,350</u>	<u>5,518</u>	<u>185,574</u>	<u>4,919,420</u>	<u>251,924</u>	<u>838,412</u>	<u>2,421</u>	<u>15,107,481</u>
Total fund balances	<u>472,350</u>	<u>5,518</u>	<u>185,574</u>	<u>4,919,420</u>	<u>251,924</u>	<u>838,412</u>	<u>2,421</u>	<u>15,107,721</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 472,350</u>	<u>\$ 5,518</u>	<u>\$ 242,174</u>	<u>\$ 4,957,849</u>	<u>\$ 255,425</u>	<u>\$ 884,611</u>	<u>\$ 2,421</u>	<u>\$ 16,946,676</u>

PICKENS COUNTY, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NONMAJOR SPECIAL REVENUE FUNDS

YEAR ENDED JUNE 30, 2020

	Tri-County Tech	Fixed Nuclear	Sheriff Special	Library	Victim Rights	Law Enforcement Block Grants	State Road C-Fund	Grants
Revenues								
Taxes	\$ 1,402,251	\$ -	\$ -	\$ 3,429,521	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	90,190	-	319,915	-	39,769	1,976,276	1,548,441
Fees, licenses and permits	-	-	-	-	-	-	-	-
Charges for services	-	-	-	54,031	-	-	-	-
Fines and forfeitures	-	-	89,418	-	63,743	-	-	-
Investment income	-	-	-	-	-	-	-	-
Contributions	-	-	38,832	-	-	-	-	-
Other revenues	-	-	-	(119)	-	-	-	-
Total revenues	1,402,251	90,190	128,250	3,803,348	63,743	39,769	1,976,276	1,548,441
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	221,849
Public safety	-	100,739	94,344	-	91,661	39,769	-	117,268
Public works	-	-	-	-	-	-	1,834,539	97,784
Culture and recreation	-	-	-	3,372,171	-	-	-	-
Economic development and assistance	-	-	-	-	-	-	-	700,000
Other	1,579,900	-	-	-	-	-	-	-
Capital outlay	-	6,907	34,676	-	-	-	-	411,589
Total expenditures	1,579,900	107,646	129,020	3,372,171	91,661	39,769	1,834,539	1,548,490
Excess (deficiency) of revenues over (under) expenditures	(177,649)	(17,456)	(770)	431,177	(27,918)	-	141,737	(49)
Other financing sources (uses)								
Transfers in (out)	-	18,909	-	-	-	-	-	-
Total other financing sources (uses)	-	18,909	-	-	-	-	-	-
Net change in fund balances	(177,649)	1,453	(770)	431,177	(27,918)	-	141,737	(49)
Fund balance - beginning	1,116,451	30,322	338,648	2,479,664	91,634	-	4,007,402	-
Fund balance - ending	\$ 938,802	\$ 31,775	\$ 337,878	\$ 2,910,841	\$ 63,716	\$ -	\$ 4,149,139	\$ (49)

PICKENS COUNTY, SOUTH CAROLINA

Schedule 20 - continued

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS

YEAR ENDED JUNE 30, 2020

	Park Services	Tourism Restricted Resources	Accomodations Tax	Road Fee	Tourism Development Fee	Emergency Phone System	Prison Commission	Nonmajor Special Revenue Funds
Revenues								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,831,772
Intergovernmental	-	1,895	189,452	-	-	406,792	-	4,572,730
Fees, licenses, and permits	-	-	-	2,232,677	352,653	351,382	-	2,936,712
Charges for services	-	205	-	-	-	-	-	54,236
Fines and forfeitures	-	-	-	-	-	-	-	153,161
Investment income	-	-	-	-	-	-	-	-
Contributions	-	313	-	-	-	-	-	39,145
Other revenues	-	-	-	-	-	-	-	(119)
Total revenues	-	2,413	189,452	2,232,677	352,653	758,174	-	12,587,637
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	221,849
Public safety	-	-	-	-	-	650,904	-	1,094,685
Public works	-	-	-	762,804	-	-	-	2,695,127
Culture and recreation	-	1,447	110,599	-	301,401	-	-	3,785,618
Economic development and assistance	58,000	-	-	-	-	-	-	758,000
Other	-	-	-	-	-	-	-	1,579,900
Capital outlay	-	-	-	17,585	69,062	-	-	539,819
Total expenditures	58,000	1,447	110,599	780,389	370,463	650,904	-	10,674,998
Excess (deficiency) of revenues over (under) expenditures	(58,000)	966	78,853	1,452,288	(17,810)	107,270	-	1,912,639
Other financing sources (uses)								
Transfers in (out)	-	-	(33,223)	-	-	-	-	(14,314)
Total other financing sources (uses)	-	-	(33,223)	-	-	-	-	(14,314)
Net change in fund balances	(58,000)	966	45,630	1,452,288	(17,810)	107,270	-	1,898,325
Fund balance - beginning	530,350	4,552	139,944	3,467,132	269,734	731,142	2,421	13,209,396
Fund balance - ending	\$ 472,350	\$ 5,518	\$ 185,574	\$ 4,919,420	\$ 251,924	\$ 838,412	\$ 2,421	\$ 15,107,721

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - TRI-COUNTY TECH FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 1,373,849	\$ 1,373,849	\$ 1,402,251	\$ (28,402)
Total revenues	<u>1,373,849</u>	<u>1,373,849</u>	<u>1,402,251</u>	<u>(28,402)</u>
Expenditures				
Current:				
Other	1,579,900	1,579,900	1,579,900	-
Total expenditures	<u>1,579,900</u>	<u>1,579,900</u>	<u>1,579,900</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>(206,051)</u>	<u>(206,051)</u>	<u>(177,649)</u>	<u>(28,402)</u>
Net change in fund balances	<u><u>\$ (206,051)</u></u>	<u><u>\$ (206,051)</u></u>	<u>(177,649)</u>	<u><u>\$ (28,402)</u></u>
Fund balance - beginning			<u>1,116,451</u>	
Fund balance - ending			<u><u>\$ 938,802</u></u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - FIXED NUCLEAR FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ 90,190	\$ 90,190	\$ 90,190	\$ -
Total revenues	<u>90,190</u>	<u>90,190</u>	<u>90,190</u>	<u>-</u>
Expenditures				
Current:				
Public safety	109,320	109,320	100,739	8,581
Capital outlay	-	7,008	6,907	101
Total expenditures	<u>109,320</u>	<u>116,328</u>	<u>107,646</u>	<u>8,682</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(19,130)</u>	<u>(26,138)</u>	<u>(17,456)</u>	<u>8,682</u>
Other financing sources (uses)				
Transfers in (out)	19,130	19,130	18,909	(221)
Total other financing sources (uses)	<u>19,130</u>	<u>19,130</u>	<u>18,909</u>	<u>(221)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (7,008)</u>	1,453	<u>\$ 8,461</u>
Fund balance - beginning			<u>30,322</u>	
Fund balance - ending			<u>\$ 31,775</u>	

PICKENS COUNTY, SOUTH CAROLINA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - LIBRARY FUND

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Operations</u>	<u>State Aid</u>	<u>Totals</u>	<u>Variance With Final Positive (Negative)</u>
Revenues						
Taxes	\$ 3,319,214	\$ 3,319,214	\$ 3,429,521	\$ -	\$ 3,429,521	\$ 110,307
Intergovernmental	220,642	328,176	81,467	238,448	319,915	(8,261)
Charges for services	76,000	76,000	54,031	-	54,031	(21,969)
Investment income	1,000	1,000	-	-	-	(1,000)
Total revenues	<u>3,616,856</u>	<u>3,724,390</u>	<u>3,565,019</u>	<u>238,448</u>	<u>3,803,467</u>	<u>79,077</u>
Expenditures						
Current:						
Personnel services	2,680,687	2,668,742	2,436,213	-	2,436,213	232,529
Library collections	327,880	372,085	102,306	236,228	338,534	33,551
Supplies	57,100	80,504	70,826	-	70,826	9,678
Contractual services	137,696	137,966	112,629	-	112,629	25,337
Utilities	179,700	179,700	174,222	-	174,222	5,478
Repairs and maintenance	105,048	99,181	98,269	-	98,269	912
Fuel and oil	2,000	2,000	1,209	-	1,209	791
Furniture, machinery, and equipment	34,500	57,034	55,283	-	55,283	1,751
Insurance, bonds, and licenses	45,423	49,290	49,125	-	49,125	165
Rent	35,000	27,400	27,388	-	27,388	12
Other	11,822	12,791	8,592	-	8,592	4,199
Capital outlay	-	43,411	-	-	-	43,411
Total expenditures	<u>3,616,856</u>	<u>3,730,104</u>	<u>3,136,062</u>	<u>236,228</u>	<u>3,372,290</u>	<u>357,814</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(5,714)</u>	<u>428,957</u>	<u>2,220</u>	<u>431,177</u>	<u>436,891</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (5,714)</u>	<u>428,957</u>	<u>2,220</u>	<u>431,177</u>	<u>\$ 436,891</u>
Fund balance - beginning			<u>2,514,606</u>	<u>(34,942)</u>	<u>2,479,664</u>	
Fund balance - ending			<u>\$ 2,943,563</u>	<u>\$ (32,722)</u>	<u>\$ 2,910,841</u>	

PICKENS COUNTY, SOUTH CAROLINA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - VICTIM RIGHTS FUND

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Positive (Negative)
Revenues				
Fines and forfeitures	\$ 87,000	\$ 87,000	\$ 63,743	\$ (23,257)
Total revenues	<u>87,000</u>	<u>87,000</u>	<u>63,743</u>	<u>(23,257)</u>
Expenditures				
Current:				
Personnel services	99,103	99,103	87,073	12,030
Supplies	1,665	1,665	870	795
Contractual services	-	-	818	(818)
Utilities	795	795	726	69
Repairs and maintenance	500	500	34	466
Fuel and oil	897	897	711	186
Insurance, bonds, and licenses	1,259	1,430	1,429	1
Other	3,000	2,829	-	2,829
Total expenditures	<u>107,219</u>	<u>107,219</u>	<u>91,661</u>	<u>15,558</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,219)</u>	<u>(20,219)</u>	<u>(27,918)</u>	<u>(7,699)</u>
Net change in fund balances	<u><u>\$ (20,219)</u></u>	<u><u>\$ (20,219)</u></u>	<u>(27,918)</u>	<u><u>\$ (7,699)</u></u>
Fund balance - beginning			<u>91,634</u>	
Fund balance - ending			<u><u>\$ 63,716</u></u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 25

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - GRANTS FUND**

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 3,729,775	\$ 4,105,534	\$ 1,548,441	\$ (2,557,093)
Total revenues	<u>3,729,775</u>	<u>4,105,534</u>	<u>1,548,441</u>	<u>(2,557,093)</u>
Expenditures				
Current:				
General government	1,372	267,189	221,849	45,340
Public safety	191,642	191,342	117,268	74,074
Public works	30,242	123,640	97,784	25,856
Culture and recreation	1,475	1,475	-	1,475
Economic development and assistance	700,000	700,000	700,000	-
Capital outlay	<u>866,930</u>	<u>878,205</u>	<u>411,589</u>	<u>466,616</u>
Total expenditures	<u>1,791,661</u>	<u>2,161,851</u>	<u>1,548,490</u>	<u>613,361</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,938,114</u>	<u>1,943,683</u>	<u>(49)</u>	<u>(1,943,732)</u>
Net change in fund balances	<u>\$ 1,938,114</u>	<u>\$ 1,943,683</u>	<u>(49)</u>	<u>\$ (1,943,732)</u>
Fund balance - beginning			<u>-</u>	
Fund balance - ending			<u>\$ (49)</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 26

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

BALANCES - BUDGET AND ACTUAL - TOURISM RESTRICTED RESOURCES FUND

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 1,895	\$ 1,895
Charges for services	-	-	205	205
Contributions	-	-	313	313
Total revenues	-	-	2,413	2,413
Expenditures				
Current:				
Culture and recreation	-	1,732	1,447	285
Total expenditures	-	1,732	1,447	285
Excess (deficiency) of revenues over (under) expenditures	-	(1,732)	966	2,698
Net change in fund balances	<u>\$ -</u>	<u>\$ (1,732)</u>	966	<u>\$ 2,698</u>
Fund balance - beginning			<u>4,552</u>	
Fund balance - ending			<u>\$ 5,518</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 27

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - ACCOMMODATION TAX FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ 185,000	\$ 185,000	\$ 189,452	\$ 4,452
Total revenues	<u>185,000</u>	<u>185,000</u>	<u>189,452</u>	<u>4,452</u>
Expenditures				
Current:				
Culture and recreation	152,000	182,000	110,599	71,401
Total expenditures	<u>152,000</u>	<u>182,000</u>	<u>110,599</u>	<u>71,401</u>
Excess of revenues over expenditures	<u>33,000</u>	<u>3,000</u>	<u>78,853</u>	<u>75,853</u>
Other financing uses				
Transfers out	(33,000)	(33,000)	(33,223)	(223)
Total other financing uses	<u>(33,000)</u>	<u>(33,000)</u>	<u>(33,223)</u>	<u>(223)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (30,000)</u>	45,630	<u>\$ 75,630</u>
Fund balance - beginning			<u>139,944</u>	
Fund balance - ending			<u>\$ 185,574</u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - ROAD FEE FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 2,000,000	\$ 2,150,000	\$ 2,232,677	\$ 82,677
Total revenues	<u>2,000,000</u>	<u>2,150,000</u>	<u>2,232,677</u>	<u>82,677</u>
Expenditures				
Current:				
Public works	1,877,977	5,233,828	762,804	4,471,024
Capital outlay	401,813	401,813	17,585	384,228
Total expenditures	<u>2,279,790</u>	<u>5,635,641</u>	<u>780,389</u>	<u>4,855,252</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(279,790)</u>	<u>(3,485,641)</u>	<u>1,452,288</u>	<u>4,937,929</u>
Net change in fund balances	<u>\$ (279,790)</u>	<u>\$ (3,485,641)</u>	<u>1,452,288</u>	<u>\$ 4,937,929</u>
Fund balance - beginning			<u>3,467,132</u>	
Fund balance - ending			<u>\$ 4,919,420</u>	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 29

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - TOURISM DEVELOPMENT FEE FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Fees, licenses, and permits	\$ 400,000	\$ 400,000	\$ 352,653	\$ (47,347)
Total revenues	400,000	400,000	352,653	(47,347)
Expenditures				
Current:				
Personnel services	89,206	89,306	84,499	4,807
Supplies	36,150	30,421	28,563	1,858
Contractual services	6,792	15,307	15,133	174
Utilities	420	430	428	2
Repairs and maintenance	55,000	81,077	66,651	14,426
Fuel and oil	1,500	845	205	640
Furniture, machinery, and equipment	108,000	108,000	107,792	208
Insurance, bonds, and licenses	1,940	2,525	2,479	46
Other	7,594	5,955	3,461	2,494
Capital outlay	13,500	113,477	61,252	52,225
Total expenditures	320,102	447,343	370,463	76,880
Excess (deficiency) of revenues over (under) expenditures	79,898	(47,343)	(17,810)	29,533
 Net change in fund balances	 \$ 79,898	 \$ (47,343)	 (17,810)	 \$ 29,533
 Fund balance - beginning			 269,734	
 Fund balance - ending			 \$ 251,924	

PICKENS COUNTY, SOUTH CAROLINA

Schedule 30

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - EMERGENCY PHONE SYSTEM FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Intergovernmental	\$ 356,352	\$ 356,352	\$ 406,792	\$ 50,440
Fees, licenses, and permits	360,000	360,000	351,382	(8,618)
Total revenues	<u>716,352</u>	<u>716,352</u>	<u>758,174</u>	<u>41,822</u>
Expenditures				
Current:				
Personnel services	270,068	255,317	228,762	26,555
Supplies	10,530	10,855	11,064	(209)
Contractual services	184,300	212,434	168,268	44,166
Utilities	205,712	190,877	169,811	21,066
Repairs and maintenance	25,534	25,534	21,131	4,403
Fuel and oil	1,200	1,200	1,028	172
Furniture, machinery, and equipment	20,000	33,400	29,397	4,003
Insurance, bonds, and licenses	2,705	2,957	2,911	46
Other	19,637	20,612	18,532	2,080
Capital outlay	90,000	90,000	-	90,000
Total expenditures	<u>829,686</u>	<u>843,186</u>	<u>650,904</u>	<u>192,282</u>
Deficiency of revenues under expenditures	<u>(113,334)</u>	<u>(126,834)</u>	<u>107,270</u>	<u>234,104</u>
Net change in fund balances	<u>\$ (113,334)</u>	<u>\$ (126,834)</u>	<u>107,270</u>	<u>\$ 234,104</u>
Fund balance - beginning			<u>731,142</u>	
Fund balance - ending			<u>\$ 838,412</u>	

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - PARK SERVICES FUND**

YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Positive (Negative)
Expenditures				
Current:				
Economic development and assistance	58,500	58,500	58,000	500
Total expenditures	58,500	58,500	58,000	500
Deficiency of revenues under expenditures	<u>(58,500)</u>	<u>(58,500)</u>	<u>(58,000)</u>	<u>500</u>
Net change in fund balances	<u>\$ (58,500)</u>	<u>\$ (58,500)</u>	(58,000)	<u>\$ 500</u>
Fund balance - beginning			<u>530,350</u>	
Fund balance - ending			<u>\$ 472,350</u>	

PICKENS COUNTY, SOUTH CAROLINA
COMBINING SCHEDULES

DEBT SERVICE FUNDS

Debt Service Fund

The debt service fund is used to account for the accumulation of resources and payment of principal and interest on general obligation bonds and notes payable.

PICKENS COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUND**

YEAR ENDED JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
Revenues				
Taxes	\$ 2,425,761	\$ 2,425,761	\$ 2,483,952	\$ 58,191
Fees, licenses, and permits	309,667	309,667	259,853	(49,814)
Total revenues	<u>2,735,428</u>	<u>2,735,428</u>	<u>2,743,805</u>	<u>8,377</u>
Expenditures				
Debt service:				
Principal retirement	1,799,176	1,822,909	1,823,150	(241)
Interest and fiscal charges	1,108,281	1,113,908	1,121,374	(7,466)
Total expenditures	<u>2,907,457</u>	<u>2,936,817</u>	<u>2,944,524</u>	<u>(7,707)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(172,029)</u>	<u>(201,389)</u>	<u>(200,719)</u>	<u>670</u>
Other financing uses:				
Transfers out	177,783	177,783	178,083	300
Total other financing uses	<u>177,783</u>	<u>177,783</u>	<u>178,083</u>	<u>300</u>
Net change in fund balances	<u>\$ 5,754</u>	<u>\$ (23,606)</u>	<u>(22,636)</u>	<u>\$ 970</u>
Fund balance - beginning			<u>1,430,807</u>	
Fund balance - ending			<u>\$ 1,408,171</u>	

PICKENS COUNTY, SOUTH CAROLINA
COMBINING SCHEDULES

AGENCY FUNDS

Agency Funds

Agency funds are custodial in nature (assets equal liabilities) and thus do not represent the measurement or results of operations.

Agency Funds – These funds primarily consist of monies collected and disbursed by the County Treasurer (an elected, constitutionally mandated official) for various governmental units and other entities within Pickens County. These monies are not under the control of Pickens County Council. This fund also consists of monies administered by several elected, appointed, or other officials who, by nature of their position, collect and disburse cash. These officials consist of Magistrates, Family Court, and Clerk of Court.

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

YEAR ENDED JUNE 30, 2020

	<u>Balance</u> <u>June 30, 2019</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>June 30, 2020</u>
School District Fund				
Assets				
Cash	\$ 53,843,743	\$ 211,994,420	\$ 207,437,231	\$ 58,400,932
Accounts receivable - other	47,051	31,314	47,051	31,314
Property taxes receivable, net	6,818,266	325,730	685,800	6,458,196
	<u>\$ 60,709,060</u>	<u>\$ 212,351,464</u>	<u>\$ 208,170,082</u>	<u>\$ 64,890,442</u>
Liabilities				
Due to others	<u>\$ 60,709,060</u>	<u>\$ 212,351,464</u>	<u>\$ 184,002,926</u>	<u>\$ 64,890,442</u>
Municipal Fund				
Assets				
Cash	\$ 39,327	\$ 10,997,594	\$ 11,008,299	\$ 28,622
Property taxes receivable, net	1,104,075	106,405	185,178	1,025,302
	<u>\$ 1,143,402</u>	<u>\$ 11,103,999</u>	<u>\$ 11,193,477</u>	<u>\$ 1,053,924</u>
Liabilities				
Accounts payable	\$ 90,172	\$ 10,804,840	\$ 10,814,201	\$ 80,811
Due to others	1,053,230	-	80,117	973,113
	<u>\$ 1,143,402</u>	<u>\$ 10,804,840</u>	<u>\$ 10,894,318</u>	<u>\$ 1,053,924</u>
Mini-Bottle Fund				
Assets				
Cash	\$ -	\$ 303,049	\$ 303,049	\$ -
Liabilities				
Due to others	\$ -	\$ 303,049	\$ 303,049	\$ -
Fire District Fund				
Assets				
Cash	\$ -	\$ 499,998	\$ 499,998	\$ -
Liabilities				
Due to others	\$ -	\$ 499,998	\$ 499,998	\$ -
Magistrates' Fund				
Assets				
Cash	\$ 71,186	\$ 673,526	\$ 682,992	\$ 61,721
Liabilities				
Due to others	<u>\$ 71,186</u>	<u>\$ 673,526</u>	<u>\$ 682,992</u>	<u>\$ 61,721</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 33 - continued

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

YEAR ENDED JUNE 30, 2020

	<u>Balance</u> <u>June 30, 2019</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>June 30, 2020</u>
Family Court Fund				
Assets				
Cash and investments	\$ 16,064	\$ 1,104,937	\$ 1,103,829	\$ 17,172
Liabilities				
Due to others	\$ 16,064	\$ 1,104,937	\$ 1,103,829	\$ 17,172
Clerk of Court Fund				
Assets				
Cash and investments	\$ 1,152,078	\$ 630,059	\$ 666,768	\$ 1,115,369
Liabilities				
Due to others	\$ 1,152,078	\$ 630,059	\$ 666,768	\$ 1,115,369
Prison				
Assets				
Cash and investments	\$ 5,761	\$ 25,493	\$ 25,515	\$ 5,739
Liabilities				
Due to others	\$ 5,761	\$ 25,493	\$ 25,515	\$ 5,739
Library Foundation				
Assets				
Cash and investments	\$ 57,535	\$ 200	\$ 45	\$ 57,690
Liabilities				
Due to others	\$ 57,535	\$ 200	\$ 45	\$ 57,690
Total of all Agency Funds				
Assets				
Cash and investments	\$ 55,185,694	\$ 226,229,276	\$ 221,727,726	\$ 59,687,244
Accounts receivable - other	47,051	31,314	47,051	31,314
Property taxes receivable	7,922,341	432,135	870,978	7,483,498
Total assets	<u>\$ 63,155,086</u>	<u>\$ 226,692,725</u>	<u>\$ 222,645,755</u>	<u>\$ 67,202,056</u>
Liabilities				
Accounts payable	\$ 90,172	\$ 10,804,840	\$ 10,814,201	\$ 80,811
Due to others	63,064,914	215,588,726	211,532,395	67,121,245
Total liabilities	<u>\$ 63,155,086</u>	<u>\$ 226,393,566</u>	<u>\$ 222,346,596</u>	<u>\$ 67,202,056</u>

PICKENS COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS -
SCHEDULE OF CAPITAL ASSETS BY FUNCTION**

JUNE 30, 2020

Function	Land	Construction in Progress	Buildings and Improvements	Improvements and Infrastructure	Machinery and Equipment	Total
General government	\$ 1,778,245	\$ -	\$ 13,015,696	\$ 2,304,187	\$ 125,971	\$ 17,224,099
Public safety	781,229	28,482	41,304,646	22,188,041	219,130	64,521,528
Public works	1,088,914	1,084,868	1,308,565	11,778,058	28,944,302	44,204,707
Public health and welfare	26,902	-	1,106,524	223,880	27,077	1,384,383
Culture and recreation	897,153	-	11,580,479	1,089,197	1,885,675	15,452,504
Economic development	109,298	2,113,729	1,355,327	21,355	1,918,034	5,517,743
Intergovernmental	-	-	1,183,750	-	-	1,183,750
Total governmental funds capital assets	<u>\$ 4,681,741</u>	<u>\$ 3,227,079</u>	<u>\$ 70,854,987</u>	<u>\$ 37,604,718</u>	<u>\$ 33,120,189</u>	<u>\$ 149,488,714</u>

PICKENS COUNTY, SOUTH CAROLINA

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS -
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION**

JUNE 30, 2020

Function	Beginning of Year	Additions	Deletions	Transfers		End of Year
				In	Out	
General government administration	\$ 17,245,645	\$ 80,000	\$ 95,415	\$ 103,521	\$ 109,652	\$ 17,224,099
Public safety	62,443,484	2,207,673	87,915	120,678	162,392	64,521,528
Public works	42,202,244	2,023,366	17,341	38,645	42,207	44,204,707
Public health and welfare	1,375,724	17,090	-	25,672	34,103	1,384,383
Culture and recreation	14,903,593	510,433	-	54,516	16,038	15,452,504
Economic development	6,212,289	-	715,902	21,356	-	5,517,743
Intergovernmental	500,195	683,555	-	-	-	1,183,750
Total governmental funds capital assets	<u>\$ 144,883,174</u>	<u>\$ 5,522,117</u>	<u>\$ 916,573</u>	<u>\$ 364,388</u>	<u>\$ 364,392</u>	<u>\$ 149,488,714</u>

STATISTICAL SECTION

PICKENS COUNTY, SOUTH CAROLINA

STATISTICAL SECTION NARRATIVE

FISCAL YEAR JUNE 30, 2020

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

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant revenue source, tax revenue.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

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

Pickens County, South Carolina

**Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Governmental Activities										
Net investment in capital assets	\$ 34,058,641	\$ 41,896,168	\$ 44,803,759	\$ 43,964,937	\$ 45,459,121	\$ 48,208,673	\$ 50,700,319	\$ 36,106,153	\$ 50,634,094	\$ 52,928,665
Restricted	11,628,296	11,835,113	11,960,394	15,397,427	15,634,038	17,573,313	16,152,280	16,513,038	17,403,330	20,208,386
Unrestricted	32,630,194	25,831,302	24,136,243	25,986,376	(8,736,449)	(7,094,595)	(13,063,593)	(10,514,752)	(22,963,254)	(17,845,326)
Total governmental activities net assets	<u>78,317,131</u>	<u>79,562,583</u>	<u>80,900,396</u>	<u>85,348,740</u>	<u>52,356,710</u>	<u>58,687,391</u>	<u>53,789,006</u>	<u>42,104,439</u>	<u>45,074,170</u>	<u>55,291,725</u>
Business-type Activities										
Net investment in capital assets	29,301,120	29,786,626	29,155,636	28,023,881	26,816,226	25,857,381	25,414,892	28,290,482	28,476,555	23,604,725
Restricted	631,008	682,544	700,992	756,000	809,568	817,308	825,048	832,788	209,520	217,260
Unrestricted (Deficit)	1,149,004	929,489	1,122,850	1,091,496	503,074	417,809	600,503	1,626,984	1,562,991	1,723,641
Total business-type activities net assets	<u>31,081,132</u>	<u>31,398,659</u>	<u>30,979,478</u>	<u>29,871,377</u>	<u>28,128,868</u>	<u>27,092,498</u>	<u>26,840,443</u>	<u>30,750,254</u>	<u>30,249,066</u>	<u>25,545,626</u>
Component Unit										
Unrestricted (Deficit)	320,221	288,705	169,334	100,109	80,150	54,651	66,685	161,877	93,590	195,459
Total component unit net assets	<u>320,221</u>	<u>288,705</u>	<u>169,334</u>	<u>100,109</u>	<u>80,150</u>	<u>54,651</u>	<u>66,685</u>	<u>161,877</u>	<u>93,590</u>	<u>195,459</u>
Total Reporting Unit										
Net investment in capital assets	63,359,761	71,682,794	73,959,395	71,988,818	72,275,347	74,066,054	76,115,211	64,396,635	79,110,649	76,533,390
Restricted	12,259,304	12,517,657	12,661,386	16,153,427	16,443,606	18,390,621	16,977,328	17,345,826	17,612,850	20,425,646
Unrestricted	34,099,419	27,049,496	25,428,427	27,177,981	(8,153,225)	(6,622,135)	(12,396,405)	(8,725,891)	(21,306,673)	(15,926,226)
Total primary government net assets	<u>\$ 109,718,484</u>	<u>\$ 111,249,947</u>	<u>\$ 112,049,208</u>	<u>\$ 115,320,226</u>	<u>\$ 80,565,728</u>	<u>\$ 85,834,540</u>	<u>\$ 80,696,134</u>	<u>\$ 73,016,570</u>	<u>\$ 75,416,826</u>	<u>\$ 81,032,810</u>

Source: Annual Financial Statements

Pickens County, South Carolina

**Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Expenses										
<u>Governmental activities:</u>										
General government	\$ 10,917,949	\$ 10,988,712	\$ 11,088,305	\$ 11,469,811	\$ 12,254,981	\$ 12,604,182	\$ 14,753,128	\$ 15,338,224	\$ 16,070,136	\$ 16,330,579
Public safety	20,465,118	20,300,914	21,850,514	22,626,518	22,559,150	25,758,032	26,064,443	28,076,159	29,074,818	30,194,764
Public works	9,094,190	10,590,594	11,256,677	10,277,306	9,259,568	12,714,042	15,651,931	9,722,755	9,202,584	7,637,054
Health and welfare	1,078,351	1,188,284	864,265	877,186	860,695	933,146	920,068	717,643	792,130	825,619
Cultural and recreation	5,520,862	5,415,087	4,246,760	4,541,962	4,283,221	4,689,443	4,820,156	5,345,076	5,268,494	5,128,012
Economic development	381,571	762,985	665,236	689,697	474,033	547,444	1,288,055	1,900,486	580,221	993,050
Intergovernmental	-	38,607	1,350,409	1,422,329	1,428,094	883,737	1,543,750	1,941,760	2,012,470	1,978,141
Interest on long-term debt	92,815	-	-	-	-	-	-	-	-	-
Debt service - other	827,473	732,303	612,816	535,849	504,353	402,385	362,033	941,288	1,229,460	(605,341)
Total governmental activities expenses	<u>48,378,329</u>	<u>50,017,486</u>	<u>51,934,982</u>	<u>52,440,658</u>	<u>51,624,095</u>	<u>58,532,411</u>	<u>65,403,564</u>	<u>63,983,391</u>	<u>64,230,313</u>	<u>62,481,878</u>
<u>Business-type activities:</u>										
Public Service Commission	2,451,997	2,563,062	2,699,977	2,816,922	2,683,046	3,050,970	2,844,825	2,910,549	2,537,191	2,577,400
Airport	903,663	983,591	947,016	916,192	837,465	736,118	837,400	921,266	858,537	797,679
Total business-type activities expense	<u>3,355,660</u>	<u>3,546,653</u>	<u>3,646,993</u>	<u>3,733,114</u>	<u>3,520,511</u>	<u>3,787,088</u>	<u>3,682,225</u>	<u>3,831,815</u>	<u>3,395,728</u>	<u>3,375,079</u>
Total Primary Government Expenses	<u>51,733,989</u>	<u>53,564,139</u>	<u>55,581,975</u>	<u>56,173,772</u>	<u>55,144,606</u>	<u>62,319,499</u>	<u>69,085,789</u>	<u>67,815,206</u>	<u>67,626,041</u>	<u>65,856,957</u>
Component unit activities:										
Alliance Pickens	414,629	556,630	794,974	472,450	356,336	390,778	457,914	457,830	563,678	415,820
Total component unit expenses	<u>414,629</u>	<u>556,630</u>	<u>794,974</u>	<u>472,450</u>	<u>356,336</u>	<u>390,778</u>	<u>457,914</u>	<u>457,830</u>	<u>563,678</u>	<u>415,820</u>
Total expenses	<u>52,148,618</u>	<u>54,120,769</u>	<u>56,376,949</u>	<u>56,646,222</u>	<u>55,500,942</u>	<u>62,710,277</u>	<u>69,543,703</u>	<u>68,273,036</u>	<u>68,189,719</u>	<u>66,272,777</u>
Program Revenues										
<u>Governmental activities:</u>										
Charges for services										
General government	1,229,792	1,214,622	1,301,297	1,297,344	1,334,387	1,515,091	1,611,385	1,621,507	1,785,787	1,943,022
Public safety	7,295,934	7,355,656	7,719,457	9,161,649	7,943,150	8,654,967	8,176,614	9,790,419	9,499,204	9,694,312
Public works	1,242,067	1,236,597	999,045	989,904	1,035,390	1,161,031	1,301,204	1,486,775	14,949,691	1,386,402
Health and welfare	12,495	11,572	4,426	16,387	29,217	84,679	103,296	92,346	126,970	170,083
Cultural and recreation	519,084	521,452	560,701	553,744	532,321	644,000	625,362	798,887	776,923	728,709
Operating grants and contributions	5,743,390	4,710,501	4,741,551	5,648,952	5,984,172	10,315,555	7,202,200	7,301,417	6,985,839	7,481,716
Capital grants and contributions	497,965	113,796	147,275	423,643	125,000	-	-	-	-	-
Total governmental activities program revenues	<u>16,540,727</u>	<u>15,164,196</u>	<u>15,473,752</u>	<u>18,091,623</u>	<u>16,983,637</u>	<u>22,375,323</u>	<u>19,020,061</u>	<u>21,091,351</u>	<u>34,124,414</u>	<u>21,404,244</u>

Pickens County, South Carolina

**Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Business-type activities:										
Charges for services										
Public Service Commission	1,228,583	1,186,460	1,255,385	1,268,272	1,289,956	1,415,105	1,368,923	1,414,731	1,494,499	1,461,685
Airport	507,926	570,777	550,821	494,435	478,820	444,548	621,303	557,378	583,825	553,779
Capital grants and contributions	1,023,482	1,940,208	1,200,981	583,785	437,925	586,072	1,111,193	400,002	797,227	462,008
Total business-type activities program revenues	<u>2,759,991</u>	<u>3,697,445</u>	<u>3,007,187</u>	<u>2,346,492</u>	<u>2,206,701</u>	<u>2,445,725</u>	<u>3,101,419</u>	<u>2,372,111</u>	<u>2,875,551</u>	<u>2,477,472</u>
Total Primary Government Program Revenues	<u>19,300,718</u>	<u>18,861,641</u>	<u>18,480,939</u>	<u>20,438,115</u>	<u>19,190,338</u>	<u>24,821,048</u>	<u>22,121,480</u>	<u>23,463,462</u>	<u>36,999,965</u>	<u>23,881,716</u>
Component unit activities:										
Alliance Pickens	19,104	172,887	232,887	11,324	22,324	23,000	118,000	20,538	67,822	84,285
Total component unit revenues	<u>19,104</u>	<u>172,887</u>	<u>232,887</u>	<u>11,324</u>	<u>22,324</u>	<u>23,000</u>	<u>118,000</u>	<u>20,538</u>	<u>67,822</u>	<u>84,285</u>
Total revenues	<u>19,319,822</u>	<u>19,034,528</u>	<u>18,713,826</u>	<u>20,449,439</u>	<u>19,212,662</u>	<u>24,844,048</u>	<u>22,239,480</u>	<u>23,484,000</u>	<u>37,067,787</u>	<u>23,966,001</u>
Net (Expense) Revenue										
Governmental activities	(31,837,602)	(34,853,290)	(36,461,230)	(34,349,035)	(34,640,458)	(36,157,088)	(46,383,503)	(42,892,040)	(43,560,899)	(41,077,634)
Business-type activities	(595,669)	150,792	(639,806)	(1,386,622)	(1,313,810)	(1,341,363)	(580,806)	(1,459,704)	(520,177)	(897,607)
Component unit activities	<u>(395,525)</u>	<u>(383,743)</u>	<u>(562,087)</u>	<u>(461,126)</u>	<u>(334,012)</u>	<u>(367,778)</u>	<u>(339,914)</u>	<u>(437,292)</u>	<u>(495,856)</u>	<u>(331,535)</u>
Total Primary Government	<u>(32,828,796)</u>	<u>(35,086,241)</u>	<u>(37,663,123)</u>	<u>(36,196,783)</u>	<u>(36,288,280)</u>	<u>(37,866,229)</u>	<u>(47,304,223)</u>	<u>(44,789,036)</u>	<u>(44,576,932)</u>	<u>(42,306,776)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes	32,953,640	31,646,911	32,606,724	34,453,144	35,248,707	36,998,429	36,947,789	37,372,290	39,781,660	41,099,091
Grants and contributions	4,664,736	4,132,297	4,887,962	4,856,536	4,841,567	4,940,083	5,213,027	5,162,145	5,166,692	5,495,965
Investment earnings	117,105	120,662	108,448	135,870	200,655	366,793	353,202	506,816	841,595	677,122
Miscellaneous	1,425,212	212,954	334,963	(15,127)	(2,499,667)	370,832	(188,977)	399,375	778,254	4,157,806
Gain on sale of capital assets	92,409	152,653	19,351	123,308	(50,577)	116,625	(511,172)	24,029	(25,162)	3,335
Transfers	<u>(737,861)</u>	<u>(166,735)</u>	<u>(158,405)</u>	<u>(669,908)</u>	<u>(303,751)</u>	<u>(304,993)</u>	<u>(328,751)</u>	<u>(5,489,524)</u>	<u>(12,409)</u>	<u>(337,938)</u>
Total governmental activities	<u>38,515,241</u>	<u>36,098,742</u>	<u>37,799,043</u>	<u>38,883,823</u>	<u>37,436,934</u>	<u>42,487,769</u>	<u>41,485,118</u>	<u>37,975,131</u>	<u>46,530,630</u>	<u>51,095,381</u>

Pickens County, South Carolina

**Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Business-type activities:										
Gain (loss) on sale of capital assets	(9,285)	-	-	-	-	-	-	-	-	(3,810,624)
Miscellaneous	-	-	-	-	-	-	-	90,742	6,580	6,815
Transfers	737,861	166,735	158,405	278,521	303,751	304,993	328,751	5,489,524	12,409	(2,024)
Total business-type activities	<u>728,576</u>	<u>166,735</u>	<u>158,405</u>	<u>278,521</u>	<u>303,751</u>	<u>304,993</u>	<u>328,751</u>	<u>5,580,266</u>	<u>18,989</u>	<u>(3,805,833)</u>
Total Primary Government	<u>39,243,817</u>	<u>36,265,477</u>	<u>37,957,448</u>	<u>39,162,344</u>	<u>37,740,685</u>	<u>42,792,762</u>	<u>41,813,869</u>	<u>43,555,397</u>	<u>46,549,619</u>	<u>47,289,548</u>
Component Unit Activities:										
Investment Earnings	2,158	1,590	666	514	320	382	322	397	657	729
Miscellaneous	-	-	-	-	-	-	-	-	426,912	92,713
Transfers	340,000	350,637	442,050	391,387	313,733	341,897	351,626	532,087	-	339,962
Total component unit activities	<u>342,158</u>	<u>352,227</u>	<u>442,716</u>	<u>391,901</u>	<u>314,053</u>	<u>342,279</u>	<u>351,948</u>	<u>532,484</u>	<u>427,569</u>	<u>433,404</u>
Change in Net Position										
Governmental activities	6,677,639	1,245,452	1,337,813	4,534,788	(32,992,030)	6,330,681	(4,898,385)	(4,916,909)	2,969,731	10,017,747
Business-type activities	132,907	317,527	(481,401)	(1,108,101)	(1,742,509)	(1,036,370)	(252,055)	4,120,562	(501,188)	(4,703,440)
Total Primary Government	<u>6,810,546</u>	<u>1,562,979</u>	<u>856,412</u>	<u>3,426,687</u>	<u>(34,734,539)</u>	<u>5,294,311</u>	<u>(5,150,440)</u>	<u>(796,347)</u>	<u>2,468,543</u>	<u>5,314,307</u>
Component unit activities	<u>(53,367)</u>	<u>(31,516)</u>	<u>(119,371)</u>	<u>(69,225)</u>	<u>(19,959)</u>	<u>(25,499)</u>	<u>12,034</u>	<u>95,192</u>	<u>(68,287)</u>	<u>101,869</u>
Total Reporting Unit	<u>\$ 6,757,179</u>	<u>\$ 1,531,463</u>	<u>\$ 737,041</u>	<u>\$ 3,357,462</u>	<u>\$ (34,754,498)</u>	<u>\$ 5,268,812</u>	<u>\$ (5,138,406)</u>	<u>\$ (701,155)</u>	<u>\$ 2,400,256</u>	<u>\$ 5,416,176</u>

Source: Annual Financial Statements

Pickens County, South Carolina

**Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Fund										
Nonspendable	\$ 1,706,049	\$ 1,954,935	\$ 1,586,053	\$ 1,597,119	\$ 1,579,659	\$ 1,547,843	\$ 1,310,699	\$ 1,865,852	\$ 1,153,296	\$ 1,142,000
Committed	1,594,752	2,846,104	3,199,414	-	-	-	-	-	-	-
Assigned	3,814,159	3,734,180	4,639,991	6,591,559	7,790,805	8,972,808	8,544,709	6,762,401	5,552,312	5,872,786
Unassigned	20,039,896	20,406,845	19,209,791	20,915,924	22,515,434	23,924,817	21,586,795	19,188,947	24,122,881	31,040,196
Total General Fund	<u>27,154,856</u>	<u>28,942,064</u>	<u>28,635,249</u>	<u>29,104,602</u>	<u>31,885,898</u>	<u>34,445,468</u>	<u>31,442,203</u>	<u>27,817,200</u>	<u>30,828,489</u>	<u>38,054,982</u>
All Other Governmental Funds										
Nonspendable	1,240	349	1,703	649,129	9,835	3,130	10,268	6,389	2,574	609
Restricted	11,791,094	11,562,227	7,833,127	15,397,427	15,634,043	17,573,313	16,152,280	16,512,778	17,403,330	20,208,386
Committed	426,766	207,703	3,604,377	892,235	285,654	85,890	-	16,285,970	1,341,538	9,167
Assigned	71,813	91,243	-	-	-	-	-	-	-	-
Unassigned	(235,865)	(122,200)	(126,849)	(498,409)	(427,378)	(569,457)	(1,025,337)	(596,924)	(308,270)	53,549
Total All Other Governmental Funds	<u>12,055,048</u>	<u>11,739,322</u>	<u>11,312,358</u>	<u>16,440,382</u>	<u>15,502,154</u>	<u>17,092,876</u>	<u>15,137,211</u>	<u>32,208,213</u>	<u>18,439,172</u>	<u>20,271,711</u>
Total Governmental Fund Balance	<u>\$ 39,209,904</u>	<u>\$ 40,681,386</u>	<u>\$ 39,947,607</u>	<u>\$ 45,544,984</u>	<u>\$ 47,388,052</u>	<u>\$ 51,538,344</u>	<u>\$ 46,579,414</u>	<u>\$ 60,025,413</u>	<u>\$ 49,267,661</u>	<u>\$ 58,326,693</u>

Source: Annual Financial Statements

Pickens County, South Carolina

**Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Revenues										
Taxes	\$ 31,809,502	\$ 31,964,892	\$ 32,335,013	\$ 33,791,817	\$ 34,292,274	\$ 36,141,974	\$ 35,951,087	\$ 36,542,968	\$ 39,231,553	\$ 40,467,320
Fees, licenses and permits	5,706,190	5,789,261	6,098,332	6,183,688	6,650,297	6,707,563	7,031,340	7,839,582	7,973,906	8,359,269
Intergovernmental	8,462,632	6,758,120	7,602,068	8,702,952	8,737,519	12,989,373	10,279,287	10,161,906	9,838,842	10,661,886
Charges for services	6,454,395	6,461,207	6,269,400	6,002,528	6,268,814	6,610,683	6,780,713	8,214,688	7,847,269	7,784,553
Fines and forfeitures	789,030	815,979	757,288	2,293,571	695,656	1,541,829	660,457	542,404	637,303	575,030
Investment income	173,499	174,974	178,351	203,026	263,906	420,425	422,697	568,722	895,393	722,854
Rental income	27,210	20,930	66,518	24,204	20,933	21,100	22,616	19,600	19,200	19,225
Contributions	290,243	48,630	12,891	81,197	47,705	35,549	4,344	39,522	97,990	112,154
Miscellaneous	1,545,885	429,327	410,081	334,719	391,693	469,637	272,731	483,837	700,147	4,006,060
Total Revenues	55,258,586	52,463,320	53,729,942	57,617,702	57,368,797	64,938,133	61,425,272	64,413,229	67,241,603	72,708,351
Expenditures										
General government	9,633,375	9,733,134	9,996,701	10,425,459	10,872,211	11,347,596	12,393,478	12,373,130	12,957,662	12,587,118
Public safety	19,265,676	19,010,099	20,487,005	21,169,840	20,880,137	23,705,195	23,834,731	25,975,272	26,821,280	27,848,311
Public works	8,100,479	9,140,139	10,052,522	9,207,995	8,172,262	11,537,764	13,472,912	8,373,386	8,074,496	8,076,925
Health and welfare	744,985	809,118	824,990	832,512	817,536	890,237	891,016	677,353	750,955	780,495
Culture and recreation	4,058,464	4,082,413	3,921,338	4,212,529	3,944,464	4,354,647	4,478,322	5,265,728	4,886,948	4,735,204
Economic development	2,173	365,817	586,003	594,857	366,248	439,659	1,189,981	1,254,619	59,529	899,270
Other	1,522,448	1,412,603	1,357,395	1,429,315	1,440,115	891,923	1,909,816	1,629,919	1,647,712	1,645,213
Intergovernmental	92,815	(306)	103,512	89,475	169,961	270,848	383,145	885,270	877,306	421,265
Capital outlay	7,116,474	2,872,562	3,932,728	3,143,834	6,034,166	3,841,717	7,807,585	15,466,810	17,628,822	4,831,100
Debt service										
Principal	2,132,390	2,324,544	2,418,939	2,679,193	2,711,850	2,771,805	1,485,193	4,665,854	2,965,749	1,931,383
Interest	832,393	724,331	624,183	565,407	513,028	431,457	359,272	872,191	1,316,487	1,180,097
Total Expenditures	53,501,672	50,474,454	54,305,316	54,350,416	55,921,978	60,482,848	68,205,451	77,439,532	77,986,946	64,936,381
Excess of Revenues Over (Under) Expenditures	<u>1,756,914</u>	<u>1,988,866</u>	<u>(575,374)</u>	<u>3,267,286</u>	<u>1,446,819</u>	<u>4,455,285</u>	<u>(6,780,179)</u>	<u>(13,026,303)</u>	<u>(10,745,343)</u>	<u>7,771,970</u>
Other Financing Sources (Uses)										
Proceeds from bond issuance	950,000	-	-	3,000,000	700,000	-	2,150,000	31,961,826	-	1,625,000
Transfers in (out)	(1,077,861)	(166,735)	(158,405)	(669,908)	(303,751)	(304,993)	(328,751)	(5,489,524)	(12,409)	(337,938)
Transfers to Pickens Alliance	-	(350,649)	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(127,861)</u>	<u>(517,384)</u>	<u>(158,405)</u>	<u>2,330,092</u>	<u>396,249</u>	<u>(304,993)</u>	<u>1,821,249</u>	<u>26,472,302</u>	<u>(12,409)</u>	<u>1,287,062</u>
Net Change in Fund Balance	\$ 1,629,053	\$ 1,471,482	\$ (733,779)	\$ 5,597,378	\$ 1,843,068	\$ 4,150,292	\$ (4,958,930)	\$ 13,445,999	\$ (10,757,752)	\$ 9,059,032
Debt Service as a percentage of noncapital expenditures	6.39%	6.40%	6.04%	6.34%	6.46%	5.66%	3.05%	8.94%	7.09%	5.18%

Source: Annual Financial Statements

Pickens County, South Carolina

**Changes in Fund Balances - General Fund
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Revenues										
Taxes	\$ 24,120,148	\$ 23,830,068	\$ 24,141,404	\$ 25,337,978	\$ 25,612,326	\$ 27,435,674	\$ 27,024,972	\$ 27,016,829	\$ 29,532,597	\$ 31,171,281
Fees, licenses and permits	585,335	581,765	661,268	691,447	816,291	839,004	947,610	956,572	1,008,126	1,017,753
Intergovernmental	4,856,126	4,296,656	4,999,754	5,086,152	5,022,856	5,050,838	5,534,578	5,513,036	5,784,804	6,065,772
Charges for services	6,280,711	6,293,197	6,103,475	5,851,912	6,121,789	6,462,181	6,654,722	8,094,707	7,744,241	7,730,317
Fines and forfeitures	647,315	666,474	565,302	597,299	508,816	501,786	452,089	442,219	460,218	421,869
Investment income	166,508	167,364	169,841	193,435	254,244	416,250	408,088	556,699	886,289	716,433
Rental income	27,210	20,930	66,518	24,204	20,933	21,100	22,616	19,600	19,200	19,200
Contributions	2,235	4,280	6,765	(500)	2,340	2,092	1,255	35,993	41,266	72,834
Miscellaneous	1,513,414	422,995	406,774	153,156	383,948	449,204	189,989	456,057	677,444	4,001,129
Total Revenues	<u>38,199,002</u>	<u>36,283,729</u>	<u>37,121,101</u>	<u>37,935,083</u>	<u>38,743,543</u>	<u>41,178,129</u>	<u>41,235,919</u>	<u>43,091,712</u>	<u>46,154,185</u>	<u>51,216,588</u>
Expenditures										
General government	9,351,316	9,549,130	9,792,705	10,230,371	10,669,118	11,151,665	12,021,434	12,145,177	12,731,091	12,365,269
Public safety	15,072,734	15,162,769	16,166,213	16,567,297	16,499,260	17,071,321	18,545,855	19,983,980	20,580,025	21,700,196
Public works	5,669,082	5,505,748	5,441,619	5,469,236	5,329,573	5,301,829	5,336,083	5,477,249	5,378,165	5,381,798
Health and welfare	744,985	809,118	824,990	832,310	817,536	879,141	888,236	676,769	750,943	780,495
Culture and recreation	904,017	787,042	672,486	645,938	600,791	889,001	1,038,809	1,035,055	1,051,136	949,586
Economic development	-	716,466	583,753	391,387	366,248	439,659	1,189,981	1,254,619	59,529	141,270
Other	407,448	399,228	320,641	387,531	394,080	388,562	766,709	122,319	62,612	65,313
Intergovernmental	92,815	(306)	103,512	89,475	169,961	270,848	383,145	885,270	877,306	421,265
Capital outlay	4,382,556	1,419,114	1,430,073	1,248,600	703,386	1,814,744	2,052,632	2,121,797	1,478,870	2,360,001
Total Expenditures	<u>36,624,953</u>	<u>34,348,309</u>	<u>35,335,992</u>	<u>35,862,145</u>	<u>35,549,953</u>	<u>38,206,770</u>	<u>42,222,884</u>	<u>43,702,235</u>	<u>42,969,677</u>	<u>44,165,193</u>
Excess of Revenues Over (Under) Expenditures	<u>1,574,049</u>	<u>1,935,420</u>	<u>1,785,109</u>	<u>2,072,938</u>	<u>3,193,590</u>	<u>2,971,359</u>	<u>(986,965)</u>	<u>(610,523)</u>	<u>3,184,508</u>	<u>7,051,395</u>
Other Financing Sources (Uses)										
Issuance of debt	-	-	-	-	-	-	-	1,500,000	-	-
Transfers in (out)	(1,058,603)	(148,212)	(2,091,924)	(1,603,585)	(412,294)	(411,789)	(2,016,300)	(4,514,480)	(173,219)	175,098
Total Other Financing Sources (Uses)	<u>(1,058,603)</u>	<u>(148,212)</u>	<u>(2,091,924)</u>	<u>(1,603,585)</u>	<u>(412,294)</u>	<u>(411,789)</u>	<u>(2,016,300)</u>	<u>(3,014,480)</u>	<u>(173,219)</u>	<u>175,098</u>
Net Change in Fund Balance	<u>\$ 515,446</u>	<u>\$ 1,787,208</u>	<u>\$ (306,815)</u>	<u>\$ 469,353</u>	<u>\$ 2,781,296</u>	<u>\$ 2,559,570</u>	<u>\$ (3,003,265)</u>	<u>\$ (3,625,003)</u>	<u>\$ 3,011,289</u>	<u>\$ 7,226,493</u>
Fund Balance, Beginning of Year				28,635,249	29,104,602	31,885,898	34,445,468	31,442,203	27,817,200	30,828,489
Fund Balance, End of Year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 29,104,602</u>	<u>\$ 31,885,898</u>	<u>\$ 34,445,468</u>	<u>\$ 31,442,203</u>	<u>\$ 27,817,200</u>	<u>\$ 30,828,489</u>	<u>\$ 38,054,982</u>

Source: Annual Financial Statements

Pickens County, South Carolina

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Tax Year	Real Property	Personal Property	Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2011	2010	341,121,845	100,901,520		442,023,365	67.50	7,956,831,166	5.56%
2012	2011	344,028,258	100,149,585		444,177,843	67.50	8,045,411,232	5.52%
2013	2012	346,468,573	105,416,061		451,884,634	65.60	8,178,289,922	5.53%
2014	2013	349,020,293	112,959,999		461,980,292	65.60	8,311,532,266	5.56%
2015	2014	342,164,203	116,892,926		459,057,129	68.20	8,238,393,674	5.57%
2016	2015	346,996,026	121,233,803		468,229,829	68.20	8,427,261,409	5.56%
2017	2016	354,537,030	123,891,044		478,428,074	68.20	8,606,602,718	5.56%
2018	2017	373,537,003	126,949,196		500,486,199	68.20	8,793,054,440	5.69%
2019	2018	397,808,536	126,295,392		524,103,928	68.20	9,176,884,829	5.71%
2020	2019	444,167,227	125,810,926		569,978,153	64.40	10,245,911,799	5.56%

	Assessed Value	Market Value
Class of Property		
Real Property and Mobile Homes	444,167,227	8,727,770,037
Motor Vehicles (includes aircraft)	50,833,490	811,053,302
Public Utilities and Transportation Companies for Hir	38,201,920	364,688,682
Manufacturing and Business Personal Property	14,704,960	119,587,581
Marine Equipment	4,949,863	39,810,207
FILOT Property	14,488,991	183,001,990
Totals*	567,346,451	10,245,911,799

(1) Per \$1,000 of assessed value. Excludes County Sewer District Rate.

*Some variance may result from daily fluctuation in various categories including Motor Vehicles. Includes Merchant's Inventory reimbursement which is fixed by statute at \$123,940. The Real Property and Mobile Homes line includes property subject to Homestead Exemption at an assessed value of \$20,313,052 and a market value of \$1,715,584,824.

Pickens County, South Carolina

**Property Tax Rates - Direct and Overlapping Rates
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
County Wide Tax Rates										
County Operations	53.2	53.2	53.2	53.2	55.3	55.3	55.3	55.3	55.8	53.0
County Bonds	3.9	3.9	3.9	3.9	4.0	4.0	4.0	4.0	3.5	3.1
Tri-County Technical	2.5	2.5	2.5	2.5	2.6	2.6	2.6	2.6	2.6	2.4
Library	6.0	6.0	6.0	6.0	6.3	6.3	6.3	6.3	6.3	5.9
County Sewer District*	1.9	1.9	1.9	1.9	2.0	2.0	2.0	2.0	2.0	1.4
Total Direct Rate	<u>67.5</u>	<u>67.5</u>	<u>67.5</u>	<u>67.5</u>	<u>70.2</u>	<u>70.2</u>	<u>70.2</u>	<u>70.2</u>	<u>70.2</u>	<u>65.8</u>
City Rates										
Easley	58.0	58.0	58.0	58.0	60.0	60.0	62.0	65.0	68.0	59.0
Liberty	74.0	80.0	80.0	80.0	79.7	79.7	79.7	79.7	84.3	79.8
Norris	72.2	72.2	72.2	72.2	73.8	73.8	73.8	73.8	73.8	70.8
Central	67.0	70.0	72.0	72.0	74.0	75.0	75.5	75.5	78.3	73.0
Clemson	78.6	83.4	83.4	83.4	82.2	84.2	84.2	86.2	87.2	78.8
Six Mile	35.8	35.8	31.8	31.8	33.5	33.5	33.5	33.5	33.5	31.1
Pickens	47.6	51.9	58.3	60.3	64.9	66.4	67.3	77.3	78.3	72.5
School District Rate	160.0	162.0	160.5	160.5	165.2	164.5	165.2	168.0	168.0	162.9
Special District Rates										
Keowee Vineyards	38.4	38.4	38.4	38.4	46.7	48.2	48.2	48.2	51.1	51.5
Keowee Springs	48.2	56.7	56.7	56.7	70.7	58.5	58.5	58.5	53.4	39.6
Pumpkintown	-	-	-	-	-	-	-	-	-	-
Shady Grove	11.3	11.6	11.6	11.6	14.3	12.2	12.2	16.8	15.6	15.5
Georges Creek	0.6	0.6	0.5	0.6	0.6	0.6	0.6	0.6	0.6	0.5
Oolenoy	-	-	-	-	-	2.1	2.1	2.1	2.0	2.0
Sedgewood	4.0	5.0	6.0	6.5	6.5	6.7	7.0	7.0	7.0	7.0
Saluda Lake	9.5	-	-	-	-	-	-	-	-	-

Note: Property was reassessed as of 2018.

*County Sewer is subtracted out when calculating Municipality taxes.

Pickens County, South Carolina

**Principal Property Taxpayers
Current Fiscal Year and Nine Fiscal Years Ago**

Taxpayer	2020		Taxpayer	2011	
	Taxable Assessed Value	Percent of Total Taxable Assessed Value		Taxable Assessed Value	Percent of Total Taxable Assessed Value
Duke Energy Carolinas	20,535,140	3.60%	Duke Energy Corporation	16,788,730	3.80%
Blue Ridge Electric Coop., Inc	7,918,600	1.39%	Blue Ridge Electric Coop., Inc	5,128,880	1.16%
CCSHP Clemson LLC	3,344,160	0.59%	Bellsouth Telecommunications	3,400,330	0.77%
Reliable Automatic Sprinkler	2,645,278	0.46%	Keowee River Club LLC	2,386,100	0.54%
Clemson Ridge LLC	2,375,774	0.42%	Reliable Automatic Sprinkler	1,796,695	0.41%
PHU Hwy 76 Clemson LLC	2,215,590	0.39%	Pacesetter Inc	1,730,899	0.39%
Cellco Partnership DBA Verizon	2,160,210	0.38%	Shaw Industries	1,415,497	0.32%
Bellsouth Telecommunications	1,988,270	0.35%	Sauer Danfoss US Company	1,318,228	0.30%
Cottages of Clemson DE LLC	1,929,030	0.34%	Milliken & Company Inc	1,165,814	0.26%
Dukes Family Land Investments	1,898,350	0.33%	CH Industries Inc	1,090,540	0.25%
Total	\$ 47,010,402	8.25%		\$ 36,221,713	8.19%

Source: Pickens County Auditor's Office

Pickens County, South Carolina

**County Property Tax Levy and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Total Adjusted Levy (1)	Collected within the Fiscal Year of the Levy			Estimated Tax Collections to Date	
		Taxes Collected	% of Adjusted Levy Collected	Delinquent Collections (2)	Total Taxes Collected (1)	% of Total Adjusted Levy Collected
2011	18,945,172	18,015,888	95.09%	1,212,820	19,228,708	101.50%
2012	19,789,534	18,858,885	95.30%	1,216,125	20,075,010	101.44%
2013	19,270,020	18,528,689	96.15%	992,602	19,521,291	101.30%
2014	18,619,253	18,033,263	96.85%	1,219,685	19,252,948	103.40%
2015	19,304,671	18,672,716	96.73%	817,582	19,490,298	100.96%
2016	19,471,605	18,657,108	95.82%	859,288	19,516,396	100.23%
2017	19,321,550	18,656,440	96.56%	736,535	19,392,975	100.37%
2018	19,837,736	19,022,484	95.89%	728,644	19,751,128	99.56%
2019	21,379,776	20,435,388	95.58%	640,242	21,075,630	98.58%
2020	21,559,877	20,531,450	95.23%	820,921	21,352,371	99.04%

Notes:

- (1) Includes the adjusted County operating and bond millage.
- (2) Includes late-payment penalties.

Source: Pickens County Treasurer's and Auditor's offices

Pickens County, South Carolina

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities				Business-type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Special Source Revenue Bonds	Capital Leases	Notes Payable	Sewer Revenue Bonds	Notes Payable			
2011	13,599,219	-	1,002,447	5,343,822	4,897,151	-	24,842,639	693.20%	208
2012	11,891,027	-	780,652	4,949,266	6,829,510	-	24,450,455	652.01%	204
2013	10,112,744	-	550,518	4,538,744	6,712,349	-	21,914,355	573.27%	184
2014	10,977,125	-	430,555	4,115,130	6,586,311	-	22,109,121	551.68%	183
2015	9,526,866	-	306,118	3,677,977	6,455,004	-	19,965,965	473.31%	164
2016	7,300,923	-	211,413	3,226,820	6,318,308	-	17,057,464	388.92%	139
2017	8,502,194	-	140,591	2,761,179	6,175,745	-	17,579,709	384.41%	142
2018	34,885,394	-	67,157	2,280,556	1,816,751	-	39,049,858	815.13%	313
2019	32,448,689	-	34,233	1,784,433	1,779,947	-	36,047,302	724.15%	286
2020	32,255,356	-	-	-	1,742,416	-	33,997,772	657.29%	268

Note: See the "Demographic and Economic Statistics" table for personal income and population data.

Source: Annual Financial Statements

Pickens County, South Carolina

**Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Debt Per Capita (2)
2011	13,599,219	-	13,599,219	0.17%	114
2012	11,891,027	446,811	11,444,216	0.14%	96
2013	10,112,744	605,669	9,507,075	0.12%	80
2014	10,977,125	751,499	10,225,626	0.12%	85
2015	9,526,866	866,055	8,660,811	0.11%	71
2016	7,300,923	884,824	6,416,099	0.08%	52
2017	8,502,194	2,455,600	6,046,594	0.07%	49
2018	34,885,394	2,184,301	32,701,093	0.37%	262
2019	32,448,689	1,961,157	30,487,532	0.33%	242
2020	32,255,356	1,938,521	30,316,835	0.30%	239

Note:

(1) See the "Assessed Value and Estimated Actual Value of Taxable Property" table for property value data.

(2) See the "Demographic and Economic Statistics" table for population data.

Source: Annual Financial Statements

Pickens County, South Carolina

**Computation of Legal Debt Margin
Last Ten Fiscal Years**

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed valuation	\$ 569,978,153
Less: exemptions	-
Net assessed value	<u>\$ 569,978,153</u>
Debt limit - 8 percent of total assessed value	\$ 45,598,252
Amount of debt applicable to debt limit	<u>23,265,000</u>
Legal debt margin	<u>\$ 22,333,252</u>

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt limit	\$ 35,361,869	\$ 35,534,227	36,150,771	36,958,423	36,724,570	37,458,386	38,274,246	40,038,896	41,928,314	45,598,252
Total net debt applicable to limit	<u>9,738,018</u>	<u>8,410,849</u>	<u>7,025,234</u>	<u>5,570,834</u>	<u>4,082,304</u>	<u>2,534,276</u>	<u>2,276,373</u>	<u>27,008,202</u>	<u>25,879,351</u>	<u>23,265,000</u>
Legal debt margin	<u>\$ 25,623,851</u>	<u>\$ 27,123,378</u>	<u>29,125,537</u>	<u>31,387,589</u>	<u>32,642,266</u>	<u>34,924,110</u>	<u>35,997,873</u>	<u>13,030,694</u>	<u>16,048,963</u>	<u>22,333,252</u>
Total net debt applicable to the limit as a percentage of debt limit	27.54%	23.67%	19.43%	15.07%	11.12%	6.77%	5.95%	67.45%	61.72%	51.02%

Notes:

- (1) Property value data can be found in the "Assessed Value of Taxable Property and Actual Value of Property Schedule."
- (2) The legal debt limit is 8 percent of total assessed value.
- (3) The legal debt margin is the government's available borrowing under SC Code of Laws and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

Source: Annual Financial Statements

Pickens County, South Carolina

**Pledged Revenue Coverage
Last Ten Fiscal Years**

Sewer System Revenue Bonds (2)

Funding Source: Capital charges and transfers

Fiscal Year	Available Revenue	Debt Service		Coverage
		Principal	Interest	
2011	315,504	80,796	234,708	1.000
2012	315,504	84,718	230,786	1.000
2013	392,808	120,762	272,046	1.000
2014	392,808	126,037	266,771	1.000
2015	392,808	131,307	261,501	1.000
2016	392,808	136,696	256,112	1.000
2017	392,808	142,563	250,245	1.000
2018	4,603,224	4,358,993	244,231	1.000
2019	77,304	36,804	40,500	1.000
2020	77,304	37,531	39,773	1.000

(2) Revenue bonds issued September 29, 1999. Funding for debt service is allocated between the County and the cities of Liberty and Central based on their reserved capacity in the related wastewater treatment facilities. Some revenue bonds were redeemed in fiscal year 2018.

Pickens County, South Carolina

Demographic and Economic Statistics Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2011	119,679	3,583,742	30	9.3%
2012	119,792	3,749,997	31	9.0%
2013	119,240	3,822,713	32	7.4%
2014	120,542	4,007,569	33	6.3%
2015	121,521	4,218,329	35	5.8%
2016	123,042	4,385,869	36	4.8%
2017	123,687	4,573,128	37	4.3%
2018	124,937	4,790,643	38	3.9%
2019	125,848	4,977,860	40	3.3%
2020	126,766	5,172,394	41	4.4%

Notes:

(1) Population, Personal Income, and Per Capita Personal Income for 2019 and 2020 were estimated base on the average yearly change over the previous five years.
Last updated: November 14, 2019

Source: Population, personal income and per capita personal income - U.S. Bureau of Economic Analysis, Unemployment Rate - South Carolina Employment Security Commission

Pickens County, South Carolina

Principal Employers Current Year and Nine Years Ago

<u>Company or Organization</u>	June 30, 2020	
	Number of Employees	Percent of Total County Employment
Clemson University	5,400	9.75%
School District of Pickens County	2,227	4.02%
Pickens County	730	1.32%
Reliable Automatic Sprinkler Company, Inc.	713	1.29%
Prisma Health	656	1.18%
Yokohama America, South Carolina	340	0.61%
Abbott	330	0.60%
State Government	306	0.55%
Wilbert Plastic Services	280	0.51%
Danfoss	258	0.47%
	0	20.29%

<u>Company or Organization</u>	June 30, 2011	
	Number of Employees	Percent of Total County Employment
State of South Carolina	4,807	9.30%
Clemson University	3,400	6.58%
School District of Pickens County	1,893	3.66%
Contract Environmental Services (CES)	1,200	2.32%
Aramark Services	800	1.55%
Techtronic Industries N.A.	700	1.35%
Confluence Watersports	650	1.26%
Pickens County	592	1.15%
Wal-Mart	531	1.03%
Palmetto Baptist Medical Center	460	0.89%
	15,033	29.09%

Source: Appalachian Council of Governments and InfoMentum.

Pickens County, South Carolina

**Authorized County Employee Positions by Function
Last Ten Fiscal Years**

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	135	135	132	133	143	145	154	153	153	152
Public safety	284	291	297	300	325	337	359	392	409	413
Public works	96	96	94	91	90	89	89	87	87	87
Health and welfare	11	12	12	12	12	13	13	9	9	10
Culture and recreation	70	71	72	73	72	74	70	68	65	63
Transportation	3	3	3	3	3	3	3	3	3	3
Economic Development	2	3	3	3	3	3	3	3	3	3
Intergovernmental	1	1	1	1	1	1	1	1	1	1
Total authorized positions	602	612	614	616	649	665	692	716	730	732

Source: County's Adopted Budget

Pickens County, South Carolina

Operating Indicators by Function/Program
Fiscal Years 2010-2020

Function/Program	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020
General government										
Probate Court estate cases	770	845	851	895	944	966	915	1,042	1,661	1,884
Marriage license applications	807	798	781	746	832	778	812	773	714	705
Register of Deeds documents filed	19,061	20,280	21,481	19,907	19,220	19,620	22,396	19,057	19,673	19,355
Clerk of Court civil cases filed	2,735	2,835	1,656	1,562	2,772	2,748	3,101	2,711	2,760	2,720
Clerk of Court warrants received	3,244	3,367	3,808	3,986	3,651	4,290	4,492	4,862	4,035	4,265
Vehicle bills and renewals processed	115,636	116,570	117,159	118,097	119,208	122,699	123,823	124,871	126,355	128,591
Magistrate case filings	17,951	16,419	14,896	15,372	11,656	12,663	9,363	10,149	11,344	9,647
Public Safety										
Sheriff 911 calls received	45,756	47,779	49,271	47,354	46,161	49,238	46,829	48,666	53,734	78,702
Coroner's Office investigations	566	653	756	796	798	805	796	891	1,142	1,785
Prison inmates received (4)	643	588	608	473	727	594	550	433	412	3,383
EMS ambulance calls	14,289	14,704	15,012	14,979	14,553	15,417	15,838	16,727	16,629	16,597
Victim Rights services and assistance	7,288	6,600	7,674	6,822	6,891	2,672	3,176	3,097	2,837	2,447
Building Code commercial permits	110	100	70	100	57	45	80	608	129	109
Building Code residential permits	580	723	597	639	742	687	750	918	1,028	951
Public Works										
Solid Waste transfer station tonnage	36,784	36,409	36,482	36,545	39,943	41,483	43,225	45,151	44,554	44,990
Recyclables tonnage	6,365	6,407	4,842	4,670	7,761	6,689	6,640	7,217	7,644	8,740
Roads paved	55	64	58	111	34	26	47	0	0	0
Signs installed/repared	728	494	1,400	928	874	972	549	464	488	704
Health and Welfare										
Animal Control calls received	11,666	13,834	14,183	13,243	13,660	11,213	5,125	5,027	5,688	5,297
Veteran's Affairs claims/actions	25,675	25,963	21,884	20,112	22,300	17,002	17,645	15,624	18,916	25,175
Culture and Recreation										
County Park										
Park camping and day use passes (1,3)	6,929	7,403	6,619	6,901	6,799	7,280	8,507	8,647	5,864	10,605
Museum & Mill visitors (2,3)	32,226	33,885	33,487	24,119	22,256	34,982	42,928	36,886	33,238	1,715
Library visitors (3)	543,194	542,872	544,840	489,578	468,073	409,798	385,052	377,040	360,542	278,177
Public Service Commission										
Wastewater Treated /Gallons	300,900,343	250,146,013	309,780,415	368,137,345	299,559,531	327,173,957	270,284,037	283,417,542	324,372,702	342,769,261

Notes:

- (1) FY'19 camping passes are being phased out since reservations solely done online.
- (2) Mill was closed December 2013 - April 2014 and no longer a County department as of July 2019.
- (3) Due to Covid-19: Mile Creek was fully closed or partially closed March 17, 2020 - June 1, 2020. Museum was closed March 17, 2020 - May 4, 2020. Library was fully closed or partially closed March 17, 2020 - June 30, 2020.
- (4) Beginning in FY'20, this is for all inmates at the new detention center.

Source: County's Adopted Budget and County departments

Pickens County, South Carolina

**Capital Asset Statistics by Function/Program
Last Ten Fiscal Years**

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Public Safety										
Sheriff Patrol units	102	100	101	105	101	101	105	113	114	114
EMS Stations	8	8	8	8	8	8	8	8	8	8
Public Works										
Solid Waste convenience centers	8	8	8	8	8	8	8	8	8	8
Roads (miles)	657.0	662.3	669.4	669.4	670.8	651.0	653.6	653.6	653.6	653.6
Bridges	74	74	74	74	74	75	75	75	75	75
Public Service Commission										
Sanitary sewers (miles)	35.97	36.2	36.2	36.2	36.4	36.4	36.8	36.8	36.8	36.8
Culture and Recreation										
Number of county parks	2	2	2	2	2	2	2	2	2	3

Source: County's Adopted Budget and County departments

SINGLE AUDIT SECTION

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

To the Pickens County Council
Pickens County, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the Economic Development Alliance of Pickens County (the "Alliance"), a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens 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, and have issued our report thereon dated November 30, 2020.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Cherry Behaert LHP

Greenville, South Carolina
November 30, 2020

**Report of Independent Auditor on Compliance
for the Major Program and on Internal Control over
Compliance Required in Accordance with the Uniform Guidance**

To the Pickens County Council
Pickens County, South Carolina

Report on Compliance for the Major Federal Program

We have audited Pickens County, South Carolina's (the "County") compliance with the types of compliance requirements described in the *Office of Management and Budget Compliance Supplement* that could have a direct and material effect on the County's major federal program for the year ended June 30, 2020. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the County's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as Item 2020-001. Our opinion on the County's major federal program is not modified with respect to this matter.

The County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

Cherry Behaert LHP

Greenville, South Carolina
November 30, 2020

PICKENS COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Section I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses yes no

Noncompliance material to financial statements noted yes no

Federal Awards

Internal control over major federal programs:

- Material weakness identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses yes no

Noncompliance material to federal awards yes no

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

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance yes no

Identification of the major federal program:

CFDA#
93.563

Program Name
Child Support Enforcement Grant

PICKENS COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Section I. Summary of Auditor's Results (Continued)

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

\$ 750,000

Auditee qualified as low-risk auditee?

X yes no

Section II. Financial Statement Findings

There were no audit findings.

Section III. Federal Award Questioned Costs and Findings

There were no audit findings.

Section IV. Resolution of Prior Year Findings

There were no prior year audit findings

PICKENS COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
US Department of Transportation		
Federal Aviation Administration	20.106	\$ 178,620
South Carolina Emergency Management Division	20.703	42,000
US Department of Justice		
FY2019 Justice Assistance Grant	16.738	39,769
US Department of Health and Human Services		
Passed through SC Dept. of Social Services	93.563	221,848
CARES Act Provider Relief Fund	93.498	118,648
US Department of Homeland Security		
Passed through SC Office of Adjutant General,	97.042	65,401
Passed through Federal Emergency Management Agency		
FY2016 SAFER R&R (Pumpkintown)	97.083	8,551
FEMA Grant: Hurricane Dorian	97.036	7,264
FEMA Grant: Flooding Event	97.036	24,503
Coronavirus Reimbursement	93.889	197,845
FEMA Grant: Tornado Event	97.036	23,231
Institute of Museum & Library Services		
Library Services & Technology Act (LSTA) Grant	45.310	3,249
Total Expenditures of Federal Awards		\$ 930,929

PICKENS COUNTY, SOUTH CAROLINA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

Note 1—Basis of presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Pickens County, South Carolina and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

Note 2—Indirect cost rate

Under the provisions of the Uniform Guidance, the County is permitted to use a 10% de minimis indirect cost rate. The County elected not to use this rate.

Note 3—Subrecipients

Federal grant money received is sometimes passed through to subrecipients. During the year ended June 30, 2020, there were no subrecipients.

COMPLIANCE SECTION

PICKENS COUNTY, SOUTH CAROLINA
VICTIM SERVICES
SUPPLEMENTARY SCHEDULE OF ASSESSMENTS

June 30, 2020

Clerk of Court Collections

Fines and fees	\$ 286,774
Assessments	15,834
Surcharges	<u>46,712</u>
Total Clerk of Court Collections	<u>349,320</u>

Magistrate Court Collections

Fines and fees	319,567
Assessments	224,289
Surcharges	<u>87,261</u>
Total Collections for Magistrate Court	<u>631,117</u>

Total Collections for Clerk of Court and Magistrate Court	<u><u>\$ 980,437</u></u>
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Clerk of Court Retainage

Fines and fees	\$ 113,676
Assessments	4,687
Surcharges	<u>26,647</u>
Total Clerk of Court Retainage	<u>145,010</u>

Magistrate Court Retainage

Fines and fees	307,720
Assessments	19,121
Surcharges	<u>13,288</u>
Total Magistrate Court Retainage	<u>340,129</u>

Total Retainage for Clerk of Court and Magistrate Court	<u><u>\$ 485,139</u></u>
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Amount Remitted to State Treasurer

Fines and Assessments	<u><u>\$ 495,298</u></u>
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Amount of Funds Allocated to Victim Services by Fund Source

From Assessments and Surcharges	\$ 63,743
	<u><u>\$ 63,743</u></u>

<u>Funds Carried Forward to Fiscal Year 2020 Designated as Victim Services Funds</u>	<u><u>\$ 63,716</u></u>
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