

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2019



ANDERSON COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2019

Prepared by the Finance Department

ANDERSON COUNTY, SOUTH CAROLINA

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INTRODUCTORY SECTION



December 19, 2019

To the Honorable Members of County Council and the Citizens
of Anderson County, South Carolina:

Tommy Dunn
Chairman
Council District 5

Ray Graham
Vice Chairman
Council District 3

Craig Wooten
Council District 1

Gracie S. Floyd
Council District 2

Brett Sanders
Council District 4

Jimmy Davis
Council District 6

M. Cindy Wilson
Council District 7

Lacey Croegaert
Clerk to Council

Rusty Burns
County Administrator

State law requires that every general-purpose local government publish within six months of the close of the fiscal year a complete set of audited financial statements. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Anderson County, South Carolina for the fiscal year ended June 30, 2019.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Greene Finney, LLP, a firm of licensed certified public accountants, has issued an unmodified opinion on Anderson County's financial statements for the year ended June 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Profile of Anderson County

Anderson County, incorporated in 1826, is located in the northwest corner of the State of South Carolina on the Piedmont Plateau and contains 497,280 acres or approximately 777 square miles, and serves a population of approximately 200,000.

Anderson County operates under the council-administrator form of government with council members elected for two-year terms in each of the seven single member districts. Policy-making and legislative authority are vested in a governing council consisting of seven members. The governing council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the government's administrator. The government's administrator is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the department heads. Anderson County is empowered to levy a property tax on both real and personal properties located within its boundaries.

ADMINISTRATION DIVISION

Rusty Burns | County Administrator

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Historic Courthouse | 101 South Main Street, Anderson SC 29624
PO Box 8002, Anderson, South Carolina 29622-8002 | www.andersoncountysc.org

Anderson County provides a full range of services, including law enforcement and public safety protection (including a detention center); the construction and maintenance of highways, streets, and other infrastructure; economic development; a regional airport, and recreational activities and cultural events. Certain environmental services, sewer, stormwater, and solid waste operations are proprietary funds of the County. Anderson County also is financially accountable for a legally separate public library, which is reported separately within the Anderson County financial statements as a component unit. Additional information on this legally separate entity can be found in Note 1 in the notes to the financial statements.

The annual budget serves as the foundation for Anderson County's financial planning and control. Budgets are adopted annually for the General Fund, the three proprietary funds, and most special revenue and debt service funds. All departments and agencies of Anderson County are required to submit requests for appropriation to the government's administrator on or before March 1 of each year. The government's administrator uses these requests as the starting point for developing a proposed budget. The government's administrator then presents this proposed budget to the council for review. The council is required to hold a public hearing on the proposed budget and to adopt a final budget no later than June 30, the close of Anderson County's fiscal year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., detention center). The Administrator may approve changes in a department budget from one line item to another in an amount up to and including \$10,000 at any one time; provided, however, the total department budget shall not increase, no new positions may be created, or capital expenses, may be accomplished by such a transfer without County Council approval. No transfer for any one type of good or services may be subdivided, split or "stacked" for purposes of evading the requirements of this section.

Aggregate transfers within the fiscal year within a department which exceed \$20,000 shall require County Council approval thereafter. All transfers shall be included in the "Administrator's Report" section of the County Council agenda for Council's review prior to the time the transfers are entered into the General Ledger. At any time in which the total appropriations will be exceeded, County Council must take a vote. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For governmental funds, including the general fund, with appropriated annual budgets, this comparison is presented in the required supplementary information section of this report, Exhibit B-1 through Exhibit B-4, and the supplementary information section, Exhibit B-11 and B-13.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Anderson County operates.

Local economy. The County is ideally located on the busy Interstate 85 corridor that typically contributes to the economic growth of the upstate region. It is situated halfway between Atlanta, Georgia and Charlotte, North Carolina. It is bounded by Pickens County to the north and the State of Georgia to the west. The County is located two hours from the Appalachian and Great Smoky Mountains and four hours from the beaches of the SC coastline. Business leaders and development officials in Anderson County have taken advantage of this ideal location and visible progress in prior years is the result.

Anderson County is a major contributor to the success of the Upstate. Anderson offers all of the basics upon which to build a thriving economy, including affordable land, a good transportation system, infrastructure, and a large number of recreational amenities. The communities in

Anderson County offer the feel of small-town living with the attractions and business opportunities of larger cities such as Greenville and Spartanburg only a short drive away.

More than 200 major manufacturers and 23 international companies are located in the county. The top major industries in Anderson include metal products, industrial machinery, plastics, publishing and textiles.

Two industries that many times interconnect are the plastic and automotive sectors. There are more than 27 BMW suppliers in the Upstate – which is recognized internationally as an automotive supplier hub. The plastics industry has a strong presence in the Upstate with 244 plastics companies located within the 10 counties of the northwest corner of SC. Anderson in particular, has 11 automotive suppliers and is a major player in the plastics industry, with 27 plastics companies located in the county.

Anderson's economy is also dependent upon the strong trade and tourism of the area. Our location and regional appeal attracts shoppers from at least nine counties in South Carolina and Georgia helping to total nearly \$1.8 billion in sales each year. The retail market has remained fairly consistent in spite of the national economy.

The healthy tourism industry and high quality of life in Anderson are due to the area's abundant recreational offerings. Anderson County is home to 55,950-acre Lake Hartwell, a U.S. Corps of Engineers lake with nearly 1,000 miles of shoreline for residential and recreational use. There are numerous historic areas, cultural facilities, and special events that draw county residents and thousands of out-of-town visitors. Nearby Clemson University provides first-class sports, classes, exhibits, concerts, and lectures. Several thousand fans utilize hotels, motels, and restaurants each fall as they attend football games at Clemson University. During these six or seven weekends per year, visitors pump hundreds of thousands of dollars into the local economy.

Our area has also seen changes in the banking industry. Nearby Greenville has become South Carolina's largest banking center. Branches in Anderson include BB&T, TD Bank, First Citizens, Regions Bank, Suntrust Bank, and Wells Fargo. Local banks include Bank of Anderson and People's Bank. An increased level of services has become available to both businesses and residents due to the growth of the Upstate banking industry. International banking and wider investment options are just two examples of this trend.

The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of South Carolina. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations. It is also subject to changes in investment earnings and asset values associated with U.S. Treasury Securities because of actions by foreign government and other holders of publicly held U.S. Treasury Securities.

The economic progress of Anderson County, past and present, along with the large variety of social amenities, provides a solid foundation for future growth. Anderson County hopes to continue to play a major part in future economic growth of the Upstate.

Long-term financial planning. Management continues to plan for capital improvements. Management received grant funds and rehabilitated runway 5-23 due to it exhibiting severe transverse cracking and the County is also building a new terminal to accommodate users of Anderson Regional Airport. Management's plans call for the facility to become profitable.

Another major concern for Anderson County is infrastructure with managed growth the objective. The County has successfully negotiated three low-interest loans from the State Budget and Control Board to finance sewer construction. It is anticipated that user fees will increase on

industry since a large portion of the sewer plan is for growth to encourage industry to locate in Anderson County which will help pay for the construction of new infrastructure. Also, roads and bridges continue to be high on management's list of priorities. Utilization of gas tax revenue from the state has assisted in improvements in this area as well as the County's infrastructure fund and usage of general fund balance.

The County plans to place greater emphasis on tourism and recreation. This is evidenced by emphasis being placed on updating the Recreation Master Plan. It is hoped that the County's efforts will provide a level of park and recreation facilities that meets or exceeds the nationally recommended standards for our population. Cooperation with all appropriate public and private agencies, individuals, and organizations will enrich this effort. The County received \$1.5 million in PCB settlement funds that was used to construct a landing at Green Pond to encourage utilization of Lake Hartwell. Phase one of this project is complete and has already resulted in the County hosting numerous fishing tournaments. The County has received an additional \$632,000 in PCB funding, \$650,000 from the federal government, and \$325,000 from the state government for phase two of Green Pond Landing Event Center construction and is attempting to use it as matching for grant funds in order to maximize the project.

Due to the national, state and local economies, the County plans to maintain sound financial management by monitoring spending and seeking alternative sources of revenue such as new grant funding.

The County's Economic Development Division strives to diversify the local area economy by attempting to attract varied companies. Textiles, automotive and plastics industries, and metal fabrication have typically dominated the upstate region in job opportunities. Arthrex, Inc., a global orthopedic medical device company plans to invest \$69 million and create 1,000 jobs at the Anderson County Technology and Manufacturing Center in Sandy Springs.

The County continues to focus on existing industries already located in the area. The Economic Development Office announced projected capital investment of \$85.1 million by Techtronics Industries North America (TTI) who is a world-class leader in design, manufacturing and marketing of Power Tools, Outdoor Power Equipment, and Floor Care and Appliances for consumers, professional and industrial users in the home improvement, repair and construction industries. This expansion is expected to add 216 new jobs once the addition is completed.

As we continue our efforts to diversify the local area economy, the County is also in the process of implementing a multi-year capital improvement plan that will match existing and future capital needs with available financing.

Relevant financial policies. The primary financial policy of the County that guides the budget process is the requirement to maintain two to six months of expenditures in unassigned fund balance. The FY 20 operating and capital budget provides for three months of unassigned fund balance. In addition, the uncertainty of the Local Government Fund from the State of South Carolina necessarily dictates that the County is conservative in increasing its budget without too much reliance on this state aid.

Investment policies dictate what the Treasurer can invest idle funds in order to gain additional investment income. In addition, statutes established by the State of South Carolina allow the County to invest in certain investments as itemized in footnote one to the financial statements.

Major initiatives. Major initiatives include:

- Exploring possibility of a stormwater fee in order to make it a self-sustaining operation.


- Continuing to ascertain the most efficient and effective method to provide EMS and dispatch services to the Anderson County community.
- Consolidation and emphasis on Information Technology related to personnel and software.

Awards and Acknowledgements


The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Anderson County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2018. This was the twenty first consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, Anderson County published an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the administration and governing council for their unfailing support for maintaining the highest standards of professionalism in the management of Anderson County's finances.

Respectively Submitted,



Rusty Burns
County Administrator



Rita Davis
Chief Financial Officer

ANDERSON COUNTY, SOUTH CAROLINA
PRINCIPAL OFFICERS
June 30, 2019

Members of County Council

Craig Wooten - District 1
Gracie S. Floyd - District 2
Ray Graham, Vice-Chairman - District 3
Tom Allen - District 4
Tommy Dunn, Chairman - District 5
Ken Waters - District 6
M. Cindy Wilson - District 7

Elected Officials

Jason Phillips, Treasurer
Jacky Hunter, Auditor
Richard Shirley, Clerk of Court
Chad McBride, Sheriff
Greg Shore, Coroner
Martha Newton, Probate Judge
David Wagner, Solicitor

Appointed Officials

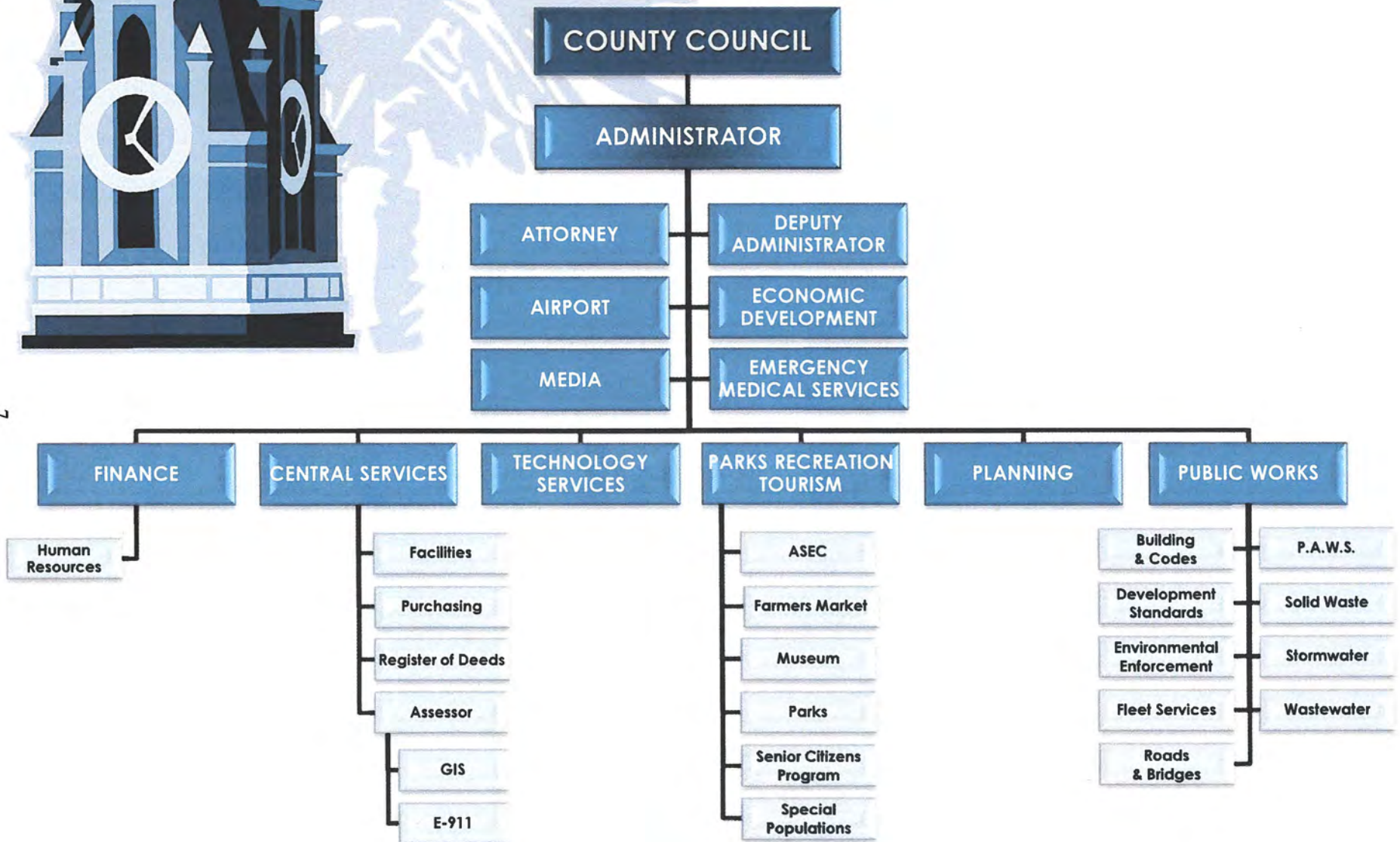
Samuel Lewis, Veteran Affairs
Judge Linda Dudley-Graham, Chief Magistrate
Katy Smith, Registration & Elections
Jennifer Johnson, Public Defender

Key Staff

Rusty Burns, County Administrator
Leon Harmon, County Attorney
Holt Hopkins, Planning & Public Works Division
Glenn Brill, Parks, Recreation & Tourism Division
Robert Carroll, Central Administrative Services Division
Burriss Nelson, Economic Development Division
Dr. Kim Sanders, Animal Shelter
Steve Kelly, EMS
Director David Baker, Emergency Preparedness
Dava Singleton, Human Resources
Rita Davis, Chief Financial Officer

ANDERSON COUNTY

SOUTH CAROLINA





Government Finance Officers Association

**Certificate of
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for Excellence
in Financial
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**County of Anderson
South Carolina**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



Greene Finney, LLP

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

INDEPENDENT AUDITOR'S REPORT

The Members of County Council
Anderson County
Anderson, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Anderson County, South Carolina (the "County"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Anderson County, South Carolina, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The supplementary information, the introductory section, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2019 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Greene Finney, LLP
Mauldin, South Carolina
December 19, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis of Anderson County's financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2019. The intent of this discussion and analysis is to look at the County's financial performance as a whole, with an emphasis on the Primary Government, which excludes the County's discretely presented component (the Anderson County Library). Readers should also review the transmittal letter, the financial statements, and the notes to the financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

- The assets and deferred outflows of resources of Anderson County exceeded its liabilities and deferred inflows of resources at June 30, 2019 by \$168,611,547 (*net position*). Of this amount, \$181,984,841 is invested in capital assets, net of related debt, \$41,986,144 is restricted for debt service and other purposes, and \$55,359,438 is unrestricted deficit in net position.
- The County's total net position increased \$3,089,373 over the course of this year's operations, or 1.9%. This compares favorably to the prior year decrease of \$2,022,885. Net position of our governmental activities increased \$776,620, or .6%, whereas there was a decrease of \$5,322,262, or 4.2% in FY 18. The net position of the business-type activities increased \$2,312,753 or 5.2%, whereas there was an increase in FY 18 of \$3,299,377 or 8.0%.
- At the close of the current fiscal year, Anderson County's governmental funds reported combined fund balances of \$65,739,253, an increase of \$11,068,781 or 20.2%. Approximately 24.7% of this amount (\$16,236,736) is available for spending at the government's discretion (unassigned fund balances).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$16,548,488 or approximately 23.2% of total general fund expenditures, including transfers out.
- The total long-term liabilities of the governmental-type activities increased by \$13,175,615 (12.4%). The primary reason for this increase was the issuance of a note payable for \$5,350,000 and a special source revenue bond for \$11,208,000 (of which \$2,400,000 was used to refund four existing special source revenue bonds that were outstanding). The total long-term liabilities of the business-type activities increased \$1,158,578 (3.1%) primarily as a result of issuance of a \$2,789,000 Solid Waste revenue bond.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements.

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

The *statement of net position* presents financial information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise

to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., unused vacation leave).

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, highways and streets, economic development, health and welfare, culture and recreation, and education and training. The business-type activities of the County include operations of the sewer system, stormwater, and the solid waste landfill and convenience centers. In addition, the County became self-insured for health insurance and this necessitated the creation of an internal service fund that is reflected on the proprietary fund statements.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate library system for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 21-22 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The 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 three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirement.

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

The County maintains forty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the special revenue funds (35), debt service funds (6), and capital projects funds (6). Only the general fund is considered a major fund; data from the other forty-seven governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The County adopts an annual appropriated budget for its governmental funds. Budgetary comparison statements have been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 23-26 of this report.

Proprietary Funds. The County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its sewer, stormwater, and solid waste operations. The County also maintains the other type of proprietary fund, an internal service fund, to account for its health benefit plans.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sewer and solid waste funds which are considered major funds. Separate information is included for the County's only nonmajor proprietary fund, Stormwater. In addition, the County's one internal service fund is presented.

The basic proprietary fund financial statements can be found on pages 27-31 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The County maintains one type of fiduciary fund. The *Agency fund* reports resources held by the County in a custodial capacity for individuals, private organizations, and other governments.

The fiduciary fund financial statements can be found on page 32 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33-70 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the County's general fund budgeted versus actual revenue and expenditures and the County's progress in funding its obligation to provide OPEB and retirement benefits to its employees. Required supplementary information can be found on pages 71-82 of this report.

The combining statements and individual fund statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information as *supplementary information*. In addition, a statement of changes in assets and liabilities for the agency funds is presented. State law requires that Clerk of Court and Magistrate fines and fees be presented as supplementary information. Supplementary information can be found on pages 83-122 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$168,611,547 at the close of the most recent fiscal year as noted below.

Anderson County's Net Position

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Assets						
Current and other assets	\$ 83,184,188	\$ 65,660,572	\$ 22,107,502	\$ 17,643,372	\$ 105,291,690	\$ 83,303,944
Capital assets (net)	156,768,159	154,784,580	62,649,801	64,067,584	219,417,960	218,852,164
Total assets	239,952,347	220,445,152	84,757,303	81,710,956	324,709,650	302,156,108
Deferred Outflows of Resources						
Deferred refunding charges	330,290	396,348	2,047,324	2,159,507	2,377,614	2,555,855
Deferred pension & OPEB charges	15,859,214	15,096,506	810,218	785,752	16,669,432	15,882,258
Total deferred outflow of resources	16,189,504	15,492,854	2,857,542	2,945,259	19,047,046	18,438,113
Liabilities						
Other liabilities	13,794,209	7,629,293	1,958,628	2,500,574	15,752,837	10,129,867
Net pension liability	79,830,940	75,835,650	4,895,301	4,519,562	84,726,241	80,355,212
Net OPEB liability	9,097,001	8,836,144	633,872	616,410	9,730,873	9,452,554
Long-term liabilities	30,240,769	21,321,301	33,260,434	32,490,069	63,501,203	53,811,370
Total liabilities	132,962,919	113,622,388	40,748,235	40,126,615	173,711,154	153,749,003
Deferred Inflows of Resources						
Deferred pension credits	934,419	1,085,419	59,535	51,191	993,954	1,136,610
Deferred OPEB changes in assumptions	412,421	174,727	27,620	11,707	440,041	186,434
Total deferred inflows of resources	1,346,840	1,260,146	87,155	62,898	1,433,995	1,323,044
Net Position						
Net investment in capital assets	145,492,994	137,919,815	36,491,847	36,007,135	181,984,841	173,926,950
Restricted	39,053,356	27,734,691	2,932,788	2,925,651	41,986,144	30,660,342
Unrestricted	(62,714,258)	(44,599,034)	7,354,820	5,533,916	(55,359,438)	(39,065,118)
Total net position	\$ 121,832,092	\$ 121,055,472	\$ 46,779,455	\$ 44,466,702	\$ 168,611,547	\$ 165,522,174

By far the largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, infrastructure, and capacity), less any related outstanding debt that was used to acquire those assets, of \$181,984,841. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position represents resources that are subject to external restrictions on how they may be used. The net unrestricted deficit of \$55,359,438 represents the amount that liabilities and deferred inflows of resources exceed assets and deferred outflows of resources and net investment in capital assets and restricted net position.

The County's overall net position increased \$3,089,373 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues						
Program revenues						
Charges for services	\$ 14,588,533	\$ 12,111,992	\$ 15,223,744	\$ 14,559,250	\$ 29,812,277	\$ 26,671,242
Operating grants & contributions	16,888,440	8,176,673	-	-	16,888,440	8,176,673
Capital grants & contributions	12,073,884	18,269,901	1,238,760	1,203,674	13,312,644	19,473,575
General revenues						
Property taxes & FILOT	72,207,731	67,882,993	1,865,562	1,791,113	74,073,293	69,674,106
Intergovernmental	11,104,620	10,980,742	228,664	1,226,335	11,333,284	12,207,077
Franchise fees	1,621,224	1,588,149	-	-	1,621,224	1,588,149
Interest income	926,992	429,153	48,222	20,217	975,214	449,370
Gain on disposal of capital assets	150,805	463,284	2,886	34,986	153,691	498,270
Total revenues	129,562,229	119,902,887	18,607,838	18,835,575	148,170,067	138,738,462
Expenses						
General government	31,393,577	27,031,267	-	-	31,393,577	27,031,267
Public safety	45,398,880	42,640,682	-	-	45,398,880	42,640,682
Highways and streets	21,390,969	25,119,796	-	-	21,390,969	25,119,796
Economic development	10,571,559	4,558,970	-	-	10,571,559	4,558,970
Health and welfare	5,099,184	5,125,988	-	-	5,099,184	5,125,988
Culture and recreation	5,165,613	5,023,805	-	-	5,165,613	5,023,805
Education and training	9,000,122	8,295,695	-	-	9,000,122	8,295,695
Interest on long-term debt	765,705	704,938	-	-	765,705	704,938
Sewer	-	-	8,636,122	7,998,909	8,636,122	7,998,909
Stormwater	-	-	707,091	574,558	707,091	574,558
Solid Waste	-	-	6,951,872	6,350,243	6,951,872	6,350,243
Total expenses	128,785,609	118,501,141	16,295,085	14,923,710	145,080,694	133,424,851
Increase (decrease) in net position	776,620	1,401,746	2,312,753	3,911,865	3,089,373	5,313,611
Net position, beginning of year	121,055,472	119,653,726	44,466,702	40,554,837	165,522,174	160,208,563
Net position, end of year	\$ 121,832,092	\$ 121,055,472	\$ 46,779,455	\$ 44,466,702	\$ 168,611,547	\$ 165,522,174

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$776,620, or .6%. The increase was mainly due to an increase in property taxes and fee in lieu of taxes.

Business-type Activities. For the County's business-type activities (sewer, stormwater, and solid waste), the overall net position increased \$2,312,753, or 5.2%. Net position in the sewer fund and solid waste fund increased approximately \$1.8 million and \$.6 million, respectively.

Financial Analysis of Governmental 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 spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the County's Council.

On June 30, 2019, the County's governmental funds reported combined fund balances of \$65,739,253, an increase of \$11,068,781 in comparison with a decrease of \$6,182,600 in the prior year. Approximately 24.7% of this amount (\$16,236,736) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable*, *restricted*, or *committed* to indicate that it is 1) not in spendable form (\$393,480), 2) restricted for particular purposes (\$38,940,242), or 3) committed for a particular purpose (\$10,168,795).

Major Governmental Funds

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$16,548,488, while total fund balance increased to \$26,997,649. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to general fund expenditures, including transfers out, and other financing uses. Unassigned fund balance represents approximately 23.2% of total general fund expenditures including transfers out, while total fund balance represents approximately 37.9% of that same amount.

The fund balance of the County's general fund increased by \$46,171 during the current fiscal year. Property taxes and fee-in-lieu-of taxes was more due to growth in the County and associated increase in assessment totals. This resulted in \$1,057,456 more being collected than in the prior year. In addition, \$1,964,424 in reimbursements from four of the five school districts in Anderson County for school resource officers is reflected as general fund revenue in FY 19 whereas it was shown in special revenue funds in FY 18. Correspondingly the expenditures for school resource officers of \$2.1 million is shown as a general fund expenditure in FY 19.

Actual expenditures in the general fund were \$8,805,206 less than final budgeted expenditures due to the following:

- The Roads & Bridges Department had approximately \$1 million unspent funds with \$544,145 being in personnel services due to vacancies and \$476,853 being in operating mainly due to capital items being reclassified as capital outlay at the bottom of Exhibit B-2.
- The contract for County Council paving was let in July of 2019 resulting in \$2,350,402 favorable variance in FY 19.
- Employee benefits of \$1,115,018 due to not needing all of the budgeted health insurance and cost of living not needed due to vacancies.
- The Sheriff's Office and the Detention Center combined returned almost \$1.1 million to the bottom line primarily due to vacancies.
- There was savings of almost \$700,000 in transfers out due to the software for Public Safety and Public Administration not being purchased in FY 19.

Nonmajor Governmental Funds

The nonmajor governmental funds had an overall increase in fund balance of \$11,022,610 to bring the year-end fund balance to \$38,741,604. This net increase in the nonmajor governmental funds is due to the net increase/(decrease) in the respective fund types as follows:

The special revenue funds had an overall increase in fund balance of \$1,065,864 to bring the year end fund balance to \$17,858,548. This increase is due to the following:

- \$390,618 increase in fund balance in the Public Defender's Fund due to an increase in state revenue and municipalities.
- \$1,556,298 increase in "C" Fund balance due to not doing as many projects in FY 19 (\$1,835,591) when compared to FY 18 (\$6,336,169).

The debt service funds had an overall decrease in fund balance of \$12,007 to bring the year end fund balance to \$402,802. The decrease essentially results from the decrease in the 2008 general obligation bond fund balance as a result of debt service payments exceeding the property tax revenue collected to pay the debt. However, there was adequate fund balance to pay the excess of expenditures over revenue in this fund. This was in order to ensure the fund balance does not grow to more than is needed for debt service.

The capital projects funds had an overall increase in fund balance of \$9,968,753 to bring the year end fund balance to \$20,480,254. This increase results from the following:

- \$8.8 million of the increase results from issuance of a special source revenue bond for sewer infrastructure in the 2018 SSRB Fund.
- Issuance of a \$5,350,000 note payable issued for machinery, equipment and vehicles in the Capital Projects Fund.

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

Net position of the sewer, stormwater, and solid waste funds increased by \$2,312,753 resulting in an ending net position of \$46,779,455.

General Fund Budgetary Highlights

Original budget compared to final budget.

There were not any supplemental budget ordinances during FY 19. However, there were instances where there was a need to make amendments to reallocate appropriations within and among departments when the need arose for operational needs. Otherwise, the movement of the appropriations between departments was not significant.

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues were as follows:

Revenue Source	Estimated Revenues	Actual Revenues	Difference
Intergovernmental miscellaneous	\$ 185,000	656,117	\$ 471,117
Investment income	\$ 120,000	675,905	\$ 555,905

The difference in the significant budgeted revenue when compared to actual results itemized above is due to the following:

- Budgeted intergovernmental miscellaneous and actual results was due to the 1% of pension cost being given back to the County by the State of South Carolina (\$315,000) to help offset the retirement increase percentage; \$90,000 payment-in-lieu of taxes from the federal government; \$45,000 Hurricane Irma relief from the South Carolina Emergency Management Division; and \$20,000 in payment from the school districts for school crossing guards.
- Actual investment income exceeded the budgeted amount by \$555,905 due to the favorable rates the County was able to receive from financial institutions where our deposits and investments were maintained.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of June 30, 2019, amounts to \$219,417,960 (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, park facilities, roads, highways, bridges, and sewer, solid waste and airport infrastructure.

County's Capital Assets (net of depreciation and amortization)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Land	\$ 13,671,116	\$ 13,322,610	\$ 3,176,500	\$ 3,176,500	\$ 16,847,616	\$ 16,499,110
Construction in progress	22,931,477	11,829,730	2,488,057	3,922,453	25,419,534	15,752,183
Buildings & improvements	48,461,388	51,666,650	4,080,153	4,412,380	52,541,541	56,079,030
Furniture, fixtures & equipment	14,234,764	14,861,132	2,706,344	2,691,862	16,941,108	17,552,994
Infrastructure	57,469,414	63,104,458	33,038,448	30,875,665	90,507,862	93,980,123
Capacity	-	-	17,160,299	18,988,724	17,160,299	18,988,724
Total	<u>\$ 156,768,159</u>	<u>\$ 154,784,580</u>	<u>\$ 62,649,801</u>	<u>\$ 64,067,584</u>	<u>\$ 219,417,960</u>	<u>\$ 218,852,164</u>

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

GOVERNMENTAL ACTIVITIES

- Added \$494,218 to restroom design and construction at Green Pond Landing and Event Center.
- Added \$210,860 as architectural and engineering fees for the new Fleet Services building.
- Road and bridge infrastructure improvements of \$4,573,007 that includes \$1,347,217 in donated capital related to subdivisions.
- The purchase of various vehicles and equipment at a total cost of \$3.2 million.

Airport

- A new Airport terminal totaling \$1.6M.
- Runway rehabilitation and lighting of runway 5-23 at Anderson Regional Airport totaling \$5.9M.

BUSINESS-TYPE ACTIVITIES

Sewer

- Completion of Phase II of the five-mile sewer line rehabilitation totaling \$489,343. This line is the main trunk line in the County and is 40 years old. A total project cost of \$2,045,889 was placed into service during fiscal year 2019.
- A new industry, Arthrex, opened a new manufacturing facility in Anderson County. This necessitated the County installing sewer lines in Sandy Springs to accommodate the flow. \$832,742 was added to construction of this line and it will be placed into service in fiscal year 2020.

Solid Waste

- Purchased a two-ram baler for the material recovery & recycling facility (MRF). It was still being constructed at June 30, 2019 with costs to date of \$412,742 with \$45,860 still owed upon delivery.

Additional information on the County's capital assets can be found in Note 6 on pages 46-47 of this report.

Long-term Obligations. At the end of the current fiscal year, the County had total long-term obligations of \$157,958,317 with \$7,426,712 of this amount being due within the upcoming fiscal year. Of this amount \$5,570,000 is general obligation indebtedness backed by the full faith and credit of the government. The remaining revenue bonds, notes payable, and special source revenue bonds are paid by either sewer or solid waste customers or by fee-in-lieu of tax revenues of property located in an industrial park.

Anderson County's Outstanding Long-Term Obligations

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Bonds payable	\$ 5,570,000	\$ 7,170,000	\$ 2,789,000	\$ 365,000	\$ 8,359,000	\$ 7,535,000
Notes payable	6,321,717	2,762,038	28,157,662	29,854,959	34,479,379	32,616,997
Special source revenue bonds	11,208,000	3,940,000	-	-	11,208,000	3,940,000
Capital lease	2,690,000	3,330,000	-	-	2,690,000	3,330,000
Customer deposits	-	-	244,419	245,211	244,419	245,211
Total OPEB liability	9,097,001	8,836,144	633,872	616,410	9,730,873	9,452,554
Net pension liability	79,830,940	75,835,650	4,895,301	4,519,562	84,726,241	80,355,212
Compensated absences	4,451,052	4,119,263	286,232	252,997	4,737,284	4,372,260
Landfill closure & postclosure costs	-	-	1,783,121	1,776,890	1,783,121	1,776,890
Total	\$ 119,168,710	\$ 105,993,095	\$ 38,789,607	\$ 37,631,029	\$ 157,958,317	\$ 143,624,124

The County's total long-term obligations increased by \$14,334,193 (10.0%) during the current fiscal year. The reasons for this increase was due to the issuance of a \$2,789,000 solid waste revenue bond, a \$11,208,000 special source revenue bond for sewer infrastructure (and current refund four existing special source revenue bonds), and a \$5,350,000 note payable to purchase machinery and equipment.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8 percent of the assessed valuation of property. The current debt limitation for the County is \$56,442,600 which is significantly in excess of the County's outstanding general obligation debt. See Table 12 in the statistical section of this report on page 136 for future information.

Additional information on the County's long-term debt can be found in Note 7 on pages 47-52 of this report.

Economic Factors, Next Year's Budget, and Other Matters

The below indicators were taken into account when adopting the general fund budget for FY 2020. The general fund budget for FY 2020 is \$84,789,385, whereas the originally adopted FY 2019 budget was \$79,990,055, an increase of \$4,799,330, or 6.0%. The FY 20 has a budgeted usage of fund balance of \$10,168,795. If these estimates are realized, the County's budgetary general fund balance is expected to be approximately \$16.8 million at the close of FY 2020. More importantly, however, this will have been accomplished *without* the selling of capital assets or issuance of short-term debt to alleviate cash flow pressures for the General Fund.

- Anderson County's unemployment rate was measured at 2.0% as of October 2019 versus 3.1% a year ago. This compares favorably with the state's rate of 2.6% and the national rate of 3.6%.
- On the expenditure side, the State of South Carolina has advised us that the retirement percentage paid by the County of behalf of our employees will go up 1% for both the South Carolina Retirement System and the Police Officers Retirement System to 15.56% and 18.24%, respectively.
- County Council directed the Administrator to explore the option of becoming self-funded for health insurance and associated fringe benefits which the County implemented January 1, 2019. We anticipate better health outcomes and lower cost as a result of this change. If these outcomes are not realized, the County will explore options in the future in order to achieve these two objectives albeit better health outcomes is the ultimate goal.
- As for the County's business-type activities, we expect that the 2020 results will improve or remain consistent based on these management decisions.
- The Sewer Fund is in the process of analyzing ways to cut costs as well as conducting a sewer rate study. The Manager of the Wastewater Department has renegotiated all of the service contracts with the water

companies that process some of the billing and is looking for alternate ways in which to possibly treat the sewer flow.

- Attempting to reduce hauls by installing compactors at selected locations versus 40-yard containers.
- Using Anderson County Disabilities and Special Needs (DSN) contracted employees at the Materials Recycling Facility versus full-time employees. We can pay more favorable rates to these DSN employees. In addition, inmates are used in all Solid Waste operations to keep costs at a minimum.
- In-house maintenance of equipment versus outsourcing.
- Expanding the recycling education program to educate the public about ways to lessen the waste generated, to properly dispose of waste and to improve the overall community appearance.
- Utilizing Federal Aviation Administration grant monies to the maximum extent possible in order to upgrade the Anderson Regional Airfield.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Anderson County Chief Financial Officer, 101 South Main Street, Anderson, South Carolina 29624, or visit the County website at www.andersoncountysc.org. Complete financial statements for the Anderson County Library may be obtained at the unit's administrative office at 300 North McDuffie Street, Anderson, South Carolina 29621.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
JUNE 30, 2019

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash and investments	\$ 47,748,702	\$ 14,425,600	\$ 62,174,302	\$ 3,227,065
Cash and investments, restricted	14,584,263	4,344,480	18,928,743	321,518
Cash and investments held by fiscal agent	-	1,329,695	1,329,695	-
Receivables-Net:				
Taxes	4,244,053	71,752	4,315,805	-
Accounts	170,771	1,352,588	1,523,359	20,383
Other	2,920,580	-	2,920,580	-
Intergovernmental receivables	13,026,122	42,604	13,068,726	305,346
Internal balances	(540,783)	540,783	-	-
Prepaid expenses	32,348	-	32,348	13,750
Inventories	361,132	-	361,132	-
Other assets	637,000	-	637,000	-
Capital assets not being depreciated:				
Land	13,671,116	3,176,500	16,847,616	-
Construction in progress	22,931,477	2,488,057	25,419,534	-
Artwork	-	-	-	74,819
Capital assets - Net of accumulated amortization and depreciation:				
Buildings and improvements	48,461,388	4,080,153	52,541,541	519,531
Furniture, fixtures, and equipment	14,234,764	2,706,344	16,941,108	1,038,560
Infrastructure	57,469,414	33,038,448	90,507,862	-
Capacity	-	17,160,299	17,160,299	-
Total assets	<u>239,952,347</u>	<u>84,757,303</u>	<u>324,709,650</u>	<u>5,520,972</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred refunding charges	330,290	2,047,324	2,377,614	-
Deferred pension charges - State retirement plan	15,635,615	795,251	16,430,866	810,811
Deferred OPEB charges	223,599	14,967	238,566	13,368
Total deferred outflows of resources	<u>16,189,504</u>	<u>2,857,542</u>	<u>19,047,046</u>	<u>824,179</u>
LIABILITIES				
Accounts payable	7,877,321	1,607,754	9,485,075	133,900
Accrued expenses	3,131,652	124,350	3,256,002	71,655
Accrued medical claims	628,315	-	628,315	-
Due to other governments	1,941,818	157,705	2,099,523	-
Unearned revenue	24,453	-	24,453	-
Accrued interest payable	190,650	68,819	259,469	-
Long-term obligations:				
Due within one year	5,412,095	2,014,617	7,426,712	137,567
Due in more than one year	113,756,615	36,774,990	150,531,605	6,323,557
Total liabilities	<u>132,962,919</u>	<u>40,748,235</u>	<u>173,711,154</u>	<u>6,666,679</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension credits - State retirement plan	934,419	59,535	993,954	40,050
Deferred OPEB changes in assumptions	412,421	27,620	440,041	5,863
Total deferred inflows of resources	<u>1,346,840</u>	<u>87,155</u>	<u>1,433,995</u>	<u>40,050</u>
NET POSITION				
Net investment in capital assets	145,492,994	36,491,847	181,984,841	1,632,910
Restricted for:				
Capital improvements	20,691,114	-	20,691,114	-
Debt service	402,802	1,329,695	1,732,497	-
Special revenue	17,959,440	-	17,959,440	-
Endowments	-	-	-	56,814
Library program by donors	-	-	-	258,084
Other	-	1,603,093	1,603,093	-
Unrestricted	(62,714,258)	7,354,820	(55,359,438)	(2,315,249)
Total net position	<u>\$ 121,832,092</u>	<u>\$ 46,779,455</u>	<u>\$ 168,611,547</u>	<u>\$ (367,441)</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			
	Primary Government				Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Unit
PRIMARY GOVERNMENT								
Governmental activities								
General government	\$ 31,393,577	\$ 7,397,959	\$ 2,121,579	\$ -	\$ (21,874,039)	\$ -	\$ (21,874,039)	\$ -
Public safety	45,398,880	2,990,343	2,952,533	305,852	(39,150,152)	-	(39,150,152)	-
Highways and streets	21,390,969	1,359,422	3,332,135	7,571,928	(9,127,484)	-	(9,127,484)	-
Economic development	10,571,559	-	4,970,404	3,847,292	(1,753,863)	-	(1,753,863)	-
Health and welfare	5,099,184	1,040,315	1,065,321	25,220	(2,968,328)	-	(2,968,328)	-
Culture and recreation	5,165,613	1,437,472	189,235	323,592	(3,215,314)	-	(3,215,314)	-
Education and training	9,000,122	363,022	2,257,233	-	(6,379,867)	-	(6,379,867)	-
Interest and fiscal charges on long-term debt	765,705	-	-	-	(765,705)	-	(765,705)	-
Total governmental activities	128,785,609	14,588,533	16,888,440	12,073,884	(85,234,752)	-	(85,234,752)	-
Business-type activities								
Sewer	8,636,122	7,685,487	-	1,238,760	-	288,125	288,125	-
Stormwater	707,091	134,034	-	-	-	(573,057)	(573,057)	-
Solid Waste	6,951,872	7,404,223	-	-	-	452,351	452,351	-
Total business-type activities	16,295,085	15,223,744	-	1,238,760	-	167,419	167,419	-
Total primary government	\$ 145,080,694	\$ 29,812,277	\$ 16,888,440	\$ 13,312,644	(85,234,752)	167,419	(85,067,333)	-
COMPONENT UNIT								
Anderson County Public Library	\$ 5,984,893	\$ 113,694	\$ 390,315	\$ -				(5,480,684)
General revenues:								
Property taxes levied for:								
General purposes					48,718,063	-	48,718,063	5,497,834
Special revenue					13,827,260	-	13,827,260	-
Debt service					1,547,280	1,865,562	3,412,842	-
Capital projects					3,621,128	-	3,621,128	-
Fee in lieu of tax-unrestricted					4,494,000	-	4,494,000	-
Intergovernmental-unrestricted					11,104,620	228,664	11,333,284	-
Franchise fees					1,621,224	-	1,621,224	-
Interest and investment income					926,992	48,222	975,214	5,052
Gain on disposal of capital assets					150,805	2,886	153,691	-
Contributions and donations					-	-	-	39,248
Total general revenues and transfers					86,011,372	2,145,334	88,156,706	5,542,134
Change in net position					776,620	2,312,753	3,089,373	61,250
Net position beginning of year					121,055,472	44,466,702	165,522,174	(428,691)
Net position end of year					\$ 121,832,092	\$ 46,779,455	\$ 168,611,547	\$ (367,441)

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
BALANCE SHEET -
GOVERNMENTAL FUNDS
JUNE 30, 2019

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and investments	\$ 25,144,020	\$ 22,548,570	\$ 47,692,590
Cash and investments, restricted	400,000	14,184,263	14,584,263
Receivables-Net:			
Taxes	3,470,590	773,463	4,244,053
Intergovernmental	2,621,427	10,404,695	13,026,122
Other	1,530,772	1,389,808	2,920,580
Due from other funds	3,816,777	843,141	4,659,918
Inventories	272,393	88,739	361,132
Prepaid items	7,973	24,375	32,348
Other assets - Held for resale	-	637,000	637,000
Total assets	<u>\$ 37,263,952</u>	<u>\$ 50,894,054</u>	<u>\$ 88,158,006</u>
LIABILITIES			
Accounts payable	\$ 1,489,638	\$ 6,387,683	\$ 7,877,321
Accrued expenditures	2,874,145	257,507	3,131,652
Due to other governments	1,890,759	51,059	1,941,818
Due to other funds	831,095	4,771,038	5,602,133
Unearned revenue	24,453	-	24,453
Total liabilities	<u>7,110,090</u>	<u>11,467,287</u>	<u>18,577,377</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	3,156,213	685,163	3,841,376
Total deferred inflow of resources	<u>3,156,213</u>	<u>685,163</u>	<u>3,841,376</u>
FUND BALANCES			
Nonspendable			
Inventories	272,393	88,739	361,132
Prepaid items	7,973	24,375	32,348
Restricted			
Special revenue	-	17,846,326	17,846,326
Debt service	-	402,802	402,802
Capital projects	-	20,691,114	20,691,114
Committed			
Fund balance usage	10,168,795	-	10,168,795
Unassigned			
Unassigned	16,548,488	(311,752)	16,236,736
Total fund balances	<u>26,997,649</u>	<u>38,741,604</u>	<u>65,739,253</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 37,263,952</u>	<u>\$ 50,894,054</u>	<u>\$ 88,158,006</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND
BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2019

Total fund balances - Governmental funds	\$ 65,739,253
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:	
Construction in progress	22,931,477
Land	13,671,116
Buildings and improvements	112,719,085
Furniture, fixtures and equipment	57,230,447
Infrastructure	202,730,837
Accumulated depreciation	<u>(252,514,803)</u>
Total capital assets	<u>156,768,159</u>
Because the consumption of resources that applies to a future period will not be recognized as an outflow of resources until then, it is recognized as a deferred loss on advanced refunding	330,290
The County's net proportionate share of the deferred outflows of resources and deferred inflows of resources related to their participation in the State retirement plan is not recorded in the governmental funds but is recorded in the Statement of Net Position.	14,701,196
The County's deferred inflows of resources and deferred outflows of resources related to the other postemployment benefits plan is not recorded in the governmental funds but is recorded in the Statement of Net Position.	(188,822)
Because some revenue will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues and are reported as unavailable revenue in the governmental funds.	3,841,376
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:	
General obligation debt	(5,570,000)
Special source revenue bond	(11,208,000)
Capital lease	(2,690,000)
Notes payable	(6,321,717)
Accrued interest	(190,650)
OPEB liability	(9,097,001)
Net pension liability	(79,830,940)
Compensated absences	<u>(4,451,052)</u>
Total liabilities	<u>(119,359,360)</u>
Net position of governmental activities	<u>\$ 121,832,092</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Property taxes and fee in lieu of taxes	\$ 50,102,493	\$ 21,735,352	\$ 71,837,845
County offices	7,597,600	4,502,971	12,100,571
Intergovernmental	11,047,424	27,026,749	38,074,173
Interest	675,905	251,087	926,992
Other	1,669,712	2,513,185	4,182,897
Total revenues	<u>71,093,134</u>	<u>56,029,344</u>	<u>127,122,478</u>
EXPENDITURES			
General government	21,938,488	6,482,898	28,421,386
Public safety	32,597,026	8,961,679	41,558,705
Highways and streets	7,432,611	3,597,266	11,029,877
Economic development	734,580	7,396,068	8,130,648
Health and welfare	3,859,696	584,872	4,444,568
Culture and recreation	2,462,343	846,878	3,309,221
Education and training	-	8,637,100	8,637,100
Debt service:			
Principal retirement	-	5,570,321	5,570,321
Interest and fiscal charges	-	619,682	619,682
Payment to escrow agent to refund debt	-	2,400,000	2,400,000
Capital outlay	588,107	15,798,792	16,386,899
Total expenditures	<u>69,612,851</u>	<u>60,895,556</u>	<u>130,508,407</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,480,283</u>	<u>(4,866,212)</u>	<u>(3,385,929)</u>
Other financing sources (uses):			
Proceeds from sale of capital assets	-	197,741	197,741
Write down of asset to market	-	(2,372,769)	(2,372,769)
Proceeds from bond	-	11,208,000	11,208,000
Proceeds from note	-	5,350,000	5,350,000
Proceeds from insurance	-	71,738	71,738
Transfers in	137,886	6,390,555	6,528,441
Transfers out	(1,571,998)	(4,956,443)	(6,528,441)
Total other financing uses	<u>(1,434,112)</u>	<u>15,888,822</u>	<u>14,454,710</u>
Net change in fund balances	46,171	11,022,610	11,068,781
Fund balances, beginning of year	<u>26,951,478</u>	<u>27,718,994</u>	<u>54,670,472</u>
Fund balances, end of year	<u>\$ 26,997,649</u>	<u>\$ 38,741,604</u>	<u>\$ 65,739,253</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
RECONCILIATION OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Net change in fund balances - total government funds \$ 11,068,781

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

Capital outlays are reported as expenditures in governmental funds.

However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay - purchased	16,386,899
Capital outlay - donated/trade in	1,347,217
Depreciation expense	<u>(15,631,864)</u>
Excess of capital outlay over depreciation	<u>2,102,252</u>

The proceeds from the sale of capital assets are reported as revenue in the governmental funds. The cost of the capital assets is removed from the capital asset account on the statement of net assets and is offset against the proceeds from the sale of capital assets resulting in a loss on disposal of capital assets on the statement of activities.

Net effect of disposal of capital assets	(118,673)
------------------------------------------	-----------

Because some revenue will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues and are reported as unavailable revenue in the governmental funds. Unavailable property tax revenues increased by this amount this year.

369,884

Repayment of long-term debt is reported as an expenditure in governmental funds. But the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consisted of:

Bond & note payable principal retirement	7,330,321
Capital lease payments	<u>640,000</u>
Total long-term debt repayment	<u>7,970,321</u>

Capital lease and bond proceeds provide current financial resources to governmental funds, however issuing debt increases long-term liabilities in the statement of net position. In the current period, proceeds were received from:

Lease payable	(5,350,000)
Bond payable	<u>(11,208,000)</u>

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest is expensed when due. The change in accrued interest is:

(79,965)

Amortization of deferred loss on refunding

(66,058)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

OPEB liability	(260,857)
Net deferred OPEB assumptions	(237,694)
Net deferred OPEB charges	223,599
Net pension liability	(3,995,290)
Net deferred pension charges	539,109
Net deferred pension credits	151,000
Accrued compensated absences	<u>(331,789)</u>

Change in net position of government activities

\$ 776,620

The accompanying notes are an integral part of these financial statements.

See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2019

	Major Enterprise Funds			Nonmajor	
	Sewer	Solid Waste	Stormwater	Total	Internal Service Fund
ASSETS					
Current Assets					
Cash and investments	\$ 8,419,465	\$ 5,755,725	\$ 250,410	\$ 14,425,600	\$ 56,112
Cash and investments, restricted	1,550,267	2,794,213	-	4,344,480	-
Cash held by fiscal agent	1,201,093	128,602	-	1,329,695	-
Receivables - Net					
Property taxes	71,752	-	-	71,752	-
Accounts	962,351	362,901	27,336	1,352,588	170,771
Intergovernmental	3,444	39,160	-	42,604	-
Due from other funds	886,794	10,428	-	897,222	685,485
Total current assets	13,095,166	9,091,029	277,746	22,463,941	912,368
Capital Assets					
Construction in progress	1,914,087	573,970	-	2,488,057	-
Land	100,800	3,075,700	-	3,176,500	-
Buildings and improvements	5,635,157	6,935,190	-	12,570,347	-
Furniture, fixtures and equipment	1,732,446	5,608,181	115,769	7,456,396	-
Infrastructure	52,631,953	-	-	52,631,953	-
Capacity	44,045,893	-	-	44,045,893	-
Accumulated depreciation	(25,749,710)	(6,996,228)	(87,813)	(32,833,751)	-
Accumulated amortization	(26,885,594)	-	-	(26,885,594)	-
Total capital assets - Net of accumulated depreciation and amortization	53,425,032	9,196,813	27,956	62,649,801	-
Total noncurrent assets	53,425,032	9,196,813	27,956	62,649,801	-
Total assets	\$ 66,520,198	\$ 18,287,842	\$ 305,702	\$ 85,113,742	\$ 912,368
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on refunding	2,047,324	-	-	2,047,324	-
Deferred pension charges	283,179	415,136	96,936	795,251	-
Deferred OPEB charges	4,886	8,482	1,599	14,967	-
Total deferred outflows of resources	2,335,389	423,618	98,535	2,857,542	-

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2019

	Major Enterprise Funds			Nonmajor	
	Sewer	Solid Waste	Stormwater	Total	Internal Service Fund
LIABILITIES					
Current Liabilities					
Notes payable - Current	\$ 1,556,257	\$ -	\$ -	\$ 1,556,257	\$ -
Bond payable - Current	-	200,585	-	200,585	-
Accounts payable	602,203	938,153	67,398	1,607,754	-
Accrued medical claims	-	-	-	-	628,315
Compensated absences payable-Current	41,144	59,412	16,338	116,894	-
Accrued expenses	41,280	136,984	14,905	193,169	-
Due to other governments	140,953	13,221	3,531	157,705	-
Due to other funds	14,392	337,250	4,797	356,439	284,053
Landfill closure and postclosure care costs-Current	-	140,881	-	140,881	-
Total current liabilities	2,396,229	1,826,486	106,969	4,329,684	912,368
Noncurrent Liabilities					
Notes payable (including unamortized premium)	26,601,405	-	-	26,601,405	-
Bond payable - Noncurrent	-	2,588,415	-	2,588,415	-
Customer deposits	244,419	-	-	244,419	-
Compensated absences, Noncurrent	75,965	86,193	7,180	169,338	-
Landfill closure and postclosure care costs-Noncurrent	-	1,642,240	-	1,642,240	-
Net pension liability	1,743,158	2,555,435	596,708	4,895,301	-
OPEB liability	222,662	356,077	55,133	633,872	-
Total noncurrent liabilities	28,887,609	7,228,360	659,021	36,774,990	-
Total liabilities	31,283,838	9,054,846	765,990	41,104,674	912,368
DEFERRED INFLOWS OF RESOURCES					
Deferred pension credits	21,200	31,078	7,257	59,535	-
Deferred OPEB changes in assumptions	9,369	15,349	2,902	27,620	-
Total deferred inflows of resources	30,569	46,427	10,159	87,155	-
NET POSITION					
Net investment in capital assets	27,314,691	9,149,200	27,956	36,491,847	-
Restricted for:					
Debt service	1,201,093	128,602	-	1,329,695	-
Other	1,550,267	52,826	-	1,603,093	-
Unrestricted (deficit)	7,475,129	279,559	(399,868)	7,354,820	-
Total net position	\$ 37,541,180	\$ 9,610,187	\$ (371,912)	\$ 46,779,455	\$ -

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Major Enterprise Funds		Non Major		Internal Service Funds
	Sewer	Solid Waste	Stormwater	Total	
OPERATING REVENUES					
Charges for sales and services	\$ 7,685,487	\$ 7,404,223	\$ 134,034	\$ 15,223,744	\$ 5,314,749
Total operating revenues	7,685,487	7,404,223	134,034	15,223,744	5,314,749
OPERATING EXPENSES					
Personnel services	1,280,067	2,413,046	542,277	4,235,390	5,318,552
Operating expenses	2,276,967	649,417	34,502	2,960,886	-
Contractual	480,430	3,044,275	123,431	3,648,136	-
Depreciation	1,732,402	712,134	6,881	2,451,417	-
Amortization	1,828,425	-	-	1,828,425	-
Total operating expenses	7,598,291	6,818,872	707,091	15,124,254	5,318,552
Operating income (loss)	87,196	585,351	(573,057)	99,490	(3,803)
NONOPERATING REVENUES (EXPENSES)					
Property taxes and fee in lieu of tax	1,865,562	-	-	1,865,562	-
State shared revenue	94,545	131,436	2,683	228,664	-
Gain/loss on disposal	2,265	621	-	2,886	-
Interest revenue	31,363	16,859	-	48,222	3,803
Interest expense	(1,037,831)	(133,000)	-	(1,170,831)	-
Total nonoperating revenues (expenses)	955,904	15,916	2,683	974,503	3,803
Income (loss) before transfers and contributions	1,043,100	601,267	(570,374)	1,073,993	-
Transfers in	-	-	500,000	500,000	-
Transfers out	(500,000)	-	-	(500,000)	-
Contributed capital	1,238,760	-	-	1,238,760	-
CHANGE IN NET POSITION	1,781,860	601,267	(70,374)	2,312,753	-
NET POSITION, beginning of year	35,759,320	9,008,920	(301,538)	44,466,702	-
NET POSITION, end of year	<u>\$ 37,541,180</u>	<u>\$ 9,610,187</u>	<u>\$ (371,912)</u>	<u>\$ 46,779,455</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Major Enterprise Funds		Non Major		Internal Service Funds
	Sewer	Solid Waste	Stormwater	Total	
OPERATING ACTIVITIES					
Cash received from customers	\$ 7,650,448	\$ 7,419,204	\$ 116,849	\$ 15,186,501	\$ 4,458,493
Cash payments to suppliers for goods and services	(3,714,127)	(3,378,355)	(138,490)	(7,230,972)	-
Cash payments to employees for services	(1,208,698)	(2,085,380)	(439,674)	(3,733,752)	(4,406,184)
Net cash provided by (used for) operating activities	2,727,623	1,955,469	(461,315)	4,221,777	52,309
NONCAPITAL FINANCING ACTIVITIES					
Property taxes and fee in lieu of tax	1,866,865	-	-	1,866,865	-
Intergovernmental	1,104,460	119,022	3,205	1,226,687	-
Deposits in escrow	(792)	-	-	(792)	-
Payments from (to) other funds	(1,361,520)	(84,702)	504,797	(941,425)	-
Net cash provided by noncapital financing activities	1,609,013	34,320	508,002	2,151,335	-
CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital contributions	1,238,760	-	-	1,238,760	-
Acquisition and construction of capital assets	(1,942,004)	(917,391)	(2,664)	(2,862,059)	-
Proceeds from disposition of capital assets	2,265	621	-	2,886	-
Issuance of revenue bond	-	2,789,000	-	2,789,000	-
Principal repayments and payments to refunding bond escrow agent	(1,522,684)	(365,000)	-	(1,887,684)	-
Interest and fiscal charges paid on debt	(1,100,261)	(133,000)	-	(1,233,261)	-
Net cash provided by (used for) capital and related financing activities	(3,323,924)	1,374,230	(2,664)	(1,952,358)	-
INVESTING ACTIVITIES					
Interest received	31,363	16,859	-	48,222	3,803
Net cash provided by investing activities	31,363	16,859	-	48,222	3,803
Increase in cash and investments	1,044,075	3,380,878	44,023	4,468,976	56,112
CASH AND INVESTMENTS (including RESTRICTED CASH and CASH HELD BY FISCAL AGENT), beginning of year	10,126,750	5,297,662	206,387	15,630,799	-
CASH AND INVESTMENTS (including RESTRICTED CASH and CASH HELD BY FISCAL AGENT), end of year	<u>\$ 11,170,825</u>	<u>\$ 8,678,540</u>	<u>\$ 250,410</u>	<u>\$ 20,099,775</u>	<u>\$ 56,112</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Major Enterprise Funds</u>		<u>Non Major</u>		<u>Internal Service Funds</u>
	<u>Sewer</u>	<u>Solid Waste</u>	<u>Stormwater</u>	<u>Total</u>	
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 87,196	\$ 585,351	\$ (573,057)	\$ 99,490	\$ (3,803)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Pension and OPEB expense	57,492	240,313	95,187	392,992	-
Depreciation expense	1,732,402	712,134	6,881	2,451,417	-
Amortization expense	1,828,425	-	-	1,828,425	-
CHANGES IN ASSETS AND LIABILITIES					
Accounts receivable	(35,039)	14,981	(17,185)	(37,243)	(856,256)
Accounts payable and accrued expenses	(955,283)	382,481	20,032	(552,770)	912,368
Compensated absences	12,430	13,978	6,827	33,235	-
Closure/post-closure care cost payable	-	6,231	-	6,231	-
Net cash provided by operating activities	<u>\$ 2,727,623</u>	<u>\$ 1,955,469</u>	<u>\$ (461,315)</u>	<u>\$ 4,221,777</u>	<u>\$ 52,309</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2019

ASSETS	
Cash and investments	\$ 65,137,018
Taxes receivable - Net	<u>7,906,452</u>
Total assets	<u>\$ 73,043,470</u>
 LIABILITIES	
Due to taxing units	\$ 7,990,854
Due to other governments	645,681
Funds held for others	<u>64,406,935</u>
Total liabilities	<u>\$ 73,043,470</u>

The accompanying notes are an integral part of these financial statements.
See accompanying independent auditor's report.

ANDERSON COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Anderson County was organized in 1826 and operates under a Council/Administrator form of government as provided in Title 14 of the 1976 Code of Laws of South Carolina as amended (Home Rule Act). The seven-member elected County Council appoints the Administrator. As required by accounting principles generally accepted in the United States of America (GAAP), these financial statements include those of the County (the primary government) and its component unit. Also, the operational activities of various constitutional officers, judges and other judicial officials are included in the Agency Funds. These include the Clerk of Court, Probate Court, Master-in-Equity, Sheriff and Magistrate Court. In addition, it includes taxes collected by the County on behalf of school districts and municipalities.

The financial statements of Anderson County (the "County") have been prepared in conformity with GAAP as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing accounting and financial reporting principles. The County's reporting entity applies all relevant GASB pronouncements.

The component unit discussed below is included in the County's financial reporting entity because of the significance of its operational and financial relationship with the County. The County Council appoints the members of the Library Board of Trustees. The County owns the capital assets used by the Library and finances Library construction through bonds. Property taxes are levied and collected by the County to pay the bonds. County Council approves the portion of the Library budget that will be funded with County property taxes. The Library is included as a discretely presented component unit and is presented as a governmental fund type. The component unit column in the combined financial statement includes the financial data for the Anderson County Library System as reflected in their audited financial statements for the year ended June 30, 2019. This unit was reported in a column separate from the County's financial information to emphasize that they are legally separate from the County.

Discretely Presented Component Unit. The Anderson County Library System is responsible for maintaining the library system for the County that includes the main library and seven extensions. County Council appoints the members of the governing board and the library is fiscally dependent upon the government because it levies taxes and must approve any debt issues.

Complete financial statements for the component unit above may be obtained at the unit's administrative office at 300 North McDuffie Street, Anderson, South Carolina 29621.

Basis of Presentation

The County's basic financial statements consist of government-wide financial statements, which include a statement of Net Position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

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 in nature, which normally are supported by taxes and intergovernmental revenues, and those that are considered business-type activities, which rely to a significant extent on fees and charges for support. The statement of net position presents the financial condition of the governmental and business-type activities of the County at year-end.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The statement of activities presents a comparison between direct expenses and program revenue for each program or function of the County's governmental activities and business-type activities. 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 of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the County.

Fund Financial Statements

During the year, 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 proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

Fund Accounting

The accounts of the government 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 that comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The County has the following fund types:

Governmental funds are used to account for the County's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, franchise fees, state shared revenues, grants, and other miscellaneous fees are susceptible to accrual. Property taxes and franchise fees are recognized as revenue in the fiscal year for which they are levied. Intergovernmental sources are recognized as revenue when the underlying eligibility requirements are met and the resources become available. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met.

Other sources become measurable and available when cash is received by the County and are recognized as revenue at that time. When both restricted and unrestricted resources are available for use, it is the County's practice to use restricted resources first, and then unrestricted resources as they are needed.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The County reports the following major governmental fund:

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

Additionally, the County reports the following fund types:

The *special revenue funds* account for specific revenues that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

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.

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.

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. Billed but uncollected sewer charges and solid waste tipping fees are accrued as receivables at year end and are reported as revenues of the enterprise funds. These funds account for activities of the County similar to those found in the private sector, where cost recovery and the determination of net income is useful or necessary for sound fiscal management.

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The County reports the following major proprietary funds:

The *Sewer Fund* accounts for the activities of the sewer operations for the County.

The *Solid Waste Fund* accounts for the activities of the solid waste and landfill operations for the County.

The County also has one nonmajor proprietary fund, the *Stormwater Fund* that accounts for the activities of the stormwater operations for the County.

Internal Service funds are used to accumulate and allocate costs internally among the County's various functions. The County has one internal service fund, its Health Benefits Fund, is used to account for the costs of health, dental and benefit services provided to employees and retirees of the County. For the government-wide statements, the doubling up effects of internal service activity has been eliminated.

Fiduciary funds account for assets held by the County in a trustee capacity or as an agent for individuals, other governmental units, and/or other funds. The County's only fiduciary funds are its agency funds.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity. These consist of monies collected on behalf of the five school districts within the County and the County Board of Education. In addition, they include monies collected and due to the state such as DMV Fees and fines collected by the Magistrate, Circuit and Probate Courts.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

GASB Statement Number 54, *Fund Balance Reporting and Governmental Fund Type Definitions* establishes criteria for classifying governmental fund balances into specifically defined classifications. Classifications are hierarchical and are based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. Application of the Standard requires the County to classify and report amounts in the appropriate fund balance classifications.

The County's accounting and finance policies are used to interpret the nature and/or requirements of the funds and their corresponding assignment of restricted, committed, assigned, or unassigned. The County considers restricted amounts spent first when both restricted and unrestricted fund balance is available unless legally or contractually prohibited. Of the unrestricted fund balance, the County uses committed, then assigned, and lastly unassigned amounts when expenditures are made.

The County reports the following classifications:

Nonspendable Fund Balance-Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form-such as inventory or prepaid insurance or (b) legally or contractually required to be maintained intact-such as a trust that must be retained in perpetuity.

Restricted Fund Balance-Fund balances are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislations.

Restrictions are placed on fund balances when legally enforceable legislation establishes the County's right to assess, levy, or charge fees to be used for a specific purpose – such as the County's gas sales tax revenue, which must be used to repair and construct roads. Legal enforceability means that the County can be compelled by an external party (e.g., citizens, public interest groups, the judiciary) to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed Fund Balance-Committed fund balances are amounts that can be only used for specific purposes as a result of constraints imposed by the County Council. Committed amounts cannot be used for any other purpose unless Council removes those constraints by taking the same type of action (e.g., ordinance). Amounts in the committed fund balance classification may be used for other purposes with appropriate due process by Council. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance-Amounts that are considered by the County's governing body at a lower level than County Council with the intent to be used for specified purposes. The amounts are neither restricted nor committed. The County Administrator is authorized by County Council to determine assigned fund balances.

Assigned fund balance includes (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted, or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects, or debt service fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the County itself.

Unassigned Fund Balance-Unassigned fund balance is the residual classification for the General Fund. This classification represents General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. This classification is also used for negative residual amounts in fund balance in special revenue, debt service, and capital projects funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Revenues and Expenses/Expenditures

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 except for grant revenue which is one year.

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. Revenues from grants, entitlements and donations are 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Sewer and Solid Waste Funds are charges to customers for sales and services. The Sewer Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

Cash and Investments

Cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition are considered to be cash and cash equivalents. Most short-term cash surpluses are maintained in a cash and investment pool allocated to each fund based on month-end deposit and investment balances. Investments with a readily determinable fair value are stated at fair value in accordance with GASB Statement 31 and GASB Statement 72. All other investments are at cost. Our current policy does not utilize amortized cost for any applicable investments.

Statutes established by the State of South Carolina allow the County to invest in the following:

- (a) Obligations of the United States and its agencies, the principal and interest of which is fully guaranteed by the United States.
- (b) Obligations issued by the Federal Financing Bank, Federal Farm Credit Bank, the Bank of Cooperatives, the Federal Intermediate Credit Bank, the Federal Land Banks, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Housing Administration, and the Farmers Home Administration, if, at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.

- (c) (i) General obligations of the State of South Carolina or any of its political units; or (ii) revenue obligations of the State of South Carolina or its political units, if at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- (d) Savings and Loan Associations to the extent that the same are insured by an agency of the federal government.
- (e) Certificates of deposit where the certificates are collaterally secured by securities of the type described in (a) and (b) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
- (f) Repurchase agreements when collateralized by securities as set forth in this section.
- (g) No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of that local government unit, political subdivision, or county treasurer if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (a), (b), (c), and (f) of this subsection, and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.

Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Short-term interfund loans are classified as "due to/from other funds." All short-term interfund receivables and payables at year end are planned to be eliminated in the subsequent year. Long-term interfund loans are classified as "advances to/from other funds." Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Interfund loan receivables, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Internal service funds are used to record charges to all County departments as operating revenue. All County funds record these payments to the internal service fund as operating expenditures or expenses.

All accounts receivables are shown net of an allowance for doubtful accounts. Accounts receivable in excess of 90 days comprise the trade accounts receivable allowance. Real property taxes receivable is the actual property taxes levied and still outstanding after the fiscal year end.

Intergovernmental Receivable

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Property Tax Calendar

The County levies its real property taxes each September based upon current assessed valuation. Assessed values are established by the County Assessor, the County Auditor and the South Carolina Department of Revenue and Taxation at various rates of 4 to 10.5 percent of the estimated market value. Property taxes are considered due in one payment on or before January 15, the lien date. A three percent penalty is added on January 16. If taxes remain unpaid on February 2, a seven percent penalty is added to the total tax due. If taxes remain unpaid on March 17, a five percent penalty is added to the total tax amount due. After proper notification, the law requires "exclusive possession" of property necessary to satisfy the delinquent taxes. Properties with unpaid taxes are sold at a public auction during the month of October.

The lien and collection date for motor vehicle taxes is the last day of the month in which the motor vehicle license expires. The County bills and collects its own property taxes. The County also bills and collects property taxes for the special service districts, school districts, and municipalities. Property tax revenue is recognized when due or past due and collectible within the current period or soon enough thereafter (defined as sixty days) to pay liabilities of the current period. An allowance is provided for an estimated amount of taxes billed, which may ultimately prove to be uncollectible. Unavailable revenue (property taxes) represents that portion of property taxes which is deemed not available to pay current expenditures.

The County follows GASB Statement Number 33, *Accounting and Financial Reporting for Non-exchange Transactions* to account for non-exchange revenues, which primarily consist of imposed non-exchange revenues or ad valorem taxes. Under the standard, a receivable is recorded when an enforceable legal claim for property taxes has arisen, and revenue is recognized when the resources are available.

Inventories

Inventories are determined by actual physical count and are valued at moving average cost. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased (consumption basis).

Restricted Assets

Restricted assets in the business-type activities include certain resources set aside for the payment of principal and interest on the revenue bond in the Sewer Fund and are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The bond covenant also requires the use of an "Operation and Maintenance" account to report resources set aside to provide for the payment of operation and maintenance expenses. The "Depreciation and Contingent" account is used to report resources set aside to meet unexpected contingencies, to fund asset renewals and replacements, to prevent defaults of bonds or for optional redemption of the bonds. In addition, remaining restricted cash is held by the fiscal agent for principal and interest payment on notes payable in the Sewer Fund.

The Solid Waste Fund is required to restrict the cash received from the recycling of tires. The cash is to be used for the proper disposal of tires in accordance with state statutes. In addition, restricted assets represent certain resources set aside for the payment of principal and interest on the revenue bond in the Solid Waste Fund and are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants and bond proceeds to be used for future construction.

Capital Assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life of three or more years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

All reported capital assets except for land and construction in progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Buildings and improvements	20 to 30 years
Furniture, fixtures and equipment	3 to 10 years
Infrastructure	10 to 50 years
Capacity	20 Years

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

The difference between the carrying amount of the bonds that have been refunded and their reacquisition price previously reported as a component of long-term debt is now reported as a deferred outflows of resources, which will be recognized as a component of interest expense over the remaining life of the old or new debt, whichever is shorter.

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

Compensated Absences

No liability is reported for unpaid accumulated sick pay benefits. Vacation pay is accrued when incurred in proprietary funds and reported as a fund liability. The compensated absences liability includes accrual of additional amounts for certain salary related payments such as Social Security and Medicare taxes. A probability factor of current year payment is calculated by the average hourly rate of pay times the average hours and reported in the governmental funds as a current liability. Employees may accumulate up to 45 days of vacation leave as of the end of any calendar year. Employees who have accumulated in excess of 45 days at the end of the calendar year lose the unused leave. Upon separation or retirement the employee will be paid the regular straight time rate of unused vacation up to 60 days.

Deferred Outflows/Inflows of Resources

Deferred outflows/inflows of resources are the consumption/acquisition of net assets/position by the government that are applicable to a future reporting period.

In addition to assets, the statement of net position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County currently has three types of deferred outflows of resources: (1) The County reports *deferred refunding charges* in its statements of net position. If material, deferred refunding charges, which is the difference between the reacquisition

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

price and the net carrying amount of the defeased debt, are deferred and amortized over the life of the refunding bonds, which has the same maturity as the bonds that were refunded. Amortization of deferred refunding charges is included in interest expense. (2) The County also reports *deferred pension charges* in its statements of net position in connection with its participation in the South Carolina Retirement System and the South Carolina Police Officers Retirement System. (3) The County reports *deferred OPEB charges* in its statement(s) of net position in connection with Anderson County's other postemployment benefit ("OPEB") plan. The *deferred pension and OPEB charges* are either (a) recognized in the subsequent period as a reduction of the net pension/OPEB liability (which includes contributions made after the measurement date) or (b) amortized in a systematic and rational method as pension/OPEB expense in future periods in accordance with GAAP.

In addition to liabilities, the statement of net position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County currently has three types of deferred inflows of resources: (1) The County reports *unavailable revenue* for property taxes only in the governmental funds balance sheet; it is deferred and recognized as an inflow of resources (revenues) in the period the amounts become available. (2) The County also reports *deferred pension credits* in its statement(s) of net position in connection with its participation in the South Carolina Retirement System and South Carolina Police Officers Retirement System. (3) The County reports *deferred OPEB credits* in its statement(s) of net position in connection with Anderson County's other postemployment benefit plan. The *deferred pension and OPEB credits* are amortized in a systematic and rational method and recognized as a reduction of pension/OPEB expense in future periods in accordance with GAAP.

Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates. The estimates and assumptions affect the reported amounts of assets and deferred outflows and liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Pensions and Other Postemployment Benefits

In government-wide financial statements, pensions and other postemployment benefits are required to be recognized and disclosed using the accrual basis of accounting (see Note 10 and Note 11 and the required supplementary information immediately following the notes to the financial statements for more information), regardless of the amounts recognized as pension and OPEB expenditures on the modified accrual basis of accounting. The County recognizes net pension and net OPEB liabilities (assets) for each plan for which it participates, which represents the excess of the total pension and OPEB liabilities over the

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

fiduciary net position of the qualified plan, or the County's proportionate share thereof in the case of a cost-sharing multiple-employer plan, measured as of the County's fiscal year-end. Changes in the net pension and OPEB liabilities during the period are recorded as pension and OPEB expenses, or as deferred outflows or inflows of resources depending on the nature of the change, in the period incurred. Those changes in net pension and OPEB liabilities that are recorded as deferred outflows or inflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average remaining service life of all participants in the respective qualified plan and recorded as a component of pension and OPEB expense beginning with the period in which they are incurred. Any projected earnings on qualified pension and OPEB plan investments are recognized as a component of pension and OPEB expense. Differences between projected and actual investment earnings are reported as deferred outflows or inflows of resources and amortized as a component of pension and OPEB expense on a closed basis over a five-year period beginning with the period in which the difference occurred.

Fair Value

The fair value measurement and disclosure framework provides for a three-tier fair value hierarchy that gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County can access at the measurement date.

Level 2 – Inputs to the valuation methodology, other than quoted prices included in Level 1, that are observable for an asset or liability either directly or indirectly and include:

- Quoted prices for similar assets and liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted market prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology that are unobservable for an asset or liability and include:

- Fair value is often based on developed models in which there are few, if any, observable inputs.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of future net realizable values or reflective of future fair values. The County believes that the valuation methods used are appropriate and consistent with GAAP. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There have been no significant changes from the prior year in the methodologies used to measure fair value.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets, as required by state statutes, are adopted on a basis consistent with GAAP for all governmental funds except for two special revenue funds and all capital projects funds. Capital projects funds adopt project-length budgets. The only individual special revenue funds that were not budgeted were Museum Gift Shop and VOCA.

Most special revenue funds, however, are grant-related and information is not available until after the close of the budgetary process. Unencumbered annual appropriations lapse at fiscal year-end.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

On or before March 1, heads of County departments and agencies submit requests for appropriation to the County Finance Manager who compiles the requests and submits a budget request document to the County Administrator. After adjustments, the County Administrator submits a comprehensive budget request document to County Council by May 15. The County Council conducts a public hearing on the proposed budget and customarily adopts the budget no later than June 30.

The appropriated budget is prepared by fund, function and department. With the exception of those positions under the control of an elected or appointed official, the creation of a new position or increased salaries and fringe benefits, excluding health insurance benefits, of an existing position must be approved by County Council. The Administrator shall consult with County Council prior to transferring any existing County employee to another position if that transfer will result in increased compensation to the employee.

The Administrator may approve changes in a department budget from one line item to another in an amount up to and including \$10,000 at any one time; provided, however, the total department budget shall not increase, no new positions may be created, or capital expenses, may be accomplished by such a transfer without County Council approval. No transfer for any one type of good or services may be subdivided, split or "stacked" for purposes of evading the requirements of this section.

Aggregate transfers within the fiscal year within a department which exceed \$20,000 shall require County Council approval thereafter. All transfers shall be included in the "Administrator's Report" section of the County Council agenda for Council's review.

The fiscal year 2019 budget ordinance County Council continued the fund balance policy for the General Fund. The policy stated that "the County will maintain a General Fund balance of approximately six (6) months of current budget expenditures, including operating transfers out, but not less than two (2) months of such expenditures, and will designate that portion of the fund balance which is dedicated to this policy." Two months of the fiscal year 2019 actual expenditures and transfers out is \$11,864,142. Since the County has not adopted a true stabilization policy, this amount is included as part of the unassigned fund balance at June 30, 2019 which has a balance of \$16,548,488.

Deficit Fund Balances

The Brownsfield Fund and the 2019 GOB Fund, nonmajor governmental funds, had a deficit fund balance of \$30,663 and \$210,860, respectively, as of June 30, 2019. This deficit will be made up from future grant revenue in the Brownsfield Fund and from issuance of a general obligation bond in the 2019 GOB Fund.

Stormwater, a proprietary fund, had a negative net position of \$371,912 at June 30, 2019. This deficit was caused by an increase in the net pension liability. This deficit will be made up from future Stormwater revenue and transfer in from the Sewer Fund.

NOTE 3 - DEPOSITS AND INVESTMENTS

At June 30, 2019, the County's equity in cash and cash equivalents consisted of demand deposits and U.S. government securities held in money market funds. The cash balance was secured by Federal Depository Insurance Corporation (FDIC) or by collateral held by the agent in the County's name.

Custodial Credit Risk for Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be recovered. The County does not have a formal deposit policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. State law requires that all of the County's deposits be covered by FDIC insurance or by collateral held in the pledging financial institutions' trust departments in the County's name. As of June 30, 2019, none of the County's bank balances of \$125,538,755 (carrying amount of \$122,017,398) were exposed to custodial credit risk.

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)**Investments**

As of June 30, 2019, the County had the following investments:

Investment Type	Fair Value Level (1)	Credit Rating [^]	Investment Maturity (in Years)				
			Fair Value	Less Than 1	1-3	3-5	> 5
Money Market Mutual Funds	Level 1	Aaa-mf/AAAm	\$ 6,748,305	\$ 6,748,305	\$ -	\$ -	\$ -
Certificate of Deposit	Level 1	-	493,600	493,600	-	-	-
Government Agency	Level 1	*	1,505,963	454,219	700,361	351,383	-
Local Government Investment Pool	N/A	N/A	16,804,492	16,804,492	-	-	-
Total			\$ 25,552,360	\$ 24,500,616	\$ 700,361	\$ 351,383	\$ -

[^]If available, credit ratings are for Moody's Investors Service and Standard & Poor's, respectively.

(1) See Note 1 for details on the County's fair value hierarchy.

*U.S. government securities are not considered to have credit risk. Credit ratings for these investments have not been disclosed.

Interest Rate Risk

The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk for Investments

Custodial credit risk for investments is the risk that, in the event of a bank failure, the government 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 does not have an investment policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. As of June 30, 2019, none of the County's investments were exposed to custodial credit risk.

Credit Risk

The County has no investment policy that would further limit its investment choices other than state law. The County invests in money market mutual funds that invest in U.S. Treasury Obligations.

Concentration of Credit Risk

The County places no limit on the amount the County may invest in any one issuer. As of June 30, 2019, the County had \$1,505,963 invested in securities backed by the U.S. government.

A reconciliation of demand deposits as shown on the Statement of Net Position for the primary government, which includes fiduciary funds, is as follows:

Description:	Amount
Carrying amount of deposits	\$ 122,017,398
Fair value of investments	25,552,360
	<u>\$ 147,569,758</u>
Statement of Net Position:	
Cash and investments	\$ 62,174,302
Cash and investments-restricted	18,928,743
Cash and investments-held by fiscal agent	1,329,695
Statement of Fiduciary Net Position:	
Cash and investments	65,137,018
	<u>\$ 147,569,758</u>

NOTE 4 - RECEIVABLES

Receivables as of year-end for the government's individual major funds and nonmajor funds in the aggregate, including the applicable allowance for uncollectible accounts, are as follows:

	GOVERNMENTAL			BUSINESS-TYPE	TOTAL
	General	Nonmajor Governmental	Internal Service Fund		
Primary Government					
Taxes	\$ 4,338,238	\$ 966,829	\$ -	\$ 89,690	\$ 5,394,757
Accounts	1,530,129	1,393,743	170,771	2,444,001	5,538,644
Notes	643	-	-	-	643
Intergovernmental	2,621,427	10,404,695	-	42,604	13,068,726
Gross Receivables	8,490,437	12,765,267	170,771	2,576,295	24,002,770
Less: Allowance	(867,648)	(197,301)	-	(1,109,351)	(2,174,300)
Net Receivables	<u>\$ 7,622,789</u>	<u>\$ 12,567,966</u>	<u>\$ 170,771</u>	<u>\$ 1,466,944</u>	<u>\$ 21,828,470</u>

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund balances at June 30, 2019 (which are expected to be received or paid within one year), consisted of the following individual fund receivables and payables:

	Receivable	Payable
Primary Government		
General Fund	\$ 3,816,777	\$ 831,095
Nonmajor Governmental:		
Special Revenue Funds	265,185	3,686,268
Debt Service Funds	10,888	-
Capital Project Funds	567,068	1,084,770
Proprietary Funds:		
Sewer	886,794	14,392
Stormwater	-	4,797
Solid Waste	10,428	337,250
Internal Service Fund	685,485	284,053
Total Primary Government	<u>\$ 6,242,625</u>	<u>\$ 6,242,625</u>

The outstanding balances between funds result mainly from the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made. The amounts owed to the General Fund are offset by taxes collected that are initially deposited into the General Fund and subsequently transferred to the appropriate fund.

Interfund transfers for fiscal year 2019 are as follows:

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (Continued)

	Transfers In			
	General Fund	Nonmajor Governmental	Stormwater	Total
Transfers Out				
General Fund	\$ -	\$ 1,571,998	\$ -	\$ 1,571,998
Nonmajor Governmental	137,886	4,818,557	-	4,956,443
Sewer	-	-	500,000	500,000
	\$ 137,886	\$ 6,390,555	\$ 500,000	\$ 7,028,441

Interfund transfers are primarily for the funding of debt service payments, capital acquisitions, and grant matches.

NOTE 6 - CAPITAL ASSETS

Primary government capital asset activity for the year ended June 30, 2019 is as follows:

	Balance June 30, 2018	Additions	Reductions	Transfers	Balance June 30, 2019
Governmental activities					
Capital assets not being depreciated					
Land	\$ 13,322,610	\$ -	\$ -	\$ 348,506	\$ 13,671,116
Construction in progress	11,829,730	13,179,959	-	(2,078,212)	22,931,477
Total capital assets not being depreciated	25,152,340	13,179,959	-	(1,729,706)	36,602,593
Capital assets being depreciated					
Buildings and improvements	112,373,131	-	(4,713)	350,667	112,719,085
Furniture, fixtures and equipment	55,789,560	3,206,940	(1,766,053)	-	57,230,447
Infrastructure	200,188,651	1,347,217	(184,070)	1,379,039	202,730,837
Total capital assets at historical cost being depreciated	368,351,342	4,554,157	(1,954,836)	1,729,706	372,680,369
Less accumulated depreciation:					
Buildings and improvements	(60,706,481)	(3,555,929)	4,713	-	(64,257,697)
Furniture, fixtures and equipment	(40,928,428)	(3,743,752)	1,676,497	-	(42,995,683)
Infrastructure	(137,084,193)	(8,332,183)	154,953	-	(145,261,423)
Total accumulated depreciation	(238,719,102)	(15,631,864)	1,836,163	-	(252,514,803)
Total capital assets being depreciated, net	129,632,240	(11,077,707)	(118,673)	1,729,706	120,165,566
Governmental activities capital assets, net	\$ 154,784,580	\$ 2,102,252	\$ (118,673)	\$ -	\$ 156,768,159

The above assets include \$8,445,445 assets acquired through capital leases with accumulated depreciation of \$5,763,769, which is all communications equipment.

NOTE 6 - CAPITAL ASSETS (Continued)

	Balance June 30, 2018	Additions	Reductions	Transfers	Balance June 30, 2019
<u>Business-type activities</u>					
Capital assets not being depreciated					
Land	\$ 3,176,500	\$ -	\$ -	\$ -	\$ 3,176,500
Construction in progress	3,922,453	2,257,141		(3,691,537)	2,488,057
Total capital assets not being depreciated	7,098,953	2,257,141	-	(3,691,537)	5,664,557
Capital assets being depreciated or amortized					
Buildings and improvements	12,570,347	-	-	-	12,570,347
Furniture, fixtures and equipment	6,902,262	604,918	(50,784)	-	7,456,396
Infrastructure	48,940,416	-	-	3,691,537	52,631,953
Capacity	44,045,893	-	-	-	44,045,893
Total capital assets at historical cost being depreciated or amortized	112,458,918	604,918	(50,784)	3,691,537	116,704,589
Less accumulated depreciation and amortization:					
Buildings and improvements	(8,157,967)	(332,227)	-	-	(8,490,194)
Furniture, fixtures and equipment	(4,210,400)	(590,436)	50,784	-	(4,750,052)
Infrastructure	(18,064,751)	(1,528,754)	-	-	(19,593,505)
Capacity	(25,057,169)	(1,828,425)	-	-	(26,885,594)
Total accumulated depreciation and amortization	(55,490,287)	(4,279,842)	50,784	-	(59,719,345)
Total capital assets being depreciated or amortized, net	56,968,631	(3,674,924)	-	3,691,537	56,985,244
Business-type activities capital assets, net	\$ 64,067,584	\$ (1,417,783)	\$ -	\$ -	\$ 62,649,801

Depreciation and amortization expense was charged as direct expense to programs of the primary government as follows:

Governmental activities:

County government administration	\$ 976,390
Public safety	2,799,578
Highways and streets	9,648,880
Health and welfare	519,893
Culture and recreation	1,687,123
	<u>\$ 15,631,864</u>

Business-type activities:

Sewer	\$ 3,560,827
Solid Waste	712,134
Stormwater	6,881
	<u>\$ 4,279,842</u>

NOTE 7 - LONG-TERM DEBT

General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities, one of which is a direct placement. In addition, bonded indebtedness has been entered into in prior years to advance other general obligation bonds. General obligations bonds are direct obligations and pledge full faith and credit of the County. These bonds are generally issued as 15 to 20 year serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

NOTE 7 - LONG-TERM DEBT (Continued)

\$7,300,000 General Obligation Bond payable in annual installments of \$525,000 to \$800,000 beginning April 1, 2011 through 2021; interest from 3.625% to 4.0%	\$ 1,600,000
\$5,215,000 General Obligation Refunding Bond, a direct borrowing, payable in annual installments of \$95,000 to \$850,000 beginning April 1, 2015 through 2024; interest at 2.15%	3,970,000
Total	<u>\$ 5,570,000</u>

The annual requirement to amortize general obligation bonds in the long-term debt at June 30, 2019 is as follows:

Year ending June 30,	Bonds		Bonds from Direct Borrowings and Direct Placements	
	Principal	Interest	Principal	Interest
2020	\$ 800,000	\$ 60,000	\$ 835,000	\$ 85,355
2021	800,000	30,000	815,000	67,403
2022			795,000	49,880
2023			775,000	32,788
2024			750,000	16,125
Total	<u>\$ 1,600,000</u>	<u>\$ 90,000</u>	<u>\$ 3,970,000</u>	<u>\$ 251,551</u>

Special Source Debt

Article X, Section 14, of the Constitution of the State of South Carolina, as amended, provides that indebtedness payable solely from a special source, which source does not involve revenues from any tax or license, may be issued by a county. State law empowers Anderson County to receive and retain revenues from a payment in lieu of taxes, to issue special source revenue bonds secured by and payable from all or a part of such revenues, for the purpose of defraying a portion of the cost of designing, acquiring, constructing, improving, or expanding the infrastructure serving the County in order to enhance the economic development of the County. The special source revenue debt is generally collateralized by the assets being financed, are not secured by the taxing power of the County, and are subject to acceleration clauses in an event of default (nonpayment, etc.). At June 30, 2019 the County had authorized and issued one direct placement special source revenue bond as follows:

\$11,208,000 Special Source Revenue Bond payable in annual installments of \$528,000 to \$888,000 beginning April 1, 2020 through 2035; interest at 3.637% per annum; this bond refunded four separate issuances totaling \$2,400,000	\$ 11,208,000
Total	<u>\$ 11,208,000</u>

The annual requirement to amortize direct placement special source debt in the long-term debt at June 30, 2019 is as follows:

NOTE 7 - LONG-TERM DEBT (Continued)

Year ending June 30,	Principal	Interest	Total
2020	\$ 851,000	\$ 392,160	\$ 1,243,160
2021	888,000	360,536	1,248,536
2022	528,000	334,786	862,786
2023	548,000	315,219	863,219
2024	568,000	294,924	862,924
2025-2029	3,172,000	1,142,927	4,314,927
2030-2034	3,805,000	510,180	4,315,180
2035	848,000	15,421	863,421
Total	\$ 11,208,000	\$ 3,366,153	\$ 14,574,153

Notes Payable

The County has entered into financing agreements to finance the acquisition of machinery and equipment and vehicles as direct placements. The notes payable are generally collateralized by the assets being financed, are not secured by the taxing power of the County, and are subject to acceleration clauses in an event of default (nonpayment, etc.). At June 30, 2019 the County had authorized and issued two notes payable as follows:

\$5,300,000 owed to a national bank due in annual installments of \$867,030 to \$939,006 commencing April 2016 through April 2021; interest of 1.54%. The note was issued to purchase equipment

\$ 1,860,019

\$5,350,000 owed to a national bank due in annual installments of \$842,568 to \$943,539 commencing April 2019 through April 2024; interest of 2.87%. The note was issued to purchase equipment

4,461,698

Total

\$ 6,321,717

The annual requirement to amortize the direct placement note payable at June 30, 2019 is as follows:

Year ending June 30,	Principal	Interest	Total
2020	\$ 1,763,581	\$ 156,695	\$ 1,920,276
2021	1,805,756	118,330	1,924,086
2022	891,626	78,993	970,619
2023	917,215	53,404	970,619
2024	943,539	27,079	970,618
Total	\$ 6,321,717	\$ 434,501	\$ 6,756,218

Capital Lease

The County has entered into a lease agreement as lessee for financing the acquisition of communications sites and equipment as a direct placement borrowing. The capital lease is generally collateralized by the assets being financed, are not secured by the taxing power of the County, and are subject to acceleration clauses in an event of default (nonpayment, etc.). The lease agreement qualifies as a capital lease and the associated capital assets have been recorded at the present value of the future minimum lease payments as of the inception date in the Statement of Net Position. At June 30, 2019 the County had the following capital lease:

NOTE 7 - LONG-TERM DEBT (Continued)

\$6,668,108 capital lease due to a financial institution,
 due in annual installments of \$604,000-\$692,000 commencing
 September 2012 through April 2023; interest of 1.9671%. The
 lease was incurred to purchase communications equipment

Total

\$	2,690,000
<u>\$</u>	<u>2,690,000</u>

The following is a schedule of the future payments on outstanding direct placement Governmental Activities capital leases as of June 30, 2019:

Year ending June 30,	Principal	Interest	Total
2020	\$ 653,000	\$ 52,915	\$ 706,070
2021	666,000	40,070	706,070
2022	679,000	26,969	705,969
2023	692,000	13,612	705,612
	<u>\$ 2,690,000</u>	<u>\$ 133,566</u>	<u>\$ 2,823,566</u>

The County is limited by state statute to a general obligation debt limit of 8% of the assessed valuation of the County. The County's assessed valuation as of the fiscal year end was \$785,041,792 with \$14,790,725 exempt manufacturing property leaving an assessed value subject to the debt margin of \$61,620,085 (\$770,251,067 times 8%). As of June 30, 2019, the County's total bonded debt (\$5,570,000) less amount available for repayment of such bonds (\$392,516) equals total net debt applicable to the statutory limit of \$5,177,484. Subtracting this total from the statutory debt limit leaves an available legal debt margin of \$56,442,601 at June 30, 2019.

Interest paid on the debt issued by the County is generally exempt from federal income tax. The County sometimes temporarily reinvests the proceeds of such tax-exempt debt in higher-yielding taxable securities, especially during construction projects. The federal tax code refers to this practice as arbitrage. Excess earnings (the difference between the interest on the debt and the investment earnings received) resulting from arbitrage must be rebated to the federal government. The County does not have a material arbitrage liability at June 30, 2019.

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2019, was as follows:

Long-Term Obligations	Beginning of Year	Additions	Reductions	End of Year	Due Within One Year
General obligation bonds	\$ 7,170,000	\$ -	\$ 1,600,000	\$ 5,570,000	\$ 1,635,000
Capital lease	3,330,000	-	640,000	2,690,000	653,000
Notes payable	2,762,038	5,350,000	1,790,321	6,321,717	1,763,581
Special source revenue bond	3,940,000	11,208,000	3,940,000	11,208,000	851,000
OPEB liability	8,836,144	1,103,651	842,794	9,097,001	-
Net pension liability	75,835,650	3,995,290	-	79,830,940	-
Compensated absences	4,119,263	2,501,565	2,169,776	4,451,052	509,514
Governmental activities long-term liabilities	<u>\$ 105,993,095</u>	<u>\$ 24,158,506</u>	<u>\$ 10,982,891</u>	<u>\$ 119,168,710</u>	<u>\$ 5,412,095</u>

For the governmental activities, the OPEB liability, compensated absences, and net pension liability are generally liquidated by the General Fund.

NOTE 7 - LONG-TERM DEBT (Continued)**Business-type - Long-term Debt**

Long-term debt payable of the enterprise funds at June 30, 2019 is comprised of the following:

Notes Payable. The government entered into direct placement agreements with the City of Anderson and the Town of Pendleton whereby the County pays its proportionate share of the debt associated with improvements, upgrades and expansion of wastewater treatment plants owned by the entities in return for capacity at the treatment plants. In addition the County has incurred debt with the State Budget and Control Board for the construction of sewer lines as direct placement borrowing. Notes payable to these entities are as follows:

\$1,435,099 note payable to a government in quarterly installments of principal and interest of \$25,019 through January 2020; interest at 2.25%	\$ 47,165
\$1,843,589 note payable to a government in quarterly installments of principal and interest of \$32,860 through September 2023; interest at 2.25%	488,400
\$1,600,000 note payable to a government in quarterly installments of principal and interest of \$26,669 through April 2025; interest at 2.25%	546,814
\$126,796 note payable to a government in quarterly installments of principal and interest of \$4,855 through November 2031; interest at 2.25%; Anderson County's share is 10% of debt	45,290
\$12,732,096 note payable to a government in annual installments of principal and interest ranging from \$538,073 to \$1,163,130 through 2028; interest at 2.0% to 5.0%; Anderson County's share is 51.01% of debt	8,567,130
\$15,991,560 note payable to a government in annual installments of principal and interest ranging from \$645,729 to \$1,153,799 through 2039; interest at 3.0% to 5.0%. The proceeds from this issue were used to advance refund part of the 2009 utility revenue bond. A net premium on the issuance of these bonds was received of \$1,910,321 and debt issuance costs were incurred of \$93,321. The refunding resulted in a deferred loss of \$2,289,407 and an economic gain of \$2,022,539. The amounts represented are Anderson County's share of 39.78%.	15,991,560
Total	<u><u>\$ 25,686,359</u></u>

Debt service requirements of the direct placement notes payable to maturity are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,556,257	\$ 1,037,139	\$ 2,593,396
2021	1,572,718	971,875	2,544,593
2022	1,622,026	923,498	2,545,524
2023	1,700,941	848,171	2,549,112
2024	1,686,302	769,538	2,455,840
2025-2029	7,819,916	2,654,811	10,474,727
2030-2034	4,453,371	1,307,708	5,761,079
2035-2039	5,274,828	484,043	5,758,871
	<u><u>\$ 25,686,359</u></u>	<u><u>\$ 8,996,783</u></u>	<u><u>\$ 34,683,142</u></u>

NOTE 7 - LONG-TERM DEBT (Continued)**Revenue Bond**

The government issued a direct placement revenue bond for \$2,789,000 for solid waste infrastructure and equipment. The bond is payable in annual installments of principal and interest totaling \$337,419 through April 2029; interest at 3.32%.

The following is a schedule of future payments on the outstanding business-type activities direct placement revenue bond as of June 30, 2019:

Year ending June 30,	Principal	Interest	Total
2020	\$ 200,585	\$ 136,835	\$ 337,420
2021	251,484	85,936	337,420
2022	259,833	77,587	337,420
2023	268,460	68,960	337,420
2024	277,373	60,047	337,420
2025-2029	1,531,265	155,831	1,687,096
	\$2,789,000	\$ 585,196	\$ 3,374,196

Long-term liability activity for the year ended June 30, 2019, was as follows:

Long-Term obligations	Beginning of Year	Additions	Reductions	End of Year	Due Within One Year
Notes payable to other governments	\$ 27,209,043	\$ -	\$ 1,522,684	\$ 25,686,359	\$ 1,556,257
Unamortized premium on above notes	2,645,916	-	174,613	2,471,303	-
Bond payable	365,000	2,789,000	365,000	2,789,000	200,585
Customer deposits	245,211	-	792	244,419	-
Landfill closure & postclosure costs	1,776,890	6,231	-	1,783,121	140,881
OPEB liability	616,410	73,879	56,417	633,872	-
Net pension liability	4,519,562	375,739	-	4,895,301	-
Compensated absences	252,997	166,283	133,048	286,232	116,894
Business-type activities long-term liabilities	\$ 37,631,029	\$ 3,411,132	\$ 2,252,554	\$ 38,789,607	\$ 2,014,617

Conduit Debt Obligations

The County has issued industrial revenue bonds to furnish financial assistance to private-sector entities for the acquisition and construction of industrial facilities within industrial parks considered being in the public interest. The bonds are secured by the property financed. The property is leased to the private-sector entity as "Tenants", and the underlying bonds are payable solely from payments received from the tenant in the form of rents and payments in lieu of taxes. Upon repayment of the bonds, ownership of the acquired facilities will transfer to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2019, there was one series of industrial revenue bonds outstanding with an aggregate principal amount payable of \$300,000,000.

NOTE 8- SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfill no longer accepts waste.

NOTE 8- SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS (Continued)

The recognition of these landfill closure and post-closure care costs is based on the amount of available landfill space used during the year. The estimated liability for landfill closure and post-closure care costs has a balance of \$1,783,121 at June 30, 2019, which is based on the following estimated percentages of usage:

Starr construction and demolition(C&D) landfill (Cell #1) - 100%

Starr MSW landfill – 100%

Starr construction and demolition landfill (Cell #2) - 33%

Starr land clearing debris (LCD) landfill - 81%

Pendleton municipal solid waste landfill - 100%

The estimated remaining useful life of the C&D landfill based upon a compaction ratio of 1,430 lb/cy is thirty four years and the estimated remaining useful life of the LCD landfill based upon a compaction ration of 1,366 lb/cy is four years. The estimated total cost of the landfill closure and post-closure care increased by \$6,231 in the current year to \$1,783,121 which is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the new landfill site were acquired as of June 30, 2019. In addition, no amount was expended to close and monitor the previous landfill site. These amounts would have been accrued in previous years. The liability for accrued closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

NOTE 9 - 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, along with other counties in the state, is insured under the State of South Carolina Insurance Reserve Fund, a public entity risk pool currently operating as a common risk management and insurance fund. The County pays annual premiums to the Insurance Reserve Fund for its general insurance coverage. The Insurance Reserve Fund is self-sustaining through member premiums and by purchases of commercial insurance coverage on a portion of its liabilities. The state accumulates assets to cover risks that its members incur in their normal operations. Specifically, the state assumes substantially all of the risk of the above.

The County carries insurance for other risks of loss including workers compensation and employee health (through December 31, 2018), dental (through December 31, 2018), group life and accident insurance under various plans. The County has a health benefits internal service fund for health, dental and benefit services which commenced January 1, 2019. Employees can elect to have dependent coverage at their expense. The internal service fund is responsible for collecting premiums from departments and employees and for paying claims. Claims are handled by a third-party administrator for a fee. These plans include stop-loss provisions which are adjusted annually. An estimate for health and dental claims that were incurred on or before June 30, 2019 but were unreported at that time was considered.

Changes in the reported liability for health and dental claims were as follows:

Fund/Year	Beginning Balance	Claims and Changes in Estimates	Claims/ Payments	Ending Balance
2019	\$ -	\$ 5,318,552	\$(4,690,237)	\$ 628,315

Workers' compensation is covered by a self-insured pool for counties in South Carolina and administered by the Administrator Companion Property and Casualty Insurance. For the fiscal years reflected below, settlements did not exceed the County's insurance coverage. During the current fiscal year there were no significant reductions in insurance coverage from the prior year. The following indicates claims versus premiums for the past five fiscal years:

NOTE 9 - RISK MANAGEMENT (Continued)

<u>Year ending June 30,</u>	<u>Premiums</u>	<u>Paid Claims</u>
2019	\$ 1,181,766	\$ 896,246
2018	1,117,424	835,725
2017	1,367,512	161,767
2016	1,157,057	366,665
2015	\$ 1,039,798	\$ 768,868

NOTE 10 - EMPLOYEES' PENSION PLAN**Description of the Entity**

The County participates in the State of South Carolina's retirement plan, which is administered by the South Carolina Public Employee Benefit Authority ("PEBA"), which was created on July 1, 2012 and administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors ("Board"), appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the State Fiscal Accountability Authority ("SFAA"), which consists of five elected officials, also reviews certain Board decisions regarding the funding of the South Carolina Retirement Systems (Systems) and serves as a co-trustee of the Systems in conducting that review.

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

PEBA issues a Comprehensive Annual Financial Report ("CAFR") containing financial statements and required supplementary information for the South Carolina Retirement Systems' Pension Trust Funds. The CAFR is publicly available on the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the state.

Plan Descriptions

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

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

Plan Membership

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

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

SCRS – Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election.

An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

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

Employees eligible for service retirement may participate in the Teacher and Retiree Incentive Program (TERI). TERI participants may retire and begin accumulating retirement benefits on a deferred basis

without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any cost of living adjustments granted during the TERI period. Because participants are considered retired during the TERI period, they do not earn service credit, and are ineligible to receive group life insurance benefits or disability retirement benefits. Effective July 1, 2006, TERI participants who entered the program before July 1, 2005 do not have to contribute SCRS as long as they are covered under the TERI program; those who entered the program after June 30, 2005 do make SCRS contributions.

Plan Benefits

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

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

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

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

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

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

Plan Contributions

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. If the scheduled employee and employer contributions provided in statute, or the rates last adopted by the PEBA Board, are insufficient to maintain the period set in statute, the PEBA Board shall increase employer contribution rates as necessary.

After June 30, 2027, if the most recent annual actuarial valuation of the Systems for funding purposes shows a ratio of the actuarial value of system assets to the actuarial accrued liability of the system (the funded ratio) that is equal to or greater than eighty-five percent, then the PEBA Board, effective on the following July first, may decrease the then current contribution rates upon making a finding that the decrease will not result in a funded ratio of less than eighty-five percent. If contribution rates are decreased pursuant to this provision, and the most recent annual actuarial valuation of the system shows a funded ratio of less than eighty-five percent, then effective on the following July first, 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 eighty-five percent.

The Retirement System Funding and Administration Act establishes a ceiling on employee contribution rates at 9 percent and 9.75 percent for the SCRS and the PORS, respectively. The employer contribution rates will continue to increase annually by 1 percent through July 1, 2022. The legislation's ultimate scheduled employer rate is 18.56 percent for the SCRS and 21.24 percent for the PORS. The amortization period is scheduled to be reduced one year for each of the next 10 years to a twenty-year amortization period.

As noted above, both employees and the County are required to contribute to the SCRS and PORS at rates established and as amended by the PEBA. The County's contributions are actuarially determined but are communicated to and paid by the County as a percentage of the employees' annual eligible compensation as follows for the past three years:

	SCRS			PORS		
	2017	2018	2019	2017	2018	2019
Employer Rate	11.56%	13.56%	14.56%	14.24%	16.24%	17.24%
Employee Rate	8.66%	9.00%	9.00%	9.24%	9.75%	9.75%

The required contributions and percentages of amounts contributed to the SCRS and PORS for the past three years were as follows:

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

Year Ended June 30,	SCRS Contributions		PORS Contributions	
	Required	% Contributed	Required	% Contributed
2019	\$ 3,770,329	100%	\$ 2,746,388	100%
2018	3,272,761	100%	2,581,574	100%
2017	\$ 2,629,985	100%	\$ 2,071,548	100%

Eligible payrolls of the County covered under the SCRS and PORS for the past three years were as follows:

Year Ended June 30,	SCRS Payroll	PORS Payroll
2019	\$ 25,895,014	\$ 16,502,231
2018	24,135,408	15,896,390
2017	\$ 22,751,230	\$ 14,547,272

Actuarial Assumptions and Methods

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

The June 30, 2018, total pension liability, net pension liability, and sensitivity information shown in this report were determined by our consulting actuary, Gabriel, Roeder, Smith and Company ("GRS") and are based on an actuarial valuation performed as of July 1, 2017. The total pension liability was rolled-forward from the valuation date to the plans' fiscal year end, June 30, 2018, using generally accepted actuarial principles. The Retirement System Funding and Administration Act of 2017 was signed into law April 25, 2017, and included a provision to reduce the assumed rate of return from 7.50% to 7.25% effective July 1, 2017. As a result of this legislation, GRS made an adjustment to the calculation of the roll-forward total pension liability for this assumption change as of the measurement date of June 30, 2017.

The following table provides a summary of the actuarial assumptions and methods used in the July 1, 2018, valuations for SCRS and PORS.

	SCRS	PORS
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Investment Rate of Return	7.25%	7.25%
Salary Increases	3.0% to 12.5% (varies by service)*	3.5% to 9.5% (varies by service)*
Benefit Adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually
*Includes inflation at 2.25%		

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

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

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

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

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB No. 67 less that System's fiduciary net position. NPL totals, as of the June 30, 2018 measurement date, for SCRS and PORS are as follows:

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$ 48,821,730,067	\$ 26,414,916,370	\$ 22,406,813,697	54.1%
PORS	\$ 7,403,972,673	\$ 4,570,430,247	\$ 2,833,542,426	61.7%

The total pension liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the Systems' financial statements. The net pension liability is disclosed in accordance with the requirements of GASB 67 in the Systems' notes to the financial statements and required supplementary information. Liability calculations performed by the Systems' actuary for the purpose of satisfying the requirements of GASB Nos. 67 and 68 are not applicable for other purposes, such as determining the plans' funding requirements.

At June 30, 2019, the County reported total net pension liability of \$52,098,112 and \$32,628,129 for its proportionate share of the net pension liability for the SCRS and PORS, respectively, the net pension liability was measured as of June 30, 2018, and the total pension liability for the PORS used to calculate the net pension liability was determined based on the most recent actuarial valuation report as of July 1, 2017 that was projected forward to the measurement date. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the PORS relative to the projected contributions of all participating South Carolina state and local governmental employers, actuarially determined. At June 30, 2018, the County's SCRS and PORS proportion was .232510 and 1.151496 percent, respectively.

For the year ended June 30, 2019, the County recognized pension expense of \$5,529,764 and \$4,668,001 for the SCRS and PORS, respectively, for a total pension expense for the primary government of \$10,197,765. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
SCRS		
Differences Between Expected and Actual Experience	\$ 94,043	\$ 306,583
Changes in Assumptions	2,066,962	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	827,579	-
Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	1,432,526	328,749
County's Contributions Subsequent to the Measurement Date	3,770,329	-
Total SCRS	8,191,439	635,332
PORS:		
Differences Between Expected and Actual Experience	1,005,325	-
Changes in Assumptions	2,151,332	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	652,484	-
Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	1,683,898	358,622
County's Contributions Subsequent to the Measurement Date	2,746,388	-
Total PORS	8,239,427	358,622
Total SCRS and PORS	\$ 16,430,866	\$ 993,954

\$3,770,329 and \$2,746,388 that was reported as deferred outflows of resources related to the County's contributions subsequent to the measurement date to the SCRS and PORS, respectively, will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the SCRS and PORS will be recognized in pension expense as follows:

Year Ended June 30,	SCRS	PORS
2020	\$ 2,538,197	\$ 2,442,596
2021	1,545,619	1,881,257
2022	(239,956)	634,270
2023	(58,082)	176,294
Total	\$ 3,785,778	\$ 5,134,417

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments is based upon 30 year capital market assumptions. The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2018 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 table on the following page. For actuarial purposes, the 7.25 percent assumed annual investment rate of return used in the calculation of the TPL includes a 5.00 percent real rate of return and a 2.25 percent inflation component.

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Global Equity	47.0%		
Global Public Equity	33.0%	6.99%	2.31%
Private Equity	9.0%	8.73%	0.79%
Equity Options Strategies	5.0%	5.52%	0.28%
Real Assets	10.0%		
Real Estate (Private)	6.0%	3.54%	0.21%
Real Estate (REITs)	2.0%	5.46%	0.11%
Infrastructure	2.0%	5.09%	0.10%
Opportunistic	13.0%		
GTAA/Risk Parity	8.0%	3.75%	0.30%
Hedge Funds (non-PA)	2.0%	3.45%	0.07%
Other Opportunistic Strategies	3.0%	3.75%	0.11%
Diversified Credit	18.0%		
Mixed Credit	6.0%	3.05%	0.18%
Emerging Markets Debt	5.0%	3.94%	0.20%
Private Debt	7.0%	3.89%	0.27%
Conservative Fixed Income	12.0%		
Core Fixed Income	10.0%	0.94%	0.09%
Cash and Short Duration (Net)	2.0%	0.34%	0.01%
Total Expected Real Return	100.0%		5.03%
Inflation for Actuarial Purposes			2.25%
Total Expected Nominal Return			7.28%

Discount Rate

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

Sensitivity Analysis

The following table presents the collective net pension liability of the participating employers calculated using the discount rate of 7.25 percent, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is 1.00 percent lower (6.25 percent) or 1.00 percent higher (8.25 percent) than the current rate:

System	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
County's proportionate share of the net pension liability of the SCRS	\$ 66,571,713	\$ 52,098,112	\$ 41,750,874
County's proportionate share of the net pension liability of the PORS	\$ 43,986,795	\$ 32,628,129	\$ 23,324,427

NOTE 10 - EMPLOYEES' PENSION PLAN (Continued)

Additional Financial and Actuarial Information

Detailed information regarding the fiduciary net position of the Plan administered by the PEBA is available in the separately issued CAFR containing financial statements and required supplementary information. The CAFR is publicly available through the Retirement Benefits' link on the 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

Payable to Plans

The County reported payables of approximately \$830,365 to the PEBA as of June 30, 2019, representing required employer and employee contributions for the month of June 2019 of \$481,107 for the SCRS and \$349,258 for the PORS, respectively. The amounts withheld from the employees is included in Accounts Payable and the County's portion is included in Due to Other Governments on the financial statements and were paid in July 2019.

NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS

Plan Description

Anderson County sponsors a defined benefit postemployment healthcare plan (the "OPEB Plan") that provides medical coverage for retirees. County Council established and may amend the benefit and contribution requirements of plan members for the County's OPEB Plan. These contributions are neither guaranteed nor mandatory. The County has retained the right to unilaterally modify its payments toward retiree health care benefits at any time. There is not a separate, audited GAAP-basis postemployment benefit plan report available.

The OPEB Plan provides employees with health reimbursement accounts ("HRAs") that the employee may access upon retirement from the County to pay for any medical expense deemed allowable by the Internal Revenue Service, which may include payment for health insurance coverage at the retiree's option.

Additionally, for all classes of participants, as discussed below, the County effectively subsidizes the retirees' purchase of health insurance under the County's OPEB Plan. This subsidy is created by the County charging the retirees the same healthcare premium that it pays for its active employees. The true healthcare costs for retirees are, on average, much greater than active employees' healthcare costs. Thus, if both groups pay the same healthcare premium, then retirees are paying less than they would if their premiums were calculated solely based on age adjusted premiums. Hence, the County is effectively subsidizing the retirees' healthcare insurance by not charging the retirees a higher premium based on their age adjusted premium.

The OPEB Plan has three different classes of participants as follows:

1. Retirees as of December 31, 2008 and under age 65 as of December 31, 2008 – This is a frozen class that covers those retirees who were retired as of December 31, 2008. No other employees will be able to retire and receive these benefits. For these participants, the County will fund HRAs until the later of: (a) ten years from the retiree's retirement or (b) the retiree reaches the age of 65. The amount funded will be \$440.71 per month if the retiree is under age 65 and \$366.07 if the retiree is over age 65. The HRAs are eligible for use by retiree, spouse and dependents until the death of retiree. Additionally, the County agrees to effectively subsidize the retirees' healthcare insurance premiums by charging them a lower rate than the true cost of their insurance.
2. Retirees as of December 31, 2008 and over age 65 as of December 31, 2008 – This is a frozen class that covers those retirees who were retired and over age 65 as of December 31, 2008. No other employees will be able to retire and receive these benefits. For these participants, the County will fund HRAs for ten years from the retiree's retirement at a monthly rate of \$366.07. The HRAs are eligible for use by retiree, spouse and dependents until the death of retiree. Additionally, the County agrees to effectively subsidize the retirees' healthcare insurance premiums by charging them a lower rate than the true cost of their insurance.

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Active employees as of December 31, 2008 or hired thereafter – The County funds HRAs for these participants which can be accessed upon retirement assuming that the participant has met the eligibility requirements of being able to retire under the SCRS or PORS and having completed five years of full time continuous service if employed at December 31, 2008 or twelve years of full time continuous service if hired after December 31, 2018. Upon adoption of the current plan, the County agreed to a one-time contribution to fund each active employee's HRA for \$1,000 for each full year of active service as of July 1, 2009. Future contributions to the HRAs, if any, are to be determined annually by the County. Additionally, the County agrees to effectively subsidize the healthcare insurance premiums of the employees when they retire by charging them a lower rate than the true cost of their insurance.

Plan Membership

As of June 30, 2019, the last actuarial valuation, the following employees were covered by the OPEB Plan's benefit terms:

Active Participants	922
Retired Participants	139
Total Membership	<u>1,061</u>

Funding Policy

The County contributes a fixed dollar amount to each active employee's HRA. During the year ended June 30, 2019, there was not a contribution to each active employee to their HRA. The County anticipates not making a contribution to each active employee's HRA during the year ended June 30, 2020.

Actuarial Methods and Assumptions

Actuarial valuations of the OPEB 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, inflation, healthcare cost trend rates, and future salary changes. Amounts determined regarding the total OPEB liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive OPEB Plan (the plan as understood by the employer and its members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following table provides a summary of the significant actuarial assumptions and methods used in the latest actuarial valuation for the OPEB Plan.

Actuarial Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Inflation	2.25%
Salary Increases	3.00%
Discount Rate	3.50%
Retirement Rates	Based on the retirement rates used for the July 1, 2018 SCRS and
PORS Valuation Mortality Rates	Based on the mortality rates used for the July 1, 2018 SCRS and
PORS Valuation Disability Rates	Based on the disability rates used for the July 1, 2018 SCRS and
PORS Valuation Termination Rates	Based on the withdrawal rates used for the July 1, 2018 SCRS and
PORS Valuation	

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Healthcare Trend Rate	The healthcare trend rates are based on the rates used in the June 30, 2018 SC OPEB Valuation
Election Percentage	100% of eligible retirees will elect coverage and 25% of those will elect to cover the spouse
Marriage Percentage	80% of all active employees are assumed to be married with female spouses assumed to be 3 years younger
Implicit Subsidy	The difference between the estimated age-related premiums versus the blended premium the employer charges

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

The County's total OPEB liability was measured as of June 30, 2019 and the total OPEB liability was determined by an actuarial valuation as of June 30, 2019.

	Total OPEB Liability (a)
Balances as of 6/30/18	\$ 9,452,554
Changes for the year:	
Service Cost	540,408
Interest	355,106
Differences between expected and actual experience	(340,531)
Changes in assumptions or other inputs	282,016
Benefit Payments	(330,365)
Implicit rate subsidy fulfillment	(228,315)
Net Changes	278,319
Balances as of 6/30/19	\$ 9,730,873

For the year ended June 30, 2019, the County recognized OPEB expense of approximately \$293,000. At June 30, 2019, the County reported deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$(288,067)
Changes of Assumptions	238,566	(151,974)
Total	\$ 238,566	\$(440,041)

Amounts reported as deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to the OPEB Plan will increase (decrease) OPEB expense as follows:

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources
2020	\$ 43,449	\$ (86,925)
2021	43,449	(86,925)
2022	43,449	(86,925)
2023	43,449	(86,925)
2024	43,449	(66,593)
Thereafter	21,321	(25,748)
	<u>\$ 238,566</u>	<u>\$ (440,041)</u>

Discount Rate

The discount rate used to measure the total OPEB liability was 3.50%. The discount rate was determined based on the calculated tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA/Aa credit rating. Because the OPEB Plan is unfunded the long-term expected rate of return on OPEB Plan investments was not applicable for purposes of calculating the discount rate.

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

The following table presents the sensitivity of the County's total OPEB liability to changes in the discount rate, calculated using the discount rate of 3.50%, as well as what it would be if it were calculated using a discount rate that is 1% point lower (2.50%) or 1% point higher (4.50%) than the current rate:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Total OPEB Liability	\$10,539,245	\$9,730,873	\$8,989,852

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

The following table presents the sensitivity of the County's total OPEB liability to changes in the healthcare cost trend rate, calculated using the healthcare cost trend rate as well as what it would be if it were calculated using a healthcare cost trend rate that is 1% point lower or 1% point higher than the current rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	\$8,839,673	\$9,730,873	\$10,804,506

NOTE 12 - DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time County employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the exclusive benefit of participating employees and are not accessible by the County or its creditors.

NOTE 13 – TAX ABATEMENTS

The County enters into property tax abatements agreements with local businesses under the state Fee in Lieu Tax Simplification Act (Act). Under this Act, local governments may grant property tax abatements that are applied to a business' property tax bill for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the County who contractually agree to make investment in the County and/or increase the number of jobs at a particular facility.

As a result of these agreements, the County had property taxes abated of approximately \$12,481,000 under this program for the year ended June 30, 2019. This total was comprised of \$12,222,000 of taxes abated via Fee-in-Lieu of Property Taxes ("FILOT") agreements and \$259,000 through Special-Source Revenue Credits ("SSRC").

NOTE 14- COMMITMENTS AND CONTINGENCIES

The County is, from time to time, a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters as are presently known will not have a material adverse effect on the financial condition of the County. However, in a bench trial involving the County's former Administrator (Preston) commencing on October 29, 2012, the presiding judge issued an Order finding against the County and in favor of the former Administrator on a claim for breach of contract. The County appealed the trial court's judgment to the South Carolina Court of Appeals, which issued an Opinion on August 16, 2017, ruling in favor of Anderson County. Preston and Anderson County filed petitions for writ of certiorari with South Carolina Supreme Court requesting that Court to review the Court of Appeals Opinion. The Supreme Court issued an opinion on August 7, 2019, ruling in favor of Anderson County and returning the case to the Circuit Court to determine the amount Preston should repay the County. Thereafter, Preston filed a Chapter 7 petition in the United States Bankruptcy Court which has not yet been adjudicated.

The construction work in process amounts in Note 6 relate to engineering, legal and other pre-construction costs. Construction commitments at June 30, 2019 totaled approximately \$4,000,000.

NOTE 15 - COMPONENT UNIT INFORMATION

In conformity with GAAP, the financial statements of the component unit have been included in the financial reporting entity. The Anderson County Library System (the "Library") is discretely presented on the financial statements and the following is the associated note disclosure.

The Library considers all highly liquid investments (including restricted assets) with original maturities of three months or less when purchased to be cash equivalents. Securities with an initial maturity of more than three months (from when initially purchased) are reported as investments.

A. Deposits and Investments

Deposits

Custodial Credit Risk for Deposits: Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Library's deposits might not be recovered. The Library does not have a deposit policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina.

As of June 30, 2019, none of the Library's bank balances of approximately \$4,278,000 (which had a carrying value of approximately \$4,062,000) were exposed to custodial credit risk. The bank balance was higher than the book/carrying value due to outstanding checks.

Investments

As of June 30, 2019, the Library did not hold any investments.

NOTE 15 - COMPONENT UNIT INFORMATION (Continued)**B. Capital Assets**

Capital asset activity for the Library for the year ended June 30, 2019, follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Non-Depreciable:				
Art Work	\$ 74,819	\$ -	\$ -	\$ 74,819
Total Capital Assets, Non-Depreciable	74,819	-	-	74,819
Capital Assets, Depreciable:				
Buildings and Improvements	696,079	225,884	-	921,963
Equipment	544,081	13,556	59,867	497,770
Furniture and Fixtures	340,628	-	-	340,628
Vehicles	273,140	-	21,000	252,140
Books	4,885,022	611,105	204,793	5,291,334
Total Capital Assets, Depreciable	6,738,950	850,545	285,660	7,303,835
Less: Accumulated Depreciation for:				
Buildings and Improvements	334,756	67,676	-	402,432
Equipment	429,499	49,625	59,867	419,257
Furniture and Fixtures	330,902	2,574	-	333,476
Vehicles	268,575	4,565	21,000	252,140
Books	3,856,612	686,620	204,793	4,338,439
Total Accumulated Depreciation	5,220,344	811,060	285,660	5,745,744
Total Capital Assets, Depreciable, Net	1,518,606	39,485	-	1,558,091
Total Governmental Activities Capital Assets, Net	\$ 1,593,425	\$ 39,485	\$ -	\$ 1,632,910

Certain capital assets used by the Library, including land and building comprising the main branch, were funded by Anderson County and therefore are included in the County's capital assets. The Library's only function is library services and operations, thus all depreciation expense is charged to that function.

C. Long-Term Obligations

As of June 30, 2019, the Library was not obligated under any general obligation bonds or capital leases. Following is a summary of the changes in the Library's long-term obligations for the year ended June 30, 2019:

Long-Term Obligations	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 213,706	\$ 145,458	\$ 133,967	\$ 225,197	\$ 137,567
Total Governmental Activities	\$ 213,706	\$ 145,458	\$ 133,967	\$ 225,197	\$ 137,567

General Fund resources have been used to liquidate all long-term obligations of the Library.

D. Operating Leases

The Library rents two branches under month-to-month lease terms with monthly rental payments of \$400, \$1,350, respectively. In January of 2019, the Piedmont branch lease was renewed, adjusting the monthly rental payments from \$1,800 to \$1,950, and extending the lease term to January 31, 2020. Total lease expense for all the branches for the year ended June 30, 2019 was approximately \$44,000.

The Library leases several copiers at various branches. The first lease has a lease term of 60 months, which ended on August 30, 2018, with monthly rental payments of \$765, plus applicable taxes. The second lease has a term of 60 months, ending on November 30, 2020, with monthly rental payments of \$76. The third lease has a twelve-month lease term ending on September 30, 2019, with monthly rental payments of \$135.

NOTE 15 - COMPONENT UNIT INFORMATION (Continued)

The fourth lease has a lease term of 36 months, ending on October 30, 2022, with monthly payments of \$1,410. The Library also leases a postage machine. This lease has a lease term of 36 months, ending on April 30, 2022, with monthly payments of \$109. Total lease expense for the year ended June 30, 2019 for copiers and other equipment was approximately \$16,000.

Future minimum lease payments are as follows:

Year Ending June 30	Copiers
2020	\$ 33,204
2021	18,613
2022	6,623
Totals	<u>\$ 58,440</u>

A local historical society provides facilities for the Honea Path branch without charge to the Library.

E. Retirement Plans

The Library is a member of the South Carolina Retirement System (SCRS) as described in Note 10 to these financial statements. Pertinent information related to the Library's participation in the plan is as follows:

Plan Contributions

The required contributions and percentages of amounts contributed by the Library to the plan for the past three years were as follows:

Year Ended June 30,	SCRS Contributions Required	% Contributed
2019	\$ 387,192	100%
2018	351,901	100%
2017	\$ 292,622	100%

Eligible payrolls of the Library covered under the plan for the past three years were as follows:

Year Ended June 30,	SCRS Payroll
2019	\$ 2,659,288
2018	2,595,137
2017	\$ 2,531,334

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

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB No. 67 less that System's fiduciary net position. NPL totals, as of June 30, 2018 measurement date, for the SCRS are presented in the following table:

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$ 48,821,730,067	\$ 26,414,916,370	\$ 22,406,813,697	54.1%

At June 30, 2019, the Library reported a liability of approximately \$5,611,000 for its proportionate share of the SCRS net pension liabilities for the SCRS ("Plan"). The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined based on the most recent actuarial valuation report as of July 1, 2017 projected forward to the measurement date.

NOTE 15 - COMPONENT UNIT INFORMATION (Continued)

The Library's proportionate share of the net pension liability was based on a projection of the Library's long-term share of contributions to the Plan relative to the projected contributions of all participating South Carolina state and local governmental employers, actuarially determined. At the June 30, 2018 measurement date, the Library's SCRS proportion was 0.025043 percent, which was a decrease of 0.000045 from its proportion measured as of June 30, 2017 of 0.025088 percent.

For the year ended June 30, 2019, the Library recognized pension expense of approximately \$619,000 for the SCRS. At June 30, 2019, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
SCRS		
Differences Between Expected and Actual Experience	\$ 10,129	\$ 33,021
Changes in Assumptions	222,625	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	89,135	-
Changes in Proportion Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	125,585	7,029
Library's Contributions Subsequent to the Measurement Date	363,337	-
Total SCRS	<u>\$ 810,811</u>	<u>\$ 40,050</u>

Approximately \$363,000 was reported as deferred outflows of resources related to the Library's contributions subsequent to the measurement date to the SCRS, will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources (deferred pension charges) and deferred inflows of resources (deferred pension credits) related to the SCRS will increase (decrease) pension expense as follows:

Year Ended June 30,	SCRS
2020	\$ 291,656
2021	186,864
2022	(61,620)
2023	(9,476)
Total	<u>\$ 407,424</u>

Sensitivity Analysis

The following table presents the sensitivity of the Library's proportionate share of the net pension liability of the Plans to changes in the discount rate, calculated using the discount rate of 7.25 percent, as well as what it would be if it were calculated using a discount rate that is 1.00 percent lower (6.25 percent) or 1.00 percent higher (8.25 percent) than the current rate:

System	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Library's proportionate share of the net pension liability of the SCRS	\$ 7,170,205	\$ 5,611,304	\$ 4,496,840

F. Other Postemployment Benefits

The Library participates in the County's OPEB Plan as described in Note 11 to these financial statements. Pertinent information related to the Library's participation in the OPEB plan is as follows:

NOTE 15 - COMPONENT UNIT INFORMATION (Continued)***OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB***

The Library's total OPEB liability was measured as of June 30, 2019 and the total OPEB liability was determined by an actuarial valuation as of June 30, 2019.

	<u>Total OPEB Liability</u>
Balances as of 6/30/18	\$ 635,549
Changes for the year:	
Service cost	25,362
Interest	23,146
Difference between expected/actual experience	4,207
Changes in assumptions or other inputs	11,978
Benefit payments	(43,855)
Implicit rate subsidy fulfillment	(31,764)
Net Changes	<u>(10,926)</u>
Balances as of 6/30/19	<u>\$ 624,623</u>

For the year ended June 30, 2019, the Library recognized OPEB expense of approximately \$50,000. At June 30, 2019, the Library reported deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to OPEB from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 3,475	\$ -
Changes of Assumptions	<u>9,893</u>	<u>5,863</u>
Total	<u>\$ 13,368</u>	<u>\$ 5,863</u>

Amounts reported as deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to the OPEB Plan will increase (decrease) OPEB expense as follows:

<u>Year Ended June 30,</u>	<u>Total</u>
2020	\$ 1,104
2021	1,104
2022	1,104
2023	2,093
2024	2,100
Total	<u>\$ 7,505</u>

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

The following table presents the sensitivity of the Library's total OPEB liability to changes in the discount rate, calculated using the discount rate of 3.50%, as well as what it would be if it were calculated using a discount rate that is 1% point lower (2.50%) or 1% point higher (4.50%) than the current rate:

	<u>1% Decrease (2.87%)</u>	<u>Current Discount (3.87%)</u>	<u>1% Increase (4.87%)</u>
Total OPEB Liability	\$657,757	\$624,623	\$592,700

NOTE 15 - COMPONENT UNIT INFORMATION (Continued)

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

The following table presents the sensitivity of the Library's total OPEB liability to changes in the healthcare cost trend rate, calculated using the healthcare cost trend rate as well as what it would be if it were calculated using a healthcare cost trend rate that is 1% point lower or 1% point higher than the current rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	\$588,714	\$624,623	\$666,595

NOTE 16 - SUBSEQUENT EVENTS

In July, 2019 the County signed a road improvement contract with Pickens Construction for approximately \$2.1 million.

On July 16, 2019 County Council approved Phase Two improvements to Green Pond Landing Event Center. The bid was awarded to Belk Company for \$786,000.

In August, 2019 County Council approved purchasing seventeen police vehicles plus upfitting for \$921,000 from Vic Bailey Ford.

In August, 2019 County Council approved the sale of property owned in Pickens County to Empire Properties for approximately \$637,000.

On October 20, 2019, County Council approved the purchase of public safety and public administration software totaling \$2.7 million.

On December 4, 2019 County Council awarded the Welpine gravity sewer project to Moorhead Construction for \$1,651,334.

On December 17, 2019 County Council awarded the Hurricane Creek Pump Station Rehabilitation Project to Tugaloo Pipeline for \$674,154.

***REQUIRED
SUPPLEMENTARY
INFORMATION***

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND REVENUES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget		Actual	Variance favorable (unfavorable)
	Original	Final		
TAXES				
Property taxes and fee in lieu of taxes	\$ 50,500,000	\$ 50,500,000	\$ 50,102,493	\$ (397,507)
Total taxes	50,500,000	50,500,000	50,102,493	(397,507)
COUNTY OFFICES				
Clerk of Court	170,000	170,000	163,006	(6,994)
Family Court	489,000	489,000	477,264	(11,736)
Register of Deeds	1,400,000	1,400,000	1,689,020	289,020
Judge of Probate	500,000	500,000	482,799	(17,201)
Master in Equity	225,000	225,000	199,473	(25,527)
Sheriff	25,000	25,000	30,012	5,012
School Resource Officers	2,069,505	2,069,505	1,964,424	(105,081)
Magistrate	800,000	800,000	826,548	26,548
Animal Shelter	50,000	50,000	57,163	7,163
Building and codes	1,231,500	1,231,500	967,179	(264,321)
Mobile Home Permits	22,000	22,000	24,914	2,914
Civic Center	188,500	188,500	242,078	53,578
Sports Complex	49,650	49,650	42,779	(6,871)
Amphitheatre	34,000	34,000	-	(34,000)
Miscellaneous	451,500	451,500	430,941	(20,559)
Total county offices	7,705,655	7,705,655	7,597,600	(108,055)
INTERGOVERNMENTAL				
State shared taxes	7,259,400	7,259,400	7,203,801	(55,599)
Election commission	117,660	117,660	216,527	98,867
Department of Social Services	225,000	225,000	102,583	(122,417)
Public service employment	7,875	7,875	7,875	-
Health and environmental	10,000	10,000	941	(9,059)
Merchant inventory	273,260	273,260	273,259	(1)
Homestead exemption	2,255,000	2,255,000	2,232,875	(22,125)
Flood Control	145,000	145,000	137,160	(7,840)
Oconee County reimbursement	125,445	125,445	125,306	(139)
Medical reimbursement	75,000	75,000	90,980	15,980
Miscellaneous	185,000	185,000	656,117	471,117
Total intergovernmental	10,678,640	10,678,640	11,047,424	368,784
OTHER				
Investment income	120,000	120,000	675,905	555,905
Cablevision franchise fee	1,600,000	1,600,000	1,621,224	21,224
Rent	62,500	62,500	48,488	(14,012)
Total other	1,782,500	1,782,500	2,345,617	563,117
OTHER FINANCING SOURCES				
Transfers in	747,750	747,750	137,886	(609,864)
	747,750	747,750	137,886	(609,864)
	<u>\$ 71,414,545</u>	<u>\$ 71,414,545</u>	<u>\$ 71,231,020</u>	<u>\$ (183,525)</u>

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget			Variance with Final Budget
	Original	Final	Actual	
GENERAL GOVERNMENT				
County council				
Personnel services	\$ 167,025	\$ 176,775	\$ 176,019	\$ 756
Operating expenses	44,300	41,515	23,886	17,629
Contractual	33,500	36,285	27,566	8,719
	244,825	254,575	227,471	27,104
Delegation				
Personnel services	56,245	58,283	58,069	214
Operating expenses	2,765	2,765	1,786	979
Contractual	500	500	339	161
	59,510	61,548	60,194	1,354
County administrator				
Personnel services	773,975	806,935	784,387	22,548
Operating expenses	34,880	38,445	32,315	6,130
Contractual	14,000	7,870	6,504	1,366
	822,855	853,250	823,206	30,044
Media team				
Personnel services	150,125	185,670	156,983	28,687
Operating expenses	14,200	59,200	58,803	397
Contractual	69,995	24,995	22,675	2,320
	234,320	269,865	238,461	31,404
County attorney				
Personnel services	293,415	295,829	286,442	9,387
Operating expenses	13,000	13,350	5,720	7,630
Contractual	200,000	118,325	118,242	83
	506,415	427,504	410,404	17,100
Human resources				
Personnel services	256,230	261,917	259,358	2,559
Operating expenses	11,865	11,865	8,000	3,865
Contractual	24,600	24,600	20,522	4,078
	292,695	298,382	287,880	10,502
County memberships				
Operating expenses	3,155	5,720	5,718	2
Contractual	118,000	118,000	117,998	2
	121,155	123,720	123,716	4
Facilities				
Personnel services	1,532,480	1,600,418	1,569,485	30,933
Operating expenses	1,636,505	1,823,830	1,818,356	5,474
Contractual	580,190	685,125	672,325	12,800
	3,749,175	4,109,373	4,060,166	49,207
Auditor				
Personnel services	582,055	612,160	611,331	829
Operating expenses	71,070	71,070	63,987	7,083
Contractual	2,600	2,600	1,915	685
	655,725	685,830	677,233	8,597
Treasurer				
Personnel services	894,960	926,453	893,677	32,776
Operating expenses	206,365	191,075	181,711	9,364
Contractual	14,500	14,500	6,473	8,027
	1,115,825	1,132,028	1,081,861	50,167
Finance department				
Personnel services	1,042,555	1,074,555	1,074,406	149
Operating expenses	45,600	58,550	53,521	5,029
Contractual	174,000	161,050	65,551	95,499
	1,262,155	1,294,155	1,193,478	100,677
Assessor				
Personnel services	1,678,535	1,830,045	1,821,051	8,994
Operating expenses	72,720	72,720	67,331	5,389
Contractual	28,950	28,950	16,086	12,864
	1,780,205	1,931,715	1,904,468	27,247
Geographical information services				
Personnel services	112,225	124,330	123,168	1,162
Operating expenses	10,290	10,290	6,388	3,902
Contractual	85,750	85,750	82,982	2,768
	208,265	220,370	212,538	7,832
Board of tax assessment & appeals				
Contractual	4,000	4,000	1,300	2,700
	4,000	4,000	1,300	2,700

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
GENERAL GOVERNMENT, Continued				
Clerk of court				
Personnel services	483,745	483,005	448,392	34,613
Operating expenses	92,625	91,750	83,639	8,111
Contractual	37,500	40,375	39,640	735
	<u>613,870</u>	<u>615,130</u>	<u>571,671</u>	<u>43,459</u>
Probate judge				
Personnel services	539,815	565,540	543,275	22,265
Operating expenses	16,050	16,050	14,871	1,179
Contractual	2,835	2,835	2,222	613
	<u>558,700</u>	<u>584,425</u>	<u>560,368</u>	<u>24,057</u>
Master-in-equity				
Personnel services	308,100	310,455	306,420	4,035
Operating expenses	10,250	10,250	5,625	4,625
Contractual	1,000	1,000	279	721
	<u>319,350</u>	<u>321,705</u>	<u>312,324</u>	<u>9,381</u>
Magistrate				
Personnel services	2,106,465	2,148,545	2,107,307	41,238
Operating expenses	98,140	95,390	76,590	18,800
Contractual	38,900	42,056	38,688	3,368
	<u>2,243,505</u>	<u>2,285,991</u>	<u>2,222,585</u>	<u>63,406</u>
Register of deeds				
Personnel services	434,775	458,295	455,283	3,012
Operating expenses	21,455	20,620	10,485	10,135
Contractual	33,000	33,505	33,412	93
	<u>489,230</u>	<u>512,420</u>	<u>499,180</u>	<u>13,240</u>
Planning and community development				
Personnel services	309,275	329,795	328,965	830
Operating expenses	22,110	23,860	21,508	2,352
Contractual	332,000	328,850	139,726	189,124
	<u>663,385</u>	<u>682,505</u>	<u>490,199</u>	<u>192,306</u>
Development standards				
Personnel services	377,230	397,500	396,080	1,420
Operating expenses	38,690	27,485	26,786	699
Contractual	-	3,790	3,784	6
	<u>415,920</u>	<u>428,775</u>	<u>426,650</u>	<u>2,125</u>
Registration & election				
Personnel services	431,560	460,640	432,473	28,167
Operating expenses	88,455	88,655	66,702	21,953
Contractual	51,940	51,940	46,643	5,297
	<u>571,955</u>	<u>601,235</u>	<u>545,818</u>	<u>55,417</u>
Registration & election - poll work				
Personnel services	218,750	218,750	89,924	128,826
Operating expenses	5,525	5,325	3,292	2,033
	<u>224,275</u>	<u>224,075</u>	<u>93,216</u>	<u>130,859</u>
Purchasing				
Personnel services	348,895	355,764	303,936	51,828
Operating expenses	173,885	173,885	127,867	46,018
Contractual	16,300	16,300	8,096	8,204
	<u>539,080</u>	<u>545,949</u>	<u>439,899</u>	<u>106,050</u>
Technology Services				
Personnel services	1,329,285	1,418,775	1,254,638	164,137
Operating expenses	545,245	615,245	605,558	9,687
Contractual	418,200	277,825	183,706	94,119
	<u>2,292,730</u>	<u>2,311,845</u>	<u>2,043,902</u>	<u>267,943</u>
Employee benefits				
Personnel services	2,907,415	1,737,519	622,501	1,115,018
	<u>2,907,415</u>	<u>1,737,519</u>	<u>622,501</u>	<u>1,115,018</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget			Variance
	Original	Final	Actual	with Final Budget
GENERAL GOVERNMENT, Continued				
Lump sum appropriations				
Development corporation of Anderson	20,000	20,000	10,000	10,000
Human relation council	3,265	3,265	3,265	-
Solicitor	1,500,000	1,500,000	1,500,000	-
Solicitor	105,000	105,000	105,000	-
	<u>1,628,265</u>	<u>1,628,265</u>	<u>1,618,265</u>	<u>10,000</u>
Contingency				
Contingency	100,000	22,280	-	22,280
	<u>100,000</u>	<u>22,280</u>	<u>-</u>	<u>22,280</u>
Family court				
Personnel services	183,365	195,905	187,610	8,295
Operating expenses	2,000	2,000	1,924	76
	<u>185,365</u>	<u>197,905</u>	<u>189,534</u>	<u>8,371</u>
Total general government	<u>24,810,170</u>	<u>24,366,339</u>	<u>21,938,488</u>	<u>2,427,851</u>
PUBLIC SAFETY				
Coroner				
Personnel services	570,915	619,170	616,646	2,524
Operating expenses	42,865	42,865	38,834	4,031
Contractual	39,500	37,000	27,975	9,025
	<u>653,280</u>	<u>699,035</u>	<u>683,455</u>	<u>15,580</u>
Emergency preparedness				
Personnel services	316,385	310,415	253,744	56,671
Operating expenses	134,450	136,675	131,715	4,960
Contractual	22,330	37,815	37,446	369
	<u>473,165</u>	<u>484,905</u>	<u>422,905</u>	<u>62,000</u>
Communications				
Personnel services	3,359,995	3,408,470	3,313,994	94,476
Operating expenses	175,380	175,380	114,135	61,245
Contractual	14,300	14,300	13,937	363
	<u>3,549,675</u>	<u>3,598,150</u>	<u>3,442,066</u>	<u>156,084</u>
Technical services				
Personnel services	266,075	276,115	261,329	14,786
Operating expenses	168,300	169,500	159,420	10,080
Contractual	35,000	33,800	19,712	14,088
	<u>469,375</u>	<u>479,415</u>	<u>440,461</u>	<u>38,954</u>
Detention center				
Personnel services	4,503,875	4,578,725	4,369,586	209,139
Operating expenses	1,450,515	1,366,760	1,315,838	50,922
Contractual	658,100	754,355	749,261	5,094
Capital	-	2,500	-	2,500
	<u>6,612,490</u>	<u>6,702,340</u>	<u>6,434,685</u>	<u>267,655</u>
Detention center - drug lab				
Personnel services	269,925	278,340	276,446	1,894
Operating expenses	51,200	50,945	43,499	7,446
Contractual	55,500	54,830	53,729	1,101
	<u>376,625</u>	<u>384,115</u>	<u>373,674</u>	<u>10,441</u>
Sheriff				
Personnel services	15,808,760	15,629,395	14,855,460	773,935
Operating expenses	1,963,420	2,024,191	1,988,743	35,448
Contractual	153,200	186,335	174,346	11,989
Capital	-	6,369	-	6,369
	<u>17,925,380</u>	<u>17,846,290</u>	<u>17,018,549</u>	<u>827,741</u>
Sheriff - support services				
Personnel services	1,296,580	1,296,580	1,267,742	28,838
Operating expenses	74,250	85,920	82,646	3,274
Contractual	61,900	50,155	1,427	48,728
	<u>1,432,730</u>	<u>1,432,655</u>	<u>1,351,815</u>	<u>80,840</u>
School resource officers				
Personnel services	2,255,835	2,246,890	2,070,655	176,235
	<u>2,255,835</u>	<u>2,246,890</u>	<u>2,070,655</u>	<u>176,235</u>
Sheriff extra duty				
Personnel services	-	-	(12,933)	12,933
	<u>-</u>	<u>-</u>	<u>(12,933)</u>	<u>12,933</u>
Environmental enforcement				
Personnel services	283,655	298,419	257,800	40,619
Operating expenses	146,115	146,115	89,199	56,916
Contractual	1,000	1,000	-	1,000
	<u>430,770</u>	<u>445,534</u>	<u>346,999</u>	<u>98,535</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
PUBLIC SAFETY, Continued				
Lump Sum Appropriations				
Foothills alliance	18,520	18,520	18,520	-
Safe harbor	6,175	6,175	6,175	-
	24,695	24,695	24,695	-
Total public safety	34,204,020	34,344,024	32,597,026	1,746,998
HIGHWAYS AND STREETS				
Roads and bridges				
Personnel services	4,239,400	4,343,400	3,799,255	544,145
Operating expenses	1,454,780	1,465,447	988,594	476,853
Contractual	159,300	148,633	138,173	10,460
	5,853,480	5,957,480	4,926,022	1,031,458
Transportation administration				
Personnel services	476,390	476,390	453,525	22,865
Operating expenses	37,950	37,930	33,866	4,064
Contractual	128,200	128,220	117,724	10,496
	642,540	642,540	605,115	37,425
Fleet services				
Personnel services	953,545	953,545	938,528	15,017
Operating expenses	1,372,265	1,372,185	726,835	645,350
Contractual	315,470	315,550	115,383	200,167
	2,641,280	2,641,280	1,780,746	860,534
County council paving				
Operating expenses	2,496,130	2,471,130	120,728	2,350,402
	2,496,130	2,471,130	120,728	2,350,402
Total highway and streets	11,633,430	11,712,430	7,432,611	4,279,819
ECONOMIC DEVELOPMENT				
Economic development				
Personnel services	569,345	571,990	565,642	6,348
Operating expenses	59,840	59,840	50,236	9,604
Contractual	134,000	130,113	118,702	11,411
	763,185	761,943	734,580	27,363
HEALTH AND WELFARE				
Animal shelter				
Personnel services	1,194,735	1,402,905	1,179,697	23,208
Operating expenses	517,000	516,000	495,630	20,370
Contractual	74,500	84,500	56,733	27,767
	1,786,235	1,803,405	1,732,060	71,345
Department of Social Services				
Operating expenses	104,100	104,100	91,749	12,351
	104,100	104,100	91,749	12,351
Health Department				
Operating expenses	155,780	156,900	154,836	2,064
Contractual	15,000	13,880	13,494	386
	170,780	170,780	168,330	2,450
Veterans Affairs				
Personnel services	199,335	217,765	217,443	322
Operating expenses	16,050	15,500	10,727	4,773
Contractual	2,500	3,050	2,507	543
	217,885	236,315	230,677	5,638
Building & Codes				
Personnel services	828,240	886,000	885,203	797
Operating expenses	58,440	57,199	48,540	8,659
Contractual	62,000	69,165	28,299	40,866
	948,680	1,012,364	962,042	50,322

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget			Variance with Final Budget
	Original	Final	Actual	
HEALTH AND WELFARE, Continued				
Lump Sum Appropriations				
Anderson/Oconee Speech and Hearing	2,570	2,570	2,570	-
Anderson/Oconee Behavioral Health	7,840	7,840	7,840	-
Calvary Home for Children	10,000	10,000	10,000	-
Clemson Extension	67,970	67,970	67,967	3
Senior Solutions	10,910	10,910	10,910	-
Low Cost Spay/Neuter	73,500	73,500	73,500	-
Meals on Wheels	19,010	19,010	19,010	-
Cancer Association	6,000	6,000	6,000	-
Development center for excellence	21,390	21,390	21,390	-
New foundations children's	10,455	10,455	10,455	-
Golden harvests	1,470	1,470	-	1,470
Anderson Pregnancy Care	5,000	5,000	5,000	-
SC Dept of Mental Health	51,725	51,725	51,725	-
Anderson Interfaith Ministries	29,400	29,400	29,400	-
Indigent Health Care	324,175	324,175	324,171	4
Anderson Free Clinic	30,000	30,000	30,000	-
American Red Cross	4,900	4,900	4,900	-
	676,315	676,315	674,838	1,477
Total health and welfare	3,903,995	4,003,279	3,859,696	143,583
CULTURE AND RECREATION				
Museum				
Personnel services	219,930	265,618	265,379	239
Operating expenses	14,765	14,765	11,964	2,801
Contractual	8,100	8,100	7,034	1,066
	242,795	288,483	284,377	4,106
Parks and recreation				
Personnel services	341,760	388,307	388,291	16
Operating expenses	51,865	67,645	66,743	902
Contractual	78,000	57,600	57,565	35
	471,625	513,552	512,599	953
Special populations				
Personnel services	107,355	117,169	115,146	2,023
Operating expenses	13,480	11,411	11,315	96
	120,835	128,580	126,461	2,119
Senior citizens				
Personnel services	58,545	58,545	53,668	4,877
Operating expenses	36,140	38,840	36,534	2,306
Contractual	6,800	4,100	3,079	1,021
	101,485	101,485	93,281	8,204
County council recreation				
Operating expenses	239,585	239,585	200,242	39,343
	239,585	239,585	200,242	39,343
Civic Center				
Personnel services	367,400	380,773	380,607	166
Operating expenses	321,055	289,915	284,670	5,245
Contractual	173,000	181,280	179,245	2,035
	861,455	851,968	844,522	7,446
Sports Center				
Personnel services	199,155	209,930	205,698	4,232
Operating expenses	106,275	103,645	95,873	7,772
Contractual	26,500	27,980	27,925	55
Capital	-	2,400	-	2,400
	331,930	343,955	329,496	14,459
Lump Sum Appropriations				
Anderson County Arts Council	2,780	2,780	2,780	-
Caroline Community Center	1,960	1,960	1,960	-
Convention Visitor Bureau	50,000	50,000	50,000	-
Pendleton Historic Association	3,745	3,745	3,745	-
Soil and Water	880	880	880	-
Westside Community Center	5,000	5,000	5,000	-
Powdersville YMCA	2,000	2,000	2,000	-
YMCA	5,000	5,000	5,000	-
	71,365	71,365	71,365	-
Total culture and recreation	2,441,075	2,538,973	2,462,343	76,630

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF GENERAL FUND EXPENDITURES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
CAPITAL OUTLAY				
Capital Outlay	-	-	588,107	(588,107)
Total capital outlay	-	-	588,107	(588,107)
Total expenditures	77,755,875	77,726,988	69,612,851	8,114,137
OTHER FINANCING USES				
Transfers out	2,234,180	2,263,067	1,571,998	691,069
Total expenditures and other financing uses	\$ 79,990,055	\$ 79,990,055	\$ 71,184,849	\$ 8,805,206

* The General Fund's original and final budgets include the use of fund balance of \$8,575,510 and \$8,575,510, respectively

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF CHANGES-OPEB PLAN - DEFINED BENEFIT HEALTHCARE PLAN
SCHEDULES OF EMPLOYER CONTRIBUTIONS AND FUNDING PROGRESS
LAST TEN FISCAL YEARS

Exhibit B-3

	Year Ended June 30, 2019	Year Ended June 30, 2018
Total OPEB Liability:		
Service Cost	\$ 540,408	\$ 542,480
Interest	355,106	325,787
Difference between expected and actual experience	(340,531)	-
Changes of Assumptions	282,016	(220,895)
Benefit Payments	(330,365)	(389,337)
Implicit rate subsidy fulfillment	(228,315)	(195,562)
Net Changes	278,319	62,473
Total OPEB Liability - beginning of fiscal year	9,452,554	9,390,081
Total OPEB Liability - end of fiscal year	<u>\$ 9,730,873</u>	<u>\$ 9,452,554</u>
Covered-Employee Payroll	\$ 38,053,597	\$ 32,959,615
Total OPEB Liability as a Percentage of Covered-Employee Payroll	25.57%	28.68%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30 of the preceding year (measurement date)

Anderson County adopted GASB #75 during the year ended June 30, 2018. Information is not available for prior years.

Other Information:

The discount rate was changed from 3.87% to 3.50% for the year ended June 30, 2019.

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OF THE SOUTH CAROLINA RETIREMENT SYSTEM (SCRS AND PORS)
LAST TEN FISCAL YEARS

	Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
South Carolina Retirement System (SCRS)										
County's Proportion of the Net Pension Liability	0.232510%	0.225487%	0.228709%	0.221778%	0.22938%	0.0022938%	N/A	N/A	N/A	N/A
County's Proportionate Share of Net Pension Liability	\$ 52,098,112	\$ 50,760,750	\$48,851,905	\$42,061,267	\$38,382,533	\$39,987,124	N/A	N/A	N/A	N/A
County's Covered Payroll During the Measurement Period	\$ 24,135,408	\$ 22,751,230	\$22,165,842	\$22,165,842	\$20,308,318	\$20,523,163	N/A	N/A	N/A	N/A
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	215.86%	223.11%	214.72%	189.76%	189.00%	194.84%	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	54.10%	53.34%	52.91%	56.99%	59.92%	56.39%	N/A	N/A	N/A	N/A
Police Officers Retirement System (PORS)										
County's Proportion of the Net Pension Liability	1.15150%	1.08028%	1.10206%	1.05004%	1.075010%	1.075010%	N/A	N/A	N/A	N/A
County's Proportionate Share of Net Pension Liability	\$ 32,628,129	\$ 29,594,462	\$27,953,397	\$22,885,627	\$20,580,286	\$22,284,641	N/A	N/A	N/A	N/A
County's Covered Payroll During the Measurement Period	\$ 15,896,390	\$ 14,547,272	\$14,547,272	\$13,074,854	\$12,988,902	\$12,437,051	N/A	N/A	N/A	N/A
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	205.25%	203.44%	192.16%	163.12%	158.45%	179.18%	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.73%	60.94%	60.44%	64.57%	67.55%	62.98%	N/A	N/A	N/A	N/A

N/A = Not Applicable

Notes to Required Supplementary Information

Note 1 - Presentation and Applicability

This schedule is presented in the format stipulated by GASB 68, which states that information regarding the net pension liability be shown for a ten-year period. However, until a ten year term under the standard has been completed, information will only be presented for years subsequent to the adoption of the standard.

Note 2 - Changes in Benefit Terms

There were no changes in benefit terms during the year of initial adoption which was the fiscal year ended June 30, 2015.

Note 3 - Changes of Significant Assumptions

The discount rate was lowered from 7.50% to 7.25% beginning with the year ended June 30, 2017 measurement date.

ANDERSON COUNTY, SOUTH CAROLINA
SCHEDULE OF COUNTY'S CONTRIBUTIONS TO THE
SOUTH CAROLINA RETIREMENT SYSTEM (SCRS AND PORS)

Exhibit B-5

	Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
South Carolina Retirement System (SCRS)										
Contractually Required Contributions	\$ 3,770,329	\$ 3,272,761	\$ 2,629,985	\$ 2,451,542	\$ 2,274,708	\$ 2,152,682	N/A	N/A	N/A	N/A
Contributions in Relation to the Contractually Required Contribution	(3,770,329)	(3,272,761)	(2,629,985)	(2,451,542)	(2,274,708)	(2,152,682)	N/A	N/A	N/A	N/A
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	N/A	N/A
County's Covered Employee Payroll	\$25,895,014	\$24,135,408	\$22,751,230	\$22,165,842	\$20,868,879	\$20,308,318	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Employee Payroll	14.56%	13.56%	11.56%	11.06%	10.90%	10.60%	N/A	N/A	N/A	N/A
Police Officers Retirement System (PORS)										
Contractually Required Contributions	\$ 2,746,388	\$ 2,581,574	\$ 2,071,548	\$ 1,927,760	\$ 1,749,717	\$ 1,667,775	N/A	N/A	N/A	N/A
Contributions in Relation to the Contractually Required Contribution	(2,746,388)	(2,581,574)	(2,071,548)	(1,927,760)	(1,749,717)	(1,667,775)	N/A	N/A	N/A	N/A
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	N/A	N/A
County's Covered Employee Payroll	\$16,502,231	\$15,896,390	\$14,547,272	\$14,030,274	\$13,047,854	\$12,988,902	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Employee Payroll	16.64%	16.24%	14.24%	13.74%	13.41%	12.84%	N/A	N/A	N/A	N/A

N/A = Not Applicable

Notes to Required Supplementary Information

Note 1 - Presentation and Applicability

This schedule is presented in the format stipulated by GASB 68, which states that information regarding the required contributions be shown for a ten-year period. However, until a complete ten-year term under the standard has been completed, information will only be presented for years subsequent to the adoption of the standard.

Note 2 - Changes in Benefit Terms

There were no changes in benefit terms during the year of initial adoption which was the fiscal year ended June 30, 2015.

Note 3 - Changes of Significant Assumptions

The discount rate was lowered from 7.50% to 7.25% beginning with the year ended June 30, 2017 measurement date.

Note 4 - Contributions

The contributions for 2019 and 2018 include \$225,910 and \$144,450 contributed by the State for the SCRS and PORS, respectively.

***SUPPLEMENTARY
INFORMATION***

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Services Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and investment	\$ 16,475,866	\$ 383,783	\$ 5,688,921	\$ 22,548,570
Cash and investment, restricted	-	-	14,184,263	14,184,263
Receivables:				
Taxes - Net	570,444	89,211	113,808	773,463
Intergovernmental	9,416,273	-	988,422	10,404,695
Other	1,381,541	1,563	6,704	1,389,808
Due from other funds	265,185	10,888	567,068	843,141
Inventories	88,739	-	-	88,739
Prepaid items	24,375	-	-	24,375
Other assets - Held for resale	-	-	637,000	637,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 28,222,423</u>	<u>\$ 485,445</u>	<u>\$ 22,186,186</u>	<u>\$ 50,894,054</u>
LIABILITIES				
Accounts payable	5,855,906	-	531,777	6,387,683
Accrued expenses	257,507	-	-	257,507
Due to other funds	3,686,268	-	1,084,770	4,771,038
Due to other governments	51,059	-	-	51,059
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>9,850,740</u>	<u>-</u>	<u>1,616,547</u>	<u>11,467,287</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	513,135	82,643	89,385	685,163
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows of resources	<u>513,135</u>	<u>82,643</u>	<u>89,385</u>	<u>685,163</u>
FUND BALANCES				
Nonspendable				
Inventories	88,739	-	-	88,739
Prepaid items	24,375	-	-	24,375
Restricted	17,846,326	402,802	20,691,114	38,940,242
Unrestricted	(100,892)	-	(210,860)	(311,752)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>17,858,548</u>	<u>402,802</u>	<u>20,480,254</u>	<u>38,741,604</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 28,222,423</u>	<u>\$ 485,445</u>	<u>\$ 22,186,186</u>	<u>\$ 50,894,054</u>

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Services Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Property taxes and fee in lieu of taxes	\$ 14,556,919	\$ 1,624,516	\$ 5,553,917	\$ 21,735,352
County offices	4,502,971	-	-	4,502,971
Intergovernmental	24,945,146	148,401	1,933,202	27,026,749
Interest	78,563	-	172,524	251,087
Other	2,503,679	9,506	-	2,513,185
Total revenues	46,587,278	1,782,423	7,659,643	56,029,344
EXPENDITURES				
County government administration	4,987,863	-	1,495,035	6,482,898
Public safety	8,961,679	-	-	8,961,679
Highway & streets	3,597,266	-	-	3,597,266
Economic development	6,527,568	-	868,500	7,396,068
Health & welfare	584,872	-	-	584,872
Culture & recreation	846,878	-	-	846,878
Education & training	8,637,100	-	-	8,637,100
Debt service:				
Principal retirement	-	5,570,321	-	5,570,321
Interest and fiscal charges	-	619,682	-	619,682
Payment to escrow agent to refund debt	-	2,400,000	-	2,400,000
Capital Outlay	10,814,357	-	4,984,435	15,798,792
Total expenditures	44,957,583	8,590,003	7,347,970	60,895,556
Excess (deficiency) of revenues over (under) expenditures	1,629,695	(6,807,580)	311,673	(4,866,212)
Other financing sources (uses):				
Proceeds from sale of capital assets	(4,442)	-	202,183	197,741
Write down of asset to market	-	-	(2,372,769)	(2,372,769)
Proceeds from bond	-	2,400,000	8,808,000	11,208,000
Proceeds from note	-	-	5,350,000	5,350,000
Proceeds from insurance	-	-	71,738	71,738
Transfers in	687,102	4,395,573	1,307,880	6,390,555
Transfers out	(1,246,491)	-	(3,709,952)	(4,956,443)
Total other financing sources (uses)	(563,831)	6,795,573	9,657,080	15,888,822
Net change in fund balances	1,065,864	(12,007)	9,968,753	11,022,610
Fund balances, July 1	16,792,684	414,809	10,511,501	27,718,994
Fund balances, June 30	<u>\$ 17,858,548</u>	<u>\$ 402,802</u>	<u>\$ 20,480,254</u>	<u>\$ 38,741,604</u>

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Grants	Musuem Gift Shop	Clerk of Court Bondsmen	Water Recreation
ASSETS				
Cash and investment	\$ 304,014	\$ -	\$ 14,491	\$ -
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	4,012,920	-	3,440	-
Other	5,426	9	-	-
Due from other funds	13	-	-	90,375
Inventories	-	16,617	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 4,322,373</u>	<u>\$ 16,626</u>	<u>\$ 17,931</u>	<u>\$ 90,375</u>
LIABILITIES				
Accounts payable	4,031,797	156	94	-
Accrued expenses	99,059	-	-	-
Due to other governments	23,558	-	-	-
Due to other funds	-	9,207	-	90,375
Total liabilities	<u>4,154,414</u>	<u>9,363</u>	<u>94</u>	<u>90,375</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	16,617	-	-
Restricted	167,959	-	17,837	-
Unassigned (deficit)	-	(9,354)	-	-
Total fund balance	<u>167,959</u>	<u>7,263</u>	<u>17,837</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,322,373</u>	<u>\$ 16,626</u>	<u>\$ 17,931</u>	<u>\$ 90,375</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Public Defender	TTL - Phase 2	HOME Program	Assessor Mapping Project
ASSETS				
Cash and investment	\$ 934,040	\$ -	\$ 47,547	\$ 19,176
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	-	2,491,584	40,708	-
Other	352,205	505,271	-	-
Due from other funds	-	-	60,876	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 1,286,245</u>	<u>\$ 2,996,855</u>	<u>\$ 149,131</u>	<u>\$ 19,176</u>
LIABILITIES				
Accounts payable	12,572	614,043	25,671	-
Accrued expenses	50,996	-	40,433	-
Due to other governments	12,126	-	-	-
Due to other funds	14,392	2,281,855	-	-
Total liabilities	<u>90,086</u>	<u>2,895,898</u>	<u>66,104</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	1,196,159	100,957	83,027	19,176
Unassigned (deficit)	-	-	-	-
Total fund balance	<u>1,196,159</u>	<u>100,957</u>	<u>83,027</u>	<u>19,176</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,286,245</u>	<u>\$ 2,996,855</u>	<u>\$ 149,131</u>	<u>\$ 19,176</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Brownsfield	CDBG	Transportation Committee	"C" Funds
ASSETS				
Cash and investment	\$ -	\$ -	\$ 1,167	\$ 6,271,902
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	-	207,421	-	704,107
Other	-	-	-	-
Due from other funds	-	-	-	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 207,421</u>	<u>\$ 1,167</u>	<u>\$ 6,976,009</u>
LIABILITIES				
Accounts payable	-	105,268	58	79,636
Accrued expenses	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	30,663	102,153	-	-
Total liabilities	<u>30,663</u>	<u>207,421</u>	<u>58</u>	<u>79,636</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	-	-	1,109	6,896,373
Unassigned (deficit)	(30,663)	-	-	-
Total fund balance	<u>(30,663)</u>	<u>-</u>	<u>1,109</u>	<u>6,896,373</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 207,421</u>	<u>\$ 1,167</u>	<u>\$ 6,976,009</u>

(Continued)

**ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019**

	Tri-County Tech	Anderson Regional Airport	Anderson County Library	Title IV-D Family Court
ASSETS				
Cash and investment	\$ 399,210	\$ -	\$ 242,483	\$ -
Receivables:				
Taxes - Net	115,265	-	206,574	-
Intergovernmental	-	939,661	-	74,334
Other	3,051	52,535	5,137	-
Due from other funds	21,154	-	35,672	-
Inventories	-	72,122	-	-
Prepaid items	-	24,375	-	-
Total assets	<u>\$ 538,680</u>	<u>\$ 1,088,693</u>	<u>\$ 489,866</u>	<u>\$ 74,334</u>
LIABILITIES				
Accounts payable	-	436,384	-	5,895
Accrued expenses	-	18,092	-	12,395
Due to other governments	-	4,188	-	2,940
Due to other funds	-	594,407	-	53,104
Total liabilities	<u>-</u>	<u>1,053,071</u>	<u>-</u>	<u>74,334</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	104,869	-	184,519	-
Total deferred inflows of resources	<u>104,869</u>	<u>-</u>	<u>184,519</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	24,375	-	-
Inventories	-	72,122	-	-
Restricted	433,811	-	305,347	-
Unassigned (deficit)	-	(60,875)	-	-
Total fund balance	<u>433,811</u>	<u>35,622</u>	<u>305,347</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 538,680</u>	<u>\$ 1,088,693</u>	<u>\$ 489,866</u>	<u>\$ 74,334</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Sheriff Incentive	Victim Bill of Rights	VOCA	Hazmat
ASSETS				
Cash and investment	\$ 76,815	\$ 5,809	\$ -	\$ 88,884
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	3,267	10,589	45,337	-
Other	-	1,182	-	-
Due from other funds	-	-	-	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 80,082</u>	<u>\$ 17,580</u>	<u>\$ 45,337</u>	<u>\$ 88,884</u>
LIABILITIES				
Accounts payable	-	1,190	925	6,418
Accrued expenses	-	7,990	5,430	-
Due to other governments	-	1,963	1,291	-
Due to other funds	-	-	37,691	-
Total liabilities	<u>-</u>	<u>11,143</u>	<u>45,337</u>	<u>6,418</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	80,082	6,437	-	82,466
Unassigned (deficit)	-	-	-	-
Total fund balance	<u>80,082</u>	<u>6,437</u>	<u>-</u>	<u>82,466</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 80,082</u>	<u>\$ 17,580</u>	<u>\$ 45,337</u>	<u>\$ 88,884</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	FEMA	Documentary Stamp	Detention Center Canteen	E-911
ASSETS				
Cash and investment	\$ -	\$ 688,478	\$ 369,086	\$ 177,031
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	95,803	-	-	635,304
Other	-	-	-	26,542
Due from other funds	-	-	-	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 95,803</u>	<u>\$ 688,478</u>	<u>\$ 369,086</u>	<u>\$ 838,877</u>
LIABILITIES				
Accounts payable	-	231,695	15,498	51,541
Accrued expenses	-	-	-	7,342
Due to other governments	-	-	-	1,707
Due to other funds	95,803	-	5,052	2,741
Total liabilities	<u>95,803</u>	<u>231,695</u>	<u>20,550</u>	<u>63,331</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	-	456,783	348,536	775,546
Unassigned (deficit)	-	-	-	-
Total fund balance	<u>-</u>	<u>456,783</u>	<u>348,536</u>	<u>775,546</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 95,803</u>	<u>\$ 688,478</u>	<u>\$ 369,086</u>	<u>\$ 838,877</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	State Accommodations Tax	Infrastructure	County Accommodations Fee	PARD
ASSETS				
Cash and investment	\$ 315,055	\$ 500,913	\$ 904,835	\$ 301,024
Receivables:				
Taxes - Net	-	-	-	-
Intergovernmental	122,660	-	4,950	16,864
Other	-	329,920	94,075	-
Due from other funds	-	-	-	15,730
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 437,715</u>	<u>\$ 830,833</u>	<u>\$ 1,003,860</u>	<u>\$ 333,618</u>
LIABILITIES				
Accounts payable	-	48,959	136,007	1,656
Accrued expenses	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	342,132	-
Total liabilities	<u>-</u>	<u>48,959</u>	<u>478,139</u>	<u>1,656</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	437,715	781,874	525,721	331,962
Unassigned (deficit)	-	-	-	-
Total fund balance	<u>437,715</u>	<u>781,874</u>	<u>525,721</u>	<u>331,962</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 437,715</u>	 <u>\$ 830,833</u>	 <u>\$ 1,003,860</u>	 <u>\$ 333,618</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Office of Justice Programs	Duke Power EPD	EMS	Animal Shelter
ASSETS				
Cash and investment	\$ -	\$ 42,216	\$ 2,541,070	\$ 143,531
Receivables:				
Taxes - Net	-	-	195,906	-
Intergovernmental	7,324	-	-	-
Other	-	-	4,913	233
Due from other funds	-	-	34,115	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 7,324</u>	<u>\$ 42,216</u>	<u>\$ 2,776,004</u>	<u>\$ 143,764</u>
LIABILITIES				
Accounts payable	3,072	-	15,869	16,636
Accrued expenses	-	-	13,304	-
Due to other governments	-	-	2,610	-
Due to other funds	4,252	-	1,371	-
Total liabilities	<u>7,324</u>	<u>-</u>	<u>33,154</u>	<u>16,636</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	174,909	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>174,909</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Restricted	-	42,216	2,567,941	127,128
Unassigned (deficit)	-	-	-	-
Total fund balance	<u>-</u>	<u>42,216</u>	<u>2,567,941</u>	<u>127,128</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,324</u>	<u>\$ 42,216</u>	<u>\$ 2,776,004</u>	<u>\$ 143,764</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019

	Sheriff Drug Fund	Palmetto 800 Reserve	Sheriff Non Drug Forfeiture	Total
ASSETS				
Cash and investment	\$ 919,412	\$ 994,871	\$ 172,806	\$ 16,475,866
Receivables:				
Taxes - Net	-	52,699	-	570,444
Intergovernmental	-	-	-	9,416,273
Other	-	1,042	-	1,381,541
Due from other funds	-	7,250	-	265,185
Inventories	-	-	-	88,739
Prepaid items	-	-	-	24,375
Total assets	<u>\$ 919,412</u>	<u>\$ 1,055,862</u>	<u>\$ 172,806</u>	<u>\$ 28,222,423</u>
LIABILITIES				
Accounts payable	14,866	-	-	5,855,906
Accrued expenses	2,466	-	-	257,507
Due to other governments	676	-	-	51,059
Due to other funds	21,070	-	-	3,686,268
Total liabilities	<u>39,078</u>	<u>-</u>	<u>-</u>	<u>9,850,740</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	48,838	-	513,135
Total deferred inflows of resources	<u>-</u>	<u>48,838</u>	<u>-</u>	<u>513,135</u>
FUND BALANCES				
Nonspendable				
Prepaid items	-	-	-	24,375
Inventories	-	-	-	88,739
Restricted	880,334	1,007,024	172,806	17,846,326
Unassigned (deficit)	-	-	-	(100,892)
Total fund balance	<u>880,334</u>	<u>1,007,024</u>	<u>172,806</u>	<u>17,858,548</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 919,412</u>	<u>\$ 1,055,862</u>	<u>\$ 172,806</u>	<u>\$ 28,222,423</u>

**ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	Grants			Museum Gift Shop		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ 13	\$ 13	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	5,050,000	5,882,053	832,053	-	-	-
Interest	-	-	-	-	-	-
Other	2,945,610	290,101	(2,655,509)	-	11,625	11,625
Total revenues	7,995,610	6,172,167	(1,823,443)	-	11,625	11,625
EXPENDITURES						
County government administration	2,788,110	-	2,788,110	-	-	-
Public safety	4,000,000	1,757,233	2,242,767	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	4,176,112	(4,176,112)	-	-	-
Health and welfare	667,715	187	667,528	-	-	-
Culture and recreation	17,500	157,554	(140,054)	-	4,362	(4,362)
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	7,473,325	6,091,086	1,382,239	-	4,362	(4,362)
Excess (deficiency) of revenues over (under) expenditures	522,285	81,081	(441,204)	-	7,263	7,263
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	13,887	57,616	43,729	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	13,887	57,616	43,729	-	-	-
Net change in fund balances	\$ 536,172	138,697	\$ (397,475)	\$ -	7,263	\$ 7,263
Fund balances (deficits), beginning of year	-	29,262	-	-	-	-
Fund balances (deficits), end of year	-	\$ 167,959	-	-	\$ 7,263	-

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Clerk of Court Bondsmen			Water Recreation		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	6,449	6,449	-	-	-
Intergovernmental	-	-	-	135,235	(90,375)	(225,610)
Interest	-	-	-	-	-	-
Other	3,000	240	(2,760)	-	-	-
Total revenues	3,000	6,689	3,689	135,235	(90,375)	(225,610)
EXPENDITURES						
County government administration	14,500	4,364	10,136	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	135,235	-	135,235
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	14,500	4,364	10,136	135,235	-	135,235
Excess (deficiency) of revenues over (under) expenditures	(11,500)	2,325	13,825	-	(90,375)	(90,375)
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	90,375	90,375
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	90,375	90,375
Net change in fund balances	\$ (11,500)	2,325	\$ 13,825	\$ -	-	\$ -
Fund balances (deficits), beginning of year		15,512			-	
Fund balances (deficits), end of year		\$ 17,837			\$ -	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Public Defender			TTI - Phase 2		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	1,100,000	1,348,157	248,157	3,050,000	4,860,000	1,810,000
Interest	-	-	-	-	-	-
Other	255,000	351,031	96,031	807,255	505,271	(301,984)
Total revenues	<u>1,355,000</u>	<u>1,699,188</u>	<u>344,188</u>	<u>3,857,255</u>	<u>5,365,271</u>	<u>1,508,016</u>
EXPENDITURES						
County government administration	1,995,155	1,609,901	385,254	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	2,351,456	(2,351,456)
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	58,669	-	-	3,847,292	-
Total expenditures	<u>1,995,155</u>	<u>1,668,570</u>	<u>385,254</u>	<u>-</u>	<u>6,198,748</u>	<u>(2,351,456)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(640,155)</u>	<u>30,618</u>	<u>729,442</u>	<u>3,857,255</u>	<u>(833,477)</u>	<u>(843,440)</u>
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	350,000	360,000	10,000	807,215	-	(807,215)
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>350,000</u>	<u>360,000</u>	<u>10,000</u>	<u>807,215</u>	<u>-</u>	<u>(807,215)</u>
Net change in fund balances	<u>\$ (290,155)</u>	<u>390,618</u>	<u>\$ 739,442</u>	<u>\$ 4,664,470</u>	<u>(833,477)</u>	<u>\$ (1,650,655)</u>
Fund balances (deficits), beginning of year		<u>805,541</u>			<u>934,434</u>	
Fund balances (deficits), end of year		<u>\$ 1,196,159</u>			<u>\$ 100,957</u>	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	HOME Program			Assessor Mapping Project		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	782,355	235,016	(547,339)	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	782,355	235,016	(547,339)	-	-	-
EXPENDITURES						
County government administration	-	-	-	19,180	-	19,180
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	948,045	295,890	652,155	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	948,045	295,890	652,155	19,180	-	19,180
Excess (deficiency) of revenues over (under) expenditures	(165,690)	(60,874)	104,816	(19,180)	-	19,180
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	165,690	60,875	(104,815)	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	165,690	60,875	(104,815)	-	-	-
Net change in fund balances	\$ -	1	\$ 1	\$ (19,180)	-	\$ 19,180
Fund balances (deficits), beginning of year		83,026			19,176	
Fund balances (deficits), end of year		\$ 83,027			\$ 19,176	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Brownsfield			CDBG Rehab		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	205,000	-	(205,000)	600,000	215,421	(384,579)
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	205,000	-	(205,000)	600,000	215,421	(384,579)
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	655,000	16,376	638,624	600,000	215,421	384,579
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	655,000	16,376	638,624	600,000	215,421	384,579
Excess (deficiency) of revenues over (under) expenditures	(450,000)	(16,376)	433,624	-	-	-
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(3,150)	-	3,150	-	-	-
Total other financing sources (uses)	(3,150)	-	3,150	-	-	-
Net change in fund balances	\$ (453,150)	(16,376)	\$ 436,774	\$ -	-	\$ -
Fund balances (deficits), beginning of year		(14,287)			-	
Fund balances (deficits), end of year		\$ (30,663)			\$ -	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Transportation Committee			"C" Funds		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	-	-	-	3,225,000	3,328,953	103,953
Interest	-	-	-	-	62,936	62,936
Other	-	-	-	-	-	-
Total revenues	-	-	-	3,225,000	3,391,889	166,889
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	2,000	574	1,426	8,450,000	1,835,591	6,614,409
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	2,000	574	1,426	8,450,000	1,835,591	6,614,409
Excess (deficiency) of revenues over (under) expenditures	(2,000)	(574)	1,426	(5,225,000)	1,556,298	6,781,298
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	25,000	-	(25,000)
Transfers out	-	-	-	(2,000)	-	2,000
Total other financing sources (uses)	-	-	-	23,000	-	(23,000)
Net change in fund balances	\$ (2,000)	(574)	\$ 1,426	\$ (5,202,000)	1,556,298	\$ 6,758,298
Fund balances (deficits), beginning of year		1,683			5,340,075	
Fund balances (deficits), end of year		\$ 1,109			\$ 6,896,373	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Tri-County Tech			Anderson Regional Airport		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ 3,010,000	\$ 3,182,885	\$ 172,885	\$ -	\$ -	\$ -
County offices	-	-	-	1,484,800	1,359,422	(125,378)
Intergovernmental	110,805	156,612	45,807	6,986,410	4,706,783	(2,279,627)
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	<u>3,120,805</u>	<u>3,339,497</u>	<u>218,692</u>	<u>8,471,210</u>	<u>6,066,205</u>	<u>(2,405,005)</u>
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	9,973,585	1,461,284	8,512,301
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	3,105,800	3,155,800	(50,000)	-	-	-
Capital outlay	-	-	-	-	6,039,683	(6,039,683)
Total expenditures	<u>3,105,800</u>	<u>3,155,800</u>	<u>(50,000)</u>	<u>9,973,585</u>	<u>7,500,967</u>	<u>2,472,618</u>
Excess (deficiency) of revenues over (under) expenditures	<u>15,005</u>	<u>183,697</u>	<u>168,692</u>	<u>(1,502,375)</u>	<u>(1,434,762)</u>	<u>67,613</u>
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	31,230	31,230
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,230</u>	<u>31,230</u>
Net change in fund balances	<u>\$ 15,005</u>	<u>183,697</u>	<u>\$ 168,692</u>	<u>\$ (1,502,375)</u>	<u>(1,403,532)</u>	<u>\$ 98,843</u>
Fund balances (deficits), beginning of year		<u>250,114</u>			<u>1,439,154</u>	
Fund balances (deficits), end of year		<u>\$ 433,811</u>			<u>\$ 35,622</u>	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Anderson County Library			Title IV-D Family Court		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ 5,221,485	\$ 5,257,102	\$ 35,617	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	255,815	240,732	(15,083)	468,720	527,895	59,175
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	5,477,300	5,497,834	20,534	468,720	527,895	59,175
EXPENDITURES						
County government administration	-	-	-	468,720	434,314	34,406
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	5,481,300	5,481,300	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	5,481,300	5,481,300	-	468,720	434,314	34,406
Excess (deficiency) of revenues over (under) expenditures	(4,000)	16,534	20,534	-	93,581	93,581
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(93,581)	(93,581)
Total other financing sources (uses)	-	-	-	-	(93,581)	(93,581)
Net change in fund balances	\$ (4,000)	16,534	\$ 20,534	\$ -	-	\$ -
Fund balances (deficits), beginning of year		288,813			-	
Fund balances (deficits), end of year		\$ 305,347			\$ -	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Sheriff Incentive			Victim Bill of Rights		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	167,500	131,342	(36,158)
Intergovernmental	35,000	26,070	(8,930)	-	1,436	1,436
Interest	-	-	-	-	-	-
Other	-	-	-	20,400	15,522	(4,878)
Total revenues	35,000	26,070	(8,930)	187,900	148,300	(39,600)
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	85,000	18,832	66,168	236,330	235,162	1,168
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	85,000	18,832	66,168	236,330	235,162	1,168
Excess (deficiency) of revenues over (under) expenditures	(50,000)	7,238	57,238	(48,430)	(86,862)	(38,432)
Other financing sources (uses):						
Proceeds from sale of capital	-	2,567	2,567	-	-	-
Transfers in	-	-	-	48,430	86,862	38,432
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	2,567	2,567	48,430	86,862	38,432
Net change in fund balances	\$ (50,000)	9,805	\$ 59,805	\$ -	-	\$ -
Fund balances (deficits), beginning of year		70,277			6,437	
Fund balances (deficits), end of year		\$ 80,082			\$ 6,437	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	VOCA			Hazmat		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	-	135,540	135,540	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	50,000	46,937	(3,063)
Total revenues	-	135,540	135,540	50,000	46,937	(3,063)
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	85,737	(85,737)	76,905	46,520	30,385
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	49,803	(49,803)	-	-	-
Total expenditures	-	135,540	(135,540)	76,905	46,520	30,385
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(26,905)	417	27,322
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(8,274)	(8,274)
Total other financing sources (uses)	-	-	-	-	(8,274)	(8,274)
Net change in fund balances	\$ -	-	\$ -	\$ (26,905)	(7,857)	\$ 19,048
Fund balances (deficits), beginning of year	-	-	-	-	90,323	-
Fund balances (deficits), end of year	-	-	-	-	\$ 82,466	-

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	FEMA			Documentary Stamp		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	2,100,000	3,005,758	905,758
Intergovernmental	240,725	242,334	1,609	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	240,725	242,334	1,609	2,100,000	3,005,758	905,758
EXPENDITURES						
County government administration	-	-	-	2,100,000	2,915,271	(815,271)
Public safety	240,725	75,082	165,643	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	175,526	(175,526)	-	-	-
Total expenditures	240,725	250,608	(9,883)	2,100,000	2,915,271	(815,271)
Excess (deficiency) of revenues over (under) expenditures	-	(8,274)	(8,274)	-	90,487	90,487
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	8,274	8,274	-	-	-
Transfers out	-	-	-	(300,000)	-	300,000
Total other financing sources (uses)	-	8,274	8,274	(300,000)	-	300,000
Net change in fund balances	\$ -	\$ -	\$ -	\$ (300,000)	90,487	\$ 390,487
Fund balances (deficits), beginning of year	-	-	-	-	366,296	-
Fund balances (deficits), end of year	-	\$ -	-	-	\$ 456,783	-

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Detention Center Canteen			E-911		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	-	-	-	2,542,860	1,147,464	(1,395,396)
Interest	-	-	-	-	-	-
Other	180,000	208,301	28,301	380,000	352,128	(27,872)
Total revenues	180,000	208,301	28,301	2,922,860	1,499,592	(1,423,268)
EXPENDITURES						
County government administration	-	-	-	50,970	24,013	26,957
Public safety	360,000	116,198	243,802	3,082,280	1,388,418	1,693,862
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	238,615	(238,615)
Total expenditures	360,000	116,198	243,802	3,133,250	1,651,046	1,482,204
Excess (deficiency) of revenues over (under) expenditures	(180,000)	92,103	272,103	(210,390)	(151,454)	58,936
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(420,165)	-	420,165
Total other financing sources (uses)	-	-	-	(420,165)	-	420,165
Net change in fund balances	\$ (180,000)	92,103	\$ 272,103	\$ (630,555)	(151,454)	\$ 479,101
Fund balances (deficits), beginning of year		256,433			927,000	
Fund balances (deficits), end of year		\$ 348,536			\$ 775,546	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	State Accommodations			Infrastructure		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	480,000	437,715	(42,285)	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	480,000	437,715	(42,285)	-	-	-
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	994,000	199,817	794,183
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	432,250	366,739	65,511	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	-	-	-	141,132	(141,132)
Total expenditures	432,250	366,739	65,511	994,000	340,949	653,051
Excess (deficiency) of revenues over (under) expenditures	47,750	70,976	23,226	(994,000)	(340,949)	653,051
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	994,000	-	(994,000)
Transfers out	(47,750)	(44,302)	3,448	-	-	-
Total other financing sources (uses)	(47,750)	(44,302)	3,448	994,000	-	(994,000)
Net change in fund balances	\$ -	26,674	\$ 26,674	\$ -	(340,949)	\$ (340,949)
Fund balances (deficits), beginning of year		411,041			1,122,823	
Fund balances (deficits), end of year		\$ 437,715			\$ 781,874	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	County Accommodations Fee			PARD Grants		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	1,000,000	1,098,527	98,527	80,000	30,864	(49,136)
Interest	-	6,043	6,043	-	-	-
Other	-	-	-	-	104,687	104,687
Total revenues	1,000,000	1,104,570	104,570	80,000	135,551	55,551
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	1,233,500	265,692	967,808	400,000	52,531	347,469
Education and training	-	-	-	-	-	-
Capital outlay	-	59,286	(59,286)	-	43,617	(43,617)
Total expenditures	1,233,500	324,978	908,522	400,000	96,148	303,852
Excess (deficiency) of revenues over (under) expenditures	(233,500)	779,592	1,013,092	(320,000)	39,403	359,403
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	20,000	15,730	(4,270)
Transfers out	(400,000)	(394,830)	5,170	-	-	-
Total other financing sources (uses)	(400,000)	(394,830)	5,170	20,000	15,730	(4,270)
Net change in fund balances	\$ (633,500)	384,762	\$ 1,018,262	\$ (300,000)	55,133	\$ 355,133
Fund balances (deficits), beginning of year		140,959			276,829	
Fund balances (deficits), end of year		\$ 525,721			\$ 331,962	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Office of Justice Programs			Duke Power EPD		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	372,065	116,280	(255,785)	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	15,000	15,000	-
Total revenues	<u>372,065</u>	<u>116,280</u>	<u>(255,785)</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	398,905	43,127	355,778	43,755	2,517	41,238
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	80,523	(80,523)	-	-	-
Total expenditures	<u>398,905</u>	<u>123,650</u>	<u>275,255</u>	<u>43,755</u>	<u>2,517</u>	<u>41,238</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26,840)</u>	<u>(7,370)</u>	<u>19,470</u>	<u>(28,755)</u>	<u>12,483</u>	<u>41,238</u>
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	26,840	7,370	(19,470)	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>26,840</u>	<u>7,370</u>	<u>(19,470)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ (28,755)</u>	<u>12,483</u>	<u>\$ 41,238</u>
Fund balances (deficits), beginning of year	-	-	-	-	29,733	-
Fund balances (deficits), end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ 42,216</u>	<u>-</u>	<u>-</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	EMS			Animal Shelter		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ 4,950,000	\$ 5,028,308	\$ 78,308	\$ -	\$ -	\$ -
County offices	-	-	-	-	-	-
Intergovernmental	250,000	248,827	(1,173)	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	40,000	175,121	135,121
Total revenues	5,200,000	5,277,135	77,135	40,000	175,121	135,121
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	5,172,995	4,930,087	242,908	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	65,000	56,998	8,002
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	40,903	(40,903)	-	25,220	(25,220)
Total expenditures	5,172,995	4,970,990	202,005	65,000	82,218	(17,218)
Excess (deficiency) of revenues over (under) expenditures	27,005	306,145	279,140	(25,000)	92,903	117,903
Other financing sources (uses):						
Proceeds from sale of capital	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	\$ 27,005	306,145	\$ 279,140	\$ (25,000)	92,903	\$ 117,903
Fund balances (deficits), beginning of year		2,261,796			34,225	
Fund balances (deficits), end of year		\$ 2,567,941			\$ 127,128	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Sheriff Drug Fund			Palmetto 800 Reserve		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ 1,089,000	\$ 1,088,611	\$ (389)
County offices	-	-	-	-	-	-
Intergovernmental	-	-	-	51,000	48,842	(2,158)
Interest	-	8,070	8,070	-	-	-
Other	170,000	382,508	212,508	-	-	-
Total revenues	170,000	390,578	220,578	1,140,000	1,137,453	(2,547)
EXPENDITURES						
County government administration	-	-	-	-	-	-
Public safety	862,525	240,119	622,406	-	-	-
Highways and streets	-	-	-	100,000	100,000	-
Economic development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Capital outlay	-	14,088	(14,088)	-	-	-
Total expenditures	862,525	254,207	608,318	100,000	100,000	-
Excess (deficiency) of revenues over (under) expenditures	(692,525)	136,371	828,896	1,040,000	1,037,453	(2,547)
Other financing sources (uses):						
Proceeds from sale of capital	-	24,616	24,616	-	(67,056)	(67,056)
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(1,699,505)	(705,504)	994,001
Total other financing sources (uses)	-	24,616	24,616	(1,699,505)	(772,560)	926,945
Net change in fund balances	\$ (692,525)	160,987	\$ 853,512	\$ (659,505)	264,893	\$ 924,398
Fund balances (deficits), beginning of year		719,347			742,131	
Fund balances (deficits), end of year		\$ 880,334			\$ 1,007,024	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Sheriff - Non Drug Forfeiture			Schedule for Combining Schedule of Revenues, Expenditures and Changes in Fund Balances		
	Original & Final Budget	Actual	Variance Favorable/ (Unfavorable)	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ 14,270,485	\$ 14,556,919	\$ 286,434
County offices	-	-	-	3,752,300	4,502,971	750,671
Intergovernmental	-	-	-	27,020,990	24,945,146	(2,075,844)
Interest	-	1,514	1,514	-	78,563	78,563
Other	20,000	45,207	25,207	4,886,265	2,503,679	(2,382,586)
Total revenues	20,000	46,721	26,721	49,930,040	46,587,278	(3,342,762)
EXPENDITURES						
County government administration	-	-	-	7,436,635	4,987,863	2,448,772
Public safety	105,000	22,647	82,353	14,664,420	8,961,679	5,702,741
Highways and streets	-	-	-	19,519,585	3,597,266	15,922,319
Economic development	-	-	-	-	6,527,568	(6,527,568)
Health and welfare	-	-	-	2,935,760	584,872	2,350,888
Culture and recreation	-	-	-	2,218,485	846,878	1,371,607
Education and training	-	-	-	8,587,100	8,637,100	(50,000)
Capital outlay	-	-	-	-	10,814,357	(6,908,396)
Total expenditures	105,000	22,647	82,353	55,361,985	44,957,583	14,310,363
Excess (deficiency) of revenues over (under) expenditures	(85,000)	24,074	109,074	(5,431,945)	1,629,695	10,967,601
Other financing sources (uses):						
Proceeds from sale of capital	-	4,201	4,201	-	(4,442)	(4,442)
Transfers in	-	-	-	2,451,062	687,102	(1,763,960)
Transfers out	-	-	-	(2,872,570)	(1,246,491)	1,626,079
Total other financing sources (uses)	-	4,201	-	(421,508)	(563,831)	(146,524)
Net change in fund balances	\$ (85,000)	28,275	\$ 109,074	\$ (5,853,453)	1,065,864	\$ 10,821,077
Fund balances (deficits), beginning of year		144,531			16,792,684	
Fund balances (deficits), end of year		\$ 172,806			\$ 17,858,548	

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2019

	2008 General Obligation Bond	2007 General Obligation Bond
ASSETS		
Cash and investment	\$ 171,832	\$ 201,664
Receivables:		
Taxes - Net	49,304	39,907
Other	819	744
Due from other funds	<u>5,715</u>	<u>5,173</u>
 Total assets	 <u>\$ 227,670</u>	 <u>\$ 247,488</u>
 LIABILITIES		
Total liabilities	<u>-</u>	<u>-</u>
 DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	<u>45,960</u>	<u>36,683</u>
Total deferred inflows of resources	<u>45,960</u>	<u>36,683</u>
 FUND BALANCES		
Restricted	<u>181,710</u>	<u>210,805</u>
Total fund balances	<u>181,710</u>	<u>210,805</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 227,670</u>	 <u>\$ 247,488</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2019

	<u>Capital Lease</u>	<u>Walgreen's</u>	<u>Michelin</u>
ASSETS			
Cash and investment	\$ 10,287	\$ -	\$ -
Receivables:			
Taxes - Net	-	-	-
Other	-	-	-
Due from other funds	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 10,287</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES			
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Restricted	<u>10,287</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>10,287</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,287</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2019

	<u>Combined SSRBs</u>	<u>Total</u>
ASSETS		
Cash and investment	\$ -	\$ 383,783
Receivables:		
Taxes - Net	-	89,211
Other	-	1,563
Due from other funds	<u>-</u>	<u>10,888</u>
Total assets	<u>\$ -</u>	<u>\$ 485,445</u>
LIABILITIES		
Total liabilities	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	<u>-</u>	<u>82,643</u>
Total deferred inflows of resources	<u>-</u>	<u>82,643</u>
FUND BALANCES		
Restricted	<u>-</u>	<u>402,802</u>
Total fund balances	<u>-</u>	<u>402,802</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ -</u>	<u>\$ 485,445</u>

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B-11

	2008 General Obligation Bond			2007 General Obligation Bond		
	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)	Original and and Final Budget	Actual	Favorable (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ 910,500	\$ 862,440	\$ (48,060)	\$ 765,650	\$ 762,076	\$ (3,574)
Intergovernmental	73,000	70,702	(2,298)	80,300	77,699	(2,601)
Other	-	-	-	-	-	-
Total revenues	983,500	933,142	(50,358)	845,950	839,775	(6,175)
EXPENDITURES						
Debt service:						
Principal retirement	850,000	850,000	-	750,000	750,000	-
Interest and fiscal charges	105,680	104,180	1,500	88,750	88,750	-
Payment to escrow agent to refund debt	-	-	-	-	-	-
Total expenditures	955,680	954,180	1,500	838,750	838,750	-
Excess of revenues over (under) expenditures	27,820	(21,038)	(48,858)	7,200	1,025	(6,175)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	\$ 27,820	(21,038)	\$ (48,858)	\$ 7,200	1,025	\$ (6,175)
Fund balances, beginning of year		202,748			209,780	
Fund balances, end of year		\$ 181,710			\$ 210,805	

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B-11

	Capital Lease			Walgreens		
	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Other	-	9,506	9,506	-	-	-
Total revenues	-	9,506	9,506	-	-	-
EXPENDITURES						
Debt service:						
Principal retirement	3,354,425	2,430,321	924,104	650,000	650,000	-
Interest and fiscal charges	229,170	191,857	37,313	90,770	57,365	33,405
Payment to escrow agent to refund debt	-	-	-	-	1,550,000	(1,550,000)
Total expenditures	3,583,595	2,622,178	961,417	740,770	2,257,365	(1,516,595)
Excess of revenues over (under) expenditures	(3,583,595)	(2,612,672)	970,923	(740,770)	(2,257,365)	(1,516,595)
Other financing sources (uses):						
Transfers in	3,583,595	2,620,678	(962,917)	740,770	707,365	(33,405)
Bond proceeds	-	-	-	-	1,550,000	1,550,000
Total other financing sources (uses)	3,583,595	2,620,678	(962,917)	740,770	2,257,365	1,516,595
Net change in fund balances	\$ -	8,006	\$ 8,006	\$ -	-	\$ -
Fund balances, beginning of year		2,281			-	
Fund balances, end of year		\$ 10,287			\$ -	

(Continued)

**ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

Exhibit B-11

	Michellin			Combined SSRBs		
	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-
EXPENDITURES						
Debt service:						
Principal retirement	730,000	730,000	-	160,000	160,000	-
Interest and fiscal charges	7,150	6,805	345	560,260	170,725	389,535
Payment to escrow agent to refund debt	-	-	-	-	850,000	(850,000)
Total expenditures	737,150	736,805	345	720,260	1,180,725	(460,465)
Excess of revenues over (under) expenditures	(737,150)	(736,805)	345	(720,260)	(1,180,725)	(460,465)
Other financing sources (uses):						
Transfers in	737,150	736,805	(345)	720,260	330,725	(389,535)
Bond proceeds	-	-	-	-	850,000	850,000
Total other financing sources (uses)	737,150	736,805	(345)	720,260	1,180,725	460,465
Net change in fund balances	\$ -	-	\$ -	\$ -	-	\$ -
Fund balances, beginning of year	-	-	-	-	-	-
Fund balances, end of year	-	-	-	-	-	-

(Continued)

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B-11

Total for Combining Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual			
	Original and and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes and fee in lieu of taxes	\$ 1,676,150	\$ 1,624,516	\$ (51,634)
Intergovernmental	153,300	148,401	(4,899)
Other	-	9,506	9,506
Total revenues	<u>1,829,450</u>	<u>1,782,423</u>	<u>(47,027)</u>
EXPENDITURES			
Debt service:			
Principal retirement	6,494,425	5,570,321	924,104
Interest and fiscal charges	1,081,780	619,682	462,098
Payment to escrow agent to refund debt	-	2,400,000	2,400,000
Total expenditures	<u>7,576,205</u>	<u>8,590,003</u>	<u>3,786,202</u>
Excess of revenues over (under) expenditures	<u>(5,746,755)</u>	<u>(6,807,580)</u>	<u>(1,060,825)</u>
Other financing sources (uses):			
Transfers in	3,781,775	4,395,573	(1,386,202)
Bond proceeds	-	2,400,000	2,400,000
Total other financing sources (uses)	<u>3,781,775</u>	<u>6,795,573</u>	<u>1,013,798</u>
Net change in fund balances	<u>\$ 35,020</u>	<u>(12,007)</u>	<u>\$ (47,027)</u>
Fund balances, beginning of year		<u>414,809</u>	
Fund balances, end of year		<u>\$ 402,802</u>	

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2019

	<u>Greenpond</u>	<u>TTI</u>	<u>2019 GOB</u>
ASSETS			
Cash and investment	\$ 74,658	\$ -	\$ -
Cash and investment, restricted	-	-	-
Receivables:			
Taxes - Net	-	-	-
Intergovernmental	259,105	-	-
Other	-	-	-
Due from other funds	234,996	-	-
Land held for resale	-	637,000	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 568,759</u>	<u>\$ 637,000</u>	<u>\$ -</u>
LIABILITIES			
Accounts payable	206	-	-
Due to other funds	-	-	210,860
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>206</u>	<u>-</u>	<u>210,860</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE:			
Restricted	568,553	637,000	-
Unrestricted	-	-	(210,860)
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>568,553</u>	<u>637,000</u>	<u>(210,860)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 568,759</u>	<u>\$ 637,000</u>	<u>\$ -</u>

**ANDERSON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2019**

	2018 SSRB	Capital Projects	Economic Development	Total
ASSETS				
Cash and investment	\$ -	\$ 628,376	\$ 4,985,887	\$ 5,688,921
Cash and investment, restricted	8,810,877	5,373,386	-	14,184,263
Receivables:				
Taxes - Net	-	81,773	32,035	113,808
Intergovernmental		729,317		988,422
Other	-	6,704	-	6,704
Due from other funds	-	332,072	-	567,068
Land held for resale	-	-	-	637,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>637,000</u>
Total assets	<u>\$ 8,810,877</u>	<u>\$ 7,151,628</u>	<u>\$ 5,017,922</u>	<u>\$ 22,186,186</u>
LIABILITIES				
Accounts payable	-	531,571	-	531,777
Due to other funds	873,910	-	-	1,084,770
	<u>873,910</u>	<u>-</u>	<u>-</u>	<u>1,084,770</u>
Total liabilities	<u>873,910</u>	<u>531,571</u>	<u>-</u>	<u>1,616,547</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	70,731	18,654	89,385
	<u>-</u>	<u>70,731</u>	<u>18,654</u>	<u>89,385</u>
Total deferred inflows of resources	<u>-</u>	<u>70,731</u>	<u>18,654</u>	<u>89,385</u>
FUND BALANCE:				
Restricted	7,936,967	6,549,326	4,999,268	20,691,114
Unrestricted	-	-	-	(210,860)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(210,860)</u>
Total fund balances	<u>7,936,967</u>	<u>6,549,326</u>	<u>4,999,268</u>	<u>20,480,254</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,810,877</u>	<u>\$ 7,151,628</u>	<u>\$ 5,017,922</u>	<u>\$ 22,186,186</u>

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Greenpond</u>	<u>TTI</u>	<u>2019 GOB</u>
REVENUES			
Property taxes and fee in lieu of taxes	\$ -	\$ -	\$ -
Intergovernmental	279,975	-	-
Interest	-	-	-
Other	-	-	-
Total revenues	<u>279,975</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
County government administration	-	-	-
Culture & recreation	-	-	-
Economic development	-	-	-
Highway & streets	-	-	-
Capital outlay	514,971	19,884	210,860
Total expenditures	<u>514,971</u>	<u>19,884</u>	<u>210,860</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(234,996)</u>	<u>(19,884)</u>	<u>(210,860)</u>
Other financing sources (uses):			
Proceeds from sale of capital assets	-	-	-
Write down of asset to market	-	(2,372,769)	-
Proceeds from bond	-	-	-
Proceeds from note	-	-	-
Proceeds from insurance	-	-	-
Transfers in	234,996	19,884	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>234,996</u>	<u>(2,352,885)</u>	<u>-</u>
Net change in fund balances	-	(2,372,769)	(210,860)
Fund balances, beginning of year	<u>568,553</u>	<u>3,009,769</u>	<u>-</u>
Fund balances, end of year	<u>\$ 568,553</u>	<u>\$ 637,000</u>	<u>\$ (210,860)</u>

ANDERSON COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	2018 SSRB	Capital Projects	Economic Development	Total
REVENUES				
Property taxes and fee in lieu of taxes	\$ -	\$ 2,832,422	\$ 2,721,495	\$ 5,553,917
Intergovernmental	-	1,653,227	-	1,933,202
Interest	95,348	77,176	-	172,524
Other	-	-	-	-
Total revenues	<u>95,348</u>	<u>4,562,825</u>	<u>2,721,495</u>	<u>7,659,643</u>
EXPENDITURES				
County government administration	96,471	1,398,564	-	1,495,035
Culture & recreation	-	-	-	-
Economic development	868,500	-	-	868,500
Highway & streets	-	-	-	-
Capital outlay	-	4,238,720	-	4,984,435
Total expenditures	<u>964,971</u>	<u>5,637,284</u>	<u>-</u>	<u>7,347,970</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(869,623)</u>	<u>(1,074,459)</u>	<u>2,721,495</u>	<u>311,673</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	-	202,183	-	202,183
Write down of asset to market	-	-	-	(2,372,769)
Proceeds from bond	8,808,000	-	-	8,808,000
Proceeds from note	-	5,350,000	-	5,350,000
Proceeds from insurance	-	71,738	-	71,738
Transfers in	-	1,053,000	-	1,307,880
Transfers out	-	(1,935,058)	(1,774,894)	(3,709,952)
Total other financing sources (uses)	<u>8,808,000</u>	<u>4,741,863</u>	<u>(1,774,894)</u>	<u>9,657,080</u>
Net change in fund balances	<u>7,938,377</u>	<u>3,667,404</u>	<u>946,601</u>	<u>9,968,753</u>
Fund balances, beginning of year	<u>(1,410)</u>	<u>2,881,922</u>	<u>4,052,667</u>	<u>10,511,501</u>
Fund balances, end of year	<u>\$ 7,936,967</u>	<u>\$ 6,549,326</u>	<u>\$ 4,999,268</u>	<u>\$ 20,480,254</u>

ANDERSON COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES-AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B-14

	<u>Balance</u> <u>June 30, 2018</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>SCHOOLS</u>				
ASSETS				
Cash and cash equivalents	\$ 73,833,147	\$ 228,055,168	\$ 247,771,080	\$ 54,117,235
Taxes receivable - Net	<u>7,177,064</u>	<u>128,283,216</u>	<u>128,207,398</u>	<u>7,252,882</u>
Total assets	<u>\$ 81,010,211</u>	<u>\$ 356,338,384</u>	<u>\$ 375,978,478</u>	<u>\$ 61,370,117</u>
LIABILITIES				
Due to taxing units	\$ 7,036,881	\$ 150,073,981	\$ 150,155,778	\$ 7,118,678
Funds held for others	<u>73,973,330</u>	<u>88,540,309</u>	<u>68,818,418</u>	<u>54,251,439</u>
Total liabilities	<u>\$ 81,010,211</u>	<u>\$ 238,614,290</u>	<u>\$ 218,974,196</u>	<u>\$ 61,370,117</u>
<u>OTHER ENTITIES</u>				
ASSETS				
Cash and cash equivalents	\$ 10,888,643	\$ 48,213,113	\$ 48,081,973	\$ 11,019,783
Taxes receivable - Net	<u>738,013</u>	<u>43,370,847</u>	<u>43,455,290</u>	<u>653,570</u>
Total assets	<u>\$ 11,626,656</u>	<u>\$ 91,583,960</u>	<u>\$ 91,537,263</u>	<u>\$ 11,673,353</u>
LIABILITIES				
Due to taxing units	\$ 866,613	\$ 23,860,477	\$ 23,866,040	\$ 872,176
Due to other governments	561,580	9,618,372	9,702,473	645,681
Funds held for others	<u>10,198,463</u>	<u>24,908,030</u>	<u>24,865,063</u>	<u>10,155,496</u>
Total liabilities	<u>\$ 11,626,656</u>	<u>\$ 58,386,879</u>	<u>\$ 58,433,576</u>	<u>\$ 11,673,353</u>
<u>TOTAL</u>				
ASSETS				
Cash and cash equivalents	\$ 84,721,790	\$ 276,268,281	\$ 295,853,053	\$ 65,137,018
Taxes receivable - Net	<u>7,915,077</u>	<u>171,654,063</u>	<u>171,662,688</u>	<u>7,906,452</u>
Total assets	<u>\$ 92,636,867</u>	<u>\$ 447,922,344</u>	<u>\$ 467,515,741</u>	<u>\$ 73,043,470</u>
LIABILITIES				
Due to taxing units	\$ 7,903,494	\$ 173,934,458	\$ 174,021,818	\$ 7,990,854
Due to other governments	561,580	9,618,372	9,702,473	645,681
Funds held for others	<u>84,171,793</u>	<u>113,448,339</u>	<u>93,683,481</u>	<u>64,406,935</u>
Total liabilities	<u>\$ 92,636,867</u>	<u>\$ 297,001,169</u>	<u>\$ 277,407,772</u>	<u>\$ 73,043,470</u>

ANDERSON COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B-15

FOR THE STATE TREASURER'S OFFICE:

COUNTY / MUNICIPAL FUNDS COLLECTED BY CLERK OF COURT	General Sessions	Magistrate Court	Municipal Court	Total
Court Fines and Assessments:				
Court fines and assessments collected	356,324	1,806,556	-	2,162,880
Court fines and assessments remitted to State Treasurer	(213,585)	(899,200)	-	(1,112,785)
Total Court Fines and Assessments retained	142,739	907,356	-	1,050,095
Surcharges and Assessments retained for victim services:				
Surcharges collected and retained	40,547	24,068	-	64,615
Assessments retained	9,578	56,776	-	66,354
Total Surcharges and Assessments retained for victim services	50,125	80,844	-	130,969

FOR THE DEPARTMENT OF CRIME VICTIM COMPENSATION (DCVC)

VICTIM SERVICE FUNDS COLLECTED	Municipal	County	Total
Carryforward from Previous Year – Beginning Balance	-	6,437	6,437
Victim Service Revenue:			
Victim Service Fines Retained by City/County Treasurer	-	372	372
Victim Service Assessments Retained by City/County Treasurer	-	66,354	66,354
Victim Service Surcharges Retained by City/County Treasurer	-	64,615	64,615
Interest Earned	-	-	-
Grant Funds Received	-	1,436	1,436
Grant from: State of SC - 1% PEBA credit			
General Funds Transferred to Victim Service Fund	-	86,862	86,862
Contribution Received from Victim Service Contracts:			
(1) Town of Pendleton	-	694	694
(2) Town of West Pelzer	-	3,469	3,469
(3) Town of Iva	-	1,868	1,868
(4) Town of Williamston	-	3,245	3,245
(5) City of Belton	-	3,557	3,557
(6) Town of Honea Path	-	2,689	2,689
Total Funds Allocated to Victim Service Fund + Beginning Balance (A)	-	241,598	241,598
Expenditures for Victim Service Program:	Municipal	County	Total
Salaries and Benefits	-	235,161	235,161
Operating Expenditures	-	-	-
Victim Service Contract(s):			
(1) Entity's Name			
(2) Entity's Name			
Victim Service Donation(s):			
(1) Domestic Violence Shelter:	-	-	-
(2) Rape Crisis Center:	-	-	-
(3) Other local direct crime victims service agency:	-	-	-
Transferred to General Fund	-	-	-
Total Expenditures from Victim Service Fund/Program (B)	-	235,161	235,161
Total Victim Service Funds Retained by Municipal/County Treasurer (A-B)	-	6,437	6,437
Less: Prior Year Fund Deficit Repayment	-	-	-
Carryforward Funds – End of Year	-	6,437	6,437

STATISTICAL SECTION

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

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	123
Revenue Capacity <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	129
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	133
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	137
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	139

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

Table 1

ANDERSON COUNTY, SOUTH CAROLINA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities										
Net investment in capital assets	\$ 132,290,595	\$ 125,998,573	\$ 123,896,285	\$ 121,365,495	\$ 122,182,134	\$ 144,627,263	\$ 139,050,242	\$ 129,920,219	\$ 137,919,815	\$ 145,492,994
Restricted	23,388,207	14,867,953	14,103,039	15,455,472	16,261,923	22,045,909	28,978,791	34,367,294	27,734,691	39,053,356
Unrestricted (Deficit)	(1,621,179)	12,541,249	14,266,568	15,416,253	20,428,517	(45,665,426)	(38,549,632)	(37,909,779)	(44,599,034)	(62,714,258)
Total governmental activities net position	\$ 154,057,623	\$ 153,407,775	\$ 152,265,892	\$ 152,237,220	\$ 158,872,574	\$ 121,007,746	\$ 129,479,401	\$ 126,377,734	\$ 121,055,472	\$ 121,832,092
Business-type activities										
Net investment in capital assets	\$ 52,499,350	\$ 54,897,470	\$ 51,320,713	\$ 49,519,055	\$ 47,078,592	\$ 31,527,566	\$ 32,761,066	\$ 33,139,465	\$ 36,007,135	\$ 36,491,847
Restricted	1,162,844	2,170,379	2,953,984	3,092,441	3,067,967	1,900,994	1,589,389	2,922,058	2,925,651	2,932,788
Unrestricted (Deficit)	(1,667,993)	(1,265,676)	879,293	1,700,809	5,067,068	2,679,309	5,406,329	5,105,802	5,533,916	7,354,820
Total business-type activities net position	\$ 51,994,201	\$ 55,802,173	\$ 55,153,990	\$ 54,312,305	\$ 55,213,627	\$ 36,107,869	\$ 39,756,784	\$ 41,167,325	\$ 44,466,702	\$ 46,779,455
Primary government										
Net investment in capital assets	\$ 184,789,945	\$ 180,896,043	\$ 175,216,998	\$ 170,884,550	\$ 169,260,726	\$ 176,154,829	\$ 171,811,308	\$ 163,059,684	\$ 173,926,950	\$ 181,984,841
Restricted	24,551,051	17,038,332	17,057,023	18,547,913	19,329,890	23,946,903	30,568,180	37,289,352	30,660,342	41,986,144
Unrestricted (Deficit)	(3,289,172)	11,275,573	15,145,861	17,117,062	25,495,585	(42,986,117)	(33,143,303)	(32,803,977)	(39,065,118)	(55,359,438)
Total primary government net position	\$ 206,051,824	\$ 209,209,948	\$ 207,419,882	\$ 206,549,525	\$ 214,086,201	\$ 157,115,615	\$ 169,236,185	\$ 167,545,059	\$ 165,522,174	\$ 168,611,547

Source: Statement of Net Position, Exhibit A-1 for FY 2019 and prior CAFRs for FY 2010 - FY 2018.

Table 2

ANDERSON COUNTY, SOUTH CAROLINA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental activities:										
General government	\$ 22,770,876	\$ 20,279,121	\$ 20,210,110	\$ 20,865,378	\$ 20,423,776	\$ 21,679,955	\$ 23,392,875	\$ 24,447,843	\$ 27,031,267	\$ 31,393,577
Public safety	34,119,816	34,838,563	35,386,722	36,026,976	37,712,343	38,039,430	40,316,458	40,927,475	42,640,682	45,398,880
Highways and streets	19,301,434	18,193,649	16,606,363	16,086,540	17,847,316	18,678,064	23,925,211	25,576,501	25,119,796	21,390,969
Economic Development	946,065	9,444,085	2,468,975	5,533,596	9,927,094	4,425,602	3,309,243	2,998,009	4,558,970	10,571,559
Health and welfare	3,221,958	2,972,588	3,339,326	4,015,350	3,199,518	4,071,856	4,291,823	5,545,274	5,125,988	5,099,184
Culture and recreation	3,365,724	3,873,062	3,467,223	3,660,753	3,630,091	4,083,035	4,185,427	4,411,950	5,023,805	5,165,613
Education and training	6,625,785	6,900,802	6,120,605	7,062,113	6,882,387	6,713,075	7,075,767	7,638,301	8,295,695	9,000,122
Interest and fiscal charges on long-term debt	2,689,410	2,331,580	1,985,700	1,800,626	1,391,207	913,347	832,441	901,324	704,938	765,705
Total governmental activities expenses	93,041,068	98,833,450	89,585,024	95,051,332	101,013,732	98,604,364	107,329,245	112,446,677	118,501,141	128,785,609
Business-type activities										
Sewer	6,735,237	5,710,973	7,500,794	7,840,645	8,247,278	7,365,937	7,970,701	8,159,689	7,998,909	8,636,122
Stormwater	-	-	-	-	332,512	368,677	429,586	523,251	574,558	707,091
Solid Waste	5,225,178	5,503,027	5,439,792	5,762,815	5,418,117	5,470,750	4,791,880	6,055,727	6,350,243	6,951,872
Airport	1,595,338	1,779,103	1,934,873	2,149,437	2,137,760	-	-	-	-	-
Total business-type activities expense	13,555,753	12,993,103	14,875,459	15,752,897	16,135,667	13,205,364	13,192,167	14,738,667	14,923,710	16,295,085
Total primary government expenses	\$ 106,596,821	\$ 111,826,553	\$ 104,460,483	\$ 110,804,229	\$ 117,149,399	\$ 111,809,728	\$ 120,521,412	\$ 127,185,344	\$ 133,424,851	\$ 145,080,694
Program Revenues										
Governmental activities										
Charges for services:										
General government	\$ 5,061,562	\$ 4,924,718	\$ 5,001,157	\$ 5,153,251	\$ 5,317,361	\$ 5,807,800	\$ 6,229,296	\$ 6,204,749	\$ 6,532,097	\$ 7,397,959
Public safety	1,979,650	2,231,716	2,435,825	2,364,591	1,945,400	1,066,491	1,081,662	1,039,154	998,697	2,990,343
Highways and streets	-	-	-	-	-	1,379,395	1,314,654	1,391,167	1,519,432	1,359,422
Economic development	3,600	-	600	-	-	-	-	-	-	-
Health and welfare	229,980	194,282	160,506	232,278	123,533	1,055,289	1,160,725	1,290,089	1,681,641	1,040,315
Culture and recreation	802,509	845,934	957,498	936,753	957,719	1,079,113	1,266,158	1,321,711	1,380,125	1,437,472
Education and training	-	-	-	-	-	-	-	-	-	363,022
Operating grants and contributions	5,323,722	5,121,573	4,865,320	11,693,510	5,637,645	4,676,108	5,092,701	6,910,627	8,176,673	16,888,440
Capital grants and contributions	3,989,344	16,170,038	4,849,699	5,070,524	15,039,916	8,227,783	20,963,550	11,171,800	18,269,901	12,073,884
Total governmental activities program revenues	17,390,367	29,488,261	18,270,605	25,450,907	29,021,574	23,291,979	37,108,746	29,329,297	38,558,566	43,550,857

Table 2

ANDERSON COUNTY, SOUTH CAROLINA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Program Revenues, Continued										
Business-type activities										
Charges for services:										
Sewer	3,492,473	3,266,298	3,416,977	3,806,705	6,234,751	6,698,461	7,380,775	7,240,301	8,228,221	7,685,487
Stormwater	-	-	-	-	54,444	75,557	67,219	166,262	213,263	134,034
Solid Waste	5,435,281	5,736,956	5,803,632	5,745,011	6,159,530	6,347,079	6,469,316	6,751,287	7,117,766	7,404,223
Airport	1,315,332	1,602,189	1,811,836	1,844,104	1,768,773	-	-	-	-	-
Operating grants and contributions	-	-	-	-	-	-	27,693	-	-	-
Capital grants and contributions	1,352,348	3,624,387	840,028	252,204	492,027	-	1,000,000	-	203,674	1,238,760
Total business-type activities and program revenues	11,395,434	14,229,830	11,872,473	11,648,024	14,709,525	13,121,097	14,945,003	14,157,850	15,762,924	16,462,504
Total primary government program revenues	\$ 28,985,801	\$ 43,718,091	\$ 30,143,078	\$ 37,098,931	\$ 43,731,099	\$ 36,413,076	\$ 52,053,749	\$ 43,487,147	\$ 54,321,490	\$ 60,013,361
Net (Expense)/Revenue										
Governmental activities	\$ (75,650,701)	\$ (69,345,189)	\$ (71,314,419)	\$ (69,600,425)	\$ (71,992,158)	\$ (75,312,385)	\$ (70,220,499)	\$ (83,117,380)	\$ (79,942,575)	\$ (85,234,752)
Business-type activities	(1,960,319)	1,236,727	(3,002,986)	(4,104,873)	(1,426,142)	(84,267)	1,752,836	(580,817)	839,214	167,419
Total primary government net expense	\$ (77,611,020)	\$ (68,108,462)	\$ (74,317,405)	\$ (73,705,298)	\$ (73,418,300)	\$ (75,396,652)	\$ (68,467,663)	\$ (83,698,197)	\$ (79,103,361)	\$ (85,067,333)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	58,459,346	58,504,017	57,009,227	57,529,037	60,742,778	62,368,447	64,540,365	66,897,664	67,882,993	72,207,731
Intergovernmental	10,984,418	9,927,204	9,249,452	10,402,405	10,598,181	10,736,140	10,683,047	11,088,463	10,980,742	11,104,620
Contributions and donations	8,873,328	-	117,953	2,042,942	6,289,842	309,920	1,681,548	-	-	-
Franchise fees	995,031	1,054,781	1,155,107	1,185,617	1,250,331	1,566,373	1,638,209	1,590,433	1,588,149	1,621,224
Interest and investment income	149,475	131,870	67,830	35,790	101,380	130,864	148,985	138,334	429,153	926,992
Net gain (loss) on sale of capital assets	-	-	3,282,967	-	-	-	-	336,999	463,284	150,805
Transfers	(334,820)	(922,531)	(710,000)	(1,624,038)	(355,000)	16,087,807	-	(36,180)	-	-
Total governmental activities:	79,126,778	68,695,341	70,172,536	69,571,753	78,627,512	91,199,551	78,692,154	80,015,713	81,344,321	86,011,372

Table 2

ANDERSON COUNTY, SOUTH CAROLINA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Revenues and Other Changes in Net Position, Continued										
Business-type activities										
Property taxes	1,450,001	1,464,444	1,471,379	1,480,229	1,637,606	1,601,390	1,669,122	1,704,815	1,791,113	1,865,562
Intergovernmental	156,544	165,111	157,483	157,147	191,605	177,266	204,790	182,482	1,226,335	228,664
Interest and investment income	8,979	5,229	4,309	1,774	1,761	1,864	2,167	5,892	20,217	48,222
Net gain (loss) on sale of capital assets	-	13,930	11,632	-	141,492	-	20,000	61,989	34,986	2,886
Transfers	334,820	922,531	710,000	1,624,038	355,000	(16,087,807)	-	36,180	-	-
Total business-type activities	1,950,344	2,571,245	2,354,803	3,263,188	2,327,464	(14,307,287)	1,896,079	1,991,358	3,072,651	2,145,334
Total primary government	\$ 81,077,122	\$ 71,266,586	\$ 72,527,339	\$ 72,834,941	\$ 80,954,976	\$ 76,892,264	\$ 80,588,233	\$ 82,007,071	\$ 84,416,972	\$ 88,156,706
Changes in Net Position										
Governmental activities	\$ 3,476,077	\$ (649,848)	\$ (1,141,883)	\$ (28,672)	\$ 6,635,354	\$ 15,887,166	\$ 8,471,655	\$ (3,101,667)	\$ 1,401,746	\$ 776,620
Business activities	(9,975)	3,807,972	(648,183)	(841,685)	901,322	(14,391,554)	3,648,915	1,410,541	3,911,865	2,312,753
Total primary government	\$ 3,466,102	\$ 3,158,124	\$ (1,790,066)	\$ (870,357)	\$ 7,536,676	\$ 1,495,612	\$ 12,120,570	\$ (1,691,126)	\$ 5,313,611	\$ 3,089,373

Source: Statement of Activities, Exhibit A-2 for FY 2019 and prior CAFRs for FY 2010 - FY 2018.

Table 3

**ANDERSON COUNTY, SOUTH CAROLINA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Nonspendable	\$ 908,465	\$ 536,642	\$ 444,879	\$ 484,864	\$ 261,445	\$ 300,115	\$ 279,458	\$ 216,780	\$ 242,085	\$ 280,366
Restricted	3,101,999	1,067,903	494,940	-	-	-	-	-	-	-
Committed	-	-	693,780	1,281,590	2,773,440	3,219,845	2,765,855	5,446,745	8,575,510	10,168,795
Assigned	432,140	663,048	380,484	-	-	-	-	-	-	-
Unassigned	10,613,146	13,560,401	14,509,631	15,813,206	17,984,838	17,373,402	20,254,269	20,804,345	18,133,883	16,548,488
Total general fund	\$ 15,055,750	\$ 15,827,994	\$ 16,523,714	\$ 17,579,660	\$ 21,019,723	\$ 20,893,362	\$ 23,299,582	\$ 26,467,870	\$ 26,951,478	\$ 26,997,649
All Other Governmental Funds										
Nonspendable										
Special revenue	\$ 15,120	\$ -	\$ -	\$ -	\$ -	\$ 84,348	\$ 310,671	\$ 57,284	\$ 81,423	\$ 113,114
Capital projects	146,667	136,667	-	-	-	-	62,186	-	-	-
Restricted										
Special revenue	13,807,180	9,536,626	9,981,140	10,592,816	12,467,132	16,980,656	19,703,475	18,788,903	16,725,548	17,846,326
Debt service	1,142,090	1,196,215	1,271,501	1,137,912	996,621	616,556	519,972	452,313	414,809	402,802
Capital projects	5,336,938	3,067,209	2,355,458	3,725,165	2,798,170	4,448,697	8,755,344	15,126,078	10,512,911	20,691,114
Unassigned										
Special revenue	(180,149)	(130,665)	(227,323)	(329,298)	(7,043)	(312,358)	(343,205)	(39,376)	(14,287)	(100,892)
Debt service	(2,000)	-	-	-	-	-	-	-	-	-
Capital projects	(193,421)	-	-	-	-	-	(42,998)	-	(1,410)	(210,860)
Total all other governmental funds	\$ 20,072,425	\$ 13,806,052	\$ 13,380,776	\$ 15,126,595	\$ 16,254,880	\$ 21,817,899	\$ 28,965,445	\$ 34,385,202	\$ 27,718,994	\$ 38,741,604
Total all governmental funds	\$ 35,128,175	\$ 29,634,046	\$ 29,904,490	\$ 32,706,255	\$ 37,274,603	\$ 42,711,261	\$ 52,265,027	\$ 60,853,072	\$ 54,670,472	\$ 65,739,253

Source: Balance Sheet-Governmental Funds, Exhibit A-3 for FY 2019 and prior CAFRs for FY 2010 - FY 2018.

Note: The County implemented GASB 54 for the fiscal year ended June 30, 2011. The fund balances for fiscal years 2009 & 2010 have been restated for comparison purposes into nonspendable, restricted, committed, assigned, and unassigned classifications, as appropriate.

Table 4

ANDERSON COUNTY, SOUTH CAROLINA
CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Property taxes and fee in lieu of taxes	\$ 58,080,501	\$ 57,718,992	\$ 58,207,302	\$ 57,749,004	\$ 60,397,198	\$ 61,817,348	\$ 64,097,007	\$ 66,862,857	\$ 69,707,725	\$ 71,837,845
County offices	6,398,456	6,134,317	6,308,051	6,498,624	6,598,650	8,763,913	9,113,099	9,363,581	10,051,657	12,100,571
Intergovernmental	18,317,385	26,114,371	17,760,420	26,322,503	29,210,888	21,851,986	34,997,808	27,008,073	34,311,755	38,074,173
Interest	149,428	131,781	67,830	35,791	101,382	130,865	148,985	138,334	429,153	926,992
Other	4,755,284	5,118,528	4,280,630	4,359,145	5,205,090	4,978,599	5,319,095	4,252,018	5,140,365	4,182,897
Total revenues	87,701,054	95,217,989	86,624,233	94,965,067	101,513,208	97,542,711	113,675,994	107,624,863	119,640,655	127,122,478
Expenditures										
General government	20,281,851	18,950,177	18,792,878	19,607,005	19,386,324	20,485,771	21,863,683	22,658,768	24,231,985	28,421,386
Public Safety	31,296,005	31,885,232	32,643,407	32,990,914	34,660,179	34,818,573	36,408,611	37,382,172	38,340,406	41,558,705
Highways and streets	9,763,341	10,449,244	8,676,357	7,928,709	9,647,022	9,611,333	14,793,894	15,916,771	14,964,782	11,029,877
Economic development	941,645	9,435,731	2,456,974	5,534,324	9,923,934	4,415,685	3,282,261	2,961,476	4,228,185	8,130,648
Health and welfare	2,919,801	2,581,713	2,790,300	3,457,625	2,690,396	3,524,038	3,726,936	4,969,895	4,502,040	4,444,568
Culture and recreation	2,735,012	2,426,618	2,053,724	2,205,232	2,195,137	2,671,999	2,640,884	2,812,136	3,288,440	3,309,221
Education and training	6,625,785	6,900,802	6,120,605	7,062,113	6,882,387	6,713,075	7,075,767	7,638,301	8,295,695	8,637,100
Debt service										
Principal retirement	7,944,095	8,242,120	7,956,491	6,343,264	4,949,355	4,695,858	4,716,751	4,583,030	11,648,025	5,570,321
Interest and fiscal charges	2,773,361	2,414,119	2,069,455	1,860,183	1,488,242	904,716	810,667	813,137	713,611	619,682
Payment to escrow agent to refund debt	-	-	-	-	-	-	-	-	-	2,400,000
Capital outlay	10,057,348	6,602,880	5,366,565	3,860,432	4,901,304	4,378,023	14,147,490	6,601,956	15,770,551	16,386,899
Total Expenditures	95,338,244	99,888,636	88,926,756	90,849,801	96,724,280	92,219,071	109,466,944	106,337,642	125,983,720	130,508,407
Excess of revenues over (under) expenditures	(7,637,190)	(4,670,647)	(2,302,523)	4,115,266	4,788,928	5,323,640	4,209,050	1,287,221	(6,343,065)	(3,385,929)
Other Financing Sources (Uses)										
Bond proceeds	-	-	-	-	9,320,000	-	-	7,000,000	-	11,208,000
Issuance of capital lease	-	-	-	6,997,000	-	-	5,300,000	-	-	5,350,000
Sale of capital assets	-	99,049	-	-	-	-	40,081	327,044	97,529	197,741
Write down of asset to market	-	-	-	-	-	-	-	-	-	(2,372,769)
Insurance proceeds	-	-	3,282,967	-	-	-	4,635	9,960	62,936	71,738
Principal retirement-Refinancing	-	-	-	(6,686,463)	(4,025,000)	-	-	-	-	-
Payment to refund bond escrow agent	-	-	-	-	(5,160,580)	-	-	-	-	-
Transfers in	9,139,522	9,091,003	7,088,568	5,223,521	5,015,882	9,265,379	8,221,981	5,010,639	17,887,993	6,528,441
Transfers out	(9,474,342)	(10,013,534)	(7,798,568)	(6,847,559)	(5,370,882)	(9,152,361)	(8,221,981)	(5,046,819)	(17,887,993)	(6,528,441)
Total other financing sources (uses)	(334,820)	(823,482)	2,572,967	(1,313,501)	(220,580)	113,018	5,344,716	7,300,824	160,465	14,454,710
Net Change in fund balances	\$ (7,972,010)	\$ (5,494,129)	\$ 270,444	\$ 2,801,765	\$ 4,568,348	\$ 5,436,658	\$ 9,553,766	\$ 8,588,045	\$ (6,182,600)	\$ 11,068,781
Debt service as a percentage of noncapital expenditures*	13%	11%	12%	9%	7%	6%	6%	5%	11%	5%

Source: Balance Sheet-Governmental Funds, Exhibit A-5 for FY 2019 and prior CAFRs for FY 2010 - FY 2018.

* Noncapital expenditures are total expenditures less capital outlay (to the extent capitalized for the government-wide statement of net assets) and expenditures for capitalized assets included within the functional expenditure categories. This formula adds "functional" and "principal" and divides them by the "total expenditures" minus the "capital outlay."

Table 5

ANDERSON COUNTY, SOUTH CAROLINA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

* In thousands

Fiscal Year Ended June 30,	ASSESSED REAL PROPERTY		ASSESSED PERSONAL PROPERTY		Total Taxable Assessed Value*	Total Direct Tax Rate	Estimated Actual Taxable Value*	Assessed Value as a Percentage of Actual Value*
	Residential Property*	Commercial Property*	Motor Vehicles*	Other Personal Property*				
2010	440,566	111,178	61,907	7,919	621,570	83.9	12,224,041	5.08%
2011	452,006	111,612	60,758	7,704	632,080	83.9	12,480,464	5.06%
2012	448,707	110,659	65,136	8,035	632,537	84.9	12,530,076	5.05%
2013	449,507	111,434	71,368	8,251	640,560	84.4	12,701,277	5.04%
2014	477,164	109,175	76,684	7,802	670,825	86.9	13,413,374	5.00%
2015	478,941	119,265	82,092	7,147	687,445	85.3	13,555,970	5.07%
2016	486,765	126,844	86,960	7,661	708,230	85.3	14,060,714	5.04%
2017	497,841	131,854	91,097	8,282	729,074	86.0	15,434,132	4.72%
2018	533,754	133,245	94,273	9,150	770,422	83.9	15,377,586	5.01%
2019	547,326	135,952	92,424	9,339	785,041	84.8	15,717,768	4.99%

Source: Anderson County assessment property records.

Note: Property in the county is reassessed once every five years on the average. The county assesses property at approximately 10.5 percent of actual value for commercial and personal property, 6 percent for residential property, and 4 percent for agricultural property. The county does not compile actual and assessed values for tax exempt property.

Table 6

**ANDERSON COUNTY, SOUTH CAROLINA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year	County Direct Rates			Overlapping Rates							
	Operating Millage	Debt Service Millage	Total County Millage	School District 1	School District 2	School District 3	School District 4	School District 5	Tri-County Technical College	County Sewer	County Fire
2010	75.4	8.5	83.9	193.3	241.6	196.8	201.1	207.8	3.7	3.0	6.0
2011	76.2	7.7	83.9	195.2	240.9	196.7	201.1	206.9	3.7	3.0	6.0
2012	77.3	7.6	84.9	196.1	241.4	201.7	206.1	209.8	2.7	3.0	6.0
2013	78.7	5.7	84.4	206.8	253.6	214.6	210.6	215.8	2.7	3.0	6.0
2014	83.2	3.7	86.9	309.7	357.9	319.0	314.3	310.7	3.2	3.0	6.0
2015	82.1	3.2	85.3	309.5	354.2	326.6	315.7	308.4	2.9	3.0	6.0
2016	83.1	2.2	85.3	315.7	356.5	326.5	314.9	304.0	2.9	3.0	6.0
2017	83.7	2.3	86.0	308.5	345.4	322.8	313.8	309.8	3.1	3.0	6.0
2018	81.7	2.2	83.9	308.7	344.7	324.1	314.9	308.9	4.1	3.0	6.0
2019	82.7	2.1	84.8	316.0	348.6	329.0	321.5	316.1	4.1	3.0	6.0

Source: Millage sheets generated by the County Auditor's Office.

Table 7

**ANDERSON COUNTY, SOUTH CAROLINA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2019			2010		
	Taxable Assessed Value* (in thousands)	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value (in thousands)	Rank	Percentage of Total County Taxable Assessed Value
Duke Energy Corporation	\$ 32,695	1	4.16%	\$ 25,498	1	4.27%
Bellsouth Telecommunications	2,770	6	0.35%	6,338	2	1.06%
Michelin North America, Inc.	4,571	4	0.58%	3,759	3	0.63%
Owens Corning	5,112	2	0.65%	3,437	4	0.58%
Robert Bosch Corporation	2,284	7	0.29%	2,897	5	0.49%
Colonial Pipeline Company	3,743	5	0.48%	2,814	6	0.47%
Associated Fuel Pump Systems			0.00%	2,702	7	0.45%
Shaw Industries			0.00%	2,042	8	0.34%
Electrolux Home Products, Inc. (formerly White Consolidated, Inc.)			0.00%	2,012	9	0.34%
One World Technologies			0.00%	1,864	10	0.31%
Walgreen Company	4,792	3	0.61%			
Plastic Omnium Industries	2,189	8	0.28%			
Piedmont Natural Gas Company	2,117	9	0.27%			
Transcontinental Gas Pipe Line	1,874	10	0.24%			
Total	<u>\$ 62,147</u>		<u>7.92%</u>	<u>\$ 53,363</u>		<u>8.94%</u>

Source: County Treasurer records.

Table 8

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	167,167,473	145,598,845	87%	15,867,927	161,466,772	97%
2011	165,445,891	145,743,849	88%	13,476,760	159,220,608	96%
2012	166,746,856	147,632,591	89%	13,425,994	161,058,585	97%
2013	171,281,228	151,398,375	88%	13,679,846	165,078,221	96%
2014	179,643,346	159,507,570	89%	14,322,518	173,830,088	97%
2015	184,512,980	161,991,490	88%	14,794,405	176,785,895	96%
2016	197,175,760	169,136,787	86%	15,680,297	184,817,084	94%
2017	200,898,391	172,016,950	86%	12,791,034	184,807,984	92%
2018	212,167,834	179,959,475	85%	12,634,683	192,594,158	91%
2019	217,451,383	185,871,123	85%	13,130,123	199,001,246	92%

Source: Anderson County Treasurer records.

Table 9

**ANDERSON COUNTY, SOUTH CAROLINA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities					Business Type Activities		Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Special Assessment Bonds	Notes Payable	Special Source Bonds	Capital Leases	Revenue Bonds	Note Payable to Other Governments			
2010	26,705,000	45,966	6,347,287	16,195,601	7,637,543	2,876,428	39,435,248	99,243,073	1.77%	530
2011	22,715,000	3,005	4,090,955	14,710,193	7,170,125	2,608,059	38,204,490	89,501,827	1.57%	475
2012	18,550,000	-	2,348,211	13,148,112	6,686,463	2,328,123	36,902,571	79,963,480	1.37%	422
2013	15,350,000	-	1,389,471	11,603,587	6,357,000	2,036,122	35,496,928	72,233,108	1.20%	379
2014	13,990,000	-	723,703	10,060,000	5,772,000	1,785,000	34,281,247	66,611,950	1.01%	345
2015	11,735,000	-	361,845	8,575,000	5,178,000	1,435,000	32,464,834	59,749,679	0.88%	309
2016	10,290,000	-	4,514,093	7,055,000	4,574,000	1,080,000	33,283,715	60,796,808	0.88%	312
2017	15,745,000	-	3,647,063	5,500,000	3,958,000	725,000	31,600,177	61,175,240	0.85%	309
2018	7,170,000	-	2,762,038	3,940,000	3,330,000	365,000	29,854,959	47,421,997	0.62%	236
2019	5,570,000	-	6,321,717	11,208,000	2,690,000	2,789,000	28,157,662	56,736,379	0.71%	280

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

*See Table 13 for additional demographic and economic statistics.

Table 10

**ANDERSON COUNTY, SOUTH CAROLINA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt Outstanding			Accumulated Resources Restricted to Repaying Principal of General Bonded Debt	Net General Bonded Debt	Ratio of Net General Bonded Debt to Estimated Actual Value of Property	Net General Bonded Debt Per Capita
	General Obligation Bonds	Capital Leases	Total General Bonded Debt				
2010	26,705,000	1,314,736	28,019,736	938,504	27,081,232	0.22%	144.72
2011	22,715,000	1,066,645	23,781,645	1,196,215	22,585,430	0.18%	119.82
2012	18,550,000	811,338	19,361,338	1,160,574	18,200,764	0.15%	96.00
2013	15,350,000	561,000	15,911,000	1,027,817	14,883,183	0.12%	77.99
2014	13,990,000	282,000	14,272,000	984,901	13,287,099	0.10%	68.91
2015	11,735,000	-	11,735,000	615,796	11,119,204	0.08%	57.50
2016	10,290,000	-	10,290,000	512,347	9,777,653	0.07%	50.22
2017	15,745,000	-	15,745,000	437,063	15,307,937	0.10%	77.20
2018	7,170,000	-	7,170,000	412,528	6,757,472	0.04%	33.70
2019	5,570,000	-	5,570,000	392,515	5,177,485	0.03%	25.60

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

*See Table 13 for additional demographic and economic statistics.

Source: 2018 Financial Report Table 9.

Table 11

ANDERSON COUNTY, SOUTH CAROLINA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2019

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
Anderson School District #1	\$ 57,840,000	100.00%	\$ 57,840,000
Anderson School District #2	18,489,000	100.00%	18,489,000
Anderson School District #3	26,694,766	100.00%	26,694,766
Anderson School District #4	48,249,000	100.00%	48,249,000
Anderson School District #5	182,720,000	100.00%	182,720,000
City of Anderson	<u>1,680,000</u>	100.00%	<u>1,680,000</u>
Subtotal, overlapping debt	335,672,766		335,672,766
County Direct Debt	25,789,717	100.00%	<u>25,789,717</u>
Total direct and overlapping			<u>\$ 361,462,483</u>

Source: Debt outstanding data provided by the Finance Departments of the respective entities listed above.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Anderson County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping government.

Table 12

ANDERSON COUNTY, SOUTH CAROLINA
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt Limit	\$ 48,079,358	\$ 49,105,129	\$ 49,078,840	\$ 50,088,567	\$ 52,562,382	\$ 54,010,243	\$ 55,672,311	\$ 57,259,781	\$ 60,545,058	\$ 61,620,085
Total net Debt applicable to limit	<u>25,766,496</u>	<u>21,518,785</u>	<u>17,389,426</u>	<u>15,162,183</u>	<u>13,289,380</u>	<u>10,759,204</u>	<u>9,777,653</u>	<u>15,232,653</u>	<u>6,757,472</u>	<u>\$ 5,177,485</u>
Legal debt margin	<u>\$ 22,312,862</u>	<u>\$ 27,586,344</u>	<u>\$ 31,689,414</u>	<u>\$ 34,926,384</u>	<u>\$ 39,273,002</u>	<u>\$ 43,251,039</u>	<u>\$ 45,894,658</u>	<u>\$ 42,027,128</u>	<u>\$ 53,787,586</u>	<u>\$ 56,442,600</u>
Total net debt applicable to the limit as a percentage of debt limit	53.59%	43.82%	35.43%	30.27%	25.28%	19.92%	17.56%	26.60%	8.39%	8.40%

Legal Debt Margin Calculation for Fiscal Year 2019

	Assessed Value	\$ 785,041,792
	Less: Exempt manufacturing property	<u>(14,790,725)</u>
	Value subject to debt limit	\$ 770,251,067
Total debt applicable to limitation, after reduction for amount	\$ 5,177,485	
Debt limit - 8%	\$ 61,620,085	
Applicable debt as a percentage of debt limit	8%	
	Debt Limit (8% of assessed value)	61,620,085
	Debt applicable to limit:	
	General obligation bonds	5,570,000
	Less: Amount set aside for repayment of general obligation debt	<u>(392,515)</u>
	Total net debt applicable to limit	<u>5,177,485</u>
	Legal debt margin	<u>\$ 56,442,600</u>

Source: County's assessment records per the County Auditor's Office. Additional information regarding debt may be found in the notes to the financial statements.

Note: Under state finance law, Anderson County's outstanding general obligation debt should not exceed 8 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Table 13

**ANDERSON COUNTY, SOUTH CAROLINA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Year	Estimated Population(1)	Personal Income (in thousands)(2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2010	187,126	5,616,400	30,014	11.9%
2011	188,488	5,686,117	30,167	11.6%
2012	189,596	5,823,631	30,716	9.7%
2013	190,831	5,995,528	31,418	7.6%
2014	192,810	6,599,455	34,228	5.5%
2015	193,370	6,784,000	35,083	5.7%
2016	194,692	6,872,044	35,297	5.4%
2017	198,293	7,167,697	36,147	4.4%
2018	200,547	7,675,134	38,271	3.0%
2019	202,285	7,961,197	39,710	2.0%

Sources: (1) Anderson County Planning Division.

(2) Population times the Per Capita Personal Income

(3) US Bureau of Economic Analysis

(4) US Bureau of Labor Statistics.

Table 14

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

Employer	2019			2010		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Anderson County School Districts	4,082	1	4.64%	5,085	1	4.76%
Anderson Area Medical Center	3,915	2	4.45%	4,000	2	3.74%
Electrolux Home Products, Inc.	1,950	3	2.22%	1,400	4	1.31%
Robert Bosch Corporation	1,431	4	1.63%	1,250	5	1.29%
Michelin Tire Corporation	1,220	5	1.39%	800	6	1.22%
Techtronic Industries Power Equipment	1,100	6	1.25%			
Anderson County	915	7	1.04%	920	7	0.82%
First Quality	797	8	0.91%			
Glen Raven	775	9	0.88%	772	8	0.72%
E & I Engineering	602	10	0.68%			
State of South Carolina				1,826	3	1.71%
Milliken & Company, Inc.				700	10	0.66%
Wal-Mart Supercenters				725	9	0.68%
Kraven, Inc.				700	10	0.66%
Total	<u>16,787</u>			<u>18,178</u>		

Source: County Economic Development Office and Anderson County Finance.

*Excludes hourly poll workers in Registration & Elections.

Table 15

**ANDERSON COUNTY, SOUTH CAROLINA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government	268	253	254	265	273	275	284	285	276	281
Public Safety	395	396	392	397	396	399	401	403	409	425
Highways and Streets	110	100	99	99	98	98	95	96	97	100
Economic Development	7	5	5	5	5	5	5	5	6	6
Health and Welfare	40	38	37	42	43	46	46	48	49	46
Culture and Recreation	19	21	17	17	17	17	19	19	19	19
Sewer	22	17	15	12	12	14	15	16	16	16
Stormwater	-	-	-	3	3	3	3	4	5	6
Solid Waste	30	31	34	31	31	31	32	30	31	31
Airport	5	8	7	7	8	8	6	7	7	7
TOTALS	896	869	860	878	886	896	906	913	915	937

Source: Anderson County Personnel records.

Table 16

ANDERSON COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Personnel										
New hires	310	75	50	50	104	105	101	175	187	187
Terminations	115	40	40	40	111	122	92	170	188	150
Training sessions offered	10	10	N/A	N/A	2	12	3	3	4	4
Building and Grounds										
Acres of land maintained	1,895	2,200	2,200	2,200	2,200	2,904	2,954	3,634	3,114	3,204
Contracts supervised	35	25	25	25	27	27	27	30	29	29
Auditor										
Appeals on personal property	120	150	150	160	105	200	215	210	185	70
Finance										
Accounts Payable disbursements	13,136	11,049	13,618	15,238	14,002	13,072	13,088	13,018	12,977	13,455
Payroll checks issued	24,231	27,772	27,000	25,412	3,929	6,003	6,663	6,158	5,758	5,351
Direct Deposits Issued	N/A	N/A	N/A	N/A	21,985	22,320	22,647	22,167	23,030	25,105
Assessor										
Parcel count	120,000	120,000	120,250	120,500	120,000	120,000	120,500	120,000	125,000	120,873
Deeds processed	7,500	9,000	8,500	9,000	8,900	9,500	10,000	9,500	11,000	10,198
Field reviews	35,000	45,000	55,000	50,000	35,000	70,000	50,000	25,000	50,000	30,000
Clerk of Court										
Common pleas cases	4,350	5,000	3,960	4,125	4,387	3,121	2,927	2,730	3,100	2,478
General Sessions cases	10,000	23,000	31,550	33,250	6,560	3,497	4,272	4,661	4,200	5,113

Table 16

ANDERSON COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/Program, Continued										
General Government, Continued										
Probate Court										
Estates probated	1,279	1,340	1,370	1,400	1,474	1,580	1,244	1,731	1,629	1,642
Marriage licenses issued	1,095	1,091	1,160	1,200	1,259	1,450	1,218	1,233	1,272	1,272
Master in Equity										
Cases referred	1,062	1,200	1,350	1,425	730	501	1,279	623	400	497
Magistrate										
Jury Trials	525	350	1,200	1,500	2,000	1,438	1,517	1,169	1,333	2,056
Civil Cases	4,700	5,500	5,000	5,250	5,000	5,570	4,836	4,734	5,181	8,944
Traffic Tickets	25,000	25,000	25,000	25,500	25,000	21,844	18,756	17,932	18,189	19,792
Register of Deeds										
Land records recorded and indexed	30,773	38,772	39,548	42,250	44,363	34,845	34,376	38,430	34,735	34,051
Mortgage satisfactions processed	7,239	7,329	7,619	8,008	8,408	5,875	6,242	7,115	6,348	5,579
Planning and Community Development										
Number of conceptual project designs	30	12	20	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of rezoning applications processed	N/A	4	8	6	6	6	8	10	8	14
Number of special projects and/or studies	N/A	1	4	2	5	N/A	13	14	10	11
Registration and Election										
Total Registration	114,416	110,000	115,500	116,000	116,000	116,184	118,679	124,218	128,050	130,849
Number of Elections	16	14	14	14	18	15	13	22	22	18

Table 16

ANDERSON COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/Program, Continued										
General Government, Continued										
Management Information Systems										
Projects completed	1,172	1,176	1,224	1,000	1,136	1,349	2,133	2,196	3,297	6,467
Equipment installed	186	228	122	80	119	175	546	120	363	160
Family Court										
Juvenile Cases	650	700	465	520	569	499	646	422	400	403
Domestic Cases	2,750	2,900	2,960	2,600	2,408	2,497	2,668	2,546	2,800	2,485
Public Safety										
Coroner										
Death investigations	1,508	1,540	1,650	1,700	1,718	1,722	1,971	1,975	2,000	1,984
Autopsies	135	150	130	135	108	137	143	123	133	96
Detention Center										
Admissions	7,899	7,547	7,641	5,565	5,828	6,083	6,920	7,087	6,512	6,750
Average Daily population	392	326	341	329	329	322	359	386	383	372
Communications										
Dispatched calls	262,829	265,000	263,408	228,756	217,374	316,557	347,174	338,949	327,128	440,681
Total Calls	N/A	N/A	N/A	586,884	841,290	404,647	421,373	380,524	472,976	579,108
Building and Codes										
Permits issued	6,208	5,405	5,870	6,689	7,069	7,542	8,437	11,158	11,106	9,460
Commercial plans reviewed	1,190	1,297	1,856	2,009	2,082	2,262	2,571	2,857	3,372	3,250

Table 16

ANDERSON COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/Program, Continued										
Highways & Streets										
Engineering										
Percent of plans reviewed	N/A	100%	100%	100%	100%	100%	100%	100%	100%	100%
Percent of roadway re-inventories	7%	7%	2%	2%	1%	2%	0%	0%	0%	0%
Road Maintenance										
Accident free man hours	143,280	198,900	11,704	12,480	11,520	141,680	298,240	34,080	215,680	188,888
Accident free days	199	297	19	20	27	230	260	71	337	236
# of days for patching projects	6	4	3	6	13	N/A	N/A	N/A	N/A	N/A
# of days for pipe maintenance	13	7	8	8	8	N/A	N/A	N/A	N/A	N/A
Economic Development										
Economic Development										
New jobs created	1,155	600	1,000	800	280	450	45	382	1,000	129
New industries	3	5	4	4	2	2	1	-	-	-
Health and Welfare										
Animal Shelter										
Number of animals received	14,109	13,000	12,000	11,500	9,256	8,521	7,426	4,106	5,607	6,089
Number of Adoptions	11%	15%	20%	30%	19%	16%	17.7%	48.0%	50.7%	40.0%
Lives saved due to Adoptions, Returns & Resc	N/A	N/A	N/A	N/A	30%	34%	47.8%	81.0%	92.6%	90.0%
Health Department										
Home health visits	12,195	12,000	9,000	8,000	6,539	7,269	2,732	5,513	2,841	2,735
Immunizations visits	35,586	N/A	8,781	N/A	3,150	3,675	2,174	3,003	1,004	1,240
Veterans Affairs										
Nursing Home Request	61	54	75	75	80	85	10	87	15	10
Pension Requests	298	300	150	150	662	772	225	800	652	617

Table 16

**ANDERSON COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/Program, Continued										
Health and Welfare, Continued										
Environmental Enforcement										
Animal calls	6,283	6,406	7,130	7,554	7,628	7,457	8,375	6,265	7,366	8,345
Litter calls	2,312	1,490	1,351	1,289	1,195	1,555	1,867	1,956	1,839	1,703
Education and Training										
Library										
Circulation of Materials	720,505	724,000	700,000	691,439	704,671	694,334	691,808	694,629	719,487	761,793
Internet Users per Week	4,155	4,300	4,320	3,970	4,166	4,108	3,792	3,553	3,927	3,426
Sewer										
Number of plants	1	1	1	1	1	1	1	1	1	1
Plants with County capacity	4	4	4	4	4	4	4	4	4	4
Sewer capacity (including leased capacity)	9,400,000	9,400,000	9,400,000	9,400,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
Average daily influent	1,336,932	1,288,340	1,292,434	1,301,423	1,349,910	1,349,910	1,400,000	1,400,000	1,520,000	1,712,400
Number of customers	3,985	4,004	4,022	4,030	3,997	3,997	4,850	5,210	5,700	5,000
Solid Waste										
Tons of Municipal Solid Waste	62,441	63,225	62,357	61,600	62,497	63,423	65,277	65,447	67,659	68,659
Tons Construction & Demolition	11,985	13,472	10,574	12,905	14,651	16,060	15,677	16,352	21,716	21,723
Tons Land-Clearing Debris	22,284	18,571	15,167	15,234	14,081	13,178	17,658	13,847	17,902	15,826
Tons Recyclables	3,226	4,431	4,408	4,667	4,813	5,104	5,790	6,208	6,036	7,245
Tons tires	791	615	602	530	612	688	577	888	815	719
Airport										
Fuel volume sold	186,996	198,626	212,578	230,463	213,161	174,959	187,510	186,902	197,492	137,017
Number of tenant	94	93	92	82	75	75	82	84	84	77

Source: Respective department managers and FY 2019 Budget Book

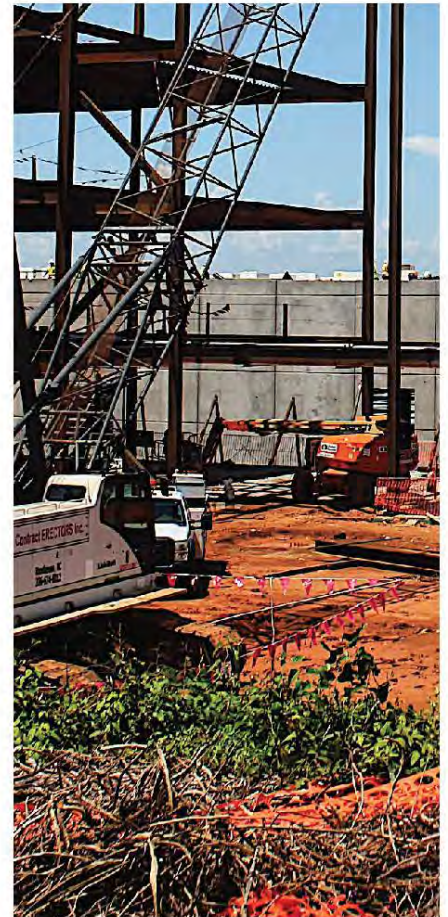
ANDERSON COUNTY, SOUTH CAROLINA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Table 17

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Culture and Recreation										
Parks - Number of Acres	377	514	514	514	514	514	514	512	590	590
Number of Parks	34	36	36	36	36	36	36	35	40	40
Other Facilities										
Baseball /softball fields	18	18	18	18	18	18	18	18	26	26
Soccer/football fields	8	8	8	8	8	8	8	8	6	6
Picnic Shelters	17	17	17	17	17	17	17	17	19	19
Walking tracks	13	13	13	13	13	13	13	13	14	14
Playgrounds	15	15	15	15	15	15	15	15	17	17
Lake parks	8	8	8	8	8	8	8	8	9	9
Boat ramps	10	10	10	10	10	10	10	12	17	17
Tennis courts	15	15	15	15	15	15	15	15	10	10
County Roads										
Total public roads	5,586	5,586	5,610	5,540	5,540	5,540	5,540	3,799	3,821 *	3,821

Source: Culture and Recreation statistics obtained from Anderson County Planning Division. County Road data obtained from Anderson County Transportation Division.

* Prior years' information included state roads in addition to County-maintained roads. Beginning FY 17, Anderson County Transportation Division will maintain information only for roads maintained by Anderson County.



Where the World Comes to Work