

UNION COUNTY, SOUTH CAROLINA
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022

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**UNION COUNTY, SOUTH CAROLINA
LISTING OF COUNTY OFFICIALS
JUNE 30, 2022**

Supervisor/Chairman:		Frank Hart
Vice-Chairperson:	County Four	Ben C. Ivey
Council members:		
	County One	Tracie Campbell
	County Two	Ralph A. Tucker
	County Three	David Sinclair
	County Five	Carolyn Rutherford
	County Six	Dr. John Flood
Treasurer		Debbie Robertson
Auditor		Bradley O. Valentine
Clerk of Court		Melanie Lawson
Judge of Probate		Toni S. Allen
Sheriff		Jeff D. Bailey

To Union County Council
Union, South Carolina

INDEPENDENT AUDITOR'S REPORT

Report on Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Union County, South Carolina (the "County"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Union County Carnegie Library, which represents 100 percent of the assets, liabilities, fund balances, revenues and expenditures of the Union County Carnegie Library fund. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Union County Carnegie Library, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audit contained in *Government Auditing Standards*, issued by the Comptroller general of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Change in Accounting Principle

As discussed in Notes 1, 5 and 13, the County adopted GASB Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

The County's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of County's Proportionate Share of the Net Pension Liability, Schedules of the County's Contributions, Schedule of Changes in the County's Total OPEB Liability and Related Ratios, Schedule of the County's Contributions related to OPEB, and Budgetary Comparison Schedule - General Fund, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and the supplementary information required by the State of South Carolina are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 13, 2023, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Halliday, Schwartz & Co.

Spartanburg, South Carolina
February 13, 2023

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

As management of Union County, South Carolina (the County), we offer the readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the County's financial statements.

FINANCIAL HIGHLIGHTS

The following are key financial highlights for the fiscal year:

- Union County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$34,835,306 (net position). The County also showed a unrestricted net position of \$(1,831,294), a decrease of \$(783,317) from the prior year.
- The County's net position increased \$8,985,187 during the year due to continuing operations on a government-wide basis.
- At the close of this fiscal year, the County's combined governmental funds reported ending fund balances of \$28,295,122 an increase of \$9,664,718 from the prior year from continuing operations, the issuance of the 2021 General Obligation Bond and the sale of the ESAB building.
- During the year the County implemented GASB Statement No. 87 related to Leases. As a part of this implementation, the County recognized a lease receivable and deferred inflow of resources – leases for the County sports complex lease with the School District. The County also removed reference to Capital Leases and renamed them Direct Borrowings due to the nomenclature change in GASB 87. The County did record a prior period adjustment to its general fund and special revenue funds in relation to this adoption which can be found in the Notes to the Basic Financial Statements.
- At June 30, 2022, fund balance for the General Fund was \$10,303,261, an increase of \$1,441,787 from the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following discussion and analysis is intended to serve as an introduction to the County's basic financial statements as they are presented. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

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

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Government-Wide Financial Statements – Continued

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

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

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Union County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information provided for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances are accompanied by a reconciliation that facilitates this comparison.

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

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

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

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Other Information

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, the statement of net position presents the difference between the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources and over time may serve as an indicator of its financial position. In the case of Union County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$34,835,306 at the close of the most recent fiscal year.

The following table presents a summary of the statement of net position as of June 30, 2022:

Union County's Net Position Governmental Activities			
	2022	2021 *	Change
Current and Other Assets	\$ 37,771,918	\$ 24,651,121	\$ 13,120,797
Capital Assets	32,078,143	31,216,940	861,203
Total Assets	69,850,061	55,868,061	13,982,000
Deferred Outflows of Resources			
Net loss on refunding	12,385	14,948	(2,563)
Deferred amounts related to OPEB	393,389	245,301	148,088
Deferred amounts related to pensions	3,377,860	3,564,500	(186,640)
Total Assets and Deferred Outflows of Resources	73,633,695	59,692,810	13,940,885
Current Liabilities	6,923,403	4,447,732	2,475,671
Non-Current Liabilities	26,352,339	27,200,630	(848,291)
Total Liabilities	33,275,742	31,648,362	1,627,380
Deferred Inflows of Resources			
Unavailable revenues - local option sales tax	1,014,147	1,017,381	(3,234)
Deferred amounts related to OPEB	630,000	-	630,000
Deferred amounts related to OPEB	939,300	411,900	527,400
Deferred amounts related to pensions	2,939,200	545,993	2,393,207
Total Liabilities and Deferred Inflows of Resources	38,798,389	33,623,636	5,174,753
Net Position	\$ 34,835,306	\$ 26,069,174	\$ 8,766,132
Allocation of Net Position			
Net Investment in Capital Assets	\$ 35,516,697	\$ 26,303,654	\$ 9,213,043
Restricted for:			
Culture and recreation	249,995	232,548	17,447
Public safety and public works	754,117	457,619	296,498
Economic development	145,791	123,330	22,461
Unrestricted (deficit)	(1,831,294)	(1,047,977)	(783,317)
Total Net Position	\$ 34,835,306	\$ 26,069,174	\$ 8,766,132

* Not restated for MD&A purposes related to GASB Statement No. 87

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS - CONTINUED

Total assets and deferred outflows of resources for the year increased \$13,940,885, which was driven by the change in the current and other assets, which include the new lease receivable, amounts due to the county from other governments, cash and related investments, and the change in capital assets due to purchases during the year.

Capital assets, net of depreciation increased \$861,203, due to capital outlay into both construction in progress and physical assets on hand exceeding depreciation expense in the current year.

The County's long-term obligations are comprised several components: general obligation bonds, direct borrowings, compensated absences, landfill post-closure liability, OPEB liability and the Net Pension Liability. Long-term liabilities decreased \$848,291, primarily due to changes in the Net Pension Liability and Total OPEB Liability and the payment on previous issuances directly offset with the issuance of a new general obligation bond.

The following table summarizes the change in net position of the County for the year ended June 30, 2022:

**Union County's Statement of Activities
Governmental Activities**

	<u>2022</u>	<u>2021 *</u>	<u>Change</u>
Revenues:			
Program Revenues:			
Charges for services	\$ 3,873,096	\$ 3,308,244	\$ 564,852
Operating grants and contributions	1,564,376	1,902,861	(338,485)
Capital grants and contributions	1,454,185	213,688	1,240,497
General Revenues:			
Property taxes	14,911,886	12,713,575	2,198,311
Other taxes	3,648,269	3,275,534	372,735
Intergovernmental	2,734,737	2,640,442	94,295
Gain / (Loss) on capital assets	3,151,584	69,136	3,082,448
Other	3,705,358	3,288,247	417,111
Total Revenues	<u>35,043,491</u>	<u>27,411,727</u>	<u>7,631,764</u>
Expenses:			
General government	6,000,915	6,180,289	(179,374)
Economic development	1,145,223	539,640	605,583
Public safety	9,663,149	9,366,801	296,348
Public works	2,451,179	2,173,348	277,831
Judicial administration	2,320,753	1,929,469	391,284
Fire protection	620,974	433,822	187,152
Culture and recreation	2,345,044	1,215,004	1,130,040
Health, education and welfare	1,241,075	1,371,713	(130,638)
Interest and fiscal charges	269,992	118,533	151,459
Total Expenses	<u>26,058,304</u>	<u>23,328,619</u>	<u>2,729,685</u>
Change in net position	8,985,187	4,083,108	4,902,079
Net position beginning of year	<u>25,850,119</u>	<u>21,986,066</u>	<u>3,864,053</u>
Net position end of year	<u>\$ 34,835,306</u>	<u>\$ 26,069,174</u>	<u>\$ 8,766,132</u>

* Not restated for MD&A purposes related to GASB Statement No. 87

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS - CONTINUED

Governmental Activities

Governmental activities increased the County's net position by \$8,985,187 during the current fiscal year. The keys were increases to revenue in operating and capital grants and contributions, property and other taxes and miscellaneous revenues combined with decreases in expenses.

Total revenues saw an increase of \$7,631,764 over the prior year with the increase stemming from higher than anticipated collections on taxes and charges for services as well as the large sale of a County-held building, which where slightly offset by the decrease in operating and capital grants and contributions.

Total expenses increased by \$2,729,685, primarily due to the increased spending for culture and recreation and economic development.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

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

The General Fund is the major governmental fund of the County. At the end of the fiscal year, Union County reported an unassigned fund balance of \$9,555,616, in the General Fund. Total fund balance for all the governmental funds was \$28,295,122. As a measure of the General Fund's liquidity, the total unassigned fund balance represents 45.5% of total general fund expenditures.

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

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

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

GENERAL FUND BUDGETARY HIGHLIGHTS

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

Actual revenues exceeded budgeted revenues by \$2,595,342 due to higher than anticipated collections on property taxes, including LOST credits provided, and other revenues as well as grants unbudgeted. Budgeted expenditures were greater than actual expenditures by \$656,112, primarily due to lower than anticipated Recycling, Detention Center, E-911, and Alcohol and Drug Abuse, which utilized grant funds.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's capital assets for its governmental activities as of June 30, 2022, totaled \$32,078,143, net of accumulated depreciation. These capital assets include land, buildings and building improvements, vehicles, furniture and equipment. The roads (i.e. infrastructure assets) added during the fiscal year are also included.

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

Net capital assets at June 30, 2022 and 2021 included:

Union County's Capital Assets

	2022	2021	Change
Land	\$ 4,236,716	\$ 4,236,716	\$ -
Land - library	23,305	23,305	-
Buildings and improvements	25,683,107	25,633,869	49,238
Buildings and improvements - library	2,633,930	2,633,930	-
Vehicles	6,040,798	5,334,855	705,943
Furniture, fixtures and equipment	9,717,323	9,323,085	394,238
Furniture, fixtures and equipment - library	224,007	194,409	29,598
Infrastructure	4,962,051	4,962,051	-
Landfill	2,528,787	2,528,787	-
Construction in progress	2,593,362	713,864	1,879,498
Less: Accumulated depreciation	<u>(26,565,243)</u>	<u>(24,367,931)</u>	<u>(2,197,312)</u>
	<u>\$ 32,078,143</u>	<u>\$ 31,216,940</u>	<u>\$ 861,203</u>

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

Debt Administration

The legal limit on the amount of general obligation bond indebtedness that a County can incur is 8% of their assessed value. At the end of the current fiscal year, the County had total long-term obligations outstanding of \$8,432,718. General obligation bonds constitute 72% of long-term debt and are backed by the full faith and credit of the County. The remainder of the long-term debt for the County is comprised of multiple direct borrowings (14.8%), compensated absences (8.7%) and landfill post-closure cost liabilities (4.5%).

Union County's Long-Term Obligations

	2022	2021	Change
Long-Term Obligations			
General obligation bonds	\$ 6,071,613	\$ 3,208,153	\$ 2,863,460
Direct Borrowings	1,250,960	1,684,308	(433,348)
Compensated absences	733,270	676,291	56,979
Landfill post-closure costs	376,875	419,333	(42,458)
	<u>\$ 8,432,718</u>	<u>\$ 5,988,085</u>	<u>\$ 2,444,633</u>

During fiscal year 2022, the County used the general obligation bond issued for the acquisition of goods and multiple County projects held in Construction in Progress.

**UNION COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
JUNE 30, 2022**

CAPITAL ASSETS AND DEBT ADMINISTRATION - CONTINUED

Debt Administration - Continued

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

In addition, the County also holds liabilities for other post-employment benefits and its net pension liability of \$2,367,200 and \$15,552,421, respectively. Additional information on the County's long-term obligations can be found in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local, national and international economic factors influence the County's revenues. Positive economic growth is correlated with increased revenues from property taxes, sales taxes, charges for services, as well as state and federal grants. The impact of the SARs Coronavirus continued to impact every facet of the County, State and national government operations during the 2022 fiscal year. Economic growth has moved in a more positive direction after having been negatively impacted by the constraints of shut-downs, quarantines and general business activities beginning in FY 2020-2021. During 2022 fiscal year the impact on the local economy may be measured by a variety of indicators such as employment growth, unemployment, new construction, and assessed valuation.

- As of June 2022, the unemployment rate for Union County was 5.3% compared to 7.2% at June 30, 2021. Statewide unemployment was at 3.2%, down 0.9% from one year prior, and the national unemployment rate was 3.6%. Based on preliminary data as of December 2022, South Carolina had an unemployment rate of 3.3%.
- A number of factors were considered in the approval of the County's total millage rate, including Consumer Price increases and incremental cost increases.

County Council adopted a General Fund budget for fiscal year 2023, where budgeted expenditures are projected to be \$22,181,066, an increase of approximately \$1,989,030 or 9.9% over the fiscal year 2022 budgeted expenditures. The 2022 budget appropriations include increases in salaries in conjunction with a compensation study, increases in maintenance and repair expenditures, and over-all increases in utilities, insurance and general operating expenses. The County has allocated \$747,645 of current year fund balance to assist in balancing the 2022-2023 budget. In December 2022, the County increased the budget by \$600,000, to be funded from fund balance, for immediate capital needs of the County.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Union County, South Carolina's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the County Supervisor, Union County, 210 West Main Street, Union, South Carolina, 29379.

UNION COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
JUNE 30, 2022

	<u>Governmental Activities</u>
Assets	
Pooled cash and investments	\$ 31,403,566
Cash and cash equivalents - restricted	104,810
Investment in Joint Venture	1,736,408
Taxes receivable - net	1,701,543
Advances to fire districts	2,571
Due from other governments	1,948,857
Other receivables	523,729
Lease receivable	350,434
Capital Assets:	
Nondepreciable	6,853,383
Depreciable, net of accumulated depreciation	25,224,760
Total Assets	<u>69,850,061</u>
Deferred Outflows of Resources	
Deferred loss on advanced refunding	12,385
Deferred amounts related to OPEB	393,389
Deferred amounts related to pensions	3,377,860
Total Deferred Outflows of Resources	<u>3,783,634</u>
Liabilities	
Accounts payable	1,423,826
Retainage payable	138,381
Accrued salaries, health & fringe	356,111
Deferred revenue	4,974,849
Accrued interest payable	30,236
Non-current liabilities:	
Due within one year	1,055,802
Due in more than one year	7,376,916
Total OPEB liability - Due in more than one year	2,367,200
Net pension liability - Due in more than one year	15,552,421
Total Liabilities	<u>33,275,742</u>
Deferred Inflows of Resources	
Unavailable revenues - local option sales tax	1,014,147
Deferred amounts related to leases	630,000
Deferred amounts related to OPEB	939,300
Deferred amounts related to pensions	2,939,200
Total Deferred Inflows of Resources	<u>5,522,647</u>
Net Position	
Net investment in capital assets	35,516,697
Restricted for:	
Culture and recreation	249,995
Public safety and public works	754,117
Economic development	145,791
Unrestricted	(1,831,294)
Total Net Position	<u>\$ 34,835,306</u>

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

<u>Functions/Programs</u>	<u>Program Revenue</u>			<u>Net (Expense) Revenue and Changes in Governmental Activities</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
Primary government					
Governmental activities					
General government	\$ 6,000,915	\$ 1,861,028	\$ -	\$ 29,006	\$ (4,110,881)
Economic development	1,145,223	-	-	706,877	(438,346)
Public safety	9,663,149	1,690,578	342,497	-	(7,630,074)
Public works	2,451,179	120	-	10,476	(2,440,583)
Judicial administration	2,320,753	-	-	330,964	(1,989,789)
Fire protection	620,974	-	-	-	(620,974)
Culture and recreation	2,345,044	158,079	295,041	149,667	(1,742,257)
Health, education and welfare	1,241,075	163,291	926,838	227,195	76,249
Interest and fiscal charges	269,992	-	-	-	(269,992)
Total Primary Government	26,058,304	3,873,096	1,564,376	1,454,185	(19,166,647)
General Revenues:					
Property taxes levied for:					
General purposes					13,985,138
Debt Service					926,748
Sales and other miscellaneous taxes					3,648,269
Rental revenue					108,157
Intergovernmental					2,734,737
Investment earnings					94,118
Gain / (loss) on sale of assets					3,151,584
Miscellaneous					3,503,083
Total general revenues					28,151,834
Change in Net Position					8,985,187
Net Position - Beginning of Year, as adjusted					25,850,119
Net Position - End of Year					\$ 34,835,306

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

	General Fund	Union County Carnegie Library	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Governmental Funds
Assets						
Pooled cash and investments	\$ 9,734,194	\$ 107,963	\$ 18,041,546	\$ 771,501	\$ 2,748,362	\$ 31,403,566
Cash and cash equivalents - restricted	104,810	-	-	-	-	104,810
Interfund receivable	522,962	102,404	128,572	-	-	753,938
Investment in joint venture	-	-	1,736,408	-	-	1,736,408
Taxes receivable - net	1,026,639	14,922	578,661	72,446	8,875	1,701,543
Advances to fire districts	2,571	-	-	-	-	2,571
Due from other governments	1,604,939	-	342,260	1,464	194	1,948,857
Other Receivables	133,816	79,750	310,163	-	-	523,729
Lease receivable	350,434	-	-	-	-	350,434
Total Assets	\$ 13,480,365	\$ 305,039	\$ 21,137,610	\$ 845,411	\$ 2,757,431	\$ 38,525,856
Liabilities, Deferred Inflows of Resources and Fund Balances						
Liabilities:						
Accounts payable	\$ 656,958	\$ 33,367	\$ 706,270	\$ -	\$ 27,231	\$ 1,423,826
Retainage payable	-	-	82,760	-	55,621	138,381
Accrued salaries, health & fringe	334,434	21,677	-	-	-	356,111
Interfund payable	102,404	-	651,426	108	-	753,938
Unearned revenue	-	-	4,974,849	-	-	4,974,849
Total Liabilities	1,093,796	55,044	6,415,305	108	82,852	7,647,105
Deferred Inflows of Resources:						
Unavailable revenues - property taxes	1,453,308	13,003	449,092	34,319	3,907	1,953,629
Deferred inflow related to leases	630,000	-	-	-	-	630,000
Total Deferred Inflows of Resources	2,083,308	13,003	449,092	34,319	3,907	2,583,629
Fund Balances:						
Restricted						
Culture and recreation	-	236,992	-	-	-	236,992
Debt service	-	-	-	810,984	-	810,984
Capital projects	-	-	8,108,306	-	2,032,509	10,140,815
Public safety and public works	-	-	754,117	-	-	754,117
Economic development	-	-	145,791	-	-	145,791
Committed						
Public safety and public works	-	-	67,450	-	-	67,450
Economic development	-	-	3,888,160	-	-	3,888,160
Budgetary appropriations	747,645	-	-	-	-	747,645
Assigned						
Public safety and public works	-	-	521,514	-	-	521,514
Judicial administration	-	-	234,156	-	-	234,156
Culture and recreation	-	-	1,181,745	-	-	1,181,745
Capital projects	-	-	-	-	638,163	638,163
Economic development	-	-	857	-	-	857
Health, education and welfare	-	-	29,052	-	-	29,052
Unassigned	9,555,616	-	(657,935)	-	-	8,897,681
Total Fund Balances	10,303,261	236,992	14,273,213	810,984	2,670,672	28,295,122
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 13,480,365	\$ 305,039	\$ 21,137,610	\$ 845,411	\$ 2,757,431	\$ 38,525,856

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2022**

Fund Balance - Total Governmental Funds	\$ 28,295,122
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	32,078,143
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds:	
Taxes receivable	939,482
Deferred outflows and inflows of resources are not available to use in the current period and, therefore, are not reported in the funds:	
Deferred loss on advanced refunding	12,385
Deferred outflows related to OPEB	393,389
Deferred outflows related to pensions	3,377,860
Deferred inflows related to OPEB	(939,300)
Deferred inflows related to pensions	(2,939,200)
Non-current liabilities, including bonds payable, are not due and payable in the current period and therefore not reported in the funds:	
Accrued interest payable	(30,236)
General obligation bonds	(6,071,613)
Direct borrowings	(1,250,960)
Compensated absences	(733,270)
Landfill post-closure costs	(376,875)
Total OPEB liability	(2,367,200)
Net Pension Liability	(15,552,421)
Net Position of Governmental Activities in the Statement of Net Position	<u><u>\$ 34,835,306</u></u>

The accompanying notes are an integral part of these statements.

UNION COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Union County Carnegie Library	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Governmental Funds
Revenues						
Property taxes	\$ 9,602,032	\$ 336,023	\$ 3,541,481	\$ 768,272	\$ 95,926	\$ 14,343,734
Local option sales tax	2,895,668	-	-	-	-	2,895,668
Other miscellaneous taxes	320,817	-	431,784	-	-	752,601
Fees and fines	632,138	6,360	704,363	-	-	1,342,861
Licenses and permits	154,868	-	447,548	-	-	602,416
Intergovernmental	1,618,930	101,000	1,187,530	-	10,304	2,917,764
Charges for services	1,156,278	-	633,085	-	-	1,789,363
Investment earnings	93,660	99	359	-	-	94,118
Miscellaneous	2,415,981	-	999,686	-	324,015	3,739,682
Grants	326,380	-	2,210,953	-	-	2,537,333
Contributions	122	295,041	13,039	-	-	308,202
Total Revenues	<u>19,216,874</u>	<u>738,523</u>	<u>10,169,828</u>	<u>768,272</u>	<u>430,245</u>	<u>31,323,742</u>
Expenditures						
Current:						
General government	4,715,970	-	1,525,422	-	-	6,241,392
Economic development	539,106	-	1,263,023	-	-	1,802,129
Public safety	9,094,704	-	702,857	-	-	9,797,561
Public works	1,605,194	-	3,749	-	-	1,608,943
Judicial administration	1,741,008	-	298,704	-	-	2,039,712
Fire protection	69,930	-	564,545	-	-	634,475
Culture and recreation	711,385	723,363	43,789	-	-	1,478,537
Health, education and welfare	637,614	-	716,431	-	-	1,354,045
Debt Service:						
Principal	393,487	-	28,332	648,069	-	1,069,888
Interest and other charges	27,525	-	10,638	96,265	-	134,428
Capital Outlay	-	-	556,526	-	1,592,972	2,149,498
Total Expenditures	<u>19,535,923</u>	<u>723,363</u>	<u>5,714,016</u>	<u>744,334</u>	<u>1,592,972</u>	<u>28,310,608</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(319,049)</u>	<u>15,160</u>	<u>4,455,812</u>	<u>23,938</u>	<u>(1,162,727)</u>	<u>3,013,134</u>
Other Financing Sources (Uses)						
Proceeds from long-term debt, net	-	-	-	-	3,500,000	3,500,000
Proceeds from sale of capital assets	136,794	-	3,014,790	-	-	3,151,584
Transfers in	1,709,491	-	368,771	-	-	2,078,262
Transfers out	(85,449)	-	(1,771,326)	-	(221,487)	(2,078,262)
Total Other Financing Sources (Uses)	<u>1,760,836</u>	<u>-</u>	<u>1,612,235</u>	<u>-</u>	<u>3,278,513</u>	<u>6,651,584</u>
Net Change in Fund Balances	1,441,787	15,160	6,068,047	23,938	2,115,786	9,664,718
Fund Balances - Beginning of Year, as adjusted	<u>8,861,474</u>	<u>221,832</u>	<u>8,205,166</u>	<u>787,046</u>	<u>554,886</u>	<u>18,630,404</u>
Fund Balances - End of Year	<u>\$ 10,303,261</u>	<u>\$ 236,992</u>	<u>\$ 14,273,213</u>	<u>\$ 810,984</u>	<u>\$ 2,670,672</u>	<u>\$ 28,295,122</u>

The accompanying notes are an integral part of these statements.

UNION COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Net Change in Fund Balances - Total Governmental Funds:	\$ 9,664,718
 Amounts reported for governmental activities in the Statement of Activities are different	
Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities.	4,529
 The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term liabilities reduces long-term debt on the statement of net position. Also, governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized over the term of the long-term debt in the statement of activities.	
Proceeds of bond issuances	(3,500,000)
Principal payments on long-term debt	1,069,888
Amortization of deferred loss on advanced refunding	(2,563)
 Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:	
Landfill post-closure costs	42,458
Compensated absences	(56,979)
 The cost of pension benefits earned net of employee contributions is reported in the Statement of Activities as an element of pension expense. The fund financial statements report pension contributions as expenditures.	
	239,096
 The cost of OPEB benefits earned net of employee contributions is reported in the Statements of Activities as an element of OPEB expense. The fund financial statements report OPEB contributions/payments as expenditures.	
	94,668
 Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount for the year by which additions to on capital assets exceeded depreciation expense on capital assets.	
Capital Outlay	3,058,515
Depreciation Expense	(2,197,312)
 Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Property taxes	568,169
 Change in Net Position of Governmental Activities	 <u>\$ 8,985,187</u>

The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022**

Assets

Pooled cash and investments	\$ 4,196,008
Taxes receivable - net	1,346,106
Due from other governments	<u>30,068</u>
Total Assets	<u><u>5,572,182</u></u>

Deferred Inflows of Resources

Unavailable revenues - property taxes	<u>601,608</u>
Total Deferred inflows of resources	<u><u>601,608</u></u>

Net Position

Restricted for:	
Individuals, organizations, and other governments	<u>4,970,574</u>
Total Net Position	<u><u>\$ 4,970,574</u></u>

The accompanying notes are an integral part of these statements.

UNION COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

Additions

Child support remittances	\$ 265,369
Court ordered escrow from other entities/individuals	40,460
Fines, costs, and penalties on taxes	875,067
General property tax	21,742,201
Interest income	375
Miscellaneous	95,812
Taxes and fees from state	22,512,989
Receipts from other entities	13,828,151
Total additions	<u>59,360,424</u>

Deductions

Administrative expense	15,162
Beneficiary payments to individuals	277,112
Payments to other entities	59,693,842
Total deductions	<u>59,986,116</u>

Change in net position	(625,692)
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Net position - beginning	5,596,266
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Net position - ending	<u>\$ 4,970,574</u>
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The accompanying notes are an integral part of these statements.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

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

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

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

B. Basis of Presentation

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

Government-wide Financial Statements

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

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

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

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Basis of Presentation - Continued

Fund Financial Statements

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

The County reports the following major governmental funds:

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

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

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

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

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

Additionally, the County reports the following fund type:

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

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

C. Measurement Focus and Basis of Accounting

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Measurement Focus and Basis of Accounting - Continued

Government-wide Financial Statements

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

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

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

Fund Financial Statements

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Measurement Focus and Basis of Accounting – Continued

Revenue - Exchange and Non-exchange Transactions

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

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

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

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

Unearned Revenue

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

Expenses/Expenditures

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

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

Cash and Investments

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

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

Investments are stated at fair value, which approximates costs.

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

Receivables and Payables

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

For collection purposes, taxes receivable are written-off at the end of ten years in accordance with South Carolina law. All other levies are recognized as revenue on the government-wide financial statements, while all those not collected within sixty days are deferred on the governmental funds statements. The uncollectible reserve at June 30, 2022, was \$572,757.

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

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

Inventories and Prepaid Items

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

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

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

Capital Assets

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

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

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

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

Lessor

Union County is a lessor for leases of sports facility complexes. The County recognizes a lease receivable and deferred inflow of lease receipts in the Governmental Funds Balance Sheet and the government-wide financial statements. The County recognizes lease receivables with an initial, individual value of \$5,000 or more.

At the commencement of the lease, the County initially measured the lease receivable at the present value of the payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) the lease terms, and (3) lease payments:

- The County uses the current incremental borrowing rate as the discount rate. If this rate is unavailable, the County relies on the long-term AFR rate.
- The lease terms include the noncancellable and enforceable portions of the lease only. Lease payments included in this measurement of both the asset and deferred inflow contain (1) fixed payment amounts, (2) purchase price options and (3) payments made prior to commencement of the lease.

The County monitors all of the above estimates and inputs for the valuation of the lease receivable and deferred inflow to identify when a remeasurement is necessary based on external factors.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

Deferred Outflows/Inflows of Resources

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

Other Post-Employment Benefit (OPEB) Plan

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

Compensated Absences

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

Long - Term Obligations

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

In the fund financial statements, governmental fund types recognize bond issue premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Fund Equity

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

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

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

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

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

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

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

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

Net Position

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

Restricted Sources

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

Accounting Estimates

The preparation of the basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

Reclassifications

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

Interfund Transactions

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

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY - CONTINUED

Excess of Expenditures over Appropriations

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

Community Development	\$	6,993
Voter Registration / Election Commission	\$	19,278
Building Superintendent	\$	907
Sheriff's Office	\$	43,760
County Maintenance	\$	516
Emergency Medical Services	\$	31,390

Deficit Fund Balance

The following funds had a deficit fund balance as of June 30, 2022:

Special Revenue Funds

School Resource Officer	\$	22,258
Victim's Advocate	\$	30,029
E-911 Services	\$	2,647
UTC Fund	\$	290,865
Lockhart Trial Phase II	\$	18,137
Lockhart Boat Ramp	\$	66,298
Opportunity Zone Credit	\$	3,000
BPV Grant	\$	510
Carlisle Water Treatment	\$	56,300
PPE Grant	\$	7,890
Emergency Services Grant	\$	9,820
Bonham Fire District	\$	126,252
Buffalo Fire District	\$	28,928

NOTE 3 – POOLED CASH AND INVESTMENTS

Pooled Cash

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

As of June 30, 2022, the County had the following deposits:

	Carrying Amount	Bank Balance
Demand deposits	\$ 12,424,399	\$ 14,009,250

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 3 – POOLED CASH AND INVESTMENTS - CONTINUED

Pooled Cash - Continued

At June 30, 2022, the County \$612,394 was covered by FDIC insurance; \$12,114,411 was collateralized by securities held by the pledging bank's trust department or agent in the County's name; and \$1,282,445.

Restricted Cash

At June 30, 2022, the County had \$104,810 in restricted cash related to an authorized Lease Purchase Agreement. The funds will be held in escrow and collateralized by the financial institution until they are expended by the County and reimbursed.

Investments

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

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

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

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

Investments in Local Government Investment Pool

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

As of June 30, 2022, the County's investments in the Local Government Investment Pool were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>	<u>Fair Value Hierarchy</u>
State Treasurer's Investment Pool	\$ 23,173,089	<60 days	Not Rated	N/A

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 3 – POOLED CASH AND INVESTMENTS – CONTINUED

Investment in Joint Venture

In December 2017, the Union County Facilities Corporation (a blended component unit of Union County) entered into an agreement with Midway Green Development, LLC (the economic development division of Lockhart Power) to construct and market a spec building in Union County. The County agreed to pay 50% of the construction costs, up to \$2.25 million, and 50% of the maintenance costs of the building for 50 years, or until a time at which the building is sold. The total cost of the building was \$3,472,817, of which the Corporation’s portion was \$1,736,408, less than the maximum \$2.25 million. The investment is reported at cost, as it is unknown the fair market value of the building. As of June 30, 2022, the Union County Facilities Corporation showed an Investment in Joint Venture of \$1,736,408 representing the Union County Facilities Corporation’s payments to Midway Green Development, LLC for construction costs.

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

Pooled cash and investments held by the County	\$ 31,403,566
Agency fund cash (not included in government-wide statement)	4,196,008
Less: Investments held within pooled cash and investments	(23,173,089)
Less: Petty cash	<u>(2,086)</u>
	<u>\$ 12,424,399</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 4 – CAPITAL ASSETS AND DEPRECIATION

Capital assets activity for the year ended June 30, 2022, was as follows:

	Beginning Balance 6/30/2021	Additions	Deletions	Transfers	Ending Balance 6/30/2022
Governmental Activities:					
<i>Capital Assets Not Being Depreciated:</i>					
Land	\$ 4,236,716	\$ -	\$ -	\$ -	\$ 4,236,716
Land - library	23,305	-	-	-	23,305
Construction in progress	713,864	1,915,589	-	(36,091)	2,593,362
Capital Assets Not Being Depreciated:	<u>4,973,885</u>	<u>1,915,589</u>	<u>-</u>	<u>(36,091)</u>	<u>6,853,383</u>
<i>Capital Assets Being Depreciated:</i>					
Buildings and improvements	25,633,869	13,147	-	36,091	25,683,107
Buildings and improvements - library	2,633,930	-	-	-	2,633,930
Vehicles	5,334,855	705,943	-	-	6,040,798
Furniture, fixtures and equipment	9,323,085	394,238	-	-	9,717,323
Furniture and equipment - library	194,409	29,598	-	-	224,007
Infrastructure	4,962,051	-	-	-	4,962,051
Landfill	2,528,787	-	-	-	2,528,787
	<u>50,610,986</u>	<u>1,142,926</u>	<u>-</u>	<u>36,091</u>	<u>51,790,003</u>
<i>Accumulated Depreciation:</i>					
Buildings and improvements	10,808,922	823,438	-	-	11,632,360
Buildings and improvements - library	613,399	68,861	-	-	682,260
Vehicles	4,129,411	322,112	-	-	4,451,523
Furniture, fixtures and equipment	4,933,654	702,389	-	-	5,636,043
Furniture and equipment - library	146,013	2,523	-	-	148,536
Infrastructure	1,243,692	262,792	-	-	1,506,484
Landfill	2,492,840	15,197	-	-	2,508,037
	<u>24,367,931</u>	<u>2,197,312</u>	<u>-</u>	<u>-</u>	<u>26,565,243</u>
Net Assets Being Depreciated	<u>26,243,055</u>	<u>(1,054,386)</u>	<u>-</u>	<u>36,091</u>	<u>25,224,760</u>
Net Capital Assets - Governmental Activities	<u>\$ 31,216,940</u>	<u>\$ 861,203</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,078,143</u>

Depreciation was charged to functions/programs as follows:

Governmental Activities:	
General government	\$ 211,041
Culture and recreation	231,827
Health, education and welfare	187,302
Public safety	705,542
Public works	861,068
Judicial Administration	<u>532</u>
	<u>\$ 2,197,312</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 5 – LEASES AS LESSOR

The County participates in one, large lease agreement where the County is the lessor. In 2017, the County entered into a long-term lease agreement with the Union County School District to lease various sports complexes to the District for ten years. The lease contains several provisions which are:

1. The District will repay one half of the capital expenditures for stadium upgrades within the first five years of the lease agreement;
2. The first five years of the agreement contain an inflation factor of one percent; and,
3. The second five years of the agreement contain an inflation factor of two percent per year.

The following is a summary of lease receivables and deferred inflows of resources as of June 30, 2022:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Lease Receivable	\$ 536,945	\$ -	\$ 186,511	\$ 350,434	\$ 62,912
Deferred Inflow of Resources	\$ 756,000	\$ -	\$ 126,000	\$ 630,000	\$ 126,000

The collections related to the lease receivable and the amortization of the deferred inflows for the subsequent years are as follows:

Year Ending June 30	Lease Receivable		Deferred Inflow
	Principal	Interest	Amortization
2023	\$ 62,912	\$ 10,659	\$ 126,000
2024	66,297	8,745	126,000
2025	69,814	3,729	126,000
2026	73,468	4,605	126,000
2027	77,943	2,371	126,000
	<u>\$ 350,434</u>	<u>\$ 30,109</u>	<u>\$ 630,000</u>

Receipt of lease payments are recorded in the general fund and capital projects fund for the fiscal year ended June 30, 2022. The County recorded revenue and reduced its deferred inflow by \$126,000; in addition, the County recognized \$16,332 of interest income related to the financed lease receivable.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 6 – LONG-TERM OBLIGATIONS

The following is a summary of long-term debt of the County for the year ended June 30, 2022:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Governmental Activities:					
Debt Obligations					
General Obligation Bonds	\$ 3,208,153	\$ 3,500,000	\$ 636,540	\$ 6,071,613	\$ 610,997
Direct Borrowings	1,684,308	-	433,348	1,250,960	399,391
Compensated Absences	676,291	56,979	-	733,270	11,914
Landfill Post-Closure Costs	419,333	-	42,458	376,875	33,500
Total Long-Term Obligations for Governmental Activities	<u>\$ 5,988,085</u>	<u>\$ 3,556,979</u>	<u>\$ 1,112,346</u>	<u>\$ 8,432,718</u>	<u>\$ 1,055,802</u>

General Obligation Bonds

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

General obligations bonds currently outstanding are:

\$275,000 General Obligation Bond, Series 2014 with principal due in annual payments of \$10,886 to \$18,705 through April 2034 at an interest rate of 3.00%.	\$ 191,351
\$1,458,000 General Obligation Refunding Bonds, Series 2016A with principal due in annual installments of \$41,000 to \$170,000 through April 2027 at an interest rate of 1.9%	816,000
\$2,540,000 General Obligation Bonds, Series 2016B with principal due in annual installments of \$43,000 to \$220,000 through April 2027 at an interest rate of 1.9%	1,059,000
\$550,000 General Obligation Bond, Series 2017 with principal due in annual payments of \$22,430 to \$36,500 through April 2037 at an interest rate of 2.75%.	456,510
\$172,045 General Obligation Bond, Series 2018 with principal due in annual payments of \$15,235 to \$19,300 through April 2028 at an interest rate of 3.00%.	107,752
\$3,500,000 General Obligation Bond, Series 2021 with principal due in annual payments of \$59,000 to \$621,000 through April 2031 at an interest rate of 1.05%.	<u>3,441,000</u>
	<u>\$ 6,071,613</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 6 – LONG-TERM OBLIGATIONS - CONTINUED

Advanced Refundings

In prior years, advance refundings resulted in book losses that are being amortized over the original remaining life of the old bonds that were defeased. The unamortized loss at June 30, 2022, is shown as a deferred outflow of resources on the Statement of Net Position. Amortization has been included in interest expense and was \$2,563 for the year ending June 30, 2022.

Direct Borrowings

The County issues direct borrowings, or financed purchases, to provide funds for the acquisition, construction, and major improvement to its buildings and other facilities as well as the purchase of various County equipment. Direct borrowings are direct obligations and pledged with the full faith and credit of the County. These borrowings are issued as multi-year agreements with various payment terms, interest rates and payment conditions. Payments for these agreements are made by the general fund, special revenue funds, capital project funds, and debt service fund.

\$121,005 lease purchase with Community First Bank with total annual payments of \$38,969.34 through June 2026.	\$ 121,005
\$150,000 lease purchase with Arthur State Bank with total annual payments of \$14,765.96 through July 2029 at 2.75% interest.	104,576
\$1,395,000 lease purchase with Arthur State Bank with total annual principal payments of \$26,333.33 to \$226,333.33 through April 2033 at 2.5% interest.	489,667
\$665,000 direct borrowing with Truist Bank with total annual payments of \$137,529.74 through June 2026 at 1.07% interest.	<u>535,712</u>
	<u>\$ 1,250,960</u>

Annual Debt Service Requirements

Annual debt service requirements to maturity for all long-term obligations are as follows:

Year Ending June 30	General Obligation Bonds		Direct Borrowings		Total
	Principal	Interest	Principal	Interest	
2023	\$ 610,997	\$ 93,437	\$ 399,061	\$ 30,949	\$ 1,134,444
2024	621,477	82,921	201,569	22,722	928,690
2025	632,149	72,191	204,116	19,490	927,946
2026	643,047	61,290	206,720	16,218	927,275
2027	654,194	50,174	39,561	6,210	750,140
2028-2032	2,699,711	114,998	173,602	15,726	3,004,038
2033-2037	210,038	16,233	26,331	667	253,270
	<u>\$ 6,071,613</u>	<u>\$ 491,245</u>	<u>\$ 1,250,960</u>	<u>\$ 111,984</u>	<u>\$ 7,925,802</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 6 – LONG-TERM OBLIGATIONS - CONTINUED

Landfill Closure and Post Closure Care Costs

The South Carolina Department of Health and Environmental Control (DHEC) requires landfill operators to provide for the inspection and maintenance of the physical characteristics of the site, as well as monitoring and maintenance of the groundwater and gas monitoring systems and the leachate collection and treatment system for a period of thirty years following the closing of the landfill. DHEC also requires that operators cover the landfill with a minimum cover of certain permeability. The County's liability for closure and post-closure care costs is based on landfill capacity used to date. The County's landfill has been closed and is considered to be at 100 percent of capacity. Based on an updated valuation of the future post-closure costs, as of September 2, 2021, the estimated remaining post-closure care costs are \$376,875 and the long-term liabilities in the statement of net position include that amount. Post-closure care costs are based on engineering estimates and are subject to change due to inflation, deflation, technology, and/or applicable laws and regulations and are reported in the General Fund. Annual post closure costs are estimated to be \$33,500 each year until October 2034.

Debt Service Payments

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

NOTE 7 - RETIREMENT PLANS

A. South Carolina Retirement System

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

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

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

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

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

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

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

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established, a ceiling for SCRS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS. The legislation also increased employer contribution rates beginning July 1, 2017 by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year in accordance with state statute. However, the General Assembly postponed the one percent increase in the SCRS employer contribution rate that was scheduled to go into effect beginning July 1, 2020. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS is scheduled to be reduced over a ten-year schedule from 30 years beginning fiscal year 2018, to 20 years by fiscal year 2028.

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

If contribution rates decreased pursuant to this provision and the most recent annual actuarial valuation of the system shows a funded ratio of less than 85%, then effective the following July 1st, and annually thereafter as necessary, the PEBA board shall increase the then current contribution rates until a subsequent annual actuarial valuation of the system shows a funded ratio that is equal to or greater than 85%.

Required employee (both Class II and III) contribution rates for the year ended June 30, 2022 was 9.00%. Required employer contribution rates for the year ended June 30, 2022 was 16.41%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.15% of earnable compensation, if participating in the death benefit program.

Contributions to the Plan from the County were \$924,310 for the year ended June 30, 2022. For the State's year end June 30, 2021, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2021, \$46,041 of contributions paid on behalf of the County by the General Assembly for SCRS was recognized as other operating revenues.

Employee and employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (9.0%) and a portion of the employer contribution (5%). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (11.41%) and an incidental death benefit contribution (0.15%), if applicable, which is retained by SCRS.

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2022, the County reported a net pension liability of \$9,897,041 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability, net pension liability and sensitivity information are based on an actuarial valuation performed as of July 1, 2020. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year end June 30, 2021, using generally accepted actuarial principles. The allocation of the County's proportionate share of the collective net pension liability and pension expense were calculated on the basis of the County's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2021. Based upon this information, the County's proportion of the collective net pension liability is 0.04573225%, an increase of 0.0009472% since June 30, 2020, the prior measurement date.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

For the year ended June 30, 2022, the County recognized pension expense of \$519,676. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 168,584	\$ 13,358
Changes in assumptions	541,732	-
Net difference between projected and actual earnings on pension plan investments	-	1,437,676
Changes in proportion and differences between County contributions and proportionate share of contributions	139,124	183,499
County contributions subsequent to the measurement date	878,429	-
Total	\$ 1,727,869	\$ 1,634,533

Deferred outflows of resources of \$878,429 related to pensions in 2022 resulted from County contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2022	\$ 103,017
2023	62,253
2024	81,861
2025	537,962
	\$ 785,093

Actuarial Assumptions - Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the System was most recently issued for the period ending July 1, 2019.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

The June 30, 2021 total pension liability, net pension liability, and sensitivity information is determined by and based on an actuarial valuation performed as of July 1, 2020, using the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.5% to 10.5% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.00% (includes 2.25% inflation)

There was no legislation enacted during the 2021 legislative session that had a material change in the benefit provisions; however in FY21, the PEBA board adopted updated demographic assumptions. Also, the General Assembly permitted the investment return assumption at July 1, 2021 to decrease from 7.25% to 7.00%, as provided by Section 9-16-335 in S.C. State Code.

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumptions, the 2020 Public Retirees of South Carolina mortality table (2020 PRSC), was developed using the Systems' mortality experience. The base rates are adjusted for future improvement in mortality using 80% of Scale UMP projected from the year 2020.

The long-term expected rate of return on pension plan investments is based upon the 20-year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2021 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 7.00% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.25% inflation component.

Allocation/Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Public Equity	46%	6.87%	3.16%
Bonds	26%	0.27%	0.07%
Private Equity	9%	9.68%	0.87%
Private Debt	7%	5.47%	0.39%
Real Assets			
Real Estate	9%	6.01%	0.54%
Infrastructure	3%	5.08%	0.15%
Total Expected Return	100%		5.18%
Inflation for Actuarial Purposes			2.25%
			<u>7.43%</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

Discount Rate - The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the County's proportionate share of the collective net pension liability calculated using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the collective net pension liability	\$ 12,963,892	\$ 9,897,041	\$ 7,347,854

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems' audited financial statements for the fiscal year ended June 30, 2021 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System's fiduciary net position have been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2021. The additional information is publicly available on PEBA's website at www.peba.sc.gov.

B. South Carolina Police Officers Retirement System

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

Benefits Provided/Membership - PORS provides retirement and other benefits for police officers and firemen of the state and its political subdivisions. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty. Membership and benefit terms are prescribed in Title 9 of the South Carolina Code of Laws, and PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current year salary.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System – Continued

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

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

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established, a ceiling for PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS. The legislation also increased employer contribution rates beginning July 1, 2017 by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year in accordance with state statute. However, the General Assembly postponed the one percent increase in the SCRS employer contribution rate that was scheduled to go into effect beginning July 1, 2020. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS is scheduled to be reduced over a ten-year schedule from 30 years beginning fiscal year 2018, to 20 years by fiscal year 2028.

UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022

NOTE 7 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System – Continued

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

Required employee (both Class II and III) contribution rates for the year ended June 30, 2022 was 9.75%. Required employer contribution rates for the year ended June 30, 2022 was 18.84%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.20% of earnable compensation, if participating in the incidental and/or accidental death benefit program, respectively.

Contributions to the Plan from the County were \$699,831, for the year ended June 30, 2022. For the State's year end June 30, 2021, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2022, \$26,922 of contributions paid on behalf of the County by the General Assembly for PORS was recognized as other operating revenues.

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2022, the County reported a net pension liability of \$5,655,380 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability, net pension liability and sensitivity information are based on an actuarial valuation performed as of July 1, 2020. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year end June 30, 2021, using generally accepted actuarial principles. The allocation of the County's proportional share of the collective net pension liability and pension expense were calculated on the basis of the County's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2021. Based upon this information, the County's proportion of the collective net pension liability is 0.2198040%, an increase of 0.010884% since June 30, 2020, the prior measurement date.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System – Continued

For the year ended June 30, 2022, the County recognized pension expense of \$722,981. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 192,391	\$ 17,613
Changes in assumptions	403,368	-
Net difference between projected and actual earnings on pension plan investments	-	1,267,911
Changes in proportion and differences between County contributions and proportionate share of contributions	381,323	19,143
County contributions subsequent to the measurement date	<u>672,909</u>	<u>-</u>
Total	<u>\$ 1,649,991</u>	<u>\$ 1,304,667</u>

Deferred outflows of resources of \$672,909 related to pensions in 2022 resulted from County contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	
2022	\$ (72,903)
2023	(65,799)
2024	27,562
2025	<u>438,725</u>
	<u>\$ 327,585</u>

Actuarial Assumptions - Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the System was most recently issued for the period ending July 1, 2019.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System – Continued

The June 30, 2021 total pension liability, net pension liability, and sensitivity information is determined by and based on an actuarial valuation performed as of July 1, 2020, using the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.5% to 10.5% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.00% (includes 2.25% inflation)

There was no legislation enacted during the 2021 legislative session that had a material change in the benefit provisions; however in FY21, the PEBA board adopted updated demographic assumptions. Also, the General Assembly permitted the investment return assumption at July 1, 2021 to decrease from 7.25% to 7.00%, as provided by Section 9-16-335 in S.C. State Code.

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumptions, the 2020 Public Retirees of South Carolina mortality table (2020 PRSC), were developed using the Systems' mortality experience. The base rates are adjusted for future improvement in mortality using 80% of Scale UMP projected from the year 2020.

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

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2021 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 7.00% assumed annual investment rate of return used in the calculation of the total pension liability includes 4.75% real rate of return and a 2.25% inflation component.

<u>Allocation/Exposure</u>	<u>Policy Target</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Public Equity	46%	6.87%	3.16%
Bonds	26%	0.27%	0.07%
Private Equity	9%	9.68%	0.87%
Private Debt	7%	5.47%	0.39%
Real Assets			
Real Estate	9%	6.01%	0.54%
Infrastructure	3%	5.08%	0.15%
Total Expected Return	100%		5.18%
Inflation for Actuarial Purposes			2.25%
			<u>7.43%</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 7 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System – Continued

Discount Rate - The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in PORS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the County's proportionate share of the collective net pension liability calculated using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the collective net pension liability	\$ 8,205,233	\$ 5,655,380	\$ 3,566,660

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems' audited financial statements for the fiscal year ended June 30, 2021 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System's fiduciary net position have been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of July 1, 2021. The additional information is publicly available through PEBA's website at www.peba.sc.gov.

C. Reconciliation to Government-Wide Financial Statements

Deferred Inflows/Outflows of Resources and the Net Pension Liability, as reported on the government-wide financial statements, are reported after aggregating the total balances of the South Carolina Retirement System and the Police Officers' Retirement System. The following is a reconciliation of the aggregated amounts to the individual reporting plans:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Pension Liability	Pension Expense
South Carolina Retirement System	\$ 1,727,869	\$ 1,634,533	\$ 9,897,041	\$ 519,676
Police Officers Retirement System	1,649,991	1,304,667	5,655,380	722,982
Totals as Reported on Statement of Net Position	\$ 3,377,860	\$ 2,939,200	\$ 15,552,421	\$ 1,242,658

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 8 – POST RETIREMENT HEALTHCARE BENEFITS

Plan Description

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

Benefits Provided/Funding Policy

The County currently pays up to 100% of employer’s share of premiums towards eligible retirees’ health insurance premiums to the State of South Carolina Insurance Benefits Program. The County has chosen to fund the healthcare benefits on a pay-as-you-go basis through an annual appropriation. For the year ended June 30, 2022, the County paid \$40,100 to provide these benefits to eligible retirees. Membership in the plan as of July 1, 2021, the date of the last actuarial valuation was:

Inactive plan members or beneficiaries receiving benefits	9
Active plan members	147
Total plan members	156

Total OPEB Liability

The County’s total OPEB liability of \$2,367,200 was measured as of June 30, 2022, and was determined by an actuarial valuation as of July 1, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods including the measurement date, unless otherwise specified:

Actuarial Cost Method:	Entry Age Actuarial Cost Method
Discount Rate:	1.92% equal to Municipal GO AA 20-year Curve Rate
Inflation:	2.25%
Salary Increases:	3.00%
Healthcare Costs Trends:	Medical: 7.00% for fiscal year ended 2021, then decreasing 0.25% per year to an ultimate rate of 5.00%. Dental: 0.00% for fiscal year ended 2021 (to reflect actual experience), then 5.00%.
Mortality:	RP-2014 Mortality Table, fully generational with base year 2006, projected using two-dimensional mortality improvement scale MP-2021.
Retirees' Share of Benefit	
Related Costs:	Pay as you go system with County paying all benefits

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study. The data for active employees, retirees and covered spouses were provided by the plan administrator. No audit was performed of the actuarial valuation but the number of employees in various categories were analyzed for obvious errors or important inconsistencies, which there were none. Changes in the assumptions and other inputs reflect a change in the discount rate from 2.45% to 1.92% in the current year.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 8 – POST RETIREMENT HEALTHCARE BENEFITS - CONTINUED

Changes in the Total OPEB Liability

Balance as of June 30, 2021	\$ 2,841,200
Changes During the Year:	
Service Cost	163,100
Interest on Total OPEB Liability	72,300
Difference between expected and actual experience of the Total OPEB Liability	(798,200)
Changes of Assumptions	202,600
Benefit Payments	<u>(113,800)</u>
Balance as of June 30, 2022	<u>\$ 2,367,200</u>

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

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it was calculated using a discount rate of 1% lower (0.92%) or 1% higher (2.92%) than the current discount rate:

	<u>1% Decrease 0.92%</u>	<u>Current Discount Rate Assumption 1.92%</u>	<u>1% Increase 2.92%</u>
Total OPEB Liability	\$ 2,617,700	\$ 2,367,200	\$ 2,121,500

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

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

	<u>1% Decrease in Trend Rate</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase in Trend Rate</u>
Total OPEB Liability	\$ 2,051,900	\$ 2,367,200	\$ 2,748,500

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 8 – POST RETIREMENT HEALTHCARE BENEFITS - CONTINUED

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

For the year ended June 30, 2022, the County recognized OPEB expense of \$94,174. At June 30, 2022, the County's contributions subsequent to the measurement date of \$43,489 are reported as deferred outflows of resources, and will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2023. The County reported deferred outflows of resources and deferred inflows of resources related to the OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 933,000
Changes in assumptions	349,900	6,300
County contributions subsequent to the measurement date	<u>43,489</u>	<u>-</u>
Total	<u>\$ 393,389</u>	<u>\$ 939,300</u>

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

<u>Year Ended June 30,</u>	
2023	\$ (176,500)
2024	(161,300)
2025	(111,900)
2026	(97,800)
2027	(43,600)
Thereafter	1,700
	<u>\$ (589,400)</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 9 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

The following is a summary of interfund receivables and payables at June 30, 2022:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<i>General Fund</i>	\$ 522,962	\$ 102,404
<i>Union County Carnegie Library</i>	102,404	-
<i>Special Revenue Fund</i>		
<i>Economic Development Fund</i>	128,572	-
<i>Victim's Advocate</i>	-	30,029
<i>E911 Services</i>	-	22,851
<i>Lockhart Trail Phase II</i>	-	18,137
<i>Lockhart Boat Ramp</i>	-	66,298
<i>Airport Expansion</i>	-	70,473
<i>EMS Ambulance AFF Grant</i>	-	227,195
<i>BVP Grant</i>	-	510
<i>Carlisle Water Treatment</i>	-	32,480
<i>PPE Grant</i>	-	7,890
<i>Emergency Services Grant</i>	-	9,820
<i>Bonham Fire District</i>	-	128,572
<i>Buffalo Fire District</i>	-	34,171
<i>Opportunity Zone Credit</i>	-	3,000
<i>Debt Service Fund</i>		
<i>Bonham Fire District Bond</i>	-	108
	<u>\$ 753,938</u>	<u>\$ 753,938</u>

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 9 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - CONTINUED

Transfers

The following is a summary of interfund transfers for the year ended June 30, 2022:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 1,709,491	\$ 85,449
Special Revenue Fund		
<i>Economic Development Fund</i>	-	517,783
<i>Union County SRT</i>	110	-
<i>Road User Fees</i>	-	120
<i>Solicitor's Office</i>	-	208,772
<i>Sherriff's Department</i>	31,496	-
<i>Victim's Advocate</i>	-	79,038
<i>E911 Services</i>	-	131,020
<i>Decal Processing Fee</i>	-	29,001
<i>Multicounty Industrial Park</i>	141,186	-
<i>Title IV-D</i>	-	112,566
<i>PARD Grant</i>	15,870	-
<i>Recycling Fund</i>	109	-
<i>UTC Fund</i>	180,000	-
<i>Insurance Claims</i>	-	55,319
<i>Solid Waste Tire Fee</i>	-	32,210
<i>EMS Generator Timken Donation</i>	-	13,145
<i>Timken Grant- Sheriff's Office</i>	-	110
<i>Commission on Alcohol and Drug</i>	-	557,899
<i>Buffalo Fire District</i>	-	34,343
Capital Projects Fund		
<i>Economic Development Board</i>	-	80,301
<i>2021 GO Bonds</i>	-	141,186
	<u>\$ 2,078,262</u>	<u>\$ 2,078,262</u>

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

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 10 – TAX ABATEMENTS

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

Fee in Lieu of Tax (FILOT)

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

FILOT agreements typically reduce the assessment ratio of property from 10.5 to 6%, determine the millage rate, investment period, minimum investment amount, job creation levels, and in some cases determine the amount to be paid by the company on an equalized basis. For FY 2022, County taxes abated under FILOT agreements totaled \$8,302,113. This includes the proportionate values for all County operating levies and County-set levies to include fire service areas.

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

Special Source Revenue Credits (SSRC)

S.C. Code § 4-1-175 and § 4-29-68 allow the County, as part of its economic development program, to offer property tax reductions through a SSRC provided, however, that the property is located within a multi-county industrial park. The statutes authorize the County to offer credit to the company against annual park FILOT payments as identified by either a specified percentage or dollar amount for a specified number of years contingent on certain investment and/or job creation conditions. The amount of the SSRC is limited by statute to the amount of money spent by the company on infrastructure related on the project. For FY 2022, County taxes abated under SSRCs totaled \$3,246,502. This includes the proportionate values for all County operating levies and County-set levies to include fire service areas.

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 11 – RISK MANAGEMENT

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

NOTE 12 – COMMITMENTS AND CONTINGENCIES

Grants

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

Litigation

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

Outstanding Commitments on Construction Contracts

Total contractual commitments of the County as of June 30, 2022 are as follows:

<u>Projects</u>	<u>Contract Amount</u>	<u>Job to Date Expenditures</u>	<u>Outstanding Commitments</u>
Airport Expansion	\$ 171,487	\$ 155,780	\$ 15,708
Detention Center Expansion	375,000	37,500	337,500
Midway-Rice Connector	1,186,347	927,212	259,135
South State Bank Building Renovation	1,393,981	652,040	741,941
Wells Fargo Building Renovation	433,696	433,696	-
	<u>\$ 3,560,511</u>	<u>\$ 2,206,228</u>	<u>\$ 1,354,284</u>

**UNION COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
JUNE 30, 2022**

NOTE 13 – CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT

For the year ended June 30, 2022, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

The newly implemented statement affects the County in two ways:

1. The County will no longer report borrowings formerly called Capital Leases as such; these financing agreements will now be titled Direct Borrowings as the County takes ownership of all assets acquired through these methods.
2. The County will record a lease receivable and a deferred inflow of resources related to assets leased to other entities for more than a twelve-month period.

With the implementation of GASB Statement No. 87, the County will now recognize a leased asset and a deferred inflow of resources related to a long-term lease between the County and the School District for the right to use County sports facilities. As such, the County has restated beginning net position and fund balance to reflect the retrospective application of this standard. The change to beginning net position and fund balance are as follows:

	Government- wide	General Fund	Capital Projects Fund
Beginning Net Position / Fund Balance, as Reported	\$ 26,069,174	\$ 9,119,422	\$ 515,993
GASB Statement No. 87			
Record lease receivable	536,945	417,412	119,533
Deferred inflow of resources related to leases	(756,000)	(675,360)	(80,640)
Beginning Net Position / Fund Balance, as Restated	\$ 25,850,119	\$ 8,861,474	\$ 554,886

NOTE 14 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 13, 2023, the date the financial statements were available to be issued.

In September 2022, the County, in conjunction with Midway Green Development, LLC, sold a jointly owned spec building for \$3,900,000. The proceeds were divided 50/50 with Midway Green Development and represent a sale of the Investment held by the County of \$1,736,408.

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

	2022	2021	2020	2019	2018
County's Proportion of the Collective Net Pension Liability	0.457322%	0.042941%	0.045766%	0.045651%	0.048765%
County's Proportionate Share of the Collective Net Pension Liability	\$ 9,897,041	\$ 10,972,142	\$ 10,450,208	\$ 10,228,884	\$ 10,977,786
County's Covered Payroll	\$ 5,133,653	\$ 4,933,649	\$ 4,832,720	\$ 4,723,771	\$ 4,880,023
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	192.79%	222.39%	216.24%	216.54%	224.95%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	60.70%	50.70%	54.40%	54.10%	53.30%
	2017	2016	2015	2014	2013
County's Proportion of the Collective Net Pension Liability	0.048252%	0.034882%	0.036404%	N/A	N/A
County's Proportionate Share of the Collective Net Pension Liability	\$ 10,306,556	\$ 6,615,539	\$ 5,792,481	N/A	N/A
County's Covered Payroll	\$ 4,678,776	\$ 3,456,255	\$ 3,507,054	N/A	N/A
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	220.28%	191.41%	165.17%	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.90%	57.00%	59.90%	N/A	N/A

Note to Schedule:

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

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

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Statutorily Required Contributions	\$ 878,429	\$ 751,741	\$ 731,146	\$ 634,314	\$ 575,110
Contributions in Relation to the Statutorily Required Contributions	878,429	751,741	731,146	634,314	575,110
Contribution Deficiency (Excess)	<u>\$ -</u>				
County's Covered-Employee Payroll	\$ 5,516,336	\$ 5,133,653	\$ 4,933,649	\$ 4,832,720	\$ 4,723,771
Contributions as a Percentage of Covered-Employee Payroll	15.92%	14.64%	14.82%	13.13%	12.17%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Statutorily Required Contributions	\$ 549,385	\$ 499,898	\$ 355,821	N/A	N/A
Contributions in Relation to the Statutorily Required Contributions	549,385	499,898	355,821	N/A	N/A
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>N/A</u>	<u>N/A</u>
County's Covered-Employee Payroll	\$ 4,880,023	\$ 4,678,776	\$ 3,456,255	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	11.26%	10.68%	10.29%	N/A	N/A

Note to Schedule:

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

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

	2022	2021	2020	2019	2018
County's Proportion of the Collective Net Pension Liability	0.219804%	0.208917%	0.218180%	0.195438%	0.205570%
County's Proportionate Share of the Collective Net Pension Liability	\$ 5,655,380	\$ 6,928,126	\$ 5,783,978	\$ 5,537,809	\$ 5,631,797
County's Covered Payroll	\$ 3,307,205	\$ 3,150,887	\$ 2,927,825	\$ 2,705,150	\$ 2,788,167
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	171.00%	219.88%	197.55%	204.71%	201.99%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.40%	58.80%	62.70%	61.70%	60.90%
	2017	2016	2015	2014	2013
County's Proportion of the Collective Net Pension Liability	0.205360%	0.216570%	0.221550%	N/A	N/A
County's Proportionate Share of the Collective Net Pension Liability	\$ 5,208,904	\$ 4,720,157	\$ 4,241,510	N/A	N/A
County's Covered Payroll	\$ 2,600,532	\$ 2,679,762	\$ 2,664,740	N/A	N/A
County's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	200.30%	176.14%	159.17%	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	60.40%	64.60%	67.50%	N/A	N/A

Note to Schedule:

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

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

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

	2022	2021	2020	2019	2018
Statutorily Required Contributions	\$ 672,909	\$ 672,909	\$ 547,800	\$ 477,742	\$ 412,394
Contributions in Relation to the Statutorily Required Contributions	672,909	672,909	547,800	477,742	412,394
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
County's Covered-Employee Payroll	\$ 3,637,374	\$ 3,307,205	\$ 3,150,887	\$ 2,927,285	\$ 2,705,150
Contributions as a Percentage of Covered-Employee Payroll	18.50%	20.35%	17.39%	16.32%	15.24%
	2017	2016	2015	2014	2013
Statutorily Required Contributions	\$ 397,035	\$ 357,312	\$ 359,355	N/A	N/A
Contributions in Relation to the Statutorily Required Contributions	397,035	357,312	359,355	N/A	N/A
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	N/A	N/A
County's Covered-Employee Payroll	\$ 2,788,167	\$ 2,600,532	\$ 2,679,762	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	14.24%	13.74%	13.41%	N/A	N/A

Note to Schedule:

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

UNION COUNTY, SOUTH CAROLINA
 SCHEDULE OF CHANGES IN THE COUNTY'S
 TOTAL OPEB LIABILITY AND RELATED RATIOS
 JUNE 30, 2022

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 163,100	\$ 138,100	\$ 140,100	\$ 161,600	\$ 155,800
Interest on total OPEB liability	72,300	82,900	97,100	97,900	90,400
Adjustment to Annual Required Contribution	-	-	15,100		
Difference Between Actual and Expected Experience	(798,200)	(59,600)	(368,900)	(243,700)	-
Effect of assumption changes or inputs	202,600	195,600	125,700	(21,900)	-
Benefit payments	(113,800)	(48,700)	(39,600)	(33,900)	(64,000)
Net Change in Total OPEB Liability	(474,000)	308,300	(30,500)	(40,000)	182,200
Total OPEB Liability - Beginning of Year	2,841,200	2,532,900	2,563,400	2,603,400	2,414,400
Total OPEB Liability - End of Year	<u>\$ 2,367,200</u>	<u>\$ 2,841,200</u>	<u>\$ 2,532,900</u>	<u>\$ 2,563,400</u>	<u>\$ 2,596,600</u>
Covered Payroll	\$ 6,782,900	\$ 6,514,200	\$ 6,279,700	\$ 6,279,700	\$ 6,263,373
Total OPEB Liability as a % of Covered Payroll	34.900%	43.615%	40.335%	40.820%	41.457%

Note to Schedule:

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

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

**UNION COUNTY, SOUTH CAROLINA
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
JUNE 30, 2022**

	2022	2021	2020	2019	2018
Statutorially Required Contributions	\$ 113,800	\$ 48,700	\$ 39,600	\$ 33,621	\$ 30,400
Contributions in Relation to the Statutorially Required Contributions	113,800	48,700	39,600	33,621	30,400
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
County's Covered-Employee Payroll	\$ 6,782,900	\$ 6,514,200	\$ 6,514,200	\$ 6,279,700	\$ 6,279,700
Contributions as a Percentage of Covered-Employee Payroll	1.68%	0.75%	0.61%	0.54%	0.48%

Notes to Schedule:

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

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

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

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

**UNION COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Property taxes	\$ 10,224,000	\$ 10,224,000	\$ 9,602,032	\$ (621,968)
Local option sales tax	500,000	500,000	2,895,668	2,395,668
Other miscellaneous taxes	205,000	205,000	320,817	115,817
Fees and fines	481,500	481,500	632,138	150,638
Licenses and permits	100,000	100,000	154,868	54,868
Intergovernmental	1,441,660	1,441,660	1,618,930	177,270
Charges for services	1,145,000	1,145,000	1,156,278	11,278
Investment earnings	105,500	105,500	93,660	(11,840)
Miscellaneous	2,418,872	2,418,872	2,415,981	(2,891)
Grants	-	-	326,380	326,380
Contributions	-	-	122	122
Total Revenues	16,621,532	16,621,532	19,216,874	2,595,342
Expenditures				
Supervisor & council	520,354	559,447	545,828	13,619
Information technology	210,775	187,536	140,877	46,659
Development Board	314,011	315,270	297,033	18,237
Community development	77,200	77,200	84,193	(6,993)
Tourism	189,022	196,964	157,881	39,083
Fire Protection	91,108	91,108	69,930	21,178
Magistrage	386,203	391,011	370,327	20,684
Probate judge	173,742	175,567	135,755	39,812
Circuit court	125,266	118,523	95,175	23,348
Public defender	128,504	128,504	128,504	-
Solicitor's office	517,515	520,846	517,490	3,356
Clerk of court	488,720	507,656	493,756	13,900
Voter registration/election commission	124,221	131,373	150,651	(19,278)
County attorney	35,999	35,999	35,859	140
Building inspector	109,460	110,264	89,937	20,327
Tax assessor	219,217	226,186	202,590	23,596
Delinquent tax office	93,304	94,371	93,549	822
Treasurer's office	169,771	174,590	173,018	1,572
Auditor's office	162,212	163,892	160,972	2,920
Building superintendent	194,233	199,449	200,356	(907)
Non-departmental	3,760,014	3,274,278	3,223,493	50,785
Sheriff's office	2,565,840	2,717,264	2,761,024	(43,760)
Code enforcement	200,667	203,636	184,080	19,556
Animal Control	142,860	148,831	144,725	4,106
Coroner	147,752	152,523	131,240	21,283
Detention center	2,536,461	2,639,796	2,595,729	44,067
E-911 & communications	221,760	221,760	218,667	3,093
Emergency services	937,724	956,596	917,500	39,096
County maintenance	608,293	620,369	620,885	(516)

**UNION COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Expenditures - continued				
Equipment shop	385,949	395,149	386,807	8,342
Health department	28,600	28,600	21,173	7,427
Department of Social Services	42,000	42,000	37,901	4,099
Veteran's affairs	83,921	84,577	81,236	3,341
Alcohol and Drug Abuse	632,427	644,152	558,284	85,868
Victims advocate	88,971	89,778	79,330	10,448
Stadium	84,775	85,009	79,509	5,500
Recycling	382,049	398,306	346,797	51,509
Airport	162,581	163,560	131,145	32,415
Timken sports complex	698,472	710,117	631,349	78,768
Emergency medical services	2,150,083	2,209,978	2,241,368	(31,390)
Total Expenditures	<u>20,192,036</u>	<u>20,192,035</u>	<u>19,535,923</u>	<u>656,112</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3,570,504)</u>	<u>(3,570,503)</u>	<u>(319,049)</u>	<u>3,251,454</u>
Other Financing Sources (Uses)				
Proceeds from sale of assets	30,000	30,000	136,794	106,794
Transfers in	2,967,409	2,967,409	1,709,491	(1,257,918)
Transfers out	-	-	(85,449)	(85,449)
Total Financing Sources (Uses)	<u>2,997,409</u>	<u>2,997,409</u>	<u>1,760,836</u>	<u>(1,236,573)</u>
Net Change in Fund Balance	<u>\$ (573,095)</u>	<u>\$ (573,094)</u>	1,441,787	<u>\$ 2,014,881</u>
Fund Balance - Beginning of Year, as adjusted			<u>8,861,474</u>	
Fund Balance - End of Year			<u>\$ 10,303,261</u>	

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

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Fireman's Insurance Fund	Economic Development Infrastructure Comm Dev.	School Resource Officer	Union SRT	Unclaimed Funds	Sex Offender Registry
\$	942	5,352,986	-	1,304	971	36,476
	-	128,572	-	-	-	-
	-	-	-	-	-	-
	-	173,603	-	-	-	-
	40,860	323	-	-	-	-
	-	-	-	-	-	-
Total Assets	41,802	5,655,484	-	1,304	971	36,476

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:						
Accounts payable	\$	-	6,016	\$	-	\$
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	-	6,016	22,258	-	-	1,626

Deferred inflows of resource

Unavailable revenues - property taxes	-	97,172	-	-	-	-
Total Deferred Inflows of Resources	-	97,172	-	-	-	-

Fund balances:

Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	5,552,296	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned	41,802	-	-	1,304	-	34,850
Public safety and public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	971	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned	-	-	(22,258)	-	-	-
Total Fund Balance	41,802	5,552,296	(22,258)	1,304	971	34,850

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$	41,802	5,655,484	-	1,304	971	36,476
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UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Hospitality Tax	Sports Complex	Quick Jobs Center	Duke Energy Emergency Services	Road User Fees	Work Release Fees
Assets:						
Pooled cash and investments	\$ 1,079,981	\$ 31,223	\$ 76,803	\$ 46,543	\$ -	\$ 12,401
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	-	3,015	22,165	-	-	-
Due from other governments	-	-	484	-	-	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ 1,079,981	\$ 34,238	\$ 99,452	\$ 46,543	\$ -	\$ 12,401
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ 76,801	\$ 8,734	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	-	-	\$ 76,801	\$ 8,734	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	1,616	9,735	-	-	-
Total Deferred Inflows of Resources	-	1,616	9,735	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	37,809	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	-	-	-	12,401
Judicial administration	-	-	-	-	-	-
Culture and recreation	1,079,981	32,622	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	12,916	-	-	-
Unassigned						
Total Fund Balance	\$ 1,079,981	\$ 32,622	\$ 12,916	\$ 37,809	\$ -	\$ 12,401
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,079,981	\$ 34,238	\$ 99,452	\$ 46,543	\$ -	\$ 12,401

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Solicitor's Office	Workforce Development Coordinator	Sheriff's Department	DMV Renewal Fees	Victim's Advocate	E-911 Services
\$	171,613	857	200,026	\$	\$	\$
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	2,137	-	-	23,519
	-	-	-	-	-	-
Total Assets	171,613	857	202,163	\$	\$	23,519

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:						
Accounts payable	\$	-	\$	2,053	\$	-
Retainage payable	-	-	-	-	-	3,315
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	30,029	-	22,851
Total Liabilities	-	-	2,053	30,029	30,029	26,166

Deferred inflows of resource

Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-

Fund balances:

Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	200,110	-	-	-
Judicial administration	171,613	-	-	-	-	-
Culture and recreation	-	857	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned						
Health, education and welfare	-	-	-	(30,029)	-	(2,647)
Total Fund Balance	171,613	857	200,110	(30,029)	(30,029)	(2,647)

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$	171,613	857	202,163	\$	\$	23,519
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UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Emergency Telephone System	Decal Processing Fee	Tax Sales Account	US Forestry Fund	Title III National Forest Fund	Transportation Commission
Assets:						
Pooled cash and investments	\$ 21,533	\$ -	\$ 671,842	\$ 10,076	\$ 33,322	\$ 1,018
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ 21,533	\$ -	\$ 671,842	\$ 10,076	\$ 33,322	\$ 1,018
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 2,236	\$ -	\$ -	\$ 1,736	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	2,236	-	-	1,736	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	671,842	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	1,018
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	19,297	-	-	8,340	33,322	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned						
Total Fund Balance	19,297	-	671,842	8,340	33,322	1,018
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 21,533	\$ -	\$ 671,842	\$ 10,076	\$ 33,322	\$ 1,018

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Multicounty Industrial Park	Vehicle Tax Credit	Fireman's Broker /Premium Tax	Higher Education	Special Office Supplies	Tax Increment District
Assets:						
Pooled cash and investments	\$ 792,688	\$ 51,350	\$ -	\$ 102,612	\$ 4,943	\$ -
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	15,806	-	-	19,122	-	-
Due from other governments	-	-	17,665	420	-	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ 808,494	\$ 51,350	\$ 17,665	\$ 122,154	\$ 4,943	\$ -
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ 102,612	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	-	-	-	102,612	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	8,349	-	-
Total Deferred Inflows of Resources	-	-	-	8,349	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	808,494	51,350	-	-	-	-
Assigned						
Public safety and public works	-	-	17,665	-	-	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	11,193	4,943	-
Unassigned						
Total Fund Balance	\$ 808,494	\$ 51,350	\$ 17,665	\$ 11,193	\$ 4,943	\$ -
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 808,494	\$ 51,350	\$ 17,665	\$ 122,154	\$ 4,943	\$ -

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Title IV-D	Monarch Mill Village Sewer	Airport Fuel	Jail Commissary	Wildlife Fines	PARD Grant
	\$ 105,978	\$ -	\$ 69,026	\$ 80,597	\$ -	\$ 4,999
	-	-	-	-	-	-
	-	-	-	-	-	-
	26,049	-	-	-	-	-
	-	-	-	-	-	-
Total Assets	\$ 132,027	\$ 69,026	\$ 80,597	\$ 80,597	\$ -	\$ 4,999

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:						
Accounts payable	\$ -	\$ -	\$ 855	\$ 21,409	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	-	-	855	21,409	-	-

Deferred inflows of resource

Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-

Fund balances:

Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	132,027	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	-	59,188	-	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	68,171	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned						
Health, education and welfare	-	-	-	-	-	4,999
Total Fund Balance	132,027	-	68,171	59,188	-	4,999

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

	\$ 132,027	\$ -	\$ 69,026	\$ 80,597	\$ -	\$ 4,999
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UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Animal Shelter Renovation	Dixie Youth	Electronic Monitoring	FLC Redemption Interest	Industrial Park Infrastructure	Insurance Claims
Assets:						
Pooled cash and investments	\$ 18,529	\$ -	\$ 34,867	\$ 55,820	\$ 130,086	\$ -
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ 18,529	\$ -	\$ 34,867	\$ 55,820	\$ 130,086	\$ -
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ 2,303	\$ -	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total Liabilities	-	-	2,303	-	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	18,529	-	-	-	-	-
Economic development	-	-	-	-	130,086	-
Assigned						
Public safety and public works	-	-	32,564	55,820	-	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned						
Total Fund Balance	18,529	-	32,564	55,820	130,086	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 18,529	\$ -	\$ 34,867	\$ 55,820	\$ 130,086	\$ -

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Litter Enforcement Grant	Palmetto Pride Grant	Recycling Fund	Solid Waste Tire Fee	Fines and Assessments	Detention Center Canteen
\$	4,080	\$ 859	\$ -	\$ -	\$ 51,050	\$ 771
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
Total Assets	4,080	\$ 859	\$ -	\$ -	\$ 51,050	\$ 771

Assets:

- Pooled cash and investments
- Interfund receivable
- Investment in Joint Venture
- Taxes receivable - net
- Due from other governments
- Other receivables

Total Assets

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:

- Accounts payable
- Retainage payable
- Unearned revenue
- Interfund payable

Total Liabilities

Deferred inflows of resource

- Unavailable revenues - property taxes

Total Deferred Inflows of Resources

Fund balances:

Restricted

- Culture and recreation
- Economic development
- Health, education and welfare
- Public safety and public works

Committed

- Public safety and public works
- Economic development

Assigned

- Public safety and public works
- Judicial administration
- Culture and recreation
- Economic development
- Health, education and welfare

Unassigned

Total Fund Balance

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	UTC Funds	Lockhart Trail Phase II	EMS Generator Timken Donation	EMS Grant-in-Aid	Union County Facilities Corporation	Timken Grant - Sheriff's Office
Assets:						
Pooled cash and investments	\$ 156,121	\$ -	\$ -	\$ 11,106	\$ 10,980	\$ -
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	1,736,408	-
Taxes receivable - net	-	-	-	-	-	-
Due from other governments	-	-	-	-	16,000	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ 156,121	\$ -	\$ -	\$ 11,106	\$ 1,763,388	\$ -
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 364,226	\$ -	\$ -	\$ 11,106	\$ -	\$ -
Retainage payable	82,760	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	18,137	-	-	-	-
Total Liabilities	446,986	18,137	-	11,106	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	-	-	1,763,388	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned	(290,865)	(18,137)	-	-	-	-
Total Fund Balance	(290,865)	(18,137)	-	-	1,763,388	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 156,121	\$ -	\$ -	\$ 11,106	\$ 1,763,388	\$ -

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Alcohol and Drug Abuse Grants	Commission on Alcohol and Drug Abuse	Airport Expansion	DNR Registration	EMS Ambulance AFF Grant	Election Activities
Assets:						
Pooled cash and investments	\$ 214,264	\$ 343,820	\$ -	\$ 230	\$ -	\$ 11,493
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-
Due from other governments	102,426	111,271	-	-	-	-
Other receivables	-	-	82,968	-	227,195	-
Total Assets	\$ 316,690	\$ 455,091	\$ 82,968	\$ 230	\$ 227,195	\$ 11,493
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 17,664	\$ -	\$ -	\$ -	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	70,473	-	227,195	-
Total Liabilities	17,664	-	70,473	-	227,195	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	12,495	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	299,026	455,091	-	230	-	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	-	-	-	11,493
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned						
Total Fund Balance	299,026	455,091	12,495	230	-	11,493
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 316,690	\$ 455,091	\$ 82,968	\$ 230	\$ 227,195	\$ 11,493

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	BPV Grant	Carlisle Water Treatment	ARPA Funds	Little League Baseball	Body Worn Cameras Grant	Airport CARES Grant
Assets:						
Pooled cash and investments	\$ -	\$ -	\$ 5,012,349	\$ -	\$ 4,849	\$ 29,000
Interfund receivable	-	-	-	-	-	-
Investment in Joint Venture	-	-	-	-	-	-
Taxes receivable - net	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Total Assets	\$ -	\$ -	\$ 5,012,349	\$ -	\$ 4,849	\$ 29,000
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ 23,820	\$ 37,500	\$ -	\$ -	\$ -
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	4,974,849	-	-	-
Interfund payable	510	32,480	-	-	-	-
Total Liabilities	510	56,300	5,012,349	-	-	-
Deferred inflows of resource						
Unavailable revenues - property taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund balances:						
Restricted						
Culture and recreation	-	-	-	-	-	29,000
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	4,849	-
Public safety and public works	-	-	-	-	-	-
Committed						
Public safety and public works	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Assigned						
Public safety and public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Unassigned	(510)	(56,300)	-	-	-	-
Total Fund Balance	(510)	(56,300)	-	-	4,849	29,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ -	\$ 5,012,349	\$ -	\$ 4,849	\$ 29,000

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET - CONTINUED
SPECIAL REVENUE FUNDS
JUNE 30, 2022

	PPE Grant	Emergency Services Grant	RIF Grant STD	Total Fire Districts	Total Special Revenue Funds
\$	-	\$ -	-	2,962	\$ 18,041,546
	-	-	-	-	128,572
	-	-	-	-	1,736,408
	-	-	-	59,378	578,661
	-	-	-	1,106	342,260
	-	-	-	-	310,163
Total Assets	\$ -	\$ -	\$ -	\$ 63,446	\$ 21,137,610

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities:

Accounts payable	\$ -	\$ -	-	-	\$ 706,270
Retainage payable	-	-	-	-	82,760
Unearned revenue	-	-	-	-	4,974,849
Interfund payable	7,890	9,820	-	162,743	651,426
Total Liabilities	7,890	9,820	-	162,743	6,415,305

Deferred inflows of resource

Unavailable revenues - property taxes	-	-	-	46,648	449,092
Total Deferred Inflows of Resources	-	-	-	46,648	449,092

Fund balances:

Restricted

Culture and recreation	-	-	-	-	8,108,306
Economic development	-	-	-	-	754,117
Health, education and welfare	-	-	-	-	145,791

Committed

Public safety and public works	-	-	-	9,235	67,450
Economic development	-	-	-	-	3,888,160

Assigned

Public safety and public works	-	-	-	-	521,514
Judicial administration	-	-	-	-	234,156
Culture and recreation	-	-	-	-	1,181,745
Economic development	-	-	-	-	857
Health, education and welfare	-	-	-	-	29,052
Unassigned	(7,890)	(9,820)	-	(155,180)	(657,935)
Total Fund Balance	(7,890)	(9,820)	-	(145,945)	14,273,213

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$	-	\$ -	-	\$ 63,446	\$ 21,137,610
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**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	Fireman's Insurance Fund	Economic Development Infrastructure Comm Dev.	School Resource Officer	Union SRT	Unclaimed Funds	Sex Offender Registry
Revenues						
Property taxes	\$ -	\$ 159,721	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	11,850
Licenses and permits	-	-	-	-	-	-
Intergovernmental	40,859	680,426	110,796	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	2,840	-	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	40,859	840,147	110,796	2,840	-	11,850
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	-	167,327	-	-	-	-
Public safety	41,424	-	133,054	2,710	-	6,914
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	41,424	167,327	133,054	2,710	-	6,914
Excess (Deficiency) of Revenues Over Expenditures	(565)	672,820	(22,258)	130	-	4,936
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	3,014,790	-	-	-	-
Transfers in	-	-	-	110	-	-
Transfer out	-	(517,783)	-	-	-	-
Total Other Financing Sources (Uses)	-	2,497,007	-	110	-	-
Net Change in Fund Balances	(565)	3,169,827	(22,258)	240	-	4,936
Fund Balances - Beginning of Year	42,367	2,382,469	-	1,064	971	29,914
Fund Balances - End of Year	\$ 41,802	\$ 5,552,296	\$ (22,258)	\$ 1,304	\$ 971	\$ 34,850

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Hospitality Tax	Sports Complex	Quick Jobs Center	Duke Energy Emergency Services	Road User Fees	Work Release Fees
Revenues						
Property taxes	\$ -	\$ 32,463	\$ 239,826	\$ -	\$ -	\$ -
Other miscellaneous taxes	357,566	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	57,007	120	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	357,566	32,463	239,826	57,007	120	-
Expenditures						
Current:						
General government	16,059	-	-	-	-	-
Economic development	-	-	-	-	-	-
Public safety	-	-	-	73,974	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	256,801	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	16,059	-	256,801	73,974	-	-
Excess (Deficiency) of Revenues Over Expenditures	341,507	32,463	(16,975)	(16,967)	120	-
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfer out	-	-	-	-	(120)	-
Total Other Financing Sources (Uses)	-	-	-	-	(120)	-
Net Change in Fund Balances	341,507	32,463	(16,975)	(16,967)	-	-
Fund Balances - Beginning of Year	738,474	159	29,891	54,776	-	12,401
Fund Balances - End of Year	\$ 1,079,981	\$ 32,622	\$ 12,916	\$ 37,809	\$ -	\$ 12,401

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Solicitor's Office	Workforce Development Coordinator	Sheriff's Department	DMV Renewal Fees	Victim's Advocate	E-911 Services
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	223,200	-	40,231	-	46,950	-
Licenses and permits	-	-	-	422,448	-	-
Intergovernmental	-	-	7,846	-	-	-
Charges for services	-	-	-	-	-	302,555
Investment earnings	-	-	359	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	-	-	40,000	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	223,200	-	88,436	422,448	46,950	302,555
Expenditures						
Current:						
General government	-	-	-	422,448	-	-
Economic development	-	-	-	-	-	-
Public safety	-	-	19,935	-	-	148,029
Public works	-	-	-	-	-	-
Judicial administration	2,175	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	2,175	-	19,935	422,448	-	148,029
Excess (Deficiency) of Revenues Over Expenditures	221,025	-	68,501	-	46,950	154,526
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	31,496	-	-	-
Transfer out	(208,772)	-	-	-	(79,038)	(131,020)
Total Other Financing Sources (Uses)	(208,772)	-	31,496	-	(79,038)	(131,020)
Net Change in Fund Balances	12,253	-	99,997	-	(32,088)	23,506
Fund Balances - Beginning of Year	159,360	857	100,113	-	2,059	(26,153)
Fund Balances - End of Year	\$ 171,613	\$ 857	\$ 200,110	\$ -	\$ (30,029)	\$ (2,647)

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Emergency Telephone System	Decal Processing Fee	Tax Sales Account	US Forestry Fund	Title III National Forest Fund	Transportation Commission
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	21,240	-	-	-	-
Intergovernmental	-	-	-	3,439	-	-
Charges for services	57,916	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	822,349	-	-	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	57,916	21,240	822,349	3,439	-	-
Expenditures						
Current:						
General government	-	9,688	663,281	-	-	-
Economic development	-	-	-	-	-	-
Public safety	62,595	-	-	-	-	-
Public works	-	-	-	1,736	-	713
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	62,595	9,688	663,281	1,736	-	713
Excess (Deficiency) of Revenues Over Expenditures	(4,679)	11,552	159,068	1,703	-	(713)
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfer out	-	(29,001)	-	-	-	-
Total Other Financing Sources (Uses)	-	(29,001)	-	-	-	-
Net Change in Fund Balances	(4,679)	(17,449)	159,068	1,703	-	(713)
Fund Balances - Beginning of Year	23,976	17,449	512,774	6,637	33,322	1,731
Fund Balances - End of Year	\$ 19,297	\$ -	\$ 671,842	\$ 8,340	\$ 33,322	\$ 1,018

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Multicounty Industrial Park	Vehicle Tax Credit	Fireman's Broker Premium Tax	Higher Education	Special Office Supplies	Tax Increment District
Revenues						
Property taxes	\$ 421,431	\$ -	\$ 17,665	\$ 207,901	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	74,218
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	362	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	421,431	-	17,665	207,901	362	74,218
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	97,454	-	-	-	-	74,224
Public safety	-	-	17,421	-	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	222,612	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	97,454	-	17,421	222,612	-	74,224
Excess (Deficiency) of Revenues Over Expenditures	323,977	-	244	(14,711)	362	(6)
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	141,186	-	-	-	-	-
Transfer out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	141,186	-	-	-	-	-
Net Change in Fund Balances	465,163	-	244	(14,711)	362	(6)
Fund Balances - Beginning of Year	343,331	51,350	17,421	25,904	4,581	6
Fund Balances - End of Year	\$ 808,494	\$ 51,350	\$ 17,665	\$ 11,193	\$ 4,943	\$ -

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Title IV-D	Monarch Mill Village Sewer	Airport Fuel	Jail Commissary	Wildlife Fines	PARD Grant
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	5,103	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	133,560	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	107,733	61,846	-	-
Grants	-	10,476	-	-	-	63,560
Contributions	-	-	-	-	-	-
Total Revenue	133,560	10,476	107,733	61,846	5,103	63,560
Expenditures						
Current:						
General government	-	-	77,879	-	5,103	-
Economic development	-	-	-	-	-	-
Public safety	12,177	-	-	55,619	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	20,247
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	3	-	-	-	-
Total Expenditures	12,177	3	77,879	55,619	5,103	20,247
Excess (Deficiency) of Revenues Over Expenditures	121,383	10,473	29,854	6,227	-	43,313
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	15,870
Transfer out	(112,566)	-	-	-	-	-
Total Other Financing Sources (Uses)	(112,566)	-	-	-	-	15,870
Net Change in Fund Balances	8,817	10,473	29,854	6,227	-	59,183
Fund Balances - Beginning of Year	123,210	(10,473)	38,317	52,961	-	(54,184)
Fund Balances - End of Year	\$ 132,027	\$ -	\$ 68,171	\$ 59,188	\$ -	\$ 4,999

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Animal Shelter Renovation	Dixie Youth	Electronic Monitoring	FLC Redemption Interest	Industrial Park Infrastructure	Insurance Claims
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	42,096	-	-
Charges for services	-	12,285	39,911	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Contributions	13,039	-	-	-	-	-
Total Revenue	13,039	12,285	39,911	42,096	-	-
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Public safety	-	-	19,216	5,054	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	12,285	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	743	-	-	-	-	-
Total Expenditures	743	12,285	19,216	5,054	-	-
Excess (Deficiency) of Revenues Over Expenditures	12,296	-	20,695	37,042	-	-
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfer out	-	-	-	-	-	(55,319)
Total Other Financing Sources (Uses)	-	-	-	-	-	(55,319)
Net Change in Fund Balances	12,296	-	20,695	37,042	-	(55,319)
Fund Balances - Beginning of Year	6,233	-	11,869	18,778	130,086	55,319
Fund Balances - End of Year	\$ 18,529	\$ -	\$ 32,564	\$ 55,820	\$ 130,086	\$ -

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Litter Enforcement Grant	Palmetto Pride Grant	Recycling Fund	Solid Waste Tire Fee	Fines and Assessments	Detention Center Canteen
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	303,643	73,386
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	13,508	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	-	-	-	13,508	303,643	73,386
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Public safety	-	-	-	-	-	78,589
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	296,529	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	296,529	78,589
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	13,508	7,114	(5,203)
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	109	-	-	-
Transfer out	-	-	-	(32,210)	-	-
Total Other Financing Sources (Uses)	-	-	109	(32,210)	-	-
Net Change in Fund Balances	-	-	109	(18,702)	7,114	(5,203)
Fund Balances - Beginning of Year	4,080	859	(109)	18,702	43,936	5,974
Fund Balances - End of Year	\$ 4,080	\$ 859	\$ -	\$ -	\$ 51,050	\$ 771

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	UTC Funds	Lockhart Trail Phase II	EMS Generator Timken Donation	EMS Grant-in-Aid	Union County Facilities Corporation	Timken Grant - Sheriff's Office
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	155,000	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	6	-
Grants	-	-	-	7,300	-	-
Contributions	-	-	-	-	-	-
Total Revenue	155,000	-	-	7,300	6	-
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	928,469	-	-	-	(12,816)	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	13,493	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	928,469	-	-	13,493	(12,816)	-
Excess (Deficiency) of Revenues Over Expenditures	(773,469)	-	-	(6,193)	12,822	-
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	180,000	-	-	-	-	-
Transfer out	-	-	(13,145)	-	-	(110)
Total Other Financing Sources (Uses)	180,000	-	(13,145)	-	-	(110)
Net Change in Fund Balances	(593,469)	-	(13,145)	(6,193)	12,822	(110)
Fund Balances - Beginning of Year	302,604	(18,137)	13,145	6,193	1,750,566	110
Fund Balances - End of Year	\$ (290,865)	\$ (18,137)	\$ -	\$ -	\$ 1,763,388	\$ -

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Medical / Educational Building	Monument Drive Blackstock	Lockhart Boat Ramp	Opportunity Zone Credit	Development Board - Duke Energy Grant	FILOT Tax - Community Development
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,833,175
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Total Revenue	-	-	-	-	-	1,833,175
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	-	-	-	3,000	5,365	-
Public safety	196	-	-	-	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	2,957	-	-	-
Health, education and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	196	-	2,957	3,000	5,365	-
Excess (Deficiency) of Revenues Over Expenditures	(196)	-	(2,957)	(3,000)	(5,365)	1,833,175
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Net Change in Fund Balances	(196)	-	(2,957)	(3,000)	(5,365)	1,833,175
Fund Balances - Beginning of Year	8,881	75,455	(63,341)	-	9,195	1,065,055
Fund Balances - End of Year	\$ 8,685	\$ 75,455	\$ (66,298)	\$ (3,000)	\$ 3,830	\$ 2,898,230

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Alcohol and Drug Abuse Grants	Commission on Alcohol and Drug Abuse	Airport Expansion	DNR Registration	EMS Ambulance AFF Grant	Election Activities
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	3,860	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	163,291	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Grants	457,971	470,043	151,877	-	227,195	-
Contributions	-	-	-	-	-	-
Total Revenue	<u>457,971</u>	<u>633,334</u>	<u>151,877</u>	<u>3,860</u>	<u>227,195</u>	<u>-</u>
Expenditures						
Current:						
General government	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	3,750	-	-
Health, education and welfare	231,365	5,543	-	-	110	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	155,780	-	-	-
Total Expenditures	<u>231,365</u>	<u>5,543</u>	<u>155,780</u>	<u>3,750</u>	<u>110</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	226,606	627,791	(3,903)	110	227,085	-
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	(557,899)	-	-	-	-
Transfer out	-	(557,899)	-	-	-	-
Total Other Financing Sources (Uses)						
Net Change in Fund Balances	226,606	69,892	(3,903)	110	227,085	-
Fund Balances - Beginning of Year	72,420	385,199	16,398	120	(227,085)	11,493
Fund Balances - End of Year	<u>\$ 299,026</u>	<u>\$ 455,091</u>	<u>\$ 12,495</u>	<u>\$ 230</u>	<u>\$ -</u>	<u>\$ 11,493</u>

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	BPV Grant	Carlisle Water Treatment	ARPA Funds	Little League Baseball	Body Worn Cameras Grant	Airport CARES Grant
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other miscellaneous taxes	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Miscellaneous	-	-	-	4,550	-	-
Grants	12,500	-	330,964	-	10,067	29,000
Contributions	-	-	-	-	-	-
Total Revenue	<u>12,500</u>	<u>-</u>	<u>330,964</u>	<u>4,550</u>	<u>10,067</u>	<u>29,000</u>
Expenditures						
Current:						
General government	-	-	330,964	-	-	-
Economic development	-	-	-	-	-	-
Public safety	3,022	-	-	-	5,218	-
Public works	-	1,300	-	-	-	-
Judicial administration	-	-	-	-	-	-
Fire protection	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health, education and welfare	-	-	-	4,550	-	-
Debt Service:	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>3,022</u>	<u>1,300</u>	<u>330,964</u>	<u>4,550</u>	<u>5,218</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	9,478	(1,300)	-	-	4,849	29,000
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	9,478	(1,300)	-	-	4,849	29,000
Fund Balances - Beginning of Year	(9,988)	(55,000)	-	-	-	-
Fund Balances - End of Year	<u>\$ (510)</u>	<u>\$ (56,300)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,849</u>	<u>\$ 29,000</u>

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - CONTINUED
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	PPE Grant	Emergency Services Grant	RIF Grant STD	Total Fire Districts	Total Special Revenue Funds
Revenues					
Property taxes	\$ -	\$ -	\$ -	629,299	3,541,481
Other miscellaneous taxes	-	-	-	-	431,784
Fees and fines	-	-	-	-	704,363
Licenses and permits	-	-	-	-	447,548
Intergovernmental	-	-	-	-	1,187,530
Charges for services	-	-	-	-	633,085
Investment earnings	-	-	-	-	359
Miscellaneous	-	-	-	-	999,686
Grants	-	-	400,000	-	2,210,953
Contributions	-	-	-	-	13,039
Total Revenue	-	-	400,000	629,299	10,169,828
Expenditures					
Current:					
General government	-	-	-	-	1,525,422
Economic development	-	-	-	-	1,263,023
Public safety	7,890	9,820	-	-	702,857
Public works	-	-	-	-	3,749
Judicial administration	-	-	-	-	298,704
Fire protection	-	-	-	551,052	564,545
Culture and recreation	-	-	-	-	43,789
Health, education and welfare	-	-	-	-	716,431
Debt Service:					
Principal	-	-	-	28,332	28,332
Interest and other charges	-	-	-	10,638	10,638
Capital Outlay	-	-	400,000	-	556,526
Total Expenditures	7,890	9,820	400,000	590,022	5,714,016
Excess (Deficiency) of Revenues Over Expenditures	(7,890)	(9,820)	-	39,277	4,455,812
Other Financing Sources (Uses)					
Proceeds from sale of capital assets	-	-	-	-	3,014,790
Transfers in	-	-	-	-	368,771
Transfer out	-	-	-	(34,343)	(1,771,326)
Total Other Financing Sources (Uses)	-	-	-	(34,343)	1,612,235
Net Change in Fund Balances	(7,890)	(9,820)	-	4,934	6,068,047
Fund Balances - Beginning of Year	-	-	-	(150,879)	8,205,166
Fund Balances - End of Year	(7,890)	(9,820)	\$ -	(145,945)	\$ 14,273,213

**UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
FIRE DISTRICTS
JUNE 30, 2022**

	Bonham Fire District	Buffalo Fire District	Carlisle Fire District	Cross Keys Fire District	Kelly-Kelton Fire District	Phillipi Fire District	Total
Assets							
Pooled cash and investments	\$ 592	\$ -	\$ 264	\$ 399	\$ 1,320	\$ 387	\$ 2,962
Taxes receivable - net	35,478	9,629	1,259	1,785	10,010	1,217	59,378
Due from other governments	374	432	82	76	106	36	1,106
Total Assets	\$ 36,444	\$ 10,061	\$ 1,605	\$ 2,260	\$ 11,436	\$ 1,640	\$ 63,446
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Interfund payable	\$ 128,572	\$ 34,171	\$ -	\$ -	\$ -	\$ -	\$ 162,743
Total Liabilities	128,572	34,171	-	-	-	-	162,743
Deferred Inflows of Resources:							
Unavailable revenues - property taxes	34,124	4,818	339	765	6,520	82	46,648
Total Deferred Inflows of Resources	34,124	4,818	339	765	6,520	82	46,648
Fund Balances:							
Committed							
Public safety	-	-	1,266	1,495	4,916	1,558	9,235
Unassigned	(126,252)	(28,928)	-	-	-	-	(155,180)
Total Fund Balance	(126,252)	(28,928)	1,266	1,495	4,916	1,558	(145,945)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 36,444	\$ 10,061	\$ 1,605	\$ 2,260	\$ 11,436	\$ 1,640	\$ 63,446

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FIRE DISTRICTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Bonham Fire District	Buffalo Fire District	Carlisle Fire District	Cross Keys Fire District	Kelly-Kelton Fire District	Phillipi Fire District	Total
Revenues							
Property taxes	\$ 310,286	\$ 174,150	\$ 28,446	\$ 40,650	\$ 55,623	\$ 20,144	\$ 629,299
Total Revenues	<u>310,286</u>	<u>174,150</u>	<u>28,446</u>	<u>40,650</u>	<u>55,623</u>	<u>20,144</u>	<u>629,299</u>
Expenditures							
Current:							
Fire protection	303,289	88,304	31,696	43,300	62,016	22,447	551,052
Debt Service:							
Principal	-	28,332	-	-	-	-	28,332
Interest and other charges	-	10,638	-	-	-	-	10,638
Total Expenditures	<u>303,289</u>	<u>127,274</u>	<u>31,696</u>	<u>43,300</u>	<u>62,016</u>	<u>22,447</u>	<u>590,022</u>
Excess (Deficiency) of Revenues Over Expenditures	6,997	46,876	(3,250)	(2,650)	(6,393)	(2,303)	39,277
Other Financing Sources (Uses)							
Transfers out	-	(34,343)	-	-	-	-	(34,343)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(34,343)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(34,343)</u>
Net Change in Fund Balances	6,997	12,533	(3,250)	(2,650)	(6,393)	(2,303)	4,934
Fund Balances - Beginning of Year	(133,249)	(41,461)	4,516	4,145	11,309	3,861	(150,879)
Fund Balances - End of Year	<u>\$ (126,252)</u>	<u>\$ (28,928)</u>	<u>\$ 1,266</u>	<u>\$ 1,495</u>	<u>\$ 4,916</u>	<u>\$ 1,558</u>	<u>\$ (145,945)</u>

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
JUNE 30, 2022

	2011 GO Bonds	2016A Refunding GO Bonds	2016B GO Bonds	Carlisle Fire District Bond	Kelly-Kelton Fire District Bond	Bonham Fire District Bond	Other Debt Service	Total Debt Service Funds
Assets:								
Pooled cash and investments	\$ 92,533	\$ 241,741	\$ 360,440	\$ 48,790	\$ 25,266	\$ -	\$ 2,731	\$ 771,501
Taxes receivable - net	8,156	17,384	36,118	1,215	4,324	5,249	-	72,446
Due from other governments	-	452	985	27	-	-	-	1,464
Total Assets	\$ 100,689	\$ 259,577	\$ 397,543	\$ 50,032	\$ 29,590	\$ 5,249	\$ 2,731	\$ 845,411
Liabilities, Deferred Inflows of Resources, and Fund Balances								
Liabilities:								
Interfund payables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108	\$ -	\$ 108
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108	\$ -	\$ 108
Deferred Inflows of Resources								
Unavailable revenues - property taxes	4,026	7,633	14,918	325	2,522	4,895	-	34,319
Total Deferred Inflows of Resources	4,026	7,633	14,918	325	2,522	4,895	-	34,319
Fund balances:								
Restricted								
Debt service	96,663	251,944	382,625	49,707	27,068	246	2,731	810,984
Total Fund Balance	96,663	251,944	382,625	49,707	27,068	246	2,731	810,984
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 100,689	\$ 259,577	\$ 397,543	\$ 50,032	\$ 29,590	\$ 5,249	\$ 2,731	\$ 845,411

UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	2011 GO Bonds	2016A and 2021 GO Bonds	2016B GO Bonds	Carlisle Fire District Bond	Kelly-Kelton Fire District Bond	Bonham Fire District Bond	Other Debt Service	Total Debt Service Funds
Revenues								
Property taxes	\$ 96,282	\$ 180,577	\$ 393,120	\$ 27,261	\$ 27,997	\$ 43,023	\$ 12	\$ 768,272
Total Revenue	<u>96,282</u>	<u>180,577</u>	<u>393,120</u>	<u>27,261</u>	<u>27,997</u>	<u>43,023</u>	<u>12</u>	<u>768,272</u>
Expenditures								
Debt Service:								
Principal	-	213,000	370,000	24,586	16,151	24,332	-	648,069
Interest and other charges	-	42,687	27,132	9,454	3,769	13,223	-	96,265
Total Expenditures	<u>-</u>	<u>255,687</u>	<u>397,132</u>	<u>34,040</u>	<u>19,920</u>	<u>37,555</u>	<u>-</u>	<u>744,334</u>
Excess (Deficiency) of Revenues Over Expenditures	96,282	(75,110)	(4,012)	(6,779)	8,077	5,468	12	23,938
Net Change in Fund Balances	96,282	(75,110)	(4,012)	(6,779)	8,077	5,468	12	23,938
Fund Balances - Beginning of Year	381	327,054	386,637	56,486	18,991	(5,222)	2,719	787,046
Fund Balances - End of Year	<u>\$ 96,663</u>	<u>\$ 251,944</u>	<u>\$ 382,625</u>	<u>\$ 49,707</u>	<u>\$ 27,068</u>	<u>\$ 246</u>	<u>\$ 2,731</u>	<u>\$ 810,984</u>

UNION COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	Economic Development Board	Forestry Funds County Roads	Lockhart Water/Sewer System	Stadium Improvements	Stadium Renovation - School	Timken Sports Complex Capital Improvements	2021 GO Bonds	Total Capital Projects Funds
Assets:								
Pooled cash and investments	\$ 296,658	\$ 16,621	\$ 2,762	\$ 3,761	\$ 260,484	\$ 52,715	\$ 2,115,361	\$ 2,748,362
Taxes receivable - net	8,875	-	-	-	-	-	-	8,875
Due from other governments	194	-	-	-	-	-	-	194
Total Assets	\$ 305,727	\$ 16,621	\$ 2,762	\$ 3,761	\$ 260,484	\$ 52,715	\$ 2,115,361	\$ 2,757,431
Liabilities, Deferred Inflows of Resources, and Fund Balances								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,231	\$ 27,231
Retainage Payable	-	-	-	-	-	-	55,621	55,621
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 82,852	\$ 82,852
Deferred Inflows of Resources:								
Unavailable revenues - property taxes	3,907	-	-	-	-	-	-	3,907
Total Deferred Inflows of Resources	3,907	-	-	-	-	-	-	3,907
Fund Balances:								
Restricted								
Capital projects	-	-	-	-	-	-	2,032,509	2,032,509
Assigned								
Capital projects	301,820	16,621	2,762	3,761	260,484	52,715	-	638,163
Total Fund Balance	301,820	16,621	2,762	3,761	260,484	52,715	2,032,509	2,670,672
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 305,727	\$ 16,621	\$ 2,762	\$ 3,761	\$ 260,484	\$ 52,715	\$ 2,115,361	\$ 2,757,431

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 EXPENDITURES, AND CHANGES IN FUND BALANCE
 CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	Economic Development Board	Forestry Funds County Roads	Lockhart Water/Sewer System	Stadium Improvements	Stadium Renovation - School	Timken Sports Complex Capital Improvements	2021 GO Bonds	Total Capital Projects Funds
Revenues								
Property taxes	\$ 95,926	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 95,926
Intergovernmental	-	-	-	3,054	-	7,250	-	10,304
Miscellaneous	-	130	-	-	91,107	-	232,778	324,015
Total Revenues	<u>95,926</u>	<u>130</u>	<u>-</u>	<u>3,054</u>	<u>91,107</u>	<u>7,250</u>	<u>232,778</u>	<u>430,245</u>
Expenditures								
Capital Outlay	-	-	-	1,487	-	75,362	1,516,123	1,592,972
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,487</u>	<u>-</u>	<u>75,362</u>	<u>1,516,123</u>	<u>1,592,972</u>
Excess (Deficiency) of Revenues Over Expenditures	95,926	130	-	1,567	91,107	(68,112)	(1,283,345)	(1,162,727)
Other Financing Sources (Uses)								
Proceeds from long-term debt, net Transfers out	(80,301)	-	-	-	-	-	3,500,000	3,500,000
Total Other Financing Sources	<u>(80,301)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(141,186)</u>	<u>(221,487)</u>
Net Change in Fund Balances	15,625	130	-	1,567	91,107	(68,112)	2,075,469	2,115,786
Fund Balances - Beginning of Year, as adjusted	286,195	16,491	2,762	2,194	169,377	120,827	(42,960)	554,886
Fund Balances - End of Year	<u>\$ 301,820</u>	<u>\$ 16,621</u>	<u>\$ 2,762</u>	<u>\$ 3,761</u>	<u>\$ 260,484</u>	<u>\$ 52,715</u>	<u>\$ 2,032,509</u>	<u>\$ 2,670,672</u>

**UNION COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022**

	Clerk of Court	Magistrate	Union County			Delinquent Tax	Hope Hospital
			School District	Fire Districts			
Assets							
Cash and cash equivalents	\$ 227,778	\$ 15,722	\$ 3,545,640	\$ 37,642	\$ 132,277	\$ 3,185	
Taxes receivable - net	-	-	1,289,725	52,679	-	-	
Due from other governments	-	-	29,010	977	-	-	
Total Assets	227,778	15,722	4,864,375	91,298	132,277	3,185	
Deferred Inflows of Resources							
Unavailable revenues - property taxes	-	-	588,230	11,759	-	-	
Total Deferred Inflows of Resources	-	-	588,230	11,759	-	-	
Net Position							
Restricted for:							
Individuals, organizations, and other governments	227,778	15,722	4,276,145	79,539	132,277	3,185	
Total Net Position	\$ 227,778	\$ 15,722	\$ 4,276,145	\$ 79,539	\$ 132,277	\$ 3,185	

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - CONTINUED
 CUSTODIAL FUNDS
 JUNE 30, 2022

	Timken Sports Complex	Veteran's Park	Wallace Thompson Hospital	City of Union FILOT	Detention Center - Inmate Funds	Total
Assets						
Cash and cash equivalents	\$ 14,063	\$ 524	\$ 68,136	\$ 1,634	\$ 149,407	\$ 4,196,008
Taxes receivable - net	-	3,702	-	-	-	1,346,106
Due from other governments	-	81	-	-	-	30,068
Total Assets	14,063	4,307	68,136	1,634	149,407	5,572,182
Deferred Inflows of Resources						
Unavailable revenues - property taxes	-	1,619	-	-	-	601,608
Total Deferred Inflows of Resources	-	1,619	-	-	-	601,608
Net Position						
Restricted for:						
Individuals, organizations, and other governments	14,063	2,688	68,136	1,634	149,407	4,970,574
Total Net Position	\$ 14,063	\$ 2,688	\$ 68,136	\$ 1,634	\$ 149,407	\$ 4,970,574

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF CHANGES IN
 FIDUCIARY NET POSITION - CUSTODIAL FUNDS
 JUNE 30, 2022

	Clerk of Court	Magistrate	Union County School District	Fire Districts	Delinquent Tax	Hope Hospital
Additions						
Child support remittances	\$ 265,369	\$ -	\$ -	\$ -	\$ -	\$ -
Court ordered escrow from other entities/individuals	30,060	10,400	-	-	-	-
Fines, costs, and penalties on taxes	534,695	340,372	-	-	-	-
General property tax	-	-	17,072,633	581,896	4,040,949	-
Interest income	208	2	-	-	165	-
Miscellaneous	-	-	-	-	-	-
Taxes and fees from state	-	-	22,512,989	-	-	-
Receipts from other entities	-	-	12,933,663	-	722,507	-
Total Additions	830,332	350,774	52,519,285	581,896	4,763,621	-
Deductions						
Administrative expense	-	-	-	-	15,162	-
Beneficiary payments to individuals	275,772	1,340	-	-	-	-
Payments to other entities/individuals	571,326	349,300	52,822,601	603,585	5,031,876	-
Total Deductions	847,098	350,640	52,822,601	603,585	5,047,038	-
Change in Net Position	(16,766)	134	(303,316)	(21,689)	(283,417)	-
Net Position - Beginning	244,544	15,588	4,579,461	101,228	415,694	3,185
Net Position - Ending	\$ 227,778	\$ 15,722	\$ 4,276,145	\$ 79,539	\$ 132,277	\$ 3,185

UNION COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF CHANGES IN
 FIDUCIARY NET POSITION - CUSTODIAL FUNDS - CONTINUED
 JUNE 30, 2022

	Timken Sports Complex	Veteran's Park	Wallace Thompson Hospital	City of Union FILOT	Detention Center - Inmate Funds	Total
Additions						
Child support remittances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 265,369
Court ordered escrow from other entities/individuals	-	-	-	-	-	40,460
Fines, costs, and penalties on taxes	-	-	-	-	-	875,067
General property tax	-	40,461	-	6,262	-	21,742,201
Interest income	-	-	-	-	-	375
Miscellaneous	-	-	-	-	95,812	95,812
Taxes and fees from state	-	-	-	-	-	22,512,989
Receipts from other entities	171,981	-	-	-	-	13,828,151
Total Additions	<u>171,981</u>	<u>40,461</u>	<u>-</u>	<u>6,262</u>	<u>95,812</u>	<u>59,360,424</u>
Deductions						
Administrative expense	-	-	-	-	-	15,162
Beneficiary payments to individuals	-	-	-	-	-	277,112
Payments to other entities/individuals	171,352	80,667	-	6,262	56,873	59,693,842
Total Deductions	<u>171,352</u>	<u>80,667</u>	<u>-</u>	<u>6,262</u>	<u>56,873</u>	<u>59,986,116</u>
Change in Net Position	629	(40,206)	-	-	38,939	(625,692)
Net Position - Beginning	13,434	42,894	68,136	1,634	110,468	5,596,266
Net Position - Ending	<u>\$ 14,063</u>	<u>\$ 2,688</u>	<u>\$ 68,136</u>	<u>\$ 1,634</u>	<u>\$ 149,407</u>	<u>\$ 4,970,574</u>

UNION COUNTY
SUMMARY SCHEDULE OF COURT FINES, ASSESSMENTS, AND SURCHARGES
FOR THE YEAR ENDED JUNE 30, 2022

	Total Collections	Amount Retained by County Treasurer	Amount Remitted to State Treasurer	Amount Allocated to Victims' Services
Clerk of Court:				
Fines and fees	\$ 129,496	\$ 21,369	\$ 108,127	\$ -
Assessments	5,631	1,981	3,651	1,981
Surcharges	14,699	8,179	6,520	8,179
	<u>\$ 149,826</u>	<u>\$ 31,529</u>	<u>\$ 118,298</u>	<u>\$ 10,160</u>
 Magistrates Court:				
Fines and fees	\$ 142,661	\$ 140,266	\$ 2,396	\$ -
Assessments	127,953	11,553	116,400	11,553
Surcharges	57,948	8,288	49,660	8,288
	<u>\$ 328,562</u>	<u>\$ 160,107</u>	<u>\$ 168,456</u>	<u>\$ 19,841</u>
 Victim's Advocate				
Amount reserved for victim's advocate, beginning of year				\$ 2,057
Prior period adjustment				
Plus: Amounts collected and allocated for Victim's Advocate				
Amounts from Clerk of Court and Magistrate			\$ 30,001	
Municipal courts			12,966	
			<u>42,967</u>	
Less: Amounts spent for victim's advocate				
from assessments and surcharges:				
Salaries and benefits			65,176	
Operating expenditures			5,486	
			<u>(70,662)</u>	
Amount reserved for victim's advocate, end of year				<u>\$ (25,638)</u>