

**EDGEFIELD COUNTY,
SOUTH CAROLINA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**

**Prepared by the
Finance Department**

INTRODUCTORY SECTION

EDGEFIELD COUNTY COUNCIL

124 Courthouse Square
Edgefield, SC 29824
(803) 637-4000
FAX: (803) 637-4056
www.edgefieldcounty.sc.gov



MEMBERS

Dean Campbell, Chair
Arthur Biggs, Vice Chair
James Bibbs
Scott Cooper
Albert Talbert

November 27, 2017

To the Chairman, Members of County Council, and Citizens of Edgefield County:

The South Carolina Code of Laws requires an annual audit of the financial records and transactions of the County by independent certified public accountants. In compliance with that requirement, we herewith issue the Comprehensive Annual Financial Report (CAFR) of Edgefield County, South Carolina, for the year ended June 30, 2017.

The CAFR consists of management's representations concerning the County's finances. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented herein. To provide a reasonable basis for making these assertions, management, including County Council, has established an internal control structure designed to protect the County's assets from loss, theft, or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's internal control structure has been designed to provide reasonable, but not absolute, assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The accounting firm of Mauldin & Jenkins, LLC was selected by the County Council to conduct an audit of the accompanying financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of Edgefield County for the fiscal year ended June 30, 2017, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unmodified opinion on the County's financial statement for the year ended June 30, 2017. The independent auditor's report is included at the beginning of the financial section of this report.

Generally Accepted Accounting Principles (GAAP) require that management provide Management's Discussion and Analysis (MD&A), which is a narrative introduction, overview, and analysis of the accompanying basic financial statements. This letter of transmittal is designed to complement the MD&A which immediately follows the report of the independent auditor in the financial sections.

Profile of the Government

Edgefield County, South Carolina - Established in 1785, Edgefield County is a part of the Aiken/Augusta metropolitan statistical area. It is located on the Savannah River just north of Augusta and north-west of Aiken County, covering an area of 506 square miles. It has a population of approximately 27,000 (2010 census.).

The county has four incorporated municipalities; Edgefield, the County seat, Johnston, Trenton and North Augusta. The county's economy is balanced with approximately equal sectors of agriculture, manufacturing and services. It is divided by the fall line with the north-western two thirds in the Piedmont and one third in the sandhill and ridge country.

Edgefield County is one of the largest peach producers in the United States and hence, thousands of rural acres color the area in a blaze of peach blossoms every spring. In April, Johnston celebrates this spectacular display of nature with its annual Peach Blossom Festival, and in nearby Trenton the annual Peach Festival in June draws thousands of people from all over the southeast. Edgefield County is also the home of the headquarters for the National Wild Turkey Federation which is one of the most respected conservation organizations of its kind in the United States.

Many historians agree that few counties anywhere in the South can claim a history as full of color and controversy as the Old Edgefield District. Over its 225-year history it has produced many prominent leaders of the State and Nation, including ten governors of the State of South Carolina. Historic homes and churches, and a remarkable collection of original County documents dating back to 1785 draw thousands of researchers and tourists each year.

Edgefield County operates under the Council-Administrator form of government. The County Council is comprised of five single member districts. The Council annually elects one member to serve as Chairman and one member to serve as Vice-Chairman. County Council is responsible, among other things, for passing ordinances, adopting the budget, and appointing the Administrator. Council members, who are elected on a partisan basis, serve two-year terms.

The County provides a number of services such as law enforcement, emergency medical services, solid waste collection, and roads and bridges. The County also provides a variety of administrative services for its residents which include: voter registration, tax assessment and collection, and health and welfare.

Edgefield County government strives to maintain financial integrity and accountability in budgetary and internal controls. The objective of these controls is to ensure compliance with legal provisions contained in the annual budget approved by County Council and ensure fiscal accountability to its citizens.

Budgeting is an essential element of the financial planning, control, and evaluation process of the County. The annual budget process begins with the Finance Director receiving requests for

appropriations from all County Departments and Agencies. On the basis of the Administrator's recommendations, the Finance Director prepares a draft budget. The appropriated budget is prepared by fund and department. The recommended budget is presented to the Finance Committee for review. A workshop is later held with full Council. The Council holds three readings, a public hearing and adopts the budget no later than June 30.

County department heads may make certain transfers of appropriations within their own departmental budgets without approval of Council, and the County Administrator may make certain transfers between departments without approval of Council. The legal level of budgetary control is the department level.

Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 74 and 75 as part of the required supplementary information. Special revenue funds budget-to-actual comparisons are presented on pages 76 - 82.

Local Economy

The County's unemployment rate was 5.9% in June 2016 and improved to 4.3 % in June 2017. The County continues to experience an increase in permitting activity for housing and commercial. The value of commercial and residential construction in 2017 increased by 15% to \$33.5 million. Building permits for new homes increased 37% with the valuation of new homes increasing by 44% to \$23 million from \$15 million the previous year. We expect this trend to continue as long as market conditions remain positive.

Major employers include:

- National Wild Turkey Federation-270 employees-National mission to conserve the wild turkey and preserve hunting heritage
- Milliken & Company-208 employees-Fabric formation (weave)
- U.S. Fibers-195 employees-Recycles PET materials
- Southern Felt-165 employees-Nonwoven felt products and automotive felt
- Trantech Radiator Products-115 employees-Heat exchangers
- Riegel Consumer Products, a Division of Mount Vernon Mills, Inc.-110 employees-Household textile products

Long-term Financial Planning

County Council utilizes its Strategic Plan & CIP (Capital Improvement Plan) as a mechanism for long-term budgetary and operational planning. Council's strategic plan includes seven strategic priorities. The plan is expected to be updated every few years. The County's ten-year CIP is expected to be updated in fiscal year 2018.

Relevant financial policies

The County's financial policies were created with the general purpose of enabling the County to achieve a long-term stable and positive financial condition. Below are some of the relevant financial policies:

- Maintain a diversified and stable revenue system to protect itself from short-run fluctuations;
- One-time or non-recurring revenues will not be used to fund current ongoing operations or for budget balancing purposes;
- Maintain a General Fund unassigned fund balance at a level of 4 months of the general fund operating budget;
- The County's cash flow shall be managed to maximize the cash available to invest;
- The County Treasurer or designee shall minimize market risk while maintaining the highest possible yield;
- Conserve and protect the County's resources from accidents and loss exposures.

Major Initiatives

In the fall of 2016, Edgefield County Council began a plan to develop a Strategic Plan to go to 2023 and beyond. This plan started with a strategic planning session by County Council in September 2016 to identify issues facing County government. There were also joint meetings between County Council and the Edgefield County School Board, the County Planning Commission, the County Transportation Committee, Edgefield County Hospital Board and the Edgefield County Water & Sewer Authority. These meetings allowed Council to learn the future challenges these groups will face, their vision for the future and how these should be integrated into a Strategic Plan for Edgefield County. County Council also held five "Listening Tour" meetings at various locations in the county to get citizen input during the spring of 2017 and two public input for input on the Strategic Plan in the fall of 2017. The County is expected to complete the final phase of the Strategic Plan for 2023 in 2018.

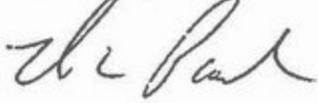
In 2017, the County renovated a 7,000 square-foot office complex which completed the conversion of the former retail property to county offices. Located in this building is the Treasurer, Auditor, Tax Collector, Tax Assessor, Recreation Department, and GIS/Grants office. This move centralized these offices in one building.

The County also completed the Palmetto Assessment Competitiveness Evaluation (PACE) in 2017. This is a program offered by the South Department of Commerce as a community assessment tool. The PACE Program is designed to provide the County opportunities to identify strengths and weaknesses and evaluate key factors for economic development success.

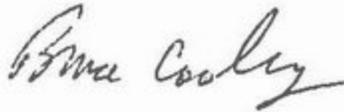
Acknowledgements

The preparation of the CAFR would not have been possible without the assistance of the Finance Department as well as Keisha Bryant, the GIS/Grant Director. The hard work and dedication of these individuals significantly contributed to the completion of this document. Moreover, the support and leadership of the County Council has been instrumental in the development of this report. We would also like to thank the accounting firm of Mauldin & Jenkins for their assistance with this project.

Respectfully submitted,

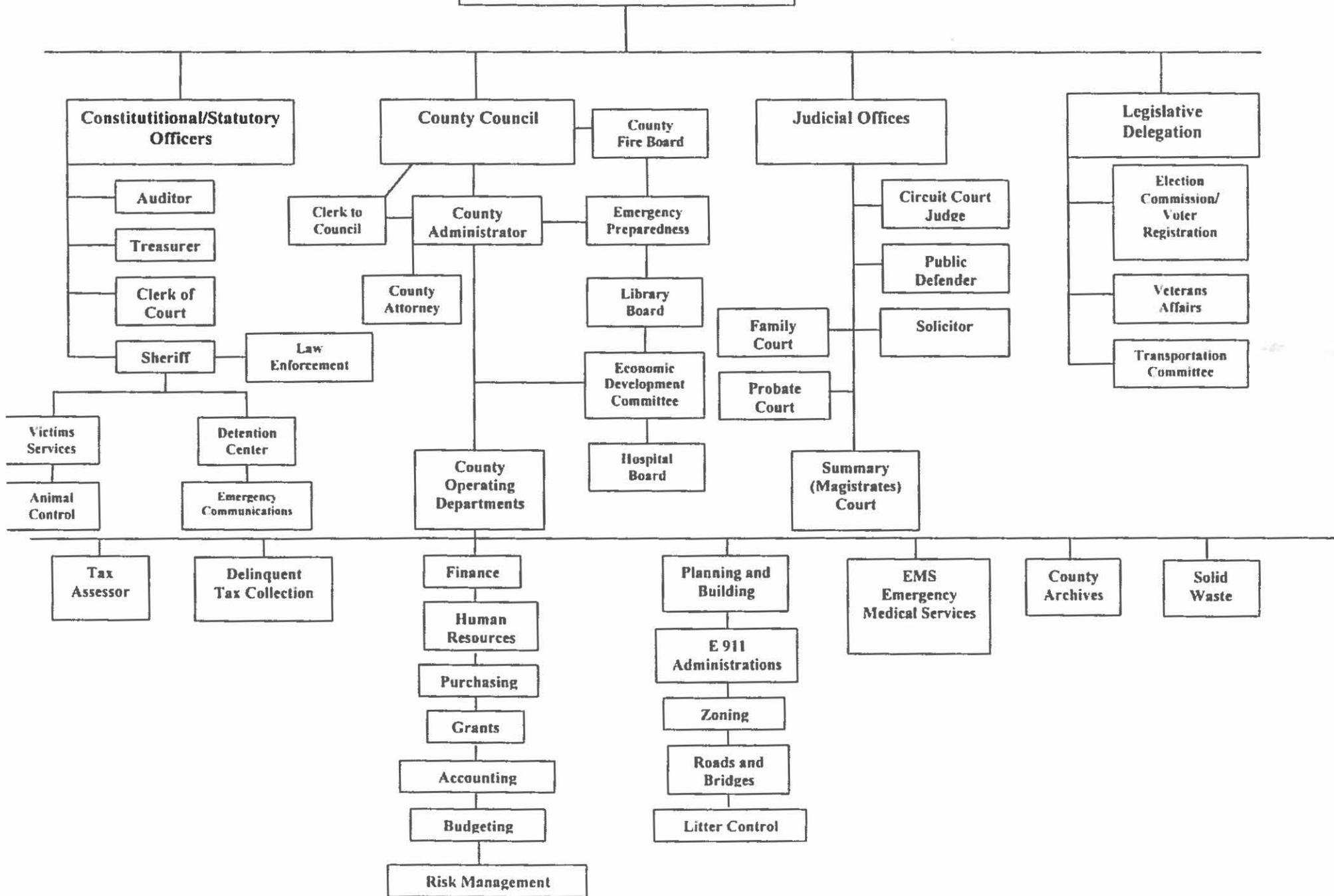


Thomas L. Paradise
County Administrator



Bruce Cooley
Finance Director

Edgefield County Citizens



EDGEFIELD COUNTY, SOUTH CAROLINA

PRINCIPAL COUNTY OFFICIALS JUNE 30, 2017

County Council

Dean Campbell – Chairman
Arthur Biggs – Vice Chairman
Albert Talbert
James Bibbs
Scott Cooper

Legislative Delegation

State Senator Shane Massey
State Representative William Clyburn
State Representative William M. Hixon
U.S. Senator Lindsey Graham
U.S. Senator Tim Scott
U.S. Representative Jeff Duncan

County Administrator

Tommy Paradise

EDGEFIELD COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2017

TABLE OF CONTENTS

INTRODUCTORY SECTION

Page

Letter of Transmittal	i – v
Organization Chart.....	vi
Principal County Officials	vii
Table of Contents.....	viii – x

FINANCIAL SECTION

Independent Auditor's Report	1 – 3
Management's Discussion and Analysis	4 – 11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet – Governmental Funds	14 and 15
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	16
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	17 and 18
Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Fiduciary Assets and Liabilities – Agency Funds	20
Notes to Financial Statements.....	21 – 55
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – General Fund	56
Schedule of Expenditures – Budget (GAAP Basis) and Actual – General Fund.....	57 – 61
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – EMS Fund	62
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – User Fee Fund.....	63
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – Assistant Solicitor Fund	64
Schedules of County's Proportionate Share of the Net Pension Liability	65
Schedules of County Contributions.....	66

EDGEFIELD COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2017

TABLE OF CONTENTS (CONTINUED)

FINANCIAL SECTION (CONTINUED)

Page

Combining and Individual Nonmajor Fund

Financial Statements and Schedules:

Nonmajor Governmental Funds:

Combining Balance Sheet – Nonmajor Special Revenue Funds..... 67 and 68

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances - Nonmajor Special Revenue Funds..... 69 and 70

Schedule of Revenues, Expenditures and Changes in Fund

Balances – Budget (GAAP Basis) and Actual

Budgetary Comparison Schedule – Industrial Development 71

Budgetary Comparison Schedule – Victim’s Bill of Rights 72

Budgetary Comparison Schedule – County Tire 73

Budgetary Comparison Schedule – 911 Surcharge 74

Budgetary Comparison Schedule – Road Fee 75

Budgetary Comparison Schedule – Solicitor 76

Budgetary Comparison Schedule – Recreation 77

Budgetary Comparison Schedule – SRO Grant..... 78

Budgetary Comparison Schedule – Pre-Trial Intervention..... 79

Budgetary Comparison Schedule – Sheriff Grants 80

Budgetary Comparison Schedule – Clerk of Court Grants 81

Budgetary Comparison Schedule – Criminal Domestic Violence 82

Fiduciary Funds:

Statement of Changes in Assets and Liabilities – Agency Funds 83 – 86

Supplementary Information Required by the State of South Carolina:

Summary Schedule of Court Fines, Assessments and Surcharges –
Clerk of Court and Magistrate Court 87

EDGEFIELD COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2017

TABLE OF CONTENTS (CONTINUED)

STATISTICAL SECTION

Page

Financial Trends Information:

Net Position by Component	88 and 89
Changes in Net Position – Primary Government	90 and 91
Changes in Net Position – Component Units	92 and 93
Fund Balances of Governmental Funds	94 and 95
Changes in Fund Balances of Governmental Funds	96 and 97

Revenue Capacity Information:

Assessed Value and Estimated Actual Value of Taxable Property	98
Direct and Overlapping Property Tax Rates	99
Principal Property Taxpayers	100
Property Tax Levies and Collections	101

Debt Capacity Information:

Ratio of Outstanding Debt by Type	102
Ratios of General Bonded Debt Outstanding	103
Direct and Overlapping Governmental Activities Debt	104
Legal Debt Margin Information	105 and 106

Demographic and Economic Information:

Demographic Statistics	107
Principal Employers	108
Full-Time Edgefield County Employees by Function	109

Operating Information:

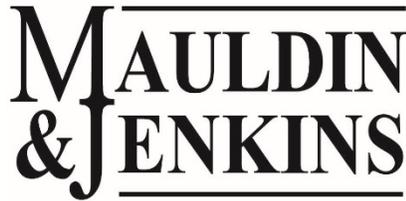
Operating Indicators by Function/Program	110
Capital Asset Statistics by Function/Program	111

COMPLIANCE SECTION

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements

Performed in Accordance with <i>Government Auditing Standards</i>	112 and 113
Schedule of Findings and Responses	114
Schedule of Prior Year Findings	115 and 116

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

**County Council
of Edgefield County
Edgefield, South Carolina**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of **Edgefield County, South Carolina** (the "County"), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Edgefield County, South Carolina'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 did not audit the financial statements of the Edgefield County Hospital, which represents 100% of the assets, net position and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Edgefield County Hospital, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Edgefield County Hospital were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Edgefield County, South Carolina as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 11), Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – General Fund (on page 56), the Schedule of Expenditures – Budget (GAAP Basis) and Actual – General Fund (on pages 57 through 61), the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – EMS Fund (on page 62), the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – User Fee Fund (on page 63), the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – Assistant Solicitor Fund (on page 64), the Schedules of Proportionate Share of the Net Pension Liability (on page 65), and the Schedules of Contributions (on page 66) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Edgefield County, South Carolina's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, the budgetary comparison schedules, and the statistical section 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 summary schedule of court fines, assessments and surcharges is presented for purposes of additional analysis as required by the State of South Carolina, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2017, on our consideration of Edgefield County, South Carolina'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Edgefield County, South Carolina's internal control over financial reporting and compliance.

Macon, Georgia
November 27, 2017

Mauldin & Jenkins, LLC

EDGEFIELD COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017

This section of Edgefield County, South Carolina's ("the County") comprehensive annual financial report presents a narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2017.

Financial Highlights

- The assets and deferred outflows of resources of Edgefield County exceeded its liabilities and deferred inflows of resources at June 30, 2017, by approximately \$10.8 million (net position).
- At June 30, 2017, the County's General Fund reported a total fund balance of \$5.3 million.
- At the end of the current fiscal year, the County's unassigned fund balance for the General Fund was \$3.6 million or 39% of general fund expenditures.

Overview of the Financial Statements

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Edgefield County's finances, in a manner similar to a private-sector business. All governmental activities are consolidated to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two 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. It is important to note that this statement consolidates the governmental funds' current financial resources (short-term) with capital assets and long-term liabilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). The governmental activities of the County include general government, staff and finance agencies, public safety, public works, health and social services, building maintenance, and nondepartmental.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The government-wide financial statements include not only Edgefield County itself (known as the primary government), but also the County's component unit; the Edgefield County Hospital. This is a legally separate entity from the County, but due to the significance of its operational or financial relationship with the County it is included in the County's financial statements. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

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. Edgefield County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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.

Edgefield County maintains governmental funds to account for the following activities: General, Special Revenue, Capital Projects, and Debt Service.

Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Capital Projects, EMS, Debt Service, User Fee, and Assistant Solicitor funds, which are considered major funds. Data from the other governmental funds are combined into a single, aggregated column. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. Edgefield County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the General Fund, EMS Fund, User Fee Fund, and Assistant Solicitor Fund within the required supplementary information section of these financial statements. In addition, the County adopts an annual budget for the following funds which are presented as supplementary information – Industrial Development, Victim's Bill of Rights, County Tire, 911 Surcharge, Road Fee, Solicitor, Recreation, SRO Grant, Pre-Trial Intervention, Sheriff Grants, Clerk of Court Grants, and Criminal Domestic Violence.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiduciary funds. Agency funds are custodial in nature; the only required financial statements are the balance sheet and statement of fiduciary assets and liabilities. Fiduciary funds are not reflected in the government-wide financial statements.

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

Required Supplementary Information and Other Information. The required supplementary information (RSI) includes the General Fund, EMS Fund, User Fee Fund, and Assistant Solicitor Fund Budgetary schedules and are presented immediately following the notes to the financial statements. The other information includes the combining statements referred to earlier in connection with non-major governmental funds, budgetary comparison schedules, and the schedule of fines and assessments are presented immediately following the RSI.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$10,760,386 at the close of the most recent fiscal year.

A large portion of the County's net position, reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

County's Net Position

	Governmental Activities	
	2017	2016
Current and other assets	\$ 12,608,813	\$ 12,774,264
Capital assets	14,203,436	14,211,823
Total assets	26,812,249	26,986,087
Pension - South Carolina Retirement System	1,383,070	610,785
Pension - South Carolina Police Officers Retirement System	1,216,809	604,210
Total deferred outflows of resources	2,599,879	1,214,995
Long-term liabilities debt	3,514,913	3,837,400
Other liabilities	439,984	514,772
Net Pension Liability:		
South Carolina Retirement System	8,657,879	7,489,211
South Carolina Police Officers Retirement System	5,890,684	5,150,106
Total liabilities	18,503,460	16,991,489
Pension - South Carolina Retirement System	80,806	118,969
Pension - South Carolina Police Officers Retirement System	67,476	-
Total deferred inflows of resources	148,282	118,969
Net position:		
Net investment in capital assets	12,768,028	10,822,895
Restricted	7,313,781	7,192,196
Unrestricted	(9,321,423)	(6,924,467)
Total net position	\$ 10,760,386	\$ 11,090,624

MANAGEMENT'S DISCUSSION AND ANALYSIS

Edgefield County's Changes in Net Position

	Governmental Activities	
	2017	2016
Revenues		
Program revenues:		
Charges for services	\$ 3,098,724	\$ 2,469,984
Operating grants and contributions	2,068,672	6,040,601
Capital grants and contributions	1,513,563	-
General revenues:		
Property taxes	6,830,913	6,952,461
Other taxes and licenses	1,158,067	1,044,803
Grants and contributions not restricted to specific programs	1,042,554	1,000,583
Unrestricted investment earnings	95,722	90,021
Miscellaneous	484,782	367,472
Total revenues	16,292,997	17,965,925
Program expenses		
General government	679,346	866,036
Staff agencies	1,958,846	1,922,628
Finance agencies	627,915	646,201
Public safety	6,223,508	5,747,340
Public works	3,072,212	5,771,466
Health and social services	1,920,369	2,028,362
Building maintenance	285,309	331,447
Nondepartmental	1,762,057	1,324,115
Interest and fiscal charges	93,673	90,821
Total expenses	16,623,235	18,728,416
Increase (decrease) in net position	(330,238)	(762,491)
Net position, beginning of year	11,090,624	11,853,115
Net position, end of year	\$ 10,760,386	\$ 11,090,624

The changes in net position between fiscal years 2016 and 2017 were affected by the following:

- Governmental revenue decreased approximately \$1,673,000 or 9.31% due primarily to decreased state grant funding.
- Governmental expenses decreased approximately \$2,105,000 or 11.2% as a result of decreased public works expenses.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the Government's Funds

Governmental funds. The focus of Edgefield 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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund

The General Fund is the chief operating fund of Edgefield County. At the end of the current fiscal year, the County had restricted \$916,044 for future property tax reductions and committed \$413,211 for the subsequent year's budget and \$375,000 for the County animal shelter project. This resulted in a remaining unassigned fund balance of \$3,635,323, for total fund balance was \$5,339,578.

As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Committed fund balance represents 8.4%, unassigned fund balance represents 38.7%, while total fund balance represents 56.8% of that same amount.

Capital Projects

For the year ended June 30, 2017, Capital Projects expenditures were approximately \$1,561,000, revenues were approximately \$1,527,000, and other financing sources in the form of transfers in in the amount of \$1,484,000, resulting in an increase in fund balance of \$1,449,231 as of year-end.

EMS

For the year ended June 30, 2017, EMS expenditures were approximately \$1,475,000, revenues were approximately \$1,626,000, and other financing uses in the form of transfers out in the amount of \$31,000, resulting in an increase in fund balance of \$119,000 as of year-end.

Debt Service

At the end of the current fiscal year, Debt Service Fund expenditures were approximately \$412,000 and revenues were approximately \$427,000. In addition, there were other financing uses in the form of transfers out in the amount of \$1,430,000 resulting in a decrease in fund balance of \$1,414,000 as of year-end.

User Fee

For the year ended June 30, 2017, User Fee expenditures were approximately \$883,000, revenues were approximately \$954,000, and other financing uses in the form of transfers out in the amount of \$97,000, resulting in a decrease in fund balance of \$26,000 as of year-end.

Assistant Solicitor

For the year ended June 30, 2017, Assistant Solicitor expenditures were approximately \$828,000 and revenues were approximately \$846,000, resulting in an increase in fund balance of \$18,000 as of year-end.

MANAGEMENT'S DISCUSSION AND ANALYSIS

General Fund Budgetary Highlights

The General Fund's adopted fiscal year 2017 budget totaled \$9,967,495. By the end of the year, General Fund actual revenues totaled \$9,273,049; \$1,396,428 more than the final budget attributed mainly to sales taxes and other revenues. During the year, there were no budget amendments to either revenues or expenditures. Actual expenditures totaled \$9,404,328, thus creating a budget variance in total expenditures of \$335,035. This difference between the actual expenditures and the final budgeted expenditures was accomplished by actual expenditures being less than the final budget in certain functions as well as certain functions with expenditures in excess of the final budgeted amounts of the General Fund.

Capital Asset and Debt Administration

Capital assets. Edgefield County's investment in capital assets for its governmental activities as of June 30, 2017, amounts to \$14,203,436 (net of accumulated depreciation). This investment in capital assets includes land, construction in process, buildings and improvements, furniture, fixtures, and equipment, and infrastructure.

Edgefield County's Capital Assets (net of depreciation)

	Governmental Activities	
	2017	2016
Land	\$ 1,093,643	\$ 1,093,643
Construction in Progress	620,164	30,908
Buildings and improvements	3,209,719	3,902,588
Infrastructure	8,121,303	8,344,531
Furniture, fixtures and equipment	1,158,607	840,153
Total	\$ 14,203,436	\$ 14,211,823

Additional information on the County's capital assets can be found in Note 5 of this report.

Long-term Debt. Edgefield County's long-term debt for the year ended June 30, 2017, is summarized below.

	Governmental Activities	
	2017	2016
County GO bonds	\$ 3,055,265	\$ 3,388,928
Due to other governments	106,876	111,766
Annual leave	352,772	336,706
Net pension liability - SCRS	8,657,879	7,489,211
Net pension liability - PORS	5,890,684	5,150,106
Total outstanding debt	\$ 18,063,476	\$ 16,476,717

At year-end, the County had \$18.1 million long-term debt obligations outstanding. This was an increase of 9.6% from the prior year. The state limits the amount of general obligation debt the County can issue to 8% of the assessed value of all taxable property within the County's legal limits. The County's outstanding debt is significantly below this limit as reflected in the Legal Debt Margin Schedule located in the statistical section of this report.

Additional information regarding the County's long-term debt can be found in Note 6 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Economic Factors and Next Year's Budgets

- Unemployment now stands at 4.3%, compared to 5.7% a year ago. This compares unfavorably with the State of South Carolina's unemployment rate of 3.9% and comparable to the national rate of 4.4%.
- Inflationary trends in the region compare favorably to national indices.

These indicators were taken into account when adopting the General Fund budget for 2018. Amounts available for appropriation in the General Fund budget are estimated at approximately \$10.4 million, an increase of 5.6% over the 2017 actual expenditures. If these estimates are realized, the County's budgetary general fund balance is expected to end relatively unchanged at the close of fiscal year 2018.

Requests for Information

This financial report is designed to provide a general overview of Edgefield County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, Edgefield County, 124 Courthouse Square, Edgefield, South Carolina 29824, or visit the County website at www.edgfieldcounty.sc.gov.

EDGEFIELD COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION JUNE 30, 2017

	Primary Government	Component Unit
	Governmental Activities	Edgefield County Hospital
ASSETS		
Cash and cash equivalents	\$ 9,045,333	\$ 415,777
Investments	388,819	-
Receivables:		
Taxes	282,770	-
Accounts	412,807	2,291,150
Other	3,500	812,757
Due from other governments	2,475,584	-
Due from primary government	-	9,054
Inventory	-	348,371
Restricted cash and investments	-	280,000
Capital assets:		
Nondepreciable	1,713,807	329,929
Depreciable, net	12,489,629	2,681,578
Total assets	26,812,249	7,168,616
DEFERRED OUTFLOWS OF RESOURCES		
Pension - South Carolina Retirement System	1,383,070	-
Pension - South Carolina Police Officers Retirement System	1,216,809	-
Total deferred outflows of resources	2,599,879	-
LIABILITIES		
Accounts payable	409,857	2,692,107
Accrued liabilities	30,127	529,476
Unearned revenues	-	50,000
Due to other governments	-	1,715,600
Noncurrent liabilities:		
Due within one year	429,469	124,461
Due in more than one year	3,085,444	354,271
Net pension liability:		
South Carolina Retirement System	8,657,879	-
South Carolina Police Officers Retirement System	5,890,684	-
Total liabilities	18,503,460	5,465,915
DEFERRED INFLOWS OF RESOURCES		
Pension - South Carolina Retirement System	80,806	-
Pension - South Carolina Police Officers Retirement System	67,476	-
Total deferred inflows of resources	148,282	-
NET POSITION		
Net investment in capital assets	12,768,028	817,175
Restricted for debt service	1,987,066	30,000
Restricted for capital projects	682,176	-
Restricted for other purposes	4,644,539	250,000
Unrestricted	(9,321,423)	605,526
Total net position	\$ 10,760,386	\$ 1,702,701

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

EDGEFIELD COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2017

<u>Functions/Programs</u>	Program Revenues				Net (Expenses) Revenues and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Edgefield County Hospital
Primary government:						
Governmental activities:						
General government	\$ 679,346	\$ -	\$ 248,585	\$ 5,540	\$ (425,221)	\$ -
Staff agencies	1,958,846	747,392	182,852	-	(1,028,602)	-
Finance agencies	627,915	-	-	-	(627,915)	-
Public safety	6,223,508	558,257	1,626,748	-	(4,038,503)	-
Public works	3,072,212	953,563	10,387	1,508,023	(600,239)	-
Health and social services	1,920,369	839,512	100	-	(1,080,757)	-
Building maintenance	285,309	-	-	-	(285,309)	-
Nondepartmental	1,762,057	-	-	-	(1,762,057)	-
Interest on long-term debt	93,673	-	-	-	(93,673)	-
Total governmental activities	16,623,235	3,098,724	2,068,672	1,513,563	(9,942,276)	-
Component unit:						
Edgefield County Hospital	13,884,492	12,343,984	275,000	-	-	(1,265,508)
Total governmental activities	\$ 13,884,492	\$ 12,343,984	\$ 275,000	\$ -	-	(1,265,508)
General revenues:						
Property taxes levied for:						
General purposes					4,946,077	526,024
Debt service					1,210,014	-
Special revenue projects					674,822	-
Other taxes					1,158,067	-
Grants and contributions not restricted for a specific purpose					1,042,554	-
Unrestricted investment earnings					95,722	-
Miscellaneous					484,782	316,301
Total general revenues					9,612,038	842,325
Change in net position					(330,238)	(423,183)
Net position, beginning of year					11,090,624	2,125,884
Net position, end of year					\$ 10,760,386	\$ 1,702,701

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

EDGEFIELD COUNTY, SOUTH CAROLINA

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

	<u>General</u>	<u>Capital Projects</u>	<u>EMS</u>	<u>Debt Service</u>	<u>User Fee Fund</u>
ASSETS					
Cash and cash equivalents	\$ 4,520,212	\$ 2,631,129	\$ 583,762	\$ 500,090	\$ 87,027
Investments	192,473	114,165	25,330	21,699	3,776
Receivables, net:					
Taxes	217,022	-	39,800	17,026	-
Accounts	-	-	234,229	-	112,234
Other	3,500	-	-	-	-
Due from other governments	507,903	80,042	-	1,619,878	-
Due from other funds	315,378	156,823	-	-	-
Total assets	<u>\$ 5,756,488</u>	<u>\$ 2,982,159</u>	<u>\$ 883,121</u>	<u>\$ 2,158,693</u>	<u>\$ 203,037</u>
LIABILITIES					
Accounts payable	\$ 221,761	\$ 123,457	\$ 31,261	\$ -	\$ 2,374
Accrued liabilities	-	-	46	-	-
Due to other funds	-	2,459	-	156,823	-
Total liabilities	<u>221,761</u>	<u>125,916</u>	<u>31,307</u>	<u>156,823</u>	<u>2,374</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	195,149	-	35,311	14,804	-
Unavailable revenue - emergency medical services	-	-	148,242	-	-
Unavailable revenue - user fees	-	-	-	-	101,430
Total deferred inflows of resources	<u>195,149</u>	<u>-</u>	<u>183,553</u>	<u>14,804</u>	<u>101,430</u>
FUND BALANCES (DEFICITS)					
Restricted for:					
Future property tax reductions	916,044	-	-	-	-
Public works	-	2,173,800	-	-	99,233
Health and social services	-	-	668,261	-	-
Public safety	-	-	-	-	-
Industrial development	-	-	-	-	-
Capital projects	-	682,176	-	-	-
Debt service	-	-	-	1,987,066	-
Committed:					
Animal shelter	375,000	-	-	-	-
Capital projects	-	267	-	-	-
Subsequent year's budget	413,211	-	-	-	-
Unassigned	3,635,323	-	-	-	-
Total fund balances	<u>5,339,578</u>	<u>2,856,243</u>	<u>668,261</u>	<u>1,987,066</u>	<u>99,233</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 5,756,488</u>	<u>\$ 2,982,159</u>	<u>\$ 883,121</u>	<u>\$ 2,158,693</u>	<u>\$ 203,037</u>

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

Assistant Solicitor	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 723,113	\$ 9,045,333
-	31,376	388,819
-	8,922	282,770
-	66,344	412,807
-	-	3,500
240,550	27,211	2,475,584
-	-	472,201
<u>\$ 240,550</u>	<u>\$ 856,966</u>	<u>\$ 13,081,014</u>
\$ 1,684	\$ 29,320	\$ 409,857
-	6,412	6,458
223,643	89,276	472,201
<u>225,327</u>	<u>125,008</u>	<u>888,516</u>
-	7,912	253,176
-	-	148,242
-	-	101,430
<u>-</u>	<u>7,912</u>	<u>502,848</u>
-	-	916,044
-	-	2,273,033
-	203,908	872,169
15,223	554,930	570,153
-	13,140	13,140
-	-	682,176
-	-	1,987,066
-	-	375,000
-	-	267
-	-	413,211
-	(47,932)	3,587,391
<u>15,223</u>	<u>724,046</u>	<u>11,689,650</u>
<u>\$ 240,550</u>	<u>\$ 856,966</u>	<u>\$ 13,081,014</u>

EDGEFIELD COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Total fund balances for governmental funds:		\$ 11,689,650
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.		14,203,436
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		502,848
Certain long-term liabilities are not due and payable in the current period and are therefore not reported in the funds. All liabilities, both current and long-term, are reported in the Statement of Net Position net of issuance premiums, discounts, and refunding deferral amounts.		
General obligation bonds	\$ (3,055,265)	
Compensated absences payable	(352,772)	
Net pension liability	(12,096,966)	
Due to other governments	(106,876)	
Total long-term liabilities		(15,611,879)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.		(23,669)
Net position of governmental activities		<u>\$ 10,760,386</u>

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

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>General</u>	<u>Capital Projects</u>	<u>EMS</u>	<u>Debt Service</u>	<u>User Fee Fund</u>
REVENUES					
Taxes	\$ 4,931,330	\$ -	\$ 840,659	\$ 347,768	\$ -
Sales taxes	1,158,067	-	-	-	-
Licenses, permits and fees	674,570	-	-	-	-
Intergovernmental	1,383,919	1,508,023	-	-	-
Charges for services	238,002	-	766,666	-	953,563
Fines and forfeitures	407,328	-	-	-	-
Interest revenue	41,500	13,146	4,066	32,930	745
Other revenues	438,333	5,540	14,247	46,449	-
Total revenues	<u>9,273,049</u>	<u>1,526,709</u>	<u>1,625,638</u>	<u>427,147</u>	<u>954,308</u>
EXPENDITURES					
Current:					
General government	465,159	310,686	-	-	-
Staff agencies	1,948,620	-	-	-	-
Finance agencies	627,915	-	-	-	-
Public safety	4,025,553	-	-	-	-
Public works	107,546	691,899	-	-	883,482
Health and social services	125,237	-	1,475,274	-	-
Building maintenance	285,309	-	-	-	-
Nondepartmental	1,694,888	-	-	-	-
Capital outlay	124,101	558,732	-	-	-
Debt service:					
Principal retirement	-	-	-	333,663	-
Interest and fiscal charges	-	-	-	78,006	-
Total expenditures	<u>9,404,328</u>	<u>1,561,317</u>	<u>1,475,274</u>	<u>411,669</u>	<u>883,482</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(131,279)</u>	<u>(34,608)</u>	<u>150,364</u>	<u>15,478</u>	<u>70,826</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	206,837	1,483,839	-	-	-
Transfers out	(282,212)	-	(30,980)	(1,429,759)	(97,220)
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	<u>(75,375)</u>	<u>1,483,839</u>	<u>(30,980)</u>	<u>(1,429,759)</u>	<u>(97,220)</u>
Net change in fund balances	<u>(206,654)</u>	<u>1,449,231</u>	<u>119,384</u>	<u>(1,414,281)</u>	<u>(26,394)</u>
Fund balances (deficits), beginning of year	<u>5,546,232</u>	<u>1,407,012</u>	<u>548,877</u>	<u>3,401,347</u>	<u>125,627</u>
Fund balances, end of year	<u>\$ 5,339,578</u>	<u>\$ 2,856,243</u>	<u>\$ 668,261</u>	<u>\$ 1,987,066</u>	<u>\$ 99,233</u>

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

Assistant Solicitor	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 674,041	\$ 6,793,798
-	-	1,158,067
-	-	674,570
845,812	716,604	4,454,358
-	208,202	2,166,433
-	-	407,328
-	3,335	95,722
-	1,037	505,606
<u>845,812</u>	<u>1,603,219</u>	<u>16,255,882</u>
-	-	775,845
-	-	1,948,620
-	-	627,915
827,784	916,977	5,770,314
-	668,965	2,351,892
-	212,528	1,813,039
-	-	285,309
-	67,169	1,762,057
-	-	682,833
-	-	333,663
-	-	78,006
<u>827,784</u>	<u>1,865,639</u>	<u>16,429,493</u>
<u>18,028</u>	<u>(262,420)</u>	<u>(173,611)</u>
-	228,132	1,918,808
-	(78,637)	(1,918,808)
-	61,500	61,500
-	210,995	61,500
18,028	(51,425)	(112,111)
<u>(2,805)</u>	<u>775,471</u>	<u>11,801,761</u>
<u>\$ 15,223</u>	<u>\$ 724,046</u>	<u>\$ 11,689,650</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Net change in fund balances - total governmental funds	\$	(112,111)
--	----	-----------

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$	1,359,911	
Depreciation expense		<u>(1,364,463)</u>	(4,552)

The net effect of various miscellaneous transactions (i.e., sales and donations) is to decrease net position.		(3,835)
---	--	---------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		37,115
--	--	--------

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Also, the refunding deferral amount, which is the difference in the amount that is sent to the paying agent to be escrowed for payment of refunded debt and the principal amount of debt refunded, is amortized as an adjustment of interest expense in the statement of activities. The effects of these items are as follows:

Repayment of the principal of long-term debt		338,553
--	--	---------

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. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The following amounts represent the net liability changes using the full accrual method of accounting:

Compensated absences	\$	(16,066)	
Pension liability		(553,675)	
Accrued interest on long-term debt		<u>(15,667)</u>	<u>(585,408)</u>

Change in net position of governmental activities	\$	<u>(330,238)</u>
---	----	------------------

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

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 2,773,551
Investments	107,776
Taxes receivable	810,199
Due from other governments	368,884
Total assets	<u>\$ 4,060,410</u>
LIABILITIES	
Uncollected taxes	\$ 810,199
Due to others	3,250,211
Total liabilities	<u>\$ 4,060,410</u>

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

NOTES TO FINANCIAL STATEMENTS

EDGEFIELD COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Edgefield County, South Carolina (the "County") operates under a council-administrator form of government and provides the following services as authorized by its charter: public safety (police and fire), road maintenance, health and social services, and general administrative services.

The primary government financial statements of Edgefield County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Reporting Entity

Edgefield County, South Carolina - the primary government - is a political subdivision of the State of South Carolina. A five-member council elected from single-member districts governs the County. These financial statements present all the fund types of the County. Component units may be presented by two different methods. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Discretely presented component units are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the County. The component unit discussed below is included in the County's reporting entity because of the significance of its operational or financial relationship with the County.

Edgefield County Hospital

The Edgefield County Hospital (the "Hospital") is a discretely presented component unit established in 1972 by the County to operate, control and manage all matters concerning the County's health care functions. The Hospital is governed by a Board of Trustees, which is appointed by the County. The Board of Trustees selects management staff, establishes budgets, and controls all aspects of the operation of the Hospital. The County can impose its will on the Hospital. The Hospital has a September 30th year-end. Separate financial statements for the Hospital can be obtained by contacting the administrative office at P.O. Box 590, Edgefield, South Carolina 29824.

The County has no blended component units.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

Government-wide Financial Statements

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

The statement of net position and the statement of activities display information about the County as a primary government. These statements include the financial activities of the primary government, except for fiduciary funds and component units that are fiduciary in nature. For the most part, the effect of interfund activity has been removed from the statements.

The statement of net position presents the financial condition for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient for the goods 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 which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function 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 fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The County reports the following major governmental funds:

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.

The **Capital Projects Fund** is used to account for the resources received that are restricted for the acquisition of capital assets or construction of major capital facilities.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The **EMS Fund** is used to account for the activities of the County's emergency medical services.

The **Debt Service Fund** is used to account for the accumulation of resources for, and the payment of, governmental activities long-term debt principal and interest.

The **User Fee Fund** is used to account for revenues received from the solid waste fee to be used to fund waste disposal operations in the County.

The **Assistant Solicitor Fund** is used to account for revenues received from the 11th Circuit for personnel expenditures.

Additionally, the County reports the following fund types:

The **Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than trusts for individuals, private organizations, or other governments or for major capital projects) that are legally restricted to expenditure for specified purposes. Resources restricted to expenditures for purposes normally financed from the general fund may be accounted for through the general fund provided that applicable legal requirements can be appropriately satisfied and use of special revenue funds is not required unless they are legally mandated.

The **Agency Funds** are used to account for monies held on behalf of school districts, special districts and other agencies that use the County as a depository or property taxes collected on behalf of other governments.

Measurement Focus and Basis of Accounting

Government-wide Financial Statements

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Government-wide Financial Statements (Continued)

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

Fund Financial Statements

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

With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared.

Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify funds.

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

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue and in the presentation of expenses versus expenditures.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Revenue - Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current field 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 60 days of fiscal year-end.

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

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

Unavailable Revenue

Unavailable revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of year-end, but which were levied to finance fiscal year 2017 operations, have been recorded as unavailable revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unavailable revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as unavailable revenue.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year-end are reported as commitments of fund balance and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

Assets, Liabilities and Net Position or Fund Balance

Cash and Investments

Cash includes demand deposits as well as cash equivalents and short-term investments with a maturity date within three months of the date acquired by the County.

Investments with a readily determined fair value are stated at fair value which approximates cost. State statutes authorize the County to invest in obligations of the United States and its agencies, general obligations (not revenue obligations) of the State of South Carolina and its political subdivisions, savings and loan associations to the extent of federal insurance, certificates of deposits collaterally secured, repurchase agreements secured by the foregoing obligations, and the State Treasurer's Local Government Investment Pool (LGIP). The LGIP is an investment mechanism authorized by the South Carolina State Legislature and is not registered with the SEC as an investment company. There is no regulatory oversight of the pool. The pool's primary objective is to acquire maximum returns on investments by pooling available funds with funds from other political subdivisions. The total fair value of the investment pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1. Investments in the pool are stated at fair value which approximates cost.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Cash and Investments (Continued)

The County Treasurer co-mingles cash and time deposits of some of the funds, but separate fund balance accounts are maintained for accounting purposes so that the equity of each fund is properly reflected in the overall cash. Interest earned on co-mingled cash is distributed to funds based on their average monthly fund balances for the fiscal year. The purpose of co-mingling funds is to obtain maximum return of interest through the investment of funds considered temporarily surplus. This practice does not apply to certain funds earmarked for specific purposes, such as the school bond fund.

Receivables

All trade and property taxes receivable are shown net of an allowance for uncollectibles. Trade accounts receivable consist primarily of emergency medical services receivable, for which amounts in excess of 90 days are included in the allowance for uncollectibles. The property tax receivable allowance is equal to 2% of outstanding property taxes at June 30, 2017.

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.

Inventory

The County has no significant inventories. The cost of inventory is recorded as an expenditure at the time individual inventory items are purchased.

Capital Assets

Capital assets, which include buildings and improvements, furniture, fixtures, equipment, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of three years.

Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Capital Assets (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 land and site preparation are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the modified accelerated cost recovery method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	35
Buildings and improvements	15 - 30
Furniture, fixtures, and equipment	3 – 10

Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave. Vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Deferred Inflows/Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has four (4) items that qualify for reporting in this category. These items relate to the County's Retirement Plan and are reported in the government-wide statement of net position. (1) Experience gains or losses result from periodic studies by the County's actuary, which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources and are amortized into pension expense over the expected remaining service lives of the plan members.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Deferred Inflows/Outflows of Resources (Continued)

(2) The differences between projected investment return on pension investments and actual return on those investments are deferred and amortized against pension expense over a five year period. (3) The changes in the County's proportionate share of the collective net pension liability and differences between actual employer contributions and proportionate share of the total plan employer contributions are specific to cost-sharing multiple employer defined benefit pension plans and represent the current period amortized portions of these deferred outflows. (4) Any contributions made by the County to the pension plan before year end but subsequent to the measurement date of the County's net pension liability are reported as deferred outflows of resources.

In addition to liabilities, the statement of net position and the governmental funds balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has three types of items that qualify for reporting in this category, one of which arises only under a modified accrual basis of accounting. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, emergency medical services, and user fees. These amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

The other two items relate to the County's Retirement Plan and are reported in the government-wide statement of net position. (1) Certain experience gains or losses (discussed in the previous paragraph) are deferred and amortized against pension expense over a five year period, resulting in recognition as deferred inflows of resources. (2) Changes in the proportionate share and differences between employer contributions and the proportionate share of total plan employer contributions are reported as deferred inflows of resources and will be recognized as an increase of the net pension liability.

Interfund Transactions

Transactions among County funds that would be treated as revenues and expenditures or expenses if they involved organizations external to County government are accounted for as revenues and expenditures or expenses in the funds involved.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Interfund Transactions (Continued)

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

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

Long-term Obligations

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

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

Fund Balance

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

Nonspendable - This classification includes amounts that cannot be spent because they are either a) not in spendable form, or, b) are legally or contractually required to be maintained intact.

Restricted - This classification includes amounts for which constraints have been placed on the use of the resources by being either a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or, b) imposed by law through constitutional provisions or enabling legislation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Fund Balance (Continued)

Committed - This classification includes amounts that can only be used for specific purposes pursuant to constraints determined by a formal action of the government's highest level of decision making authority, the County Council, through passage of an ordinance. These amounts cannot be used for any other purpose unless the County Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned - This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. Through resolution, the County Council has authorized the County Administrator to assign fund balances to a specific purpose. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned - This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balances of any other governmental fund that cannot be eliminated by the offsetting of assigned fund balance amounts.

The County would typically use restricted fund balances first, followed by committed resources and the assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds.

Net Position

Net position represents the difference between assets and liabilities. 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 improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Fund Balance (Continued)

Restricted Resources

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as needed, but Council reserves the right to selectively spend unrestricted resources first and to defer the use of the restricted funds.

Use of Estimates

The financial statements include estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenditures/expenses. Actual results could differ from these estimates.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

County Council adopts an annual budgets for General Fund, EMS, User Fee, Assistant Solicitor, Industrial Development, Victim's Bill of Rights, County Tire, 911 Surcharge, Road Fee, Solicitor, Recreation, SRO Grant, Pre-Trial Intervention, Sheriff Grants, Clerk of Court Grants, and Criminal Domestic Violence funds revenue and expenditures prior to the beginning of each fiscal year. The adopted budgets specify expenditure limits appropriated to each County department. Departmental expenditures may not exceed amounts appropriated without the approval of County Council and unexpended appropriations lapse at fiscal year-end. Budget amounts reflected in the accompanying financial statements represent the adopted budget and any revisions approved by Council during the fiscal year. Line item transfers within operating departments are approved by the County Administrator. County Council must approve transfers between departments or funds and any additional appropriations. The budget is prepared on a consistent basis of accounting with actual financial statement results, including significant accruals, to provide meaningful comparisons

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Excess of Expenditures Over Appropriations

For the year ended June 30, 2017, expenditures exceeded appropriations as follows:

	Excess
General Fund:	
Staff agencies - clerk of court	\$ 27,105
Staff agencies - board of registration	75,576
Finance agencies - auditor	364
Public safety - E911 dispatch operator	18,873
Public works - maintenance garage	2,679
Public works - fuel site	33
Building maintenance - county council chambers	2,023
Building maintenance - agriculture building	3,979
Nondepartmental - miscellaneous	3,938
Nondepartmental - employment and social security office	6
Nondepartmental - probation office	83
Nondepartmental - professional services	126,986
Nondepartmental - ABBE regional library	2,542
User Fee Fund:	
Public works	503,197
Assistant Solicitor:	
Public safety	15,821
Criminal Domestic Violence:	
Public safety	828

These over-expenditures were funded by under-expenditures in other departments.

Deficit Fund Balances

For the year ended June 30, 2017, funds with deficit fund balances are as follows:

Fund	Deficit
County Tire Fund	\$ 3,219
Road Fee	10,609
Recreation	34,104

These deficits will be eliminated through future revenues and/or transfers from other funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND INVESTMENTS

Total deposits and investments at June 30, 2017, are summarized below:

As reported in the Statement of Net Position:

Primary government			
Cash and cash equivalents	\$	9,045,333	
Investments		388,819	

As reported in the Statement of Fiduciary

Assets and Liabilities:

Agency Fund - cash and cash equivalents			2,773,551
Agency Fund - investments			107,776
	\$		12,315,479

Cash deposited with financial institutions	\$	1,695,939	
SC State Investment Pool		10,122,945	
Certificates of deposit		496,595	
	\$		12,315,479

Custodial credit risk

This is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County's policy regarding cash custodial credit risk is to require the banks with which the County maintains deposits to collateralize or insure the County's funds. As of June 30, 2017, the carrying amount of the County's deposits was \$12,315,479 and the bank balance was \$12,516,183. All of the County's deposits at year-end were covered by federal depository insurance or by collateral held in the pledging financial institutions' trust departments in the County's name.

As of June 30, 2017, the County has the following investments:

Investment Type	Fair Value	Investment Maturities (in years) Less than 1
SC State Investment Pool	\$ 10,122,945	\$ 10,122,945
Certificates of deposit	496,595	496,595
	\$ 10,619,540	\$ 10,619,540

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements

The South Carolina Local Government Investment Pool (LGIP) is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the County does not disclose investment in the LGIP within the fair value hierarchy.

Credit Risk

This is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. The County has no investment policy that would further limit its investment choices other than state law. The County is invested in certificates of deposit with varying maturity dates and the LGIP. The County's certificates of deposit are properly collateralized for those deposits that are in excess of federal depository insurance. The LGIP is not rated, but generally, investments in this pool are collateralized by debt securities in corporate obligations, state or political subdivision obligations of investment grade or higher quality and in federal agency securities.

Interest Rate Risk

This is the risk that the market value of securities in the portfolio will fall due to changes in the market interest rates. 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.

Concentration of Credit Risk

This is the risk of loss attributable to the magnitude of the County's investment in a single issuer. The County places no limit on the amount the County may invest in any one issuer.

Custodial Credit Risk

This is the risk that, in the event of a failure of the counterparty, the County may not be able to recover the value of investments, or collateral securities that are in possession of an outside party. The County has no investment policy that would further limit its investment choices other than state law.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES AND PROPERTY TAXES

Property taxes are levied on the assessed value of real and personal property, excluding automobiles, as of December 31 of the calendar year preceding the fiscal year. The levy date for automobiles is the first day of the month in which the vehicle license expires and the tax is due by the end of the same month. Liens attach to the property at the time taxes are levied. Taxes are due without penalty, for real and personal property excluding automobiles, through January 15. After that time, penalties are added depending on the date paid as follows:

January 16 through February 1	3% of tax
February 2 through March 16	10% of tax
March 17 and thereafter	15% of tax

Property tax revenues are recognized when due or past due and collectible within the current period or soon enough thereafter (defined as 60 days) to pay liabilities of the current period. The County bills and collects its own property taxes, and also collects taxes for the Rural Fire Districts and the School District. Collections of the County taxes and remittance of them to the Districts are accounted for in the agency funds. Also, the County collects taxes for surrounding municipalities. Unavailable property tax revenue represents that portion of property taxes which is deemed not available to pay current expenditures.

Receivables as of June 30, 2017, including the applicable allowances for uncollectible accounts, are as follows:

	General	Capital Projects	EMS	User Fee
Taxes receivable	\$ 221,451	\$ -	\$ 40,612	\$ -
Accounts receivable	-	-	234,229	112,234
Other receivables	3,500	-	-	-
Due from other governments	507,903	80,042	-	-
Less: Allowance	(4,429)	-	(812)	-
Net receivables	\$ 728,425	\$ 80,042	\$ 274,029	\$ 112,234
	Assistant Solicitor	Debt Service	Nonmajor Governmental	Total
Taxes receivable	\$ -	\$ 17,026	\$ 9,104	\$ 288,193
Accounts receivable	-	-	66,344	412,807
Other receivables	-	-	-	3,500
Due from other governments	240,550	1,619,878	27,211	2,475,584
Less: Allowance	-	-	(182)	(5,423)
Net receivables	\$ 240,550	\$ 1,636,904	\$ 102,477	\$ 3,174,661

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS

Capital asset activity for the County's governmental activities for the year ended June 30, 2017, was as follows:

Governmental Activities	Balance June 30, 2016	Additions	Deletions	Transfers	Balance June 30, 2017
Capital assets not being depreciated:					
Land	\$ 1,093,643	\$ -	\$ -	\$ -	\$ 1,093,643
Construction in progress	30,908	589,256	-	-	620,164
Total capital assets not being depreciated	<u>1,124,551</u>	<u>589,256</u>	<u>-</u>	<u>-</u>	<u>1,713,807</u>
Capital assets being depreciated:					
Buildings and improvements	8,705,832	114,988	-	-	8,820,820
Infrastructure	18,037,829	7,100	-	-	18,044,929
Furniture, fixtures and equipment	7,258,952	648,568	(260,460)	-	7,647,060
Total capital assets being depreciated	<u>34,002,613</u>	<u>770,656</u>	<u>(260,460)</u>	<u>-</u>	<u>34,512,809</u>
Less accumulated depreciation for:					
Buildings and improvements	(4,803,244)	(807,857)	-	-	(5,611,101)
Infrastructure	(9,693,298)	(230,328)	-	-	(9,923,626)
Furniture, fixtures and equipment	(6,418,799)	(326,278)	256,624	-	(6,488,453)
Total accumulated depreciation	<u>(20,915,341)</u>	<u>(1,364,463)</u>	<u>256,624</u>	<u>-</u>	<u>(22,023,180)</u>
Total capital assets being depreciated, net	<u>13,087,272</u>	<u>(593,807)</u>	<u>(3,836)</u>	<u>-</u>	<u>12,489,629</u>
Governmental activities capital assets, net	<u>\$ 14,211,823</u>	<u>\$ (4,551)</u>	<u>\$ (3,836)</u>	<u>\$ -</u>	<u>\$ 14,203,436</u>

Depreciation expense was charged to functions as follows:

General government	\$ 133,765
Public safety	257,913
Public works	859,191
Health and social services	<u>113,594</u>
Total Governmental Activities Depreciation Expense	<u>\$ 1,364,463</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM LIABILITIES

Governmental Activities	Balance June 30, 2016	Additions	Reductions	Balance June 30, 2017	Due Within One Year
General obligation bonds	\$ 3,388,928	\$ -	\$ (333,663)	\$ 3,055,265	\$ 340,663
Due to other governments, post-closure care	111,766	-	(4,890)	106,876	4,988
Annual Leave	336,706	94,979	(78,913)	352,772	83,818
Net pension liability - SCRS	7,489,211	1,645,538	(476,870)	8,657,879	-
Net pension liability - PORS	5,150,106	1,230,698	(490,120)	5,890,684	-
	\$ 16,476,717	\$ 2,971,215	\$ (1,384,456)	\$ 18,063,476	\$ 429,469

The General Fund has typically been used in prior years to liquidate the liabilities for compensated absences and the net pension liabilities.

General Obligation Bonds: During the year ended June 30, 2014, the County issued series 2013 general obligation bonds in the amount of \$1,200,000. The bond proceeds were used to defray the costs of renovating certain County buildings. The series 2013 bonds are payable in annual installments of \$116,385 including principal and interest on March 1st each year over the term of the bonds.

During the year ended June 30, 2016, the County issued series 2015 general obligation bonds in the amount of \$750,000. The bond proceeds were used to purchase vehicles for use by the County including but not limited to emergency response vehicles for use by the County Sheriff's Department and the County Emergency Medical Services. The series 2015 bonds are payable in annual installments of \$156,823 including principal and interest on July 15th each year over the term of the bonds.

During the year ended June 30, 2016, the County issued series 2016 general obligation refunding bonds in the amount of \$1,715,600. The bonds proceeds were used to (1) refund the outstanding balance of the 1996 Edgefield County Hospital Facilities Revenue Bonds, (2) refund the 2005 Edgefield County Hospital Revenue Bonds, and (3) pay the costs to issue the 2016 series general obligation refunding bonds. The refunding transaction resulted in an economic gain of \$305,696 and a difference in debt service required between the refunded bonds and the refunding bonds of \$262,533. The series 2016 bonds are payable in annual installments of \$138,461 including principal and interest on April 15th each year over the term of the bonds.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM LIABILITIES (CONTINUED)

General Obligation Bonds (Continued)

General obligation bonds outstanding at June 30, 2017, are as follows:

Purpose	Interest Rate	Term	Due Date	Original Amount	Outstanding Amount
2013 GO Bond	2.60%	11 years	2025	1,200,000	\$ 830,950
2015 GO Bond	1.50%	5 years	2021	750,000	604,458
2016 GO Hospital Refunding Bond	2.49%	15 years	2031	1,715,600	1,619,857
					<u>\$ 3,055,265</u>

The annual requirements to amortize all general obligation bonds as of June 30, 2017, including interest payments, are as follows:

Year Ending June 30,	General Obligation Bonds		
	Principal	Interest	Total
2018	\$ 340,663	\$ 71,006	\$ 411,669
2019	347,787	63,882	411,669
2020	355,070	56,600	411,670
2021	362,514	49,153	411,667
2022	213,300	41,546	254,846
2023 - 2027	914,918	126,542	1,041,460
2028 - 2031	521,013	32,832	553,845
	<u>\$ 3,055,265</u>	<u>\$ 441,561</u>	<u>\$ 3,496,826</u>

Debt service funds of \$521,789 are available to service the general obligation bonds.

The general obligation bonds are secured by a pledge of the full faith, credit and taxing power of the County.

There are a number of limitations and restrictions contained in the various debt instruments. The County is in compliance with all significant limitations and restrictions including the legal debt limit imposed by Article X, Section 15 of the Constitution of the State of South Carolina, 1895, as amended. The County is allowed to incur general obligation (general purpose) bonded indebtedness in an amount not exceeding 8% of the assessed value of all taxable property of the County. Based on the taxable assessed property valuation net of exemptions of \$80,309,092, the legal debt limit is \$6,424,727, and the legal debt margin is \$6,424,727 as of June 30, 2017.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM LIABILITIES (CONTINUED)

Due to Other Governments: The County is legally responsible for a portion of post-closure care costs associated with a municipal solid-waste landfill which was closed in 1994. Edgefield County, along with two other neighboring counties, is required by federal and state law to place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 25 years after closure. The Tri-County Solid Waste Authority (TCSWA), a legally separate, stand alone, governmental entity oversees the maintenance and monitoring responsibilities of the closed landfill while Edgefield County and the other two neighboring counties pay the costs associated with these activities. Maintenance and monitoring activities are required through Edgefield County's June 30, 2035 fiscal year ended. The County makes annual payments to the TCSWA for post-closure care costs based on a percentage of responsibility for post-closure care costs assigned by the TCSWA.

The County has recorded a liability in the government-wide state of net position for the total estimated post-closure care costs for its portion of the post-closure care costs. The estimated total post-closure care cost is based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of June 30, 2017.

The County estimates its responsibility for post-closure care costs associated with the closed landfill to be \$106,876 at June 30, 2017 which is recorded in the statement of net position as due from other governments. However, the actual cost of post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

NOTE 7. OPERATING LEASES

The County leases land under operating leases. Lease expenditures for the year ended June 30, 2017, for governmental funds amounted to \$8,000. Future minimum lease payments for these leases are as follows:

Fiscal Year Ending June 30,	Total Minimum Lease Payments
2018	\$ 8,000
2019	8,000
2020	8,000
2021	8,000
2022	8,000
2023-2027	40,000
2028-2032	40,000
	\$ 120,000

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS

Retirement Plan

Overview:

The South Carolina Public Employee Benefit Authority (PEBA), which was created July 1, 2012, administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, 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 PEBA Board decisions regarding the funding of the Systems and serves as a co-trustee of the Systems in conducting that review. 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, PO Box 11960, Columbia, SC 29211-1960. 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 Description:

The County contributes to the South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan. The 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. In addition to the SCRS pension plan, the County also contributes to the South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan. The 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.

Membership:

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Membership (Continued):

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

Benefits:

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

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

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 1% 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Benefits (Continued):

South Carolina Police Officers Retirement System. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty. The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 1% or 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.

Contributions:

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. The PEBA Board may increase the SCRS and PORS employer and employee contribution rates on the basis of the actuarial valuations, but any such increase may not result in a differential between the employee and employer contribution rate that exceeds 2.9% of earnable compensation for SCRS and 5% for PORS. An increase in the contribution rates adopted by the board may not provide for an increase of more than one-half of 1% in any one year. If the scheduled employee and employer contributions provided in statute or the rates last adopted by the board are insufficient to maintain a thirty year amortization schedule of the unfunded liabilities of the plans, the board shall increase the contribution rates in equal percentage amounts for the employer and employee as necessary to maintain the thirty-year amortization period; and, this increase is not limited to one-half of 1% per year.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Contributions (Continued):

Required employee contribution rates for the year ended June 30, 2017, are as follows:

South Carolina Retirement System

Employee class two	8.66% of earnable compensation
Employee class three	8.66% of earnable compensation

South Carolina Police Officers Retirement System

Employee class two	9.24% of earnable compensation
Employee class three	9.24% of earnable compensation

Required employer contribution rates for the year ended June 30, 2017 are as follows:

South Carolina Retirement System

Employer class two	11.41% of earnable compensation
Employer class three	11.41% of earnable compensation
Employer incidental death benefit	0.15% of earnable compensation

South Carolina Police Officers Retirement System

Employer class two	13.84% of earnable compensation
Employer class three	13.84% of earnable compensation
Employer incidental death benefit	0.20% of earnable compensation
Employer accidental death program	0.20% of earnable compensation

Net Pension Liability:

The most recent annual actuarial valuation reports adopted by the PEBA Board and the SFAA are as of July 1, 2015. The net pension liability of each defined benefit pension plan was therefore determined based on the July 1, 2015 actuarial valuations, using membership data as of July 1, 2015, projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2016, using generally accepted actuarial procedures. Information included in the following schedules is based on the certification provided by the systems' consulting actuary, Gabriel, Roeder, Smith and Company.

The net pension liability is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB Statement No. 67, less that system's fiduciary net position. As a result of implementation of GASB 68 as of July 1, 2014, it was determined during the June 30, 2015 audit that Edgefield County and its former component unit, Tri-County Solid Waste Authority, were both reported by PEBA using the same employer ID number.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Net Pension Liability (Continued):

In prior years, it was noted that the County's relationship with Tri-County Solid Waste Authority changed as a result of certain TCSWA Board and County Council ordinances separating TCSWA from Edgefield County. Approximately 2% of the total employer contributions to PEBA were made on behalf of TCSWA employees to PEBA for participation in the SCRS plan (PORS membership is not available to TCSWA employees). As such, the County has allocated 98% of the net pension liability and related deferred outflows and inflows for the SCRS plan to Edgefield County.

As of June 30, 2017, the County's net pension liability amounts for SCRS and PORS are as follows:

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability	Plan Fiduciary Net Position as a percentage of the Total Pension Liability
SCRS	\$ 18,344,382	\$ 9,686,503	\$ 8,657,879	52.8%
PORS	\$ 14,892,414	\$ 9,001,730	\$ 5,890,684	60.4%

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Net Pension Liability (Continued):

As of June 30, 2017, the change in the County's net pension liability for the SCRS Plan is calculated as follows:

Total pension liability	
Service cost	\$ 314,991
Interest	1,333,472
Difference between actual and expected experience	19,276
Benefit payments	<u>(1,148,266)</u>
Net change in total pension liability	519,473
Total pension liability - beginning June 30, 2015	<u>17,824,909</u>
Total pension liability - ending June 30, 2016	<u>18,344,382</u>
Plan fiduciary net position	
Contributions - employer	442,621
Contributions - member	311,193
Refunds of contributions to members	(38,662)
Retirement benefits	(1,101,079)
Death benefits	(8,525)
Net investment income	(68,248)
Administrative expense	(9,113)
Net transfers to affiliated systems	<u>(411)</u>
Net change in Plan fiduciary net position	(472,224)
Plan fiduciary net position - beginning June 30, 2015	<u>10,158,727</u>
Plan fiduciary net position - ending June 30, 2016	<u>9,686,503</u>
Net pension liability	<u><u>\$ 8,657,879</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Net Pension Liability (Continued):

As of June 30, 2017, the change in the County's net pension liability for the PORS Plan is calculated as follows:

Total pension liability	
Service cost	\$ 363,613
Interest	1,053,663
Difference between actual and expected experience	26,898
Benefit payments	(837,588)
Net change in total pension liability	<u>606,586</u>
Total pension liability - beginning June 30, 2015	<u>14,285,828</u>
Total pension liability - ending June 30, 2016	<u>14,892,414</u>
Plan fiduciary net position	
Contributions - employer	406,938
Contributions - member	267,513
Refunds of contributions to members	(44,538)
Retirement benefits	(784,804)
Death benefits	(8,246)
Net investment income	(57,215)
Administrative expense	(4,771)
Net transfers to affiliated systems	2,688
Net change in Plan fiduciary net position	<u>(222,436)</u>
Plan fiduciary net position - beginning June 30, 2015	<u>9,224,166</u>
Plan fiduciary net position - ending June 30, 2016	<u>9,001,730</u>
Net pension liability	<u><u>\$ 5,890,684</u></u>

Actuarial Assumptions and Methods:

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process 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. The last experience study was performed on data through June 30, 2015.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Actuarial Assumptions and Methods (Continued):

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

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

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000.

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 30 year capital market outlook at the end of the third quarter 2015. The actuarial long-term expected rates of return represent best estimates of arithmetic real rates of return for each major asset class and were developed using a building block approach, reflecting observable inflation and interest rate information available in the fixed income markets as well as Consensus Economic forecasts. The actuarial long-term assumptions for other asset classes are based on historical results, current market characteristics and professional judgment.

The RSIC has exclusive authority to invest and manage the retirement trust funds' assets. As co-fiduciary of the Systems, statutory provisions and governance policies allow the RSIC to operate in a manner consistent with a long-term investment time horizon. The expected real rates of investment return, along with the expected inflation rate, form the basis for the target asset allocation adopted annually by the RSIC. For actuarial purposes, the long-term expected rate of return is calculated by weighting the expected future real rates of return by the target allocation percentage and then adding the actuarial expected inflation which is summarized in the table on the following page. For actuarial purposes, the 7.5% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.75% inflation component.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Actuarial Assumptions and Methods (Continued):

Discount Rate:

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Global Equity	43.0%		
Global public equity	34.0%	6.52%	2.22%
Private equity	9.0%	9.30%	0.84%
Real Assets	8.0%		
Real estate	5.0%	4.32%	0.22%
Commodities	3.0%	4.53%	0.13%
Opportunistic	20.0%		
GTAA/Risk parity	10.0%	3.90%	0.39%
HF (low beta)	10.0%	3.87%	0.39%
Diversified Credit	17.0%		
Mixed credit	5.0%	3.52%	0.17%
Emerging markets debt	5.0%	4.91%	0.25%
Private debt	7.0%	4.47%	0.31%
Conservative fixed income	12.0%		
Core fixed income	10.0%	1.72%	0.17%
Cash and short duration (net)	2.0%	0.71%	0.01%
Total expected real return	<u>100.0%</u>		5.10%
Inflation for actuarial purposes			2.75%
Total expected nominal return			<u>7.85%</u>

The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina State 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 total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Discount Rate (Continued):

The following table presents the sensitivity of the net pension liability to changes in the discount rate.

Sensitivity of the Net Position Liability to Changes in the Discount Rate				
		1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
County's portion - SCRS	\$	11,219,494	\$ 8,657,879	\$ 7,140,956
County's portion - PORS	\$	7,720,279	\$ 5,890,684	\$ 4,246,497

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

For the year ended June 30, 2017, the County recognized pension expense of \$804,043 for the SCRS plan and \$619,096 for the PORS plan.

At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to the SCRS and PORS pension plans, respectively, from the following sources:

SCRS	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 88,594	\$ 9,293
Net difference between projected and actual earnings on pension plan investments	740,487	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	133,153	71,513
Employer contributions subsequent to the measurement date	420,835	-
Total	<u>\$ 1,383,070</u>	<u>\$ 80,806</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Retirement Plan (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued):

PORS	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 87,406	\$ -
Net difference between projected and actual earnings on pension plan investments	667,952	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	37,810	67,476
Employer contributions subsequent to the measurement date	<u>423,641</u>	<u>-</u>
Total	<u>\$ 1,216,809</u>	<u>\$ 67,476</u>

County contributions subsequent to the measurement date of \$420,835 and \$423,641 for the SCRS plan and the PORS plan, respectively, are deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	<u>SCRS</u>	<u>PORS</u>
2018	\$ 263,832	\$ 140,407
2019	156,632	165,642
2020	295,558	267,246
2021	165,406	152,397

Pension Plan Fiduciary Net Position:

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for SCRS and PORS. The CAFR of the Pension Trust Funds is publicly available on PEBA's Retirement Benefits' website at www.retirement.sc.gov, or a copy may be obtained by submitting a request to PEBA, PO Box 11960, Columbia, SC 29211-1960.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. EMPLOYEE BENEFITS (CONTINUED)

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457, which is administered and controlled by the State of South Carolina. The plan, available to all government employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

Great-West Retirement Services, P.O. Box 173764, Denver CO 80217-3764, (under state contract) is the program administrator of the 457 plan as well as the 401(k) plan and 401(k) Roth plan which are also available to County employees at their option.

The County also provides its employees a Money Plus Spending Account through the state health plan. The plan, available to all government employees, provides for child care, health issues and dental plans.

NOTE 9. INTERFUND ASSETS AND LIABILITIES

Interfund receivable and payable balances as of June 30, 2017, are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 89,276
General Fund	Assistant Solicitor	223,643
General Fund	Capital Projects Fund	2,459
Capital Projects Fund	Debt Service Fund	156,823
		\$ 472,201

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances normally clear within one to two months.

Any transactions to transfer revenues from the fund budgeted to receive them to the fund budgeted to expend them are reported as transfers from and to other funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. INTERFUND ASSETS AND LIABILITIES (CONTINUED)

Total transfers during the year ended June 30, 2017, consisted of the following individual amounts:

Transfer in Fund	Transfer Out Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 78,637
Capital Projects Fund	General Fund	54,080
General Fund	User Fee Fund	97,220
Capital Projects Fund	Debt Service Fund	1,429,759
General Fund	EMS Fund	30,980
Nonmajor Governmental Funds	General Fund	228,132
		\$ 1,918,808

Transfers are used to: (1) move revenues from the fund that the statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 10. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries insurance through the State Budget and Control Board Office of Insurance Reserve Fund. The County pays premiums to the Fund for its general insurance coverage. The agreement for formation of the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through commercial companies for each insured event. Additionally, the County participates in a self-funded program to provide workers' compensation insurance through the South Carolina Association of Counties, which works in a similar way as the Insurance Reserve Fund. The County continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries insurance through the South Carolina Counties Property and Liability Trust. In addition, the County carries employee health and accident insurance through the South Carolina Office of Insurance Services. This South Carolina state health plan represents various South Carolina governmental entities joined together in a public entity risk pool. The County pays premiums to the Fund for its employee health and accident insurance. The agreement for formation of the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through commercial companies for each insured event.

The County continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. COMMITMENTS AND CONTINGENCIES

The County participates in a number of federal and state assisted grant programs. These programs are subject to audits by grantors or their representatives. The audits of these programs for or including the year ended June 30, 2017, have not yet been conducted. Therefore, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is committed under outstanding construction contracts in the amount of \$159,907 as of June 30, 2017.

NOTE 12. LITIGATION

The County is party to a number of lawsuits arising in the course of operations. It is the opinion of management, in consultation with legal counsel, that it cannot be determined whether resolution of the other pending cases will have a material adverse effect on the financial condition of the County.

NOTE 13. TAX ABATEMENTS

The County implemented Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*, as of July 1, 2016 through which governments that enter into tax abatement agreements are required to disclose certain information pertaining to the agreement. As of June 30, 2017, the County provides tax abatements through one program – the Economic Development Program.

The County, acting through its County Council, is authorized and empowered under and pursuant to the provisions of Chapter 44 of Title 12, Code of Laws of South Carolina 1976, as amended, to enter into agreements with any industry or business whereby the industry or business would pay fees in lieu of taxes with respect to certain properties which constitute “economic development properties” through which powers the industrial development of the State of South Carolina will be promoted and trade developed by inducing manufacturing and commercial enterprises to locate or remain in the State and thus utilize and employ the manpower, products, and resources of the State and benefit the general public welfare of the County by providing services, employment, recreation, or other public benefits not otherwise provided locally.

Abatements are obtained through the program by application by a sponsor to County Council prior to commencing the improvements and are subject to approval by County Council by passage of an ordinance. Eligible abatements agreements are subject to a minimum investment as outlined in each individual agreement. The Code of Laws of South Carolina provides for a recapture of fees upon termination of approved agreements that did not meet the minimum investment criteria in the time frame provided for in each agreement.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. TAX ABATEMENTS (CONTINUED)

At the time of termination, the sponsor shall pay to the County an additional fee equal to the difference between the total amount of property taxes that would have been paid by the sponsor had the project been taxable, taking into account exemptions from property taxes that would have been available to the sponsor, and the amount of fee payments actually made by the sponsor.

Abatement agreements under the Economic Development Program equal a 100% reduction in property taxes during the exemption period as outlined in the agreement. A fee in lieu of tax (FILOT) is to be paid within the following parameters: the sponsor shall pay to the County an annual fee payment in connection with the economic development property which has been placed in service, in an amount not less than that the property taxes that would be due on the economic development property if it were taxable, but using: (1) an assessment ratio of not less than 6%, or 4% for those projects qualifying under the enhanced investment definition; (2) a millage rate this is either fixed for the life of the fee or is allowed to increase or decrease every fifth year in step with the average cumulative actual millage rate applicable to the project based upon the preceding five year period; or (3) a fair market value for the economic development property.

No other commitments were made by the County as part of the agreements.

Taxes abated as a result of the agreements under the Economic Development Program totaled \$154,247 for the year ended June 30, 2017.

REQUIRED SUPPLEMENTARY INFORMATION

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 5,069,013	\$ 5,069,013	\$ 4,931,330	\$ (137,683)
Sales taxes	-	-	1,158,067	1,158,067
Licenses, permits and fees	579,450	579,450	674,570	95,120
Intergovernmental	1,263,548	1,263,548	1,383,919	120,371
Charges for services	306,110	306,110	238,002	(68,108)
Fines and forfeitures	350,700	350,700	407,328	56,628
Interest revenue	15,000	15,000	41,500	26,500
Other revenues	292,800	292,800	438,333	145,533
Total revenues	<u>7,876,621</u>	<u>7,876,621</u>	<u>9,273,049</u>	<u>1,396,428</u>
EXPENDITURES:				
Current:				
General government	517,682	517,682	465,159	52,523
Staff agencies	1,932,699	1,932,699	1,948,620	(15,921)
Finance agencies	677,187	677,187	627,915	49,272
Public safety	4,313,313	4,313,313	4,025,553	287,760
Public works	104,810	104,810	107,546	(2,736)
Health and social services	127,674	127,674	125,237	2,437
Building maintenance	354,580	354,580	285,309	69,271
Nondepartmental	1,563,333	1,563,333	1,694,888	(131,555)
Capital outlay	<u>148,085</u>	<u>148,085</u>	<u>124,101</u>	<u>23,984</u>
Total expenditures	<u>9,739,363</u>	<u>9,739,363</u>	<u>9,404,328</u>	<u>335,035</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,862,742)</u>	<u>(1,862,742)</u>	<u>(131,279)</u>	<u>1,731,463</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,800,000	1,800,000	206,837	(1,593,163)
Transfers out	(228,132)	(228,132)	(282,212)	(54,080)
Total other financing sources (uses)	<u>1,571,868</u>	<u>1,571,868</u>	<u>(75,375)</u>	<u>(1,647,243)</u>
Net change in fund balances	(290,874)	(290,874)	(206,654)	84,220
Fund balances, beginning of year	<u>5,546,232</u>	<u>5,546,232</u>	<u>5,546,232</u>	<u>-</u>
Fund balances, end of year	<u>\$ 5,255,358</u>	<u>\$ 5,255,358</u>	<u>\$ 5,339,578</u>	<u>\$ 84,220</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government:				
County council				
Personnel services	\$ 54,132	\$ 54,132	\$ 50,582	\$ 3,550
Operating expenses	49,850	49,850	14,539	35,311
Total county council	<u>103,982</u>	<u>103,982</u>	<u>65,121</u>	<u>38,861</u>
County administrator's office				
Personnel services	371,780	371,780	368,910	2,870
Operating expenses	41,920	41,920	31,128	10,792
Capital outlay	63,000	63,000	52,053	10,947
Total county administrator's office	<u>476,700</u>	<u>476,700</u>	<u>452,091</u>	<u>24,609</u>
Total current expenditures	517,682	517,682	465,159	52,523
Total capital outlay	63,000	63,000	52,053	10,947
Total general government	<u>580,682</u>	<u>580,682</u>	<u>517,212</u>	<u>63,470</u>
Staff agencies:				
Clerk of court				
Personnel services	259,055	259,055	304,005	(44,950)
Operating expenses	244,361	244,361	229,827	14,534
Capital outlay	4,000	4,000	689	3,311
Total clerk of court	<u>507,416</u>	<u>507,416</u>	<u>534,521</u>	<u>(27,105)</u>
Circuit court				
Personnel services	11,871	11,871	10,638	1,233
Operating expenses	55,650	55,650	17,756	37,894
Total circuit court	<u>67,521</u>	<u>67,521</u>	<u>28,394</u>	<u>39,127</u>
County archives				
Personnel services	14,472	14,472	14,460	12
Operating expenses	2,900	2,900	2,226	674
Total county archives	<u>17,372</u>	<u>17,372</u>	<u>16,686</u>	<u>686</u>
Coroner				
Personnel services	65,892	65,892	66,322	(430)
Operating expenses	44,500	44,500	35,778	8,722
Capital outlay	25,000	25,000	23,970	1,030
Total coroner	<u>135,392</u>	<u>135,392</u>	<u>126,070</u>	<u>9,322</u>
Veterans' affairs				
Personnel services	70,662	70,662	70,117	545
Operating expenses	11,084	11,084	10,780	304
Total veterans' affairs	<u>81,746</u>	<u>81,746</u>	<u>80,897</u>	<u>849</u>
Magistrate				
Personnel services	294,781	294,781	295,154	(373)
Operating expenses	37,900	37,900	28,437	9,463
Capital outlay	4,000	4,000	2,421	1,579
Total magistrate	<u>336,681</u>	<u>336,681</u>	<u>326,012</u>	<u>10,669</u>
Probate judge				
Personnel services	170,590	170,590	168,445	2,145
Operating expenses	26,055	26,055	19,364	6,691
Capital outlay	1,500	1,500	56	1,444
Total probate judge	<u>198,145</u>	<u>198,145</u>	<u>187,865</u>	<u>10,280</u>

(Continued)

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Staff agencies (continued):				
Board of registration				
Personnel services	\$ 75,443	\$ 75,443	\$ 120,674	\$ (45,231)
Operating expenses	241,650	241,650	272,745	(31,095)
Capital outlay	750	750	-	750
Total board of registration	<u>317,843</u>	<u>317,843</u>	<u>393,419</u>	<u>(75,576)</u>
Tri-county public defender				
Operating expenses	25,025	25,025	25,012	13
Total tri-county public defender	<u>25,025</u>	<u>25,025</u>	<u>25,012</u>	<u>13</u>
Planning commission				
Personnel services	178,467	178,467	160,613	17,854
Operating expenses	23,829	23,829	21,050	2,779
Capital outlay	28,300	28,300	25,616	2,684
Total planning commission	<u>230,596</u>	<u>230,596</u>	<u>207,279</u>	<u>23,317</u>
Circuit judge				
Operating expenses	430	430	252	178
Total circuit judge	<u>430</u>	<u>430</u>	<u>252</u>	<u>178</u>
GIS/Grant writing				
Personnel services	66,982	66,982	67,284	(302)
Operating expenses	11,100	11,100	7,681	3,419
Total GIS/Grant writing	<u>78,082</u>	<u>78,082</u>	<u>74,965</u>	<u>3,117</u>
Total current expenditures	1,932,699	1,932,699	1,948,620	(15,921)
Total capital outlay	63,550	63,550	52,752	10,798
Total staff agencies	<u>1,996,249</u>	<u>1,996,249</u>	<u>2,001,372</u>	<u>(5,123)</u>
Finance agencies:				
Tax assessor				
Personnel services	198,298	198,298	208,169	(9,871)
Operating expenses	51,200	51,200	19,913	31,287
Capital outlay	200	200	-	200
Total tax assessor	<u>249,698</u>	<u>249,698</u>	<u>228,082</u>	<u>21,616</u>
Auditor				
Personnel services	101,149	101,149	101,327	(178)
Operating expenses	7,220	7,220	7,406	(186)
Capital outlay	-	-	-	-
Total auditor	<u>108,369</u>	<u>108,369</u>	<u>108,733</u>	<u>(364)</u>
Treasurer				
Personnel services	121,700	121,700	122,344	(644)
Operating expenses	42,725	42,725	40,258	2,467
Capital outlay	800	800	156	644
Total treasurer	<u>165,225</u>	<u>165,225</u>	<u>162,758</u>	<u>2,467</u>
Tax collector				
Personnel services	61,865	61,865	62,119	(254)
Operating expenses	93,030	93,030	66,379	26,651
Total tax collector	<u>154,895</u>	<u>154,895</u>	<u>128,498</u>	<u>26,397</u>
Total current expenditures	677,187	677,187	627,915	49,272
Total capital outlay	1,000	1,000	156	844
Total finance agencies	<u>678,187</u>	<u>678,187</u>	<u>628,071</u>	<u>50,116</u>

(Continued)

EDGEFIELD COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety:				
Sheriff's office				
Personnel services	\$ 1,969,125	\$ 1,969,125	\$ 1,911,031	\$ 58,094
Operating expenses	306,700	306,700	333,579	(26,879)
Capital outlay	13,000	13,000	13,688	(688)
Total sheriff's office	<u>2,288,825</u>	<u>2,288,825</u>	<u>2,258,298</u>	<u>30,527</u>
School resource officer				
School resource I	79,445	79,445	50,912	28,533
School resource II	65,465	65,465	48,164	17,301
School resource III	46,720	46,720	36,661	10,059
Event security	54,480	54,480	1,228	53,252
Total school resource officer	<u>246,110</u>	<u>246,110</u>	<u>136,965</u>	<u>109,145</u>
E911 dispatch operator				
Personnel services	437,047	437,047	462,386	(25,339)
Operating expenses	37,350	37,350	30,884	6,466
Total E911 dispatch operator	<u>474,397</u>	<u>474,397</u>	<u>493,270</u>	<u>(18,873)</u>
County jail				
Personnel services	691,639	691,639	610,295	81,344
Operating expenses	324,450	324,450	319,776	4,674
Capital outlay	500	500	-	500
Total county jail	<u>1,016,589</u>	<u>1,016,589</u>	<u>930,071</u>	<u>86,518</u>
Animal control				
Personnel services	51,080	51,080	35,796	15,284
Operating expenses	80,100	80,100	53,052	27,048
Capital outlay	1,000	1,000	-	1,000
Total animal control	<u>132,180</u>	<u>132,180</u>	<u>88,848</u>	<u>43,332</u>
Emergency preparedness				
Personnel services	63,292	63,292	56,378	6,914
Operating expenses	106,420	106,420	75,411	31,009
Capital outlay	1,500	1,500	1,049	451
Total emergency preparedness	<u>171,212</u>	<u>171,212</u>	<u>132,838</u>	<u>38,374</u>
Total current expenditures	4,313,313	4,313,313	4,025,553	287,760
Total capital outlay	16,000	16,000	14,737	1,263
Total public safety	<u>4,329,313</u>	<u>4,329,313</u>	<u>4,040,290</u>	<u>289,023</u>
Public works:				
Maintenance garage				
Personnel services	88,441	88,441	88,620	(179)
Operating expenses	8,100	8,100	10,732	(2,632)
Capital outlay	4,535	4,535	4,403	132
Total maintenance garage	<u>101,076</u>	<u>101,076</u>	<u>103,755</u>	<u>(2,679)</u>
Fuel site				
Operating expenses	2,200	2,200	2,233	(33)
Total fuel site	<u>2,200</u>	<u>2,200</u>	<u>2,233</u>	<u>(33)</u>
Delegation secretary				
Personnel services	6,069	6,069	5,961	108
Total delegation secretary	<u>6,069</u>	<u>6,069</u>	<u>5,961</u>	<u>108</u>

(Continued)

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public works (continued):				
Total current expenditures	\$ 104,810	\$ 104,810	\$ 107,546	\$ (2,736)
Total capital outlay	4,535	4,535	4,403	132
Total public works	109,345	109,345	111,949	(2,604)
Health and social services:				
Department of social services				
Operating expenses	575	575	-	575
Total department of social services	575	575	-	575
Edgefield County senior citizens council				
Operating expenses	3,000	3,000	3,000	-
Total Edgefield County senior citizens council	3,000	3,000	3,000	-
Medical indigent				
Operating expenses	66,799	66,799	66,799	-
Total medical indigent	66,799	66,799	66,799	-
Alcohol and drug abuse				
Operating expenses	51,000	51,000	49,138	1,862
Total alcohol and drug abuse	51,000	51,000	49,138	1,862
County health department				
Operating expenses	6,300	6,300	6,300	-
Total county health department	6,300	6,300	6,300	-
Total health and social services	127,674	127,674	125,237	2,437
Building maintenance:				
Courthouse building				
Operating expenses	82,760	82,760	55,939	26,821
Total courthouse building	82,760	82,760	55,939	26,821
County council chambers				
Operating expenses	15,950	15,950	17,973	(2,023)
Total county council chambers	15,950	15,950	17,973	(2,023)
County auditor's building				
Operating expenses	6,900	6,900	1,409	5,491
Total county auditor's building	6,900	6,900	1,409	5,491
Department of social services building				
Operating expenses	33,390	33,390	29,269	4,121
Total department of social services building	33,390	33,390	29,269	4,121
County administrative building				
Operating expenses	10,960	10,960	9,368	1,592
Total county administrative building	10,960	10,960	9,368	1,592
Agriculture building				
Operating expenses	18,710	18,710	22,689	(3,979)
Total agriculture building	18,710	18,710	22,689	(3,979)
Health building				
Operating expenses	6,580	6,580	1,291	5,289
Total health building	6,580	6,580	1,291	5,289

(Continued)

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Building maintenance (continued):				
Magistrate building				
Operating expenses	\$ 26,010	\$ 26,010	\$ 19,170	\$ 6,840
Total magistrate building	<u>26,010</u>	<u>26,010</u>	<u>19,170</u>	<u>6,840</u>
Neighborhood center - salary and utilities				
Operating expenses	19,250	19,250	17,932	1,318
Total neighborhood center - salary and utilities	<u>19,250</u>	<u>19,250</u>	<u>17,932</u>	<u>1,318</u>
Sheriff's building				
Operating expenses	62,280	62,280	43,123	19,157
Total sheriff's building	<u>62,280</u>	<u>62,280</u>	<u>43,123</u>	<u>19,157</u>
County jail building				
Operating expenses	54,930	54,930	54,598	332
Total county jail building	<u>54,930</u>	<u>54,930</u>	<u>54,598</u>	<u>332</u>
Maintenance garage				
Operating expenses	5,880	5,880	4,295	1,585
Total maintenance garage	<u>5,880</u>	<u>5,880</u>	<u>4,295</u>	<u>1,585</u>
Kneece building				
Operating expenses	10,980	10,980	8,253	2,727
Total Kneece building	<u>10,980</u>	<u>10,980</u>	<u>8,253</u>	<u>2,727</u>
Total current expenditures	<u>354,580</u>	<u>354,580</u>	<u>285,309</u>	<u>69,271</u>
Total building maintenance	<u>354,580</u>	<u>354,580</u>	<u>285,309</u>	<u>69,271</u>
Nondepartmental:				
Miscellaneous	3,456	3,456	7,394	(3,938)
County agent	1,000	1,000	1,000	-
Employment and social security office	350	350	356	(6)
Soil and water conservation office	2,000	2,000	-	2,000
Probation office	1,200	1,200	1,283	(83)
Upper Savannah Council of Governments	18,587	18,587	18,587	-
Piedmont Technical Education Center	47,000	47,000	47,000	-
Professional services	1,304,380	1,304,380	1,431,366	(126,986)
ABBE Regional Library	185,360	185,360	187,902	(2,542)
Total current expenditures	<u>1,563,333</u>	<u>1,563,333</u>	<u>1,694,888</u>	<u>(131,555)</u>
Total nondepartmental	<u>1,563,333</u>	<u>1,563,333</u>	<u>1,694,888</u>	<u>(131,555)</u>
Total expenditures	<u>\$ 9,739,363</u>	<u>\$ 9,739,363</u>	<u>\$ 9,404,328</u>	<u>\$ 335,035</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
EMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 836,200	\$ 836,200	\$ 840,659	\$ 4,459
Charges for services	735,000	735,000	766,666	31,666
Interest revenue	400	400	4,066	3,666
Other revenues	81,614	81,614	14,247	(67,367)
Total revenues	<u>1,653,214</u>	<u>1,653,214</u>	<u>1,625,638</u>	<u>(27,576)</u>
EXPENDITURES:				
Current:				
Health and social services	<u>1,622,234</u>	<u>1,622,234</u>	<u>1,475,274</u>	<u>146,960</u>
Total expenditures	<u>1,622,234</u>	<u>1,622,234</u>	<u>1,475,274</u>	<u>146,960</u>
Excess of revenues over expenditures	<u>30,980</u>	<u>30,980</u>	<u>150,364</u>	<u>119,384</u>
OTHER FINANCING USES				
Transfers out	<u>(30,980)</u>	<u>(30,980)</u>	<u>(30,980)</u>	<u>-</u>
Total other financing uses	<u>(30,980)</u>	<u>(30,980)</u>	<u>(30,980)</u>	<u>-</u>
Net change in fund balances	-	-	119,384	119,384
Fund balances, beginning of year	<u>548,877</u>	<u>548,877</u>	<u>548,877</u>	<u>-</u>
Fund balances, end of year	<u>\$ 548,877</u>	<u>\$ 548,877</u>	<u>\$ 668,261</u>	<u>\$ 119,384</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
USER FEE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services	\$ 922,506	\$ 922,506	\$ 953,563	\$ 31,057
Interest revenue	300	300	745	445
Total revenues	<u>922,806</u>	<u>922,806</u>	<u>954,308</u>	<u>31,502</u>
EXPENDITURES:				
Current:				
Public works	<u>380,285</u>	<u>380,285</u>	<u>883,482</u>	<u>(503,197)</u>
Total expenditures	<u>380,285</u>	<u>380,285</u>	<u>883,482</u>	<u>(503,197)</u>
Excess of revenues over expenditures	<u>542,521</u>	<u>542,521</u>	<u>70,826</u>	<u>(471,695)</u>
OTHER FINANCING USES				
Transfers out	<u>(614,621)</u>	<u>(614,621)</u>	<u>(97,220)</u>	<u>517,401</u>
Total other financing uses	<u>(614,621)</u>	<u>(614,621)</u>	<u>(97,220)</u>	<u>517,401</u>
Net change in fund balances	(72,100)	(72,100)	(26,394)	45,706
Fund balances, beginning of year	<u>125,627</u>	<u>125,627</u>	<u>125,627</u>	<u>-</u>
Fund balances, end of year	<u>\$ 53,527</u>	<u>\$ 53,527</u>	<u>\$ 99,233</u>	<u>\$ 45,706</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
ASSISTANT SOLICITOR FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 813,663	\$ 813,663	\$ 845,812	\$ 32,149
Total revenues	<u>813,663</u>	<u>813,663</u>	<u>845,812</u>	<u>32,149</u>
EXPENDITURES:				
Current:				
Public safety	<u>811,963</u>	<u>811,963</u>	<u>827,784</u>	<u>(15,821)</u>
Total expenditures	<u>811,963</u>	<u>811,963</u>	<u>827,784</u>	<u>(15,821)</u>
Net change in fund balances	1,700	1,700	18,028	16,328
Fund balances (deficits), beginning of year	<u>(2,805)</u>	<u>(2,805)</u>	<u>(2,805)</u>	<u>-</u>
Fund balances, end of year	<u>\$ (1,105)</u>	<u>\$ (1,105)</u>	<u>\$ 15,223</u>	<u>\$ 16,328</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FOR THE YEAR ENDED JUNE 30

South Carolina Retirement System	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's proportion of the net pension liability	0.042106%	0.041134%	0.041929%
County's proportionate share of the net pension liability	\$ 8,657,879	\$ 7,489,211	\$ 7,218,785
County's covered-employee payroll	\$ 3,793,376	\$ 4,082,631	\$ 3,443,927
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	228.2%	183.4%	209.6%
Plan fiduciary net position as a percentage of the total pension liability	52.8%	57.0%	59.9%
 South Carolina Police Officers Retirement System	 <u>2017</u>	 <u>2016</u>	 <u>2015</u>
County's proportion of the net pension liability	0.23224%	0.23630%	0.23315%
County's proportionate share of the net pension liability	\$ 5,890,684	\$ 5,150,106	\$ 4,463,507
County's covered-employee payroll	\$ 2,975,008	\$ 2,956,907	\$ 2,553,794
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	198.0%	174.2%	174.8%
Plan fiduciary net position as a percentage of the total pension liability	60.4%	64.6%	67.5%

The above schedules will present 10 years of information once it is accumulated.

The assumptions used in the preparation of the above schedules are disclosed in Note 8 to the financial statements.

EDGEFIELD COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF COUNTY CONTRIBUTIONS FOR THE YEAR ENDED JUNE 30

South Carolina Retirement System	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 445,415	\$ 419,503	\$ 403,502
Contributions in relation to the actuarially determined contribution	<u>445,415</u>	<u>419,503</u>	<u>403,502</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 3,793,376	\$ 4,082,631	\$ 3,443,927
Contributions as a percentage of covered-employee payroll	11.74%	10.28%	11.72%
South Carolina Police Officers Retirement System	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 394,451	\$ 394,052	\$ 360,061
Contributions in relation to the actuarially determined contribution	<u>394,451</u>	<u>394,052</u>	<u>360,061</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 2,975,008	\$ 2,956,907	\$ 2,553,794
Contributions as a percentage of covered-employee payroll	13.26%	13.33%	14.10%

The above schedules will present 10 years of information once it is accumulated.

The assumptions used in the preparation of the above schedules are disclosed in Note 8 to the financial statements.

COMBINING STATEMENTS AND SCHEDULES

EDGEFIELD COUNTY, SOUTH CAROLINA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

The **Industrial Development Fund** is used to account for property taxes levied for the upkeep of the Industrial Park and to promote economic development.

The **Victim's Bill of Rights Fund** is used to account for the revenues received from assessments and surcharges for the Victim's Services Advocate and related expenditures.

The **County Tire Fund** is used to account for revenues received from Saluda and McCormick Counties used for tire disposal fees received from the state.

The **911 Surcharge Fund** is used to account for revenues received from surcharges designated for 911 and state reimbursements used for E911 services.

The **Road Fee Fund** is used to account for revenues received from the \$20 road fee used for road maintenance upkeep and repairs.

The **Solicitor Fund** is used to account for revenues received from Edgefield, McCormick, Saluda, and Lexington Counties for personnel expenditures.

The **Recreation Fund** is used to account for revenues received from taxes for expenditures associated with the operation of the County's recreation programs.

The **SRO Grant Program Fund** is used to account for grant revenues received from the State of South Carolina and matching revenues received from the Edgefield County School District. The purpose of this program is to provide a school resource officer at Merriwether Middle School.

The **Tri-County Juvenile Justice Grant Fund** is used to account for revenues received from the state used for grant expenditures for the Tri-County Juvenile Justice Program. The purpose of this program is to address the issues related to the disproportionate handling of minority youth in the justice system.

The **Pre-Trial Intervention Fund** is used to account for revenues received from the 11th Circuit for personnel expenditures.

EDGEFIELD COUNTY, SOUTH CAROLINA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

The **Sheriff Grants Fund** is used to account for discretionary grant funds received from the state for child support and inmate recreation expenditures.

The **Clerk of Court Grants Fund** is used to account for discretionary grant funds received from the state for child support and family court expenditures.

The **Criminal Domestic Violence Fund** is used to account for revenues received from the 11th Circuit court for personnel expenditures related to criminal domestic violence.

EDGEFIELD COUNTY, SOUTH CAROLINA

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017**

	Industrial Development	Victim's Bill of Rights	County Tire Fund	911 Surcharge	Road Fee Fund	Solicitor
ASSETS						
Cash and cash equivalents	\$ 13,470	\$ 13,084	\$ 7,383	\$ 299,557	\$ 1,652	\$ 97,078
Investments	584	568	320	12,998	72	4,212
Taxes receivable	3,180	-	-	-	-	-
Accounts receivable, net	-	2,809	3,261	28,328	-	1,370
Due from other governments	-	-	-	-	-	-
Total assets	<u>\$ 17,234</u>	<u>\$ 16,461</u>	<u>\$ 10,964</u>	<u>\$ 340,883</u>	<u>\$ 1,724</u>	<u>\$ 102,660</u>
LIABILITIES						
Accounts payable	\$ 1,276	\$ 135	\$ -	\$ 157	\$ 5,921	\$ 5,528
Accrued liabilities	-	-	-	-	6,412	-
Due to other funds	-	649	14,183	-	-	-
Total liabilities	<u>1,276</u>	<u>784</u>	<u>14,183</u>	<u>157</u>	<u>12,333</u>	<u>5,528</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	2,818	-	-	-	-	-
Total deferred inflows of resources	<u>2,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Restricted for:						
Health and social services	-	-	-	-	-	-
Public safety	-	15,677	-	340,726	-	97,132
Industrial development	13,140	-	-	-	-	-
Unassigned	-	-	(3,219)	-	(10,609)	-
Total fund balances (deficits)	<u>13,140</u>	<u>15,677</u>	<u>(3,219)</u>	<u>340,726</u>	<u>(10,609)</u>	<u>97,132</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 17,234</u>	<u>\$ 16,461</u>	<u>\$ 10,964</u>	<u>\$ 340,883</u>	<u>\$ 1,724</u>	<u>\$ 102,660</u>

Recreation	SRO Grant Program	Tri-County Juvenile Justice Grant	Pre-Trial Intervention	Sheriff Grants	Clerk of Court Grants	Criminal Domestic Violence	Totals
\$ -	\$ 16,484	\$ 322	\$ -	\$ 78,676	\$ 195,407	\$ -	\$ 723,113
-	715	14	-	3,414	8,479	-	31,376
5,742	-	-	-	-	-	-	8,922
-	-	-	-	-	4,597	25,979	66,344
7	-	-	27,204	-	-	-	27,211
<u>\$ 5,749</u>	<u>\$ 17,199</u>	<u>\$ 336</u>	<u>\$ 27,204</u>	<u>\$ 82,090</u>	<u>\$ 208,483</u>	<u>\$ 25,979</u>	<u>\$ 856,966</u>
\$ 1,967	\$ 131	\$ -	\$ 9,599	\$ -	\$ 4,575	\$ 31	\$ 29,320
-	-	-	-	-	-	-	6,412
32,792	-	-	17,538	-	-	24,114	89,276
<u>34,759</u>	<u>131</u>	<u>-</u>	<u>27,137</u>	<u>-</u>	<u>4,575</u>	<u>24,145</u>	<u>125,008</u>
5,094	-	-	-	-	-	-	7,912
<u>5,094</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,912</u>
-	-	-	-	-	203,908	-	203,908
-	17,068	336	67	82,090	-	1,834	554,930
-	-	-	-	-	-	-	13,140
(34,104)	-	-	-	-	-	-	(47,932)
<u>(34,104)</u>	<u>17,068</u>	<u>336</u>	<u>67</u>	<u>82,090</u>	<u>203,908</u>	<u>1,834</u>	<u>724,046</u>
<u>\$ 5,749</u>	<u>\$ 17,199</u>	<u>\$ 336</u>	<u>\$ 27,204</u>	<u>\$ 82,090</u>	<u>\$ 208,483</u>	<u>\$ 25,979</u>	<u>\$ 856,966</u>

EDGEFIELD COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Industrial Development	Victim's Bill of Rights	County Tire Fund	911 Surcharge	Road Fee Fund	Solicitor
Revenues:						
Taxes	\$ 66,044	\$ -	\$ -	\$ -	\$ 488,730	\$ -
Intergovernmental	-	29,796	9,450	185,340	-	239,948
Charges for services	-	-	-	-	-	-
Interest revenue	69	169	37	1,948	1,110	-
Other revenues	-	-	-	-	937	-
Total revenues	<u>66,113</u>	<u>29,965</u>	<u>9,487</u>	<u>187,288</u>	<u>490,777</u>	<u>239,948</u>
Expenditures:						
Current:						
Public safety	-	55,359	-	124,049	-	428,156
Public works	-	-	-	-	668,965	-
Health and social services	-	-	-	-	-	-
Nondepartmental	65,303	-	1,866	-	-	-
Total expenditures	<u>65,303</u>	<u>55,359</u>	<u>1,866</u>	<u>124,049</u>	<u>668,965</u>	<u>428,156</u>
Excess (deficiency) of revenues over (under) expenditures	<u>810</u>	<u>(25,394)</u>	<u>7,621</u>	<u>63,239</u>	<u>(178,188)</u>	<u>(188,208)</u>
Other financing sources (uses)						
Transfers in	-	2,809	-	-	-	199,982
Transfers out	-	-	-	-	(15,000)	(15,000)
Proceeds from the sale of capital assets	-	-	-	-	45,000	16,500
Total other financing sources (uses)	<u>-</u>	<u>2,809</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>201,482</u>
Net change in fund balances	810	(22,585)	7,621	63,239	(148,188)	13,274
Fund balances (deficits), beginning of year	<u>12,330</u>	<u>38,262</u>	<u>(10,840)</u>	<u>277,487</u>	<u>137,579</u>	<u>83,858</u>
Fund balances (deficits), end of year	<u>\$ 13,140</u>	<u>\$ 15,677</u>	<u>\$ (3,219)</u>	<u>\$ 340,726</u>	<u>\$ (10,609)</u>	<u>\$ 97,132</u>

Recreation	SRO Grant Program	Tri-County Juvenile Justice Grant	Pre-Trial Intervention	Sheriff Grants	Clerk of Court Grants	Criminal Domestic Violence	Totals
\$ 119,267	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 674,041
-	79,609	-	-	14,852	54,136	103,473	716,604
58,599	-	-	149,603	-	-	-	208,202
-	-	-	-	2	-	-	3,335
100	-	-	-	-	-	-	1,037
<u>177,966</u>	<u>79,609</u>	<u>-</u>	<u>149,603</u>	<u>14,854</u>	<u>54,136</u>	<u>103,473</u>	<u>1,603,219</u>
-	47,781	-	149,322	9,754	-	102,556	916,977
-	-	-	-	-	-	-	668,965
210,522	-	-	-	-	2,006	-	212,528
-	-	-	-	-	-	-	67,169
<u>210,522</u>	<u>47,781</u>	<u>-</u>	<u>149,322</u>	<u>9,754</u>	<u>2,006</u>	<u>102,556</u>	<u>1,865,639</u>
(32,556)	31,828	-	281	5,100	52,130	917	(262,420)
25,341	-	-	-	-	-	-	228,132
(7,800)	-	-	-	-	(40,837)	-	(78,637)
-	-	-	-	-	-	-	61,500
<u>17,541</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,837)</u>	<u>-</u>	<u>210,995</u>
(15,015)	31,828	-	281	5,100	11,293	917	(51,425)
(19,089)	(14,760)	336	(214)	76,990	192,615	917	775,471
<u>\$ (34,104)</u>	<u>\$ 17,068</u>	<u>\$ 336</u>	<u>\$ 67</u>	<u>\$ 82,090</u>	<u>\$ 203,908</u>	<u>\$ 1,834</u>	<u>\$ 724,046</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
INDUSTRIAL DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 65,785	\$ 65,785	\$ 66,044	\$ 259
Interest revenue	20	20	69	49
Other revenues	1,625	1,625	-	(1,625)
Total revenues	<u>67,430</u>	<u>67,430</u>	<u>66,113</u>	<u>(1,317)</u>
EXPENDITURES:				
Current:				
Nondepartmental	<u>67,430</u>	<u>67,430</u>	<u>65,303</u>	<u>2,127</u>
Total expenditures	<u>67,430</u>	<u>67,430</u>	<u>65,303</u>	<u>2,127</u>
Net change in fund balances	-	-	810	810
Fund balances, beginning of year	<u>12,330</u>	<u>12,330</u>	<u>12,330</u>	<u>-</u>
Fund balances, end of year	<u>\$ 12,330</u>	<u>\$ 12,330</u>	<u>\$ 13,140</u>	<u>\$ 810</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
VICTIM'S BILL OF RIGHTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 28,500	\$ 28,500	\$ 29,796	\$ 1,296
Interest revenue	20	20	169	149
Total revenues	<u>28,520</u>	<u>28,520</u>	<u>29,965</u>	<u>1,445</u>
EXPENDITURES:				
Current:				
Public safety	57,000	57,000	55,359	1,641
Total expenditures	<u>57,000</u>	<u>57,000</u>	<u>55,359</u>	<u>1,641</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(28,480)</u>	<u>(28,480)</u>	<u>(25,394)</u>	<u>3,086</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	2,809	2,809
Total other financing sources	<u>-</u>	<u>-</u>	<u>2,809</u>	<u>2,809</u>
Net change in fund balances	(28,480)	(28,480)	(22,585)	5,895
Fund balances, beginning of year	<u>38,262</u>	<u>38,262</u>	<u>38,262</u>	<u>-</u>
Fund balances, end of year	<u>\$ 9,782</u>	<u>\$ 9,782</u>	<u>\$ 15,677</u>	<u>\$ 5,895</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
COUNTY TIRE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 24,200	\$ 24,200	\$ 9,450	\$ (14,750)
Interest revenue	-	-	37	37
Total revenues	<u>24,200</u>	<u>24,200</u>	<u>9,487</u>	<u>(14,713)</u>
EXPENDITURES:				
Current:				
Nondepartmental	<u>24,200</u>	<u>24,200</u>	<u>1,866</u>	<u>22,334</u>
Total expenditures	<u>24,200</u>	<u>24,200</u>	<u>1,866</u>	<u>22,334</u>
Net change in fund balances	-	-	7,621	7,621
Fund balances (deficits), beginning of year	<u>(10,840)</u>	<u>(10,840)</u>	<u>(10,840)</u>	<u>-</u>
Fund balances (deficits), end of year	<u><u>\$ (10,840)</u></u>	<u><u>\$ (10,840)</u></u>	<u><u>\$ (3,219)</u></u>	<u><u>\$ 7,621</u></u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
911 SURCHARGE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 185,340	\$ 85,340
Interest revenue	630	630	1,948	1,318
Total revenues	<u>100,630</u>	<u>100,630</u>	<u>187,288</u>	<u>86,658</u>
EXPENDITURES:				
Current:				
Public safety	155,926	155,926	124,049	31,877
Capital outlay	<u>600</u>	<u>600</u>	-	<u>600</u>
Total expenditures	<u>156,526</u>	<u>156,526</u>	<u>124,049</u>	<u>32,477</u>
Net change in fund balances	(55,896)	(55,896)	63,239	119,135
Fund balances, beginning of year	<u>277,487</u>	<u>277,487</u>	<u>277,487</u>	<u>-</u>
Fund balances, end of year	<u>\$ 221,591</u>	<u>\$ 221,591</u>	<u>\$ 340,726</u>	<u>\$ 119,135</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
ROAD FEE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 475,000	\$ 475,000	\$ 488,730	\$ 13,730
Intergovernmental	46,400	46,400	-	(46,400)
Interest revenue	500	500	1,110	610
Other revenues	800	800	937	137
Total revenues	<u>522,700</u>	<u>522,700</u>	<u>490,777</u>	<u>(31,923)</u>
EXPENDITURES:				
Current:				
Public works	<u>715,302</u>	<u>715,302</u>	<u>668,965</u>	<u>46,337</u>
Total expenditures	<u>715,302</u>	<u>715,302</u>	<u>668,965</u>	<u>46,337</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(192,602)</u>	<u>(192,602)</u>	<u>(178,188)</u>	<u>14,414</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(15,000)	(15,000)	(15,000)	-
Proceeds from sale of capital assets	<u>75,000</u>	<u>75,000</u>	<u>45,000</u>	<u>(30,000)</u>
Total other financing sources, net	<u>60,000</u>	<u>60,000</u>	<u>30,000</u>	<u>(30,000)</u>
Net change in fund balances	(132,602)	(132,602)	(148,188)	(15,586)
Fund balances, beginning of year	<u>137,579</u>	<u>137,579</u>	<u>137,579</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ 4,977</u>	<u>\$ 4,977</u>	<u>\$ (10,609)</u>	<u>\$ (15,586)</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
SOLICITOR FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 244,422	\$ 244,422	\$ 239,948	\$ (4,474)
Total revenues	<u>244,422</u>	<u>244,422</u>	<u>239,948</u>	<u>(4,474)</u>
EXPENDITURES:				
Current:				
Public safety	444,404	444,404	428,156	16,248
Total expenditures	<u>444,404</u>	<u>444,404</u>	<u>428,156</u>	<u>16,248</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(199,982)</u>	<u>(199,982)</u>	<u>(188,208)</u>	<u>11,774</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	199,982	199,982	199,982	-
Transfers out	-	-	(15,000)	(15,000)
Proceeds from sale of capital assets	-	-	16,500	16,500
Total other financing sources, net	<u>199,982</u>	<u>199,982</u>	<u>201,482</u>	<u>1,500</u>
Net change in fund balances	-	-	13,274	13,274
Fund balances, beginning of year	<u>83,858</u>	<u>83,858</u>	<u>83,858</u>	<u>-</u>
Fund balances, end of year	<u>\$ 83,858</u>	<u>\$ 83,858</u>	<u>\$ 97,132</u>	<u>\$ 13,274</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
RECREATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 124,100	\$ 124,100	\$ 119,267	\$ (4,833)
Charges for services	69,105	69,105	58,599	(10,506)
Interest revenue	100	100	-	(100)
Other revenues	-	-	100	100
Total revenues	<u>193,305</u>	<u>193,305</u>	<u>177,966</u>	<u>(15,339)</u>
EXPENDITURES:				
Current:				
Health and social services	<u>218,103</u>	<u>218,103</u>	<u>210,522</u>	<u>7,581</u>
Total expenditures	<u>218,103</u>	<u>218,103</u>	<u>210,522</u>	<u>7,581</u>
Deficiency of revenues under expenditures	<u>(24,798)</u>	<u>(24,798)</u>	<u>(32,556)</u>	<u>(7,758)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	25,341	25,341
Transfers out	-	-	(7,800)	(7,800)
Total other financing sources, net	<u>-</u>	<u>-</u>	<u>17,541</u>	<u>17,541</u>
Net change in fund balances	(24,798)	(24,798)	(15,015)	9,783
Fund balances (deficits), beginning of year	<u>(19,089)</u>	<u>(19,089)</u>	<u>(19,089)</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ (43,887)</u>	<u>\$ (43,887)</u>	<u>\$ (34,104)</u>	<u>\$ 9,783</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
SRO GRANT PROGRAM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 49,291	\$ 49,291	\$ 79,609	\$ 30,318
Total revenues	<u>49,291</u>	<u>49,291</u>	<u>79,609</u>	<u>30,318</u>
EXPENDITURES:				
Current:				
Public safety	49,291	49,291	47,781	1,510
Total expenditures	<u>49,291</u>	<u>49,291</u>	<u>47,781</u>	<u>1,510</u>
Net change in fund balances	-	-	31,828	31,828
Fund balances (deficits), beginning of year	<u>(14,760)</u>	<u>(14,760)</u>	<u>(14,760)</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ (14,760)</u>	<u>\$ (14,760)</u>	<u>\$ 17,068</u>	<u>\$ 31,828</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
PRE-TRIAL INTERVENTION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services	\$ 200,361	\$ 200,361	\$ 149,603	\$ (50,758)
Total revenues	<u>200,361</u>	<u>200,361</u>	<u>149,603</u>	<u>(50,758)</u>
EXPENDITURES:				
Current:				
Public safety	200,361	200,361	149,322	51,039
Total expenditures	<u>200,361</u>	<u>200,361</u>	<u>149,322</u>	<u>51,039</u>
Net change in fund balances	-	-	281	281
Fund balances (deficits), beginning of year	<u>(214)</u>	<u>(214)</u>	<u>(214)</u>	<u>-</u>
Fund balances (deficits), end of year	<u><u>\$ (214)</u></u>	<u><u>\$ (214)</u></u>	<u><u>\$ 67</u></u>	<u><u>\$ 281</u></u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
SHERIFF GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 21,500	\$ 21,500	\$ 14,852	\$ (6,648)
Interest revenue	-	-	2	2
Total revenues	<u>21,500</u>	<u>21,500</u>	<u>14,854</u>	<u>(6,646)</u>
EXPENDITURES:				
Current:				
Public safety	<u>28,200</u>	<u>28,200</u>	<u>9,754</u>	<u>18,446</u>
Total expenditures	<u>28,200</u>	<u>28,200</u>	<u>9,754</u>	<u>18,446</u>
Net change in fund balances	(6,700)	(6,700)	5,100	11,800
Fund balances, beginning of year	<u>76,990</u>	<u>76,990</u>	<u>76,990</u>	<u>-</u>
Fund balances, end of year	<u>\$ 70,290</u>	<u>\$ 70,290</u>	<u>\$ 82,090</u>	<u>\$ 11,800</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
CLERK OF COURT GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 43,368	\$ 43,368	\$ 54,136	\$ 10,768
Total revenues	<u>43,368</u>	<u>43,368</u>	<u>54,136</u>	<u>10,768</u>
EXPENDITURES:				
Current:				
Health and social services	38,153	38,153	2,006	36,147
Total expenditures	<u>38,153</u>	<u>38,153</u>	<u>2,006</u>	<u>36,147</u>
Excess of revenues over expenditures	<u>5,215</u>	<u>5,215</u>	<u>52,130</u>	<u>46,915</u>
OTHER FINANCING USES				
Transfers out	(5,215)	(5,215)	(40,837)	(35,622)
Total other financing uses	<u>(5,215)</u>	<u>(5,215)</u>	<u>(40,837)</u>	<u>(35,622)</u>
Net change in fund balances	-	-	11,293	11,293
Fund balances, beginning of year	<u>192,615</u>	<u>192,615</u>	<u>192,615</u>	<u>-</u>
Fund balances, end of year	<u>\$ 192,615</u>	<u>\$ 192,615</u>	<u>\$ 203,908</u>	<u>\$ 11,293</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
CRIMINAL DOMESTIC VIOLENCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 101,728	\$ 101,728	\$ 103,473	\$ 1,745
Total revenues	<u>101,728</u>	<u>101,728</u>	<u>103,473</u>	<u>1,745</u>
EXPENDITURES:				
Current:				
Public safety	101,728	101,728	102,556	(828)
Total expenditures	<u>101,728</u>	<u>101,728</u>	<u>102,556</u>	<u>(828)</u>
Net change in fund balances	-	-	917	917
Fund balances, beginning of year	<u>917</u>	<u>917</u>	<u>917</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ 917</u></u>	<u><u>\$ 917</u></u>	<u><u>\$ 1,834</u></u>	<u><u>\$ 917</u></u>

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	June 30, 2016	Increases	Decreases	June 30, 2017
Rural Fire				
ASSETS				
Cash, cash equivalents and investments	\$ 150,520	\$ 747,055	\$ (759,469)	\$ 138,106
Taxes receivable	26,236	28,940	(26,236)	28,940
Due from other governments	62,449	55,119	(62,449)	55,119
Total assets	<u>\$ 239,205</u>	<u>\$ 831,114</u>	<u>\$ (848,154)</u>	<u>\$ 222,165</u>
LIABILITIES				
Uncollected property taxes	\$ 26,236	\$ 28,940	\$ (26,236)	\$ 28,940
Due to others	212,969	802,174	(821,918)	193,225
Total liabilities	<u>\$ 239,205</u>	<u>\$ 831,114</u>	<u>\$ (848,154)</u>	<u>\$ 222,165</u>
Tax Collector Property Sold				
ASSETS				
Cash, cash equivalents and investments	\$ 197,605	\$ 545,666	\$ (554,990)	\$ 188,281
Total assets	<u>\$ 197,605</u>	<u>\$ 545,666</u>	<u>\$ (554,990)</u>	<u>\$ 188,281</u>
LIABILITIES				
Due to others	\$ 197,605	\$ 545,666	(554,990)	\$ 188,281
Total liabilities	<u>\$ 197,605</u>	<u>\$ 545,666</u>	<u>\$ (554,990)</u>	<u>\$ 188,281</u>
Judge of Probate Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 5,224	\$ 34,375	\$ (33,901)	\$ 5,698
Total assets	<u>\$ 5,224</u>	<u>\$ 34,375</u>	<u>\$ (33,901)</u>	<u>\$ 5,698</u>
LIABILITIES				
Due to other taxing districts and agencies	\$ 5,224	\$ 34,375	\$ (33,901)	\$ 5,698
Total liabilities	<u>\$ 5,224</u>	<u>\$ 34,375</u>	<u>\$ (33,901)</u>	<u>\$ 5,698</u>
Hospital Operating Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 8,527	\$ 533,440	\$ (534,424)	\$ 7,543
Taxes receivable	23,689	25,383	(23,689)	25,383
Due from other governments	-	-	-	-
Total assets	<u>\$ 32,216</u>	<u>\$ 558,823</u>	<u>\$ (558,113)</u>	<u>\$ 32,926</u>
LIABILITIES				
Uncollected property taxes	\$ 23,689	\$ 25,383	\$ (23,689)	\$ 25,383
Due to others	8,527	533,440	(534,424)	7,543
Total liabilities	<u>\$ 32,216</u>	<u>\$ 558,823</u>	<u>\$ (558,113)</u>	<u>\$ 32,926</u>

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	June 30, 2016	Increases	Decreases	June 30, 2017
School Operating Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 570,407	\$ 15,699,209	\$ (15,717,029)	\$ 552,587
Taxes receivable	553,079	603,252	(553,079)	603,252
Due from other governments	320,919	4,536,730	(4,543,884)	313,765
Total assets	<u>\$ 1,444,405</u>	<u>\$ 20,839,191</u>	<u>\$ (20,813,992)</u>	<u>\$ 1,469,604</u>
LIABILITIES				
Uncollected property taxes	\$ 553,079	\$ 603,252	\$ (553,079)	\$ 603,252
Due to others	891,326	20,235,939	(20,260,913)	866,352
Total liabilities	<u>\$ 1,444,405</u>	<u>\$ 20,839,191</u>	<u>\$ (20,813,992)</u>	<u>\$ 1,469,604</u>
School Bond Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 824,973	\$ 2,150,182	\$ (2,164,368)	\$ 810,787
Taxes receivable	90,171	96,469	(90,171)	96,469
Due from other governments	-	-	-	-
Total assets	<u>\$ 915,144</u>	<u>\$ 2,246,651</u>	<u>\$ (2,254,539)</u>	<u>\$ 907,256</u>
LIABILITIES				
Uncollected property taxes	\$ 90,171	\$ 96,469	\$ (90,171)	\$ 96,469
Due to others	824,973	2,150,182	(2,164,368)	810,787
Total liabilities	<u>\$ 915,144</u>	<u>\$ 2,246,651</u>	<u>\$ (2,254,539)</u>	<u>\$ 907,256</u>
Municipal Tax Collection Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 26,017	\$ 664,416	\$ (685,790)	\$ 4,643
Taxes receivable	53,432	56,155	(53,432)	56,155
Total assets	<u>\$ 79,449</u>	<u>\$ 720,571</u>	<u>\$ (739,222)</u>	<u>\$ 60,798</u>
LIABILITIES				
Uncollected property taxes	\$ 53,432	\$ 56,155	\$ (53,432)	\$ 56,155
Due to others	26,017	664,416	(685,790)	4,643
Total liabilities	<u>\$ 79,449</u>	<u>\$ 720,571</u>	<u>\$ (739,222)</u>	<u>\$ 60,798</u>
Forfeitures - Justice Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 678	\$ 5	\$ -	\$ 683
Total assets	<u>\$ 678</u>	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ 683</u>
LIABILITIES				
Due to others	\$ 678	\$ 5	\$ -	\$ 683
Total liabilities	<u>\$ 678</u>	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ 683</u>

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	June 30, 2016	Increases	Decreases	June 30, 2017
Mill Creek Subdivision Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 3,026	\$ -	\$ (3,026)	\$ -
Total assets	<u>\$ 3,026</u>	<u>\$ -</u>	<u>\$ (3,026)</u>	<u>\$ -</u>
LIABILITIES				
Due to others	\$ 3,026	\$ -	\$ (3,026)	\$ -
Total liabilities	<u>\$ 3,026</u>	<u>\$ -</u>	<u>\$ (3,026)</u>	<u>\$ -</u>
Clerk of Court Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 292,916	\$ 2,315,112	\$ (2,344,610)	\$ 263,418
Total assets	<u>\$ 292,916</u>	<u>\$ 2,315,112</u>	<u>\$ (2,344,610)</u>	<u>\$ 263,418</u>
LIABILITIES				
Due to others	\$ 292,916	\$ 2,315,112	\$ (2,344,610)	\$ 263,418
Total liabilities	<u>\$ 292,916</u>	<u>\$ 2,315,112</u>	<u>\$ (2,344,610)</u>	<u>\$ 263,418</u>
Sheriff & Detention Center				
ASSETS				
Cash, cash equivalents and investments	\$ 18,220	\$ 129,692	\$ (127,362)	\$ 20,550
Total assets	<u>\$ 18,220</u>	<u>\$ 129,692</u>	<u>\$ (127,362)</u>	<u>\$ 20,550</u>
LIABILITIES				
Due to others	\$ 18,220	\$ 129,692	\$ (127,362)	\$ 20,550
Total liabilities	<u>\$ 18,220</u>	<u>\$ 129,692</u>	<u>\$ (127,362)</u>	<u>\$ 20,550</u>

EDGEFIELD COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	June 30, 2016	Increases	Decreases	June 30, 2017
Vehicle Registration Fee Fund				
ASSETS				
Cash, cash equivalents and investments	\$ 10,987	\$ 312,790	\$ (323,777)	\$ -
Total assets	<u>\$ 10,987</u>	<u>\$ 312,790</u>	<u>\$ (323,777)</u>	<u>\$ -</u>
LIABILITIES				
Due to others	\$ 10,987	\$ 312,790	\$ (323,777)	\$ -
Total liabilities	<u>\$ 10,987</u>	<u>\$ 312,790</u>	<u>\$ (323,777)</u>	<u>\$ -</u>
Magistrate Court Fund				
ASSETS				
Cash, cash equivalents and investments	\$ -	\$ 474,479	\$ (474,479)	\$ -
Total assets	<u>\$ -</u>	<u>\$ 474,479</u>	<u>\$ (474,479)</u>	<u>\$ -</u>
LIABILITIES				
Due to others	\$ -	\$ 474,479	\$ (474,479)	\$ -
Total liabilities	<u>\$ -</u>	<u>\$ 474,479</u>	<u>\$ (474,479)</u>	<u>\$ -</u>
Tri County Solidwaste Authority				
ASSETS				
Cash, cash equivalents and investments	\$ 1,216,195	\$ 879,815	\$ (1,206,979)	\$ 889,031
Total assets	<u>\$ 1,216,195</u>	<u>\$ 879,815</u>	<u>\$ (1,206,979)</u>	<u>\$ 889,031</u>
LIABILITIES				
Due to others	\$ 1,216,195	\$ 879,815	\$ (1,206,979)	\$ 889,031
Total liabilities	<u>\$ 1,216,195</u>	<u>\$ 879,815</u>	<u>\$ (1,206,979)</u>	<u>\$ 889,031</u>
Totals				
ASSETS				
Cash, cash equivalents and investments	\$ 3,325,295	\$ 24,486,236	\$ (24,930,204)	\$ 2,881,327
Taxes receivable	746,607	810,199	(746,607)	810,199
Due from other governments	383,368	4,591,849	(4,606,333)	368,884
Total assets	<u>\$ 4,455,270</u>	<u>\$ 29,888,284</u>	<u>\$ (30,283,144)</u>	<u>\$ 4,060,410</u>
LIABILITIES				
Uncollected taxes	\$ 746,607	\$ 810,199	\$ (746,607)	\$ 810,199
Due to others	3,708,663	29,078,085	(29,536,537)	3,250,211
Total liabilities	<u>\$ 4,455,270</u>	<u>\$ 29,888,284</u>	<u>\$ (30,283,144)</u>	<u>\$ 4,060,410</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**SUMMARY SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES
CLERK OF COURT AND MAGISTRATE COURT
JUNE 30, 2017**

	<u>Collections</u>	<u>Amount Remitted to County Treasurer</u>	<u>Amount Remitted to State Treasurer</u>	<u>Amount Allocated to Victim's Services</u>
Clerk of Court and Magistrate Court				
Fines and Fees	\$ 510,896	\$ 345,206	\$ 165,690	\$ -
Assessments	167,982	-	155,455	12,527
Surcharges	93,569	-	76,300	17,269
Totals	<u>\$ 772,447</u>	<u>\$ 345,206</u>	<u>\$ 397,445</u>	<u>\$ 29,796</u>
Victims' Assistance				
Balance for victims' assistance - beginning of year				\$ 38,262
Amounts allocated for victims' assistance - 7/1/15 - 6/30/16				
Assessments and surcharges			29,796	
Miscellaneous			<u>169</u>	29,965
Amounts spent for victims' assistance in fiscal year 2016 from assessments and surcharges				
Salaries and benefits				(55,359)
General fund subsidy				<u>2,809</u>
Balance for victims' assistance - end of year				<u>\$ 15,677</u>

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	88 – 97
<i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	
Revenue Capacity	98 – 101
<i>These schedules contain information to help the reader assess the County's most significant local revenue sources.</i>	
Debt Capacity	102 – 106
<i>These schedules contain trend information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	107 – 109
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	
Operating Information	110 and 111
<i>These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.</i>	

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

EDGEFIELD COUNTY, SOUTH CAROLINA

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS

	2008	2009	2010	2011
Primary Government				
Governmental activities:				
Net investment in capital assets	\$ 11,547,087	\$ 11,434,444	\$ 11,708,685	\$ 12,948,535
Restricted	3,150,986	3,148,208	5,064,434	4,416,614
Unrestricted	4,657,988	4,852,332	3,584,346	3,637,332
Total governmental net position	\$ 19,356,061	\$ 19,434,984	\$ 20,357,465	\$ 21,002,481
Business-type activities				
Landfill:*				
Net investment in capital assets	\$ 1,680,284	\$ 2,005,301	\$ 1,945,375	\$ 1,837,463
Restricted	-	254,624	506,173	508,621
Unrestricted	1,324,892	1,040,567	1,030,961	1,212,994
Total business-type net position	\$ 3,005,176	\$ 3,300,492	\$ 3,482,509	\$ 3,559,078
Primary government:				
Net investment in capital assets	\$ 13,227,371	\$ 13,439,745	\$ 13,654,060	\$ 14,785,998
Restricted	3,150,986	3,402,832	5,570,607	4,925,235
Unrestricted	5,982,880	5,892,899	4,615,307	4,850,326
Total primary government net position	\$ 22,361,237	\$ 22,735,476	\$ 23,839,974	\$ 24,561,559
Component Units				
Tri County Solid Waste Authority: **				
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	-	-	-	-
Total net position	\$ -	\$ -	\$ -	\$ -
Hospital Authority:***				
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	-	-	-	-
Total net position	\$ -	\$ -	\$ -	\$ -

* The Landfill became a discretely presented component unit called the Tri County Solid Waste Authority starting fiscal year 2014.

** The Tri County Solid Waste Authority ceased being a component unit of the County during fiscal year 2015.

*** The Hospital Authority became a discretely presented component unit of the County beginning in fiscal year 2014.

Note: The information for the Hospital Authority is presented based on its fiscal year ended September 30.

2012	2013	2014	2015	2016	2017
\$ 13,350,275	\$ 13,729,718	\$ 11,745,297	\$ 11,610,926	\$ 10,822,895	\$ 12,768,028
4,838,865	4,088,968	7,682,370	7,469,389	7,192,196	7,313,781
3,324,147	3,332,811	3,990,359	(7,227,200)	(6,924,467)	(9,321,423)
<u>\$ 21,513,287</u>	<u>\$ 21,151,497</u>	<u>\$ 23,418,026</u>	<u>\$ 11,853,115</u>	<u>\$ 11,090,624</u>	<u>\$ 10,760,386</u>
\$ 1,604,253	\$ 1,877,324	\$ -	\$ -	\$ -	\$ -
510,179	-	-	-	-	-
1,576,561	1,773,944	-	-	-	-
<u>\$ 3,690,993</u>	<u>\$ 3,651,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 14,954,528	\$ 15,607,042	\$ 11,745,297	\$ 11,610,926	\$ 10,822,895	\$ 12,768,028
5,349,044	4,088,968	7,682,370	7,469,389	7,192,196	7,313,781
4,900,708	5,106,755	3,990,359	(7,227,200)	(6,924,467)	(9,321,423)
<u>\$ 25,204,280</u>	<u>\$ 24,802,765</u>	<u>\$ 23,418,026</u>	<u>\$ 11,853,115</u>	<u>\$ 11,090,624</u>	<u>\$ 10,760,386</u>
\$ -	\$ -	\$ 1,790,423	\$ 1,716,263	\$ -	\$ -
-	-	-	-	-	-
-	-	1,727,324	1,285,310	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,517,747</u>	<u>\$ 3,001,573</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ 476,436	\$ 1,189,297	\$ 1,148,462	\$ 817,175
-	-	355,037	701,287	184,581	280,000
-	-	1,376,859	993,427	792,841	605,526
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,208,332</u>	<u>\$ 2,884,011</u>	<u>\$ 2,125,884</u>	<u>\$ 1,702,701</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

**CHANGES IN NET POSITION - PRIMARY GOVERNMENT
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Primary government Expenses					
Governmental activities:					
General Government	\$ 473,452	\$ 433,168	\$ 417,229	\$ 444,657	\$ 520,302
Staff agencies	1,386,465	1,414,232	1,457,219	1,481,388	1,436,550
Finance agencies	629,531	655,223	661,585	694,390	635,159
Public safety	4,820,077	4,876,025	4,729,265	4,964,923	5,054,160
Public works	1,893,684	1,996,913	1,726,899	1,800,838	1,769,667
Health and social services	1,857,008	1,735,499	1,651,372	1,686,233	1,735,606
Building maintenance	257,897	258,618	249,796	266,688	264,251
Nondepartmental	1,457,912	1,540,408	1,320,394	1,509,602	1,549,439
Interest on long-term debt	98,105	73,110	80,364	36,631	40,810
Total governmental activities expenses	<u>12,874,131</u>	<u>12,983,196</u>	<u>12,294,123</u>	<u>12,885,350</u>	<u>13,005,944</u>
Business-type activities:					
Landfill*	2,326,724	2,212,937	2,140,967	1,952,684	2,030,257
Total business-type expenses	<u>2,326,724</u>	<u>2,212,937</u>	<u>2,140,967</u>	<u>1,952,684</u>	<u>2,030,257</u>
Total primary government expenses	<u>\$ 15,200,855</u>	<u>\$ 15,196,133</u>	<u>\$ 14,435,090</u>	<u>\$ 14,838,034</u>	<u>\$ 15,036,201</u>
Program revenues					
Governmental activities:					
Charges for services:					
General Government	\$ -	\$ -	\$ -	\$ -	\$ -
Staff agencies	500,787	377,973	400,450	358,256	455,458
Finance agencies	-	-	-	-	-
Public safety	216,907	249,725	333,331	306,102	392,107
Public works	898,374	893,788	1,357,848	1,367,595	1,373,781
Health and social services	630,480	788,227	688,510	635,807	606,448
Building maintenance	-	-	-	-	-
Nondepartmental	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Operating grants & contributions	1,772,641	1,475,964	1,666,017	1,804,720	1,901,680
Capital grants & contribution	942,028	849,605	863,943	1,074,181	963,551
Total governmental program revenues	<u>\$ 4,961,217</u>	<u>\$ 4,635,282</u>	<u>\$ 5,310,099</u>	<u>\$ 5,546,661</u>	<u>\$ 5,693,025</u>
Business-type activities:					
Charges for services:					
Landfill*	\$ 1,777,527	\$ 1,608,671	\$ 1,738,131	\$ 1,508,195	\$ 1,589,319
Operating grants & contributions	-	-	-	-	-
Capital grants & contributions	364,932	356,476	13,777	12,050	79,462
Total business-type revenues	<u>2,142,459</u>	<u>1,965,147</u>	<u>1,751,908</u>	<u>1,520,245</u>	<u>1,668,781</u>
Total primary government revenues	<u>\$ 7,103,676</u>	<u>\$ 6,600,429</u>	<u>\$ 7,062,007</u>	<u>\$ 7,066,906</u>	<u>\$ 7,361,806</u>
Net (Expense) Revenue					
Governmental activities	\$ (7,912,914)	\$ (8,347,914)	\$ (6,984,024)	\$ (7,338,689)	\$ (7,312,919)
Business-type activities	(184,265)	(247,790)	(389,059)	(432,439)	(361,476)
Total primary government net expense	<u>\$ (8,097,179)</u>	<u>\$ (8,595,704)</u>	<u>\$ (7,373,083)</u>	<u>\$ (7,771,128)</u>	<u>\$ (7,674,395)</u>
General Revenues and Other Change in Net Position					
Governmental activities:					
Property taxes:					
General purposes	\$ 5,110,783	\$ 5,490,369	\$ 5,455,492	\$ 5,522,984	\$ 5,718,028
Debt service	416,451	531,171	481,975	383,715	388,457
Special revenue projects	983,623	1,073,880	1,101,817	965,025	985,710
Accommodations tax	103,847	97,980	94,219	108,338	120,329
Other taxes	-	-	-	-	-
Earnings on investments	301,811	91,322	49,776	42,016	29,268
Miscellaneous	574,108	324,886	120,153	526,986	228,137
Intergovernmental, not restricted for a specific purpose	1,415,478	1,345,023	1,132,877	945,308	830,613
Gain (loss) on sale of capital assets	-	-	-	(12,187)	-
Transfers	(515,731)	(527,794)	(529,804)	(498,480)	(476,817)
Total governmental activities	<u>8,390,370</u>	<u>8,426,837</u>	<u>7,906,505</u>	<u>7,983,705</u>	<u>7,823,725</u>
Business-type activities:					
Earnings on investments	47,115	15,312	7,440	7,115	5,673
Gain (loss) on sale of capital assets	99,169	-	33,832	3,413	10,901
Transfers	515,731	527,794	529,804	498,480	476,817
Total business-type activities	<u>662,015</u>	<u>543,106</u>	<u>571,076</u>	<u>509,008</u>	<u>493,391</u>
Total primary government	<u>\$ 9,052,385</u>	<u>\$ 8,969,943</u>	<u>\$ 8,477,581</u>	<u>\$ 8,492,713</u>	<u>\$ 8,317,116</u>
Change In Net Position					
Governmental activities	477,456	78,923	922,481	645,016	510,806
Prior period adjustment	-	-	-	-	-
Net position - beginning of year	18,878,605	19,356,061	19,434,984	20,357,465	21,002,481
Net position - end of year	<u>19,356,061</u>	<u>19,434,984</u>	<u>20,357,465</u>	<u>21,002,481</u>	<u>21,513,287</u>
Business-type activities	477,750	295,316	182,017	76,569	131,915
Prior period adjustment	-	-	-	-	-
Net position - beginning of year	2,527,426	3,005,176	3,300,492	3,482,509	3,559,078
Net position - end of year	<u>3,005,176</u>	<u>3,300,492</u>	<u>3,482,509</u>	<u>3,559,078</u>	<u>3,690,993</u>
Total primary government	955,206	374,239	1,104,498	721,585	642,721
Prior period adjustment	-	-	-	-	-
Net position - beginning of year	21,406,031	22,361,237	22,735,476	23,839,974	24,561,559
Net position - end of year	<u>\$ 22,361,237</u>	<u>\$ 22,735,476</u>	<u>\$ 23,839,974</u>	<u>\$ 24,561,559</u>	<u>\$ 25,204,280</u>

* The Landfill became a discretely presented component unit called the Tri County Solid Waste Authority starting fiscal year 2014.

2013	2014	2015	2016	2017
\$ 495,271	\$ 847,587	\$ 1,224,157	\$ 866,036	\$ 679,346
1,552,203	1,549,257	1,982,382	1,922,628	1,958,846
649,468	621,521	605,100	646,201	627,915
5,277,673	5,450,831	5,863,036	5,747,340	6,223,508
2,027,331	1,901,773	2,871,967	5,771,466	3,072,212
2,049,757	2,046,808	1,427,688	2,028,362	1,920,369
315,699	297,716	323,381	331,447	285,309
1,568,628	1,634,629	1,634,946	1,324,115	1,762,057
32,130	119,014	121,781	90,821	93,673
<u>13,968,160</u>	<u>14,469,136</u>	<u>16,054,438</u>	<u>18,728,416</u>	<u>16,623,235</u>
2,016,063	-	-	-	-
2,016,063	-	-	-	-
<u>\$ 15,984,223</u>	<u>\$ 14,469,136</u>	<u>\$ 16,054,438</u>	<u>\$ 18,728,416</u>	<u>\$ 16,623,235</u>
\$ -	\$ -	\$ -	\$ -	\$ -
394,520	4,286	4,429	68,024	747,392
-	-	-	-	-
351,408	636,892	593,634	614,476	558,257
1,364,860	956,546	902,424	983,800	953,563
622,094	522,939	800,814	803,684	839,512
-	-	-	-	-
-	-	-	-	-
3,014,487	3,553,500	3,573,417	6,040,601	2,068,672
-	-	-	-	1,513,563
<u>\$ 5,747,369</u>	<u>\$ 5,674,163</u>	<u>\$ 5,874,718</u>	<u>\$ 8,510,585</u>	<u>\$ 6,680,959</u>
\$ 1,380,081	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
93,417	-	-	-	-
1,473,498	-	-	-	-
<u>\$ 7,220,867</u>	<u>\$ 5,674,163</u>	<u>\$ 5,874,718</u>	<u>\$ 8,510,585</u>	<u>\$ 6,680,959</u>
\$ (8,220,791)	\$ (8,794,973)	\$ (10,179,720)	\$ (10,217,831)	\$ (9,942,276)
(542,565)	-	-	-	-
<u>\$ (8,763,356)</u>	<u>\$ (8,794,973)</u>	<u>\$ (10,179,720)</u>	<u>\$ (10,217,831)</u>	<u>\$ (9,942,276)</u>
\$ 5,659,090	\$ 4,765,255	\$ 5,297,133	\$ 5,058,880	\$ 4,946,077
1,183,866	1,127,881	1,346,551	1,230,844	1,210,014
175,821	644,725	655,422	662,737	674,822
2,654	-	-	-	-
-	1,047,866	1,057,860	1,044,803	1,158,067
21,832	104,161	115,114	90,021	95,722
299,899	350,627	445,146	367,472	484,782
992,656	996,813	1,003,061	1,000,583	1,042,554
-	-	-	-	-
(476,817)	-	-	-	-
<u>7,859,001</u>	<u>9,037,328</u>	<u>9,920,287</u>	<u>9,455,340</u>	<u>9,612,038</u>
4,901	-	-	-	-
21,122	-	-	-	-
476,817	-	-	-	-
502,840	-	-	-	-
<u>\$ 8,361,841</u>	<u>\$ 9,037,328</u>	<u>\$ 9,920,287</u>	<u>\$ 9,455,340</u>	<u>\$ 9,612,038</u>
(361,790)	242,355	(259,433)	(762,491)	(330,238)
-	2,024,174	(11,305,478)	-	-
21,513,287	23,175,671	12,112,548	11,853,115	11,090,624
21,151,497	23,418,026	11,853,115	11,090,624	10,760,386
(39,725)	-	-	-	-
-	(3,651,268)	-	-	-
3,690,993	-	-	-	-
3,651,268	(3,651,268)	-	-	-
(401,515)	242,355	(259,433)	(762,491)	(330,238)
-	(1,627,094)	-	-	-
25,204,280	23,175,671	23,418,026	11,853,115	11,090,624
<u>\$ 24,802,765</u>	<u>\$ 23,418,026</u>	<u>\$ 11,853,115</u>	<u>\$ 11,090,624</u>	<u>\$ 10,760,386</u>

(Continued)

EDGEFIELD COUNTY, SOUTH CAROLINA

CHANGES IN NET POSITION - COMPONENT UNITS LAST TEN FISCAL YEARS

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Component Units					
Expense					
Tri County Solid Waste Authority*	\$ -	\$ -	\$ -	\$ -	\$ -
Hospital authority**	-	-	-	-	-
Total Component Units	<u>\$ -</u>				
Program Revenue					
Tri County Solid Waste Authority*					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Operating grants & contributions	-	-	-	-	-
Capital grants & contributions	-	-	-	-	-
Total landfill revenues	<u>\$ -</u>				
Hospital Authority**					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Operating grants & contributions	-	-	-	-	-
Capital grants & contributions	-	-	-	-	-
Total airport revenues	<u>\$ -</u>				
Net (Expense) Revenue					
Tri County Solid Waste Authority*	<u>\$ -</u>				
Hospital authority**	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
General Revenues					
Tri County Solid Waste Authority*					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-
Gain (loss) on sale of capital assets	-	-	-	-	-
	<u>\$ -</u>				
Hospital Authority**					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-
	<u>\$ -</u>				
Change In Net Position					
Tri County Solid Waste Authority*	\$ -	\$ -	\$ -	\$ -	\$ -
Hospital Authority**	-	-	-	-	-

* The Tri County Solid Waste Authority became a component unit of the County during fiscal year 2014 and ceased being a component unit of the County during fiscal year 2015.

** The Hospital Authority became a discretely presented component unit of the County beginning in fiscal year 2014.

Note: The information for the Hospital Authority is presented based on its fiscal year ended September 30.

	2013	2014	2015	2016	2017
\$	-	\$ 2,022,506	\$ 2,184,933	\$ -	\$ -
	-	12,548,739	13,001,603	13,981,715	13,884,492
<u>\$</u>	<u>-</u>	<u>\$ 14,571,245</u>	<u>\$ 15,186,536</u>	<u>\$ 13,981,715</u>	<u>\$ 13,884,492</u>
\$	-	\$ 1,911,457	\$ 1,919,393	\$ -	\$ -
	-	-	-	-	-
	-	-	-	-	-
<u>\$</u>	<u>-</u>	<u>\$ 1,911,457</u>	<u>\$ 1,919,393</u>	<u>\$ -</u>	<u>\$ -</u>
\$	-	\$ 11,222,904	\$ 11,344,317	\$ 12,292,196	\$ 12,343,984
	-	256,695	274,899	200,421	275,000
	-	-	-	-	-
<u>\$</u>	<u>-</u>	<u>\$ 11,479,599</u>	<u>\$ 11,619,216</u>	<u>\$ 12,492,617</u>	<u>\$ 12,618,984</u>
\$	-	\$ (111,049)	\$ (265,540)	\$ -	\$ -
	-	(1,069,140)	(1,382,387)	(1,489,098)	(1,265,508)
\$	-	\$ 3,850	\$ 4,685	\$ -	\$ -
	-	14,192	22,357	-	-
	-	9,277	7,007	-	-
<u>\$</u>	<u>-</u>	<u>\$ 27,319</u>	<u>\$ 34,049</u>	<u>\$ -</u>	<u>\$ -</u>
\$	-	\$ 503,244	\$ 514,674	\$ 520,012	\$ 526,024
	-	202,514	1,543,392	210,959	316,301
<u>\$</u>	<u>-</u>	<u>\$ 705,758</u>	<u>\$ 2,058,066</u>	<u>\$ 730,971</u>	<u>\$ 842,325</u>
\$	-	\$ (83,730)	\$ (231,491)	\$ -	\$ -
	-	(363,382)	675,679	(758,127)	(423,183)

EDGEFIELD COUNTY, SOUTH CAROLINA

**FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General Fund					
Reserved	\$ 115,249	\$ 124,598	\$ 294,251	\$ -	\$ -
Unreserved	3,487,272	3,448,579	3,552,645	-	-
Nonspendable	-	-	-	-	-
Committed	-	-	-	59,391	60,953
Restricted	-	-	-	15,509	34,048
Assigned	-	-	-	-	-
Unassigned	-	-	-	3,526,387	3,580,861
Total general fund	<u>\$ 3,602,521</u>	<u>\$ 3,573,177</u>	<u>\$ 3,846,896</u>	<u>\$ 3,601,287</u>	<u>\$ 3,675,862</u>
All Other Governmental Funds					
Reserved	\$ 3,035,737	\$ 3,023,610	\$ 4,770,183	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	1,315,859	1,438,665	-	-	-
Capital projects funds	-	-	-	-	-
Debt service fund	-	-	-	-	-
Nonspendable	-	-	-	-	-
Committed	-	-	-	267	72,288
Restricted	-	-	-	4,401,105	4,804,817
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total all other governmental funds	<u>\$ 4,351,596</u>	<u>\$ 4,462,275</u>	<u>\$ 4,770,183</u>	<u>\$ 4,401,372</u>	<u>\$ 4,877,105</u>

NOTE: In fiscal year 2011, the County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

2013	2014	2015	2016	2017
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
64,280	897,212	333,825	290,874	788,211
44,795	1,243,929	1,239,150	889,226	916,044
-	-	-	-	-
3,395,396	3,420,951	3,835,357	4,366,132	3,635,323
<u>\$ 3,504,471</u>	<u>\$ 5,562,092</u>	<u>\$ 5,408,332</u>	<u>\$ 5,546,232</u>	<u>\$ 5,339,578</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
267	267	267	267	267
4,044,173	6,438,441	6,230,239	6,302,970	6,397,737
-	-	-	-	-
(32,126)	(39,246)	(49,473)	(47,708)	(47,932)
<u>\$ 4,012,314</u>	<u>\$ 6,399,462</u>	<u>\$ 6,181,033</u>	<u>\$ 6,255,529</u>	<u>\$ 6,350,072</u>

EDGEFIELD COUNTY, SOUTH CAROLINA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

	2008	2009	2010	2011	2012
Revenues					
Property taxes	\$ 6,518,348	\$ 6,973,378	\$ 7,438,737	\$ 7,293,146	\$ 7,578,812
Other taxes	-	-	-	-	-
Licenses, permits and fees	491,823	368,155	391,792	351,502	441,989
Intergovernmental	3,546,980	3,024,206	3,186,880	3,119,258	3,059,635
Charges for services	1,582,325	1,772,842	1,745,024	1,690,845	1,735,209
Fines and forfeitures	172,400	168,716	199,723	166,053	192,076
Local funds	687,014	744,366	570,176	607,856	756,538
Interest revenue	314,048	94,473	49,776	42,016	29,268
Other revenue	561,871	321,735	120,153	526,986	228,137
Total revenues	13,874,809	13,467,871	13,702,261	13,797,662	14,021,664
Expenditures					
General government	453,458	413,333	399,461	427,112	501,175
Staff agencies	1,336,481	1,364,645	1,412,799	1,437,525	1,388,673
Finance agencies	599,541	625,471	634,933	668,072	606,533
Public safety	4,560,160	4,618,172	4,498,281	4,736,837	4,974,680
Public works	1,634,733	1,748,359	1,412,447	2,325,512	1,730,216
Health and social services	1,777,034	1,656,160	1,580,300	1,616,054	1,659,250
Building maintenance	257,897	258,618	249,796	266,688	264,135
Nondepartmental	1,472,705	1,520,149	1,334,599	1,512,938	1,549,439
Capital outlay	86,547	17,457	481,538	693,142	633,628
Debt service:					
Principal	465,266	554,820	498,051	338,505	394,043
Interest and fiscal charges	133,524	81,558	88,625	42,872	42,767
Total expenditures	12,777,346	12,858,742	12,590,830	14,065,257	13,744,539
Excess (deficiency) of revenues over (under) expenditures	1,097,463	609,129	1,111,431	(267,595)	277,125
Other Financing Sources (Uses):					
Transfers in	470,897	376,359	423,678	502,115	548,293
Transfers out	(986,628)	(904,153)	(953,482)	(1,000,595)	(1,025,110)
Sale of capital assets	-	-	-	-	-
Issuance of debt	-	-	-	-	750,000
Issuance of capital leases	-	-	-	151,655	-
Other	-	-	-	-	-
Total other financing sources (uses)	(515,731)	(527,794)	(529,804)	(346,825)	273,183
Net change in fund balances	\$ 581,732	\$ 81,335	\$ 581,627	\$ (614,420)	\$ 550,308
Debt service as a percentage of noncapital expenditures	4.7%	5.0%	4.8%	2.9%	3.3%

	2013	2014	2015	2016	2017
\$	7,309,260	\$ 6,865,662	\$ 6,972,157	\$ 7,007,127	\$ 6,793,798
	-	1,047,866	1,057,860	1,044,803	1,158,067
	387,936	566,536	569,220	604,551	674,570
	3,127,948	2,755,714	2,885,774	5,273,538	4,454,358
	1,753,452	1,833,037	2,054,748	2,240,636	2,166,433
	166,733	425,355	361,945	370,524	407,328
	881,847	934,812	969,180	1,007,267	-
	21,832	104,161	115,114	90,021	95,722
	403,872	506,149	482,058	382,124	505,606
	<u>14,052,880</u>	<u>15,039,292</u>	<u>15,468,056</u>	<u>18,020,591</u>	<u>16,255,882</u>
	495,353	485,640	478,561	627,369	775,845
	1,487,049	1,554,648	1,970,435	1,927,399	1,948,620
	610,178	621,521	605,100	646,201	627,915
	5,086,832	5,447,338	5,635,052	5,756,849	5,770,314
	2,031,092	2,370,841	2,430,036	5,601,023	2,351,892
	1,996,009	1,918,121	1,685,242	1,907,986	1,813,039
	315,920	297,716	323,381	331,447	285,309
	1,568,628	1,588,299	1,634,946	1,324,115	1,762,057
	486,531	322,536	585,424	124,532	682,833
	395,286	570,958	377,843	2,000,517	333,663
	35,394	119,854	114,225	96,357	78,006
	<u>14,508,272</u>	<u>15,297,472</u>	<u>15,840,245</u>	<u>20,343,795</u>	<u>16,429,493</u>
	<u>(455,392)</u>	<u>(258,180)</u>	<u>(372,189)</u>	<u>(2,323,204)</u>	<u>(173,611)</u>
	397,636	378,544	795,326	542,807	1,918,808
	(874,453)	(378,544)	(795,326)	(542,807)	(1,918,808)
	-	-	-	70,000	61,500
	-	1,200,000	-	1,715,600	-
	-	-	-	750,000	-
	(103,973)	-	-	-	-
	<u>(580,790)</u>	<u>1,200,000</u>	<u>-</u>	<u>2,535,600</u>	<u>61,500</u>
\$	<u>(1,036,182)</u>	<u>\$ 941,820</u>	<u>\$ (372,189)</u>	<u>\$ 212,396</u>	<u>\$ (112,111)</u>

3.1%

4.6%

3.2%

10.4%

2.6%

EDGEFIELD COUNTY, SOUTH CAROLINA

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(unaudited)**

Fiscal Year	Assessed Value			Market Value			Total Direct Tax Rate
	Real Property	Personal Property	Total	Real Property	Personal Property	Total	
2008	\$ 45,051,710	\$ 26,134,691	\$ 71,186,401	\$ 987,330,916	\$248,901,819	\$1,236,232,735	89.58
2009	46,390,560	27,677,809	74,068,369	1,021,385,666	239,515,371	1,260,901,037	92.08
2010	47,254,320	24,883,065	72,137,385	1,040,741,416	236,981,571	1,277,722,987	92.37
2011	48,530,150	25,159,503	73,689,653	1,069,513,666	239,614,314	1,309,127,980	91.99
2012	48,369,540	25,712,443	74,081,983	1,068,458,250	244,880,409	1,313,338,659	91.99
2013	47,693,890	27,617,738	75,311,628	1,062,212,583	263,026,076	1,325,238,659	91.99
2014	47,269,180	29,478,370	76,747,550	1,054,719,166	280,746,380	1,335,465,546	91.99
2015	47,803,310	29,084,197	76,887,507	1,070,595,583	276,992,447	1,347,588,030	91.99
2016	48,093,070	30,010,622	78,103,692	1,080,559,666	285,915,447	1,366,475,113	91.99
2017	50,320,000	29,989,092	80,309,092	1,013,374,583	271,767,488	1,285,142,071	91.99

Source: All information in this schedule was obtained from the Edgefield County Auditor.

EDGEFIELD COUNTY, SOUTH CAROLINA

PROPERTY TAX RATES DIRECT AND OVERLAPPING GOVERNMENTS LAST TEN FISCAL YEARS

Direct & Overlapping:

Fiscal Year	County Direct Rates						Overlapping Rates
	County Operations	County Debt	Industrial Development	Recreation	EMS Service	Total Direct Rate	Hospital Operations
2008	71.00	5.00	0.83	3.15	9.60	89.580	6.50
2009	71.00	6.57	0.83	3.08	10.60	92.080	6.50
2010	73.40	5.24	0.83	1.50	11.40	92.370	6.50
2011	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2012	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2013	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2014	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2015	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2016	74.90	4.36	0.83	1.50	10.40	91.990	6.50
2017	74.90	4.36	0.83	1.50	10.40	91.990	6.50

Year	Overlapping Rates (Continued)						Total Direct & Overlapping Rates
	School Operations	School Bond	Fire District	City of Johnston	City of Trenton	Total Overlapping Rates	
2008	175.44	23.50	10.00	75.70	0.00	291.140	380.720
2009	180.44	23.50	10.00	77.70	69.00	367.140	459.220
2010	188.74	24.50	10.00	80.80	69.00	379.540	471.910
2011	189.84	24.50	10.00	81.13	69.00	380.970	472.960
2012	194.73	24.00	10.00	81.13	69.00	385.360	477.350
2013	195.73	24.00	10.00	81.13	69.00	386.360	478.350
2014	200.88	26.50	10.00	81.13	69.00	394.010	486.000
2015	200.88	25.00	10.00	81.13	69.00	392.510	484.500
2016	203.38	24.50	10.00	81.13	69.00	394.510	486.500
2017	206.88	24.50	10.00	81.13	69.00	398.010	490.000

Source: All information in this schedule was obtained from the Edgefield County Auditor.

EDGEFIELD COUNTY, SOUTH CAROLINA

PRINCIPAL PROPERTY TAXPAYERS CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2017		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
SCE&G	\$ 4,146,570	1	5.16%
Aiken Electric Coop, Inc	2,453,540	2	3.06%
Southern Felt Co.	1,271,880	3	1.58%
Milliken & Company, Inc	1,059,560	4	1.32%
Parkdale America, LLC	1,013,200	5	1.26%
Prefco XXVI, LLC	994,760	6	1.24%
Pac Tell Group, Inc	702,124	7	0.87%
Bluegrass Materials Co., LLC	596,780	8	0.74%
Colonial Pipelines Co.	457,190	9	0.57%
Bellsouth Communications	413,990	10	0.52%
	\$ 13,109,594		16.32%

Taxpayer	2008		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Parkdale America, LLC	\$ 2,421,030	1	3.40%
SCE&G	2,234,690	2	3.14%
Milliken & Company, Inc	1,336,300	3	1.88%
Southern Felt Co.	998,749	4	1.40%
Bor Unit Investors, LLC	828,140	5	1.16%
Bellsouth Communications	765,750	6	1.08%
Colonial Pipelines Co.	596,090	7	0.84%
Kelly S. Umberger	416,710	8	0.59%
Urban Outfitters Co., LP	411,992	9	0.58%
SCE&G	353,350	10	0.50%
	\$ 10,362,801		14.56%

Source: All information in this schedule was obtained from the Edgefield County Auditor.

EDGEFIELD COUNTY, SOUTH CAROLINA

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year</u>		<u>Delinquent Tax Collection</u>	<u>Total Tax Collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2008	\$ 22,247,174	\$ 15,294,738	68.75%	\$ 969,801	16,264,539	73.11%
2009	23,858,162	15,583,302	65.32%	939,374	16,522,676	69.25%
2010	23,288,112	16,521,565	70.94%	2,325,065	18,846,630	80.93%
2011	24,112,728	17,137,930	71.07%	520,524	17,658,454	73.23%
2012	24,315,188	17,520,870	72.06%	906,765	18,427,635	75.79%
2013	25,294,916	17,548,053	69.37%	572,403	18,120,456	71.64%
2014	25,662,078	18,294,004	71.29%	1,045,024	19,339,028	75.36%
2015	25,862,651	18,681,342	72.23%	451,889	19,133,231	73.98%
2016	26,545,102	18,526,284	69.79%	520,870	19,047,154	71.75%
2017	27,402,265	19,466,810	71.04%	378,307	19,845,117	72.42%

Source: All information in this schedule was obtained from the Edgefield County Auditor.

EDGEFIELD COUNTY, SOUTH CAROLINA

RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Governmental Activities		Business-type Activities*	Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	General Obligation Bonds	Capital Leases	Capital Leases			
2008	\$ 1,519,724	\$ 687,994	\$ 131,834	\$ 2,339,552	N/A	91
2009	1,138,031	514,867	73,579	1,726,477	N/A	67
2010	766,950	343,789	56,242	1,166,981	N/A	43
2011	597,275	298,685	-	895,960	N/A	34
2012	1,177,100	74,817	-	1,251,917	N/A	48
2013	833,924	22,707	-	856,631	N/A	33
2014	3,301,688	-	N/A	3,301,688	N/A	125
2015	2,923,845	-	N/A	2,923,845	N/A	110
2016	3,388,928	-	N/A	3,388,928	N/A	124
2017	3,055,265	-	N/A	3,055,265	N/A	112

Source: Edgefield County Finance Department

¹ See the table for Demographic and Economic Statistics for personal income and population data used for these calculations.

Notes:

The Edgefield County General Obligation Bond, Series 2016 for the Edgefield County Hospital Authority was issued for a special tax district, it does not impact the debt limit of the County.

* The County stopped reporting business-type activities beginning in fiscal year 2014.

N/A - Information is not available.

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

EDGEFIELD COUNTY, SOUTH CAROLINA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

Year	Population	Property Assessed Value	General Bonded Debt Outstanding			Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
			Gross Bonded Debt	Restricted Debt Service Funds	Net Bonded Debt		
2008	25,588	\$ 71,186,401	\$ 1,519,724	\$ 288,320	\$ 1,231,404	1.73%	\$ 48
2009	25,752	74,068,369	1,138,031	286,121	851,910	1.15%	33
2010	26,959	72,137,385	766,950	311,068	455,882	0.63%	17
2011	26,740	73,689,653	597,275	314,759	282,516	0.38%	11
2012	26,342	74,081,983	1,177,100	327,691	849,409	1.15%	32
2013	26,277	75,311,628	833,924	335,258	498,666	0.66%	19
2014	26,457	76,747,550	3,301,688	3,153,248	148,440	0.19%	6
2015	26,514	76,887,507	2,923,845	2,729,134	194,711	0.25%	7
2016	27,396	78,103,692	3,388,928	3,401,347	(12,419)	-0.02%	(0)
2017	27,396	80,309,092	3,055,265	1,987,066	1,068,199	1.33%	39

Source: Edgefield County Finance Department

Note:

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

EDGEFIELD COUNTY, SOUTH CAROLINA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2017**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ¹</u>	<u>Estimated Share of Overlapping Debt</u>
Direct debt:			
Edgefield County direct debt	\$ 1,435,408	100%	\$ 1,435,408
Overlapping debt:			
Edgefield County School District	7,655,000	100%	7,655,000
Special Purpose District:			
Edgefield County Hospital Authority	1,619,857	100%	1,619,857
Total overlapping debt			<u>9,274,857</u>
Total direct and overlapping debt			<u>\$ 10,710,265</u>

SOURCES:

Edgefield County Auditor and Edgefield County Finance Department

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 the Edgefield County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by 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.

¹ The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the District's boundaries and dividing it by the County's total taxable assessed value.

EDGEFIELD COUNTY, SOUTH CAROLINA

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2008	2009	2010	2011
Legal debt limit**	\$ 5,681,259	\$ 5,724,062	\$ 5,767,218	\$ 5,846,554
Total net debt applicable to limit	1,231,404	851,910	455,882	282,516
Legal debt margin	<u>\$ 4,449,855</u>	<u>\$ 4,872,152</u>	<u>\$ 5,311,336</u>	<u>\$ 5,564,038</u>
Total net debt applicable to the limit as a percentage of debt limit	21.67%	14.88%	7.90%	4.83%

* See the Assessed and Estimated Actual Value of Taxable Property schedule for detail of assessed taxable value.

** Under state law, the County's outstanding general obligation debt should not exceed 8% of total assessed

Source: Edgefield County Auditor and Edgefield County Treasurer

Legal Debt Margin Calculation for Fiscal Year 2017

Assessed Value*	\$ 80,309,092
Debt Limit (8% of assessed value)**	6,424,727
Debt applicable to limit:	
General obligation bonds	1,435,408
Less: amount set aside for repayment of general obligation bonds	<u>(1,987,066)</u>
Total net debt applicable to limit	<u>(551,658)</u>
Legal debt margin	<u><u>\$ 6,424,727</u></u>

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 5,934,902	\$ 6,033,114	\$ 6,077,571	\$ 6,156,606	\$ 6,156,606	\$ 6,424,727
849,409	498,666	148,440	-	-	-
<u>\$ 5,085,493</u>	<u>\$ 5,534,448</u>	<u>\$ 5,929,131</u>	<u>\$ 6,156,606</u>	<u>\$ 6,156,606</u>	<u>\$ 6,424,727</u>
14.31%	8.27%	2.44%	0.00%	0.00%	0.00%

EDGEFIELD COUNTY, SOUTH CAROLINA

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

Year	Population*	median Household Income*	Per Capita Personal Income*	Median Age*	School Enrollment**	Unemployment Rate*
2008	25,588	N/A	N/A	N/A	3,937	6.7%
2009	25,752	N/A	N/A	38.5	3,918	10.2%
2010	26,959	\$ 42,834	\$ 19,901	40.1	3,796	9.9%
2011	26,740	44,090	20,549	40.2	3,762	9.9%
2012	26,342	44,208	20,567	40.6	3,348	9.4%
2013	26,277	43,861	20,753	41.5	3,271	8.1%
2014	26,457	44,704	20,809	41.8	3,313	6.7%
2015	26,514	46,637	21,723	42.1	3,326	6.4%
2016	27,396	50,239	23,289	41.3	3,339	5.5%
2017	27,396	50,239	23,289	41.3	3,373	5.5%

Source: * Economic Development Partnership

** Edgefield County School District

N/A Information is not available

EDGEFIELD COUNTY, SOUTH CAROLINA

PRINCIPAL EMPLOYERS CURRENT CALENDAR YEAR AND NINE YEARS AGO

2017			
Employer **	Employees**	Rank	Percentage of Total County Employment
Edgefield County School District	540	1	2.05%
Milliken & Company	200	2	0.76%
Edgefield County	197	3	0.75%
Southern Felt	150	4	0.57%
US Fibers	150	5	0.57%
N/A	N/A	6	N/A
N/A	N/A	7	N/A
N/A	N/A	8	N/A
N/A	N/A	9	N/A
N/A	N/A	10	N/A
	1,237		4.69%

2008*			
Employer	Employees	Rank	Percentage of Total County Employment
N/A	N/A	1	N/A
N/A	N/A	2	N/A
N/A	N/A	3	N/A
N/A	N/A	4	N/A
N/A	N/A	5	N/A
N/A	N/A	6	N/A
N/A	N/A	7	N/A
N/A	N/A	8	N/A
N/A	N/A	9	N/A
N/A	N/A	10	N/A
	-		0.00%

* Information for 2008 employment is not available.

Source:

** Local Government Debt report and US Census Bureau

N/A Information is not available

EDGEFIELD COUNTY, SOUTH CAROLINA

FULL-TIME EDGEFIELD COUNTY EMPLOYEES BY FUNCTION LAST TEN FISCAL YEARS

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government	37.5	37.5	37	38.5	40	38	37.5	36.5	31.5	31.5
Staff Agencies	30.5	29	28.5	28.5	34.5	32	35	35	35.5	35.5
Public Safety	70	64	66	67	69.5	74	74	74	71.5	71.5
Public Works	9	8	10	9	7	8	7	7	7	6
Solid Waste	8	8	9	7.5	7	8	8	8	7.5	0
Recreation	2	2	1	1	1	1	1	1	1	1
Health and Social Services	17	20	17	16	19	20	18	23	22	22
Total Edgefield County Employees	<u>174.0</u>	<u>168.5</u>	<u>168.5</u>	<u>167.5</u>	<u>178.0</u>	<u>181.0</u>	<u>180.5</u>	<u>184.5</u>	<u>176.0</u>	<u>167.5</u>

Source: Edgefield County Human Resources Office.

EDGEFIELD COUNTY, SOUTH CAROLINA

OPERATING INDICATORS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government:										
Council:										
County Council meetings	N/A	N/A	N/A	N/A	N/A	N/A	15	17	23	16
Staff Agencies	N/A									
Finance Agencies	N/A									
Public Safety	N/A									
Public Works										
Miles of roads	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41
Health and social services										
EMS										
Total calls received	N/A	N/A	N/A	N/A	N/A	2,344	2,380	2,837	3,002	3,104
Building maintenance	N/A									
Nondepartmental	N/A									
Other	N/A									

Information is not available. This schedule is a work in progress that will be updated the following year when information becomes N/A available.

EDGEFIELD COUNTY, SOUTH CAROLINA

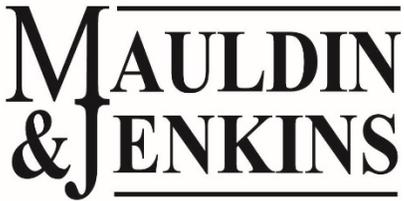
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Recreation and Culture										
Community centers	N/A	N/A	N/A	N/A	N/A	1	1	1	1	1
Health and Social Services										
Number of ambulances	4	4	4	4	5	5	5	5	5	5
Public Works										
Miles of roads	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41	211.41
Collection sites	8	8	8	8	8	8	8	8	8	8
Public Safety:										
Sheriff:										
Patrol vehicles	18	18	18	18	18	18	18	18	18	18
Nondepartmental:										
Health, Education and Welfare										
County Libraries	1	1	1	1	1	1	1	1	1	1

N/A Information is not available.

Source: Various County departments.

COMPLIANCE SECTION



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

**County Council
of Edgefield County
Edgefield, South Carolina**

We have audited, 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, the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Edgefield County, South Carolina, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Edgefield County, South Carolina's basic financial statements and have issued our report thereon dated November 27, 2017. Our report includes a reference to other auditors who audited the financial statements of the Edgefield County Hospital, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Edgefield County Hospital were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Macon, Georgia
November 27, 2017

Mauldin & Jenkins, LLC

EDGEFIELD COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting: Material weaknesses identified?	___ Yes <u>X</u> No
Significant deficiencies identified not considered to be material weaknesses?	___ Yes <u>X</u> No
Noncompliance material to financial statements noted?	___ Yes <u>X</u> No

Federal Awards

There was not an audit of major federal award programs as of June 30, 2017 due to the total amount expended being less than \$750,000.

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Not applicable.

EDGEFIELD COUNTY, SOUTH CAROLINA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

2016-001. Management of Accounts Receivable

Criteria: Generally accepted accounting principles require revenues to be recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. As a part of these processes, the County should review all revenue transactions to determine reporting in the proper period.

Condition: The County did not properly record amounts receivable from multiple sources in the General, User Fee, 911, Criminal Domestic Violence, and School Operating funds as of June 30, 2016.

Status: Resolved.

2016-002. Year-end Closing Procedures

Criteria: Internal controls and effective procedures should be in place to ensure that the audit adjustments are posted to the County's accounting system and that balances are properly rolled forward to the subsequent fiscal year.

Condition: The County did not have sufficient controls and procedures in place to ensure the accuracy of the beginning balances of items requiring accrual which led to inconsistencies in the reported fund balances reported in the General, Assistant Solicitor, Solicitor, Industrial Development, Road Fee, Sheriff's Grants, Clerk of Courts, User Fee, 911, Victim's Bill of Rights, Pre-Trial Prevention, EMS, SRO Grant, Recreation, Criminal Domestic Violence, County Tire, Capital Projects, and Debt Service funds.

Status: Resolved.

2016-003. Management of Accrued Liabilities

Criteria: Generally accepted accounting principles require the reporting of all current liabilities whose liquidation is expected to require the use of current assets when the goods have been received or services have been performed.

Condition: The County did not properly address the above criteria as of June 30, 2016 as it relates to accrued salaries and wages as well as other payroll accrual items in the General, Assistant Solicitor, Solicitor, Road Fee, Clerk of Courts, User Fee, 911, Victim's Bill of Rights, Pre-Trial Prevention, EMS, SRO Grant, Recreation, and Criminal Domestic Violence funds.

Status: Resolved.

EDGEFIELD COUNTY, SOUTH CAROLINA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

2016-004. Improper Reporting of Expenditures

Criteria: Governmental accounting standards require debt service funds to be used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Condition: The County did not properly address the above criteria as of June 30, 2016 as it relates to the proper reporting of capital outlay expenditures in the County's funds. The County reported capital outlay expenditures in the Debt Service fund.

Status: Resolved.

2016-005. Management of Capital Assets

Criteria: Generally accepted accounting principles require items purchased with a measurable future economic value to be recorded as capital assets and depreciated over their useful life.

Condition: All capital asset activity was not recorded in the County's capital asset accounting system as it relates to governmental activities.

Status: Resolved.

2016-006. Management of Transfer and Internal Balances

Criteria: Internal controls and effective procedures should be in place to ensure that interfund receivables, payables, and transfers between funds are reconciled between the funds to ensure that all activity is properly recorded.

Condition: The County did not properly address the above criteria as of June 30, 2016, as it relates to interfund balances and transfers in the General, Assistant Solicitor, Solicitor, and User Fee funds.

Status: Resolved.

2016-007. Segregation of Duties

Criteria: Internal controls should be in place to provide reasonable assurance that an individual cannot misappropriate funds without such actions being detected during the normal course of business.

Condition: Appropriate segregation of duties among the functions of payroll processing, maintaining personnel files, performing human resources functions and making personnel changes in the payroll system does not exist.

Status: Resolved.