

# **PICKENS COUNTY, SOUTH CAROLINA**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

*As of and for the Year Ended June 30, 2022*

*And Reports of Independent Auditor*

*Prepared by:*

*Ralph Guarino, Finance Director*

**PICKENS COUNTY, SOUTH CAROLINA**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

*FISCAL YEAR ENDED JUNE 30, 2022*

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## **INTRODUCTORY SECTION**

# PICKENS COUNTY

SOUTH CAROLINA

## COUNCIL MEMBERS

CHRIS BOWERS, CHAIRMAN ROY  
COSTNER, VICE CHAIRMAN  
TREY WHITEHURST, VICE PRO-TEM  
ALEX SAITTA  
R. ENSLEY FEEMSTER  
HENRY WILSON



## COUNTY ADMINISTRATOR

KEN ROPER

## CLERK TO COUNCIL

MEAGAN NATIONS

November 29, 2022

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

The Annual Comprehensive Financial Report (Report) for the County of Pickens, South Carolina, for the fiscal year ended June 30, 2022, is hereby submitted pursuant to South Carolina Code Title 4 Chapter 9 Section 150 of the South Carolina Code of Laws. Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including all disclosures rests with the County. The staff of the Finance Department compiled this report in close cooperation with the external auditors. It represents the official report of the County's financial operations and condition to the citizens, County Council, County management, rating agencies and other interested persons.

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

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

In compliance with the laws of the State of South Carolina, the County's financial statements have been audited by Cherry Bekaert LLP, a firm of licensed certified public accountants. The audit was performed to provide reasonable assurance that the financial statements are free of material misstatement for the fiscal year ended June 30, 2022. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principals used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The Report of the Independent Auditor is presented in the Financial Section of this report.

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



## PROFILE OF THE GOVERNMENT

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

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

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

## BUDGETARY CONTROLS

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

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

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

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

## FACTORS AFFECTING FINANCIAL CONDITION

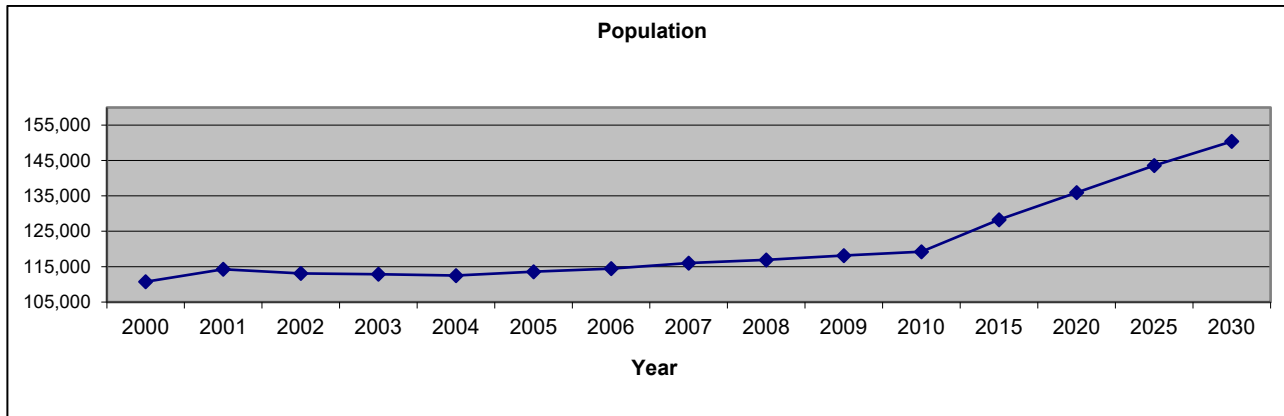
### Local Economy

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

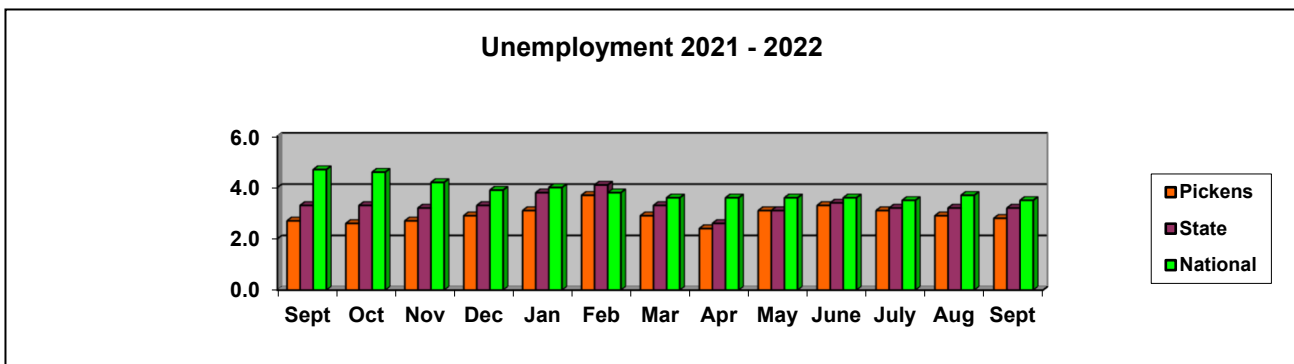
The County population grew 10.2% between the 2010 and 2020 censuses with average annual growth of 1.02% for the period. This has resulted in Pickens County lagging behind in the South Carolina Upstate region, which experienced an 11.9% population growth between censuses. The State of South Carolina experienced a 14.7% growth for the same period with an annual average growth of 1.47%. Pickens County, according to the U. S. Census Bureau, ranks 14<sup>th</sup> most populous county in the state and the 19<sup>th</sup> fastest growing county in the state among 45 other counties. Pickens County population is projected to increase by 14.5% between 2020 and 2030 with an average annual growth of 1.45%.

### Expected Growth

Year	County	Population	
		SC Upstate	South Carolina
2000	110,757	1,220,542	4,012,012
2005	113,575	1,391,335	4,280,581
2010	119,224	1,356,900	4,549,150
2015	128,260	1,425,770	4,784,700
2020	131,404	1,518,710	5,218,040
2025	143,570	1,563,510	5,256,080
2030	150,420	1,629,510	5,488,460



According to the South Carolina Employment Security Commission, unemployment slightly increased in September (latest available numbers) from the previous year figure of 2.7% to 2.8%. This is below the State of South Carolina unemployment rate of 3.2% and lower than the national average for the United States of 3.5% for September 2022



### LONG-TERM FINANCIAL PLANNING

The County entered fiscal year 2022 with a strong financial position as noted with our credit rating with Moody's of Aa2 and Standard & Poor's of AA. Total fund balance and unassigned fund balance as of June 30, 2022, in the General Fund was \$44,665,999 and \$32,703,354, respectively. This represents 92.2% and 67.5% of expenditures, respectively.

Council approved in the fall of 2021 five goals for calendar year 2022 with several objectives defined to achieve these goals. The five goals listed were Provide Efficient Essential Services, Protect and Enhance our Unique Nature, Promote a Culture of Public Service, Deliver Prompt and Effective Emergency Response and Strengthen Our Resilient Local Economy. As it relates to long term financial planning, staff developed a five capital improvement plan which was given to Council in the fall of 2021.

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

## PENSION PLANS

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

## ACKNOWLEDGEMENTS

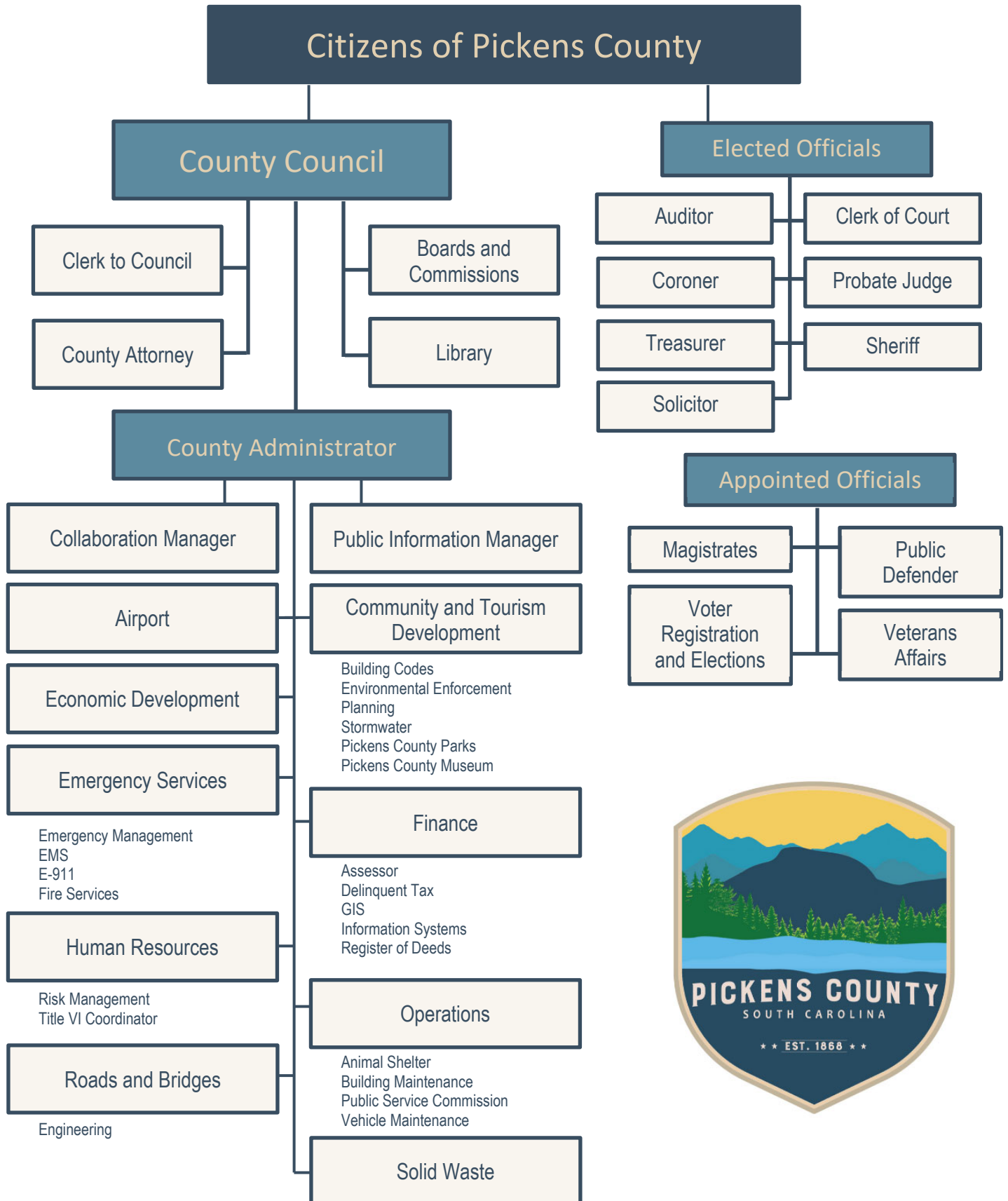
The preparation of the comprehensive annual financial report would not have been possible without the assistance of the Finance Department staff. The hard work and dedication of these individuals significantly contributed to the completion of this document. Moreover, the support and leadership of the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

Respectfully,

*Ralph E. Guarino Jr.*

Ralph E. Guarino, Jr.  
Finance Director

# Pickens County Organizational Chart



PICKENS COUNTY, SOUTH CAROLINA

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PRINCIPAL OFFICIALS

For the Year Ended June 30, 2022

MEMBERS OF COUNTY COUNCIL

Chris Bowers, Chairman  
Roy Costner, Vice Chairman  
Robert Ensley Feemster  
Alex Saitta  
Trey Whitehurst  
Henry Wilson

ELECTED OFFICIALS

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

ADMINISTRATIVE OFFICIALS

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

## **FINANCIAL SECTION**

## Report of Independent Auditor

To the Pickens County Council  
Pickens County, South Carolina

### Report on the Audit of the Financial Statements

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the Economic Development Alliance of Pickens County (the "Alliance"), a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens County, South Carolina (the "County"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the Alliance, a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens County, South Carolina, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Grants Fund, and Fire District Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 18 and the required supplementary information on pages 64 through 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual fund financial statements and schedules, state compliance section, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, state compliance section, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2022 on our consideration of the County's internal control over financial reporting and on compliance and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Cherry Bekaert LLP".

Greenville, South Carolina  
November 29, 2022

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Pickens County, we offer readers of Pickens County's financial statements this narrative overview and analysis of the financial activities of Pickens County for the fiscal year ended June 30, 2022. We encourage readers to read the information presented here in conjunction with additional information we have furnished in the County's financial statements, which follow this narrative.

### Financial Highlights

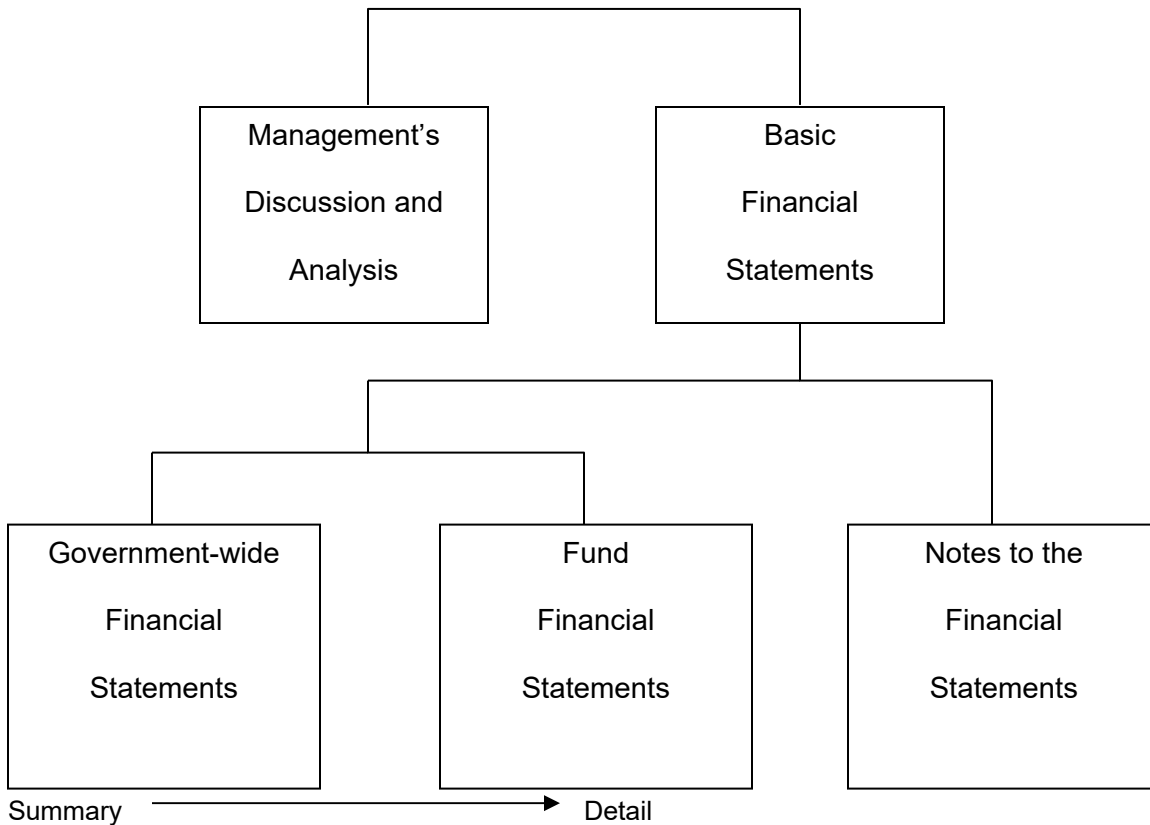
- The assets of Pickens County exceeded its liabilities at the close of the fiscal year by \$88,729,194. Of this amount \$9,524,710 may be used to meet the County's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$9,033,773. Pickens County received its second payment from the American Rescue Plan Act (ARPA) in the amount of \$12,322,865 which increased the County cash position significantly. Council is working on plans on how to allocate these funds to different programs but at June 30<sup>th</sup> 2022 no funds have been disbursed. Another item of note for the increase in net position was Council approved a 9.9 millage increase for the General Fund for road improvements. This generated an additional \$6 million in revenue which will be spent as contracts are approved with paving contractors.
- The County's unassigned General Fund balance increased by \$2,517,850 during the 2022 fiscal year. The County historically used fund balance to purchase needed capital items. The County set up a millage rate to fund these capital items which reduced the depletion of the unassigned fund balance allowing for it to increase over the prior year.
- The County had \$72,945,554 in expenses related to governmental activities; program specific charges for services, grants or contributions offset \$21,505,238 of these expenses. General revenues (primarily taxes and unrestricted grants) and net position of \$53,557,892 provided the remaining funding for these programs.
- As of the close of the current fiscal year, Pickens County's governmental funds reported combined ending fund balances of \$66,280,137, an increase of \$9,857,466 in comparison with the prior year. Approximately 62.5% of this total amount, or \$41,422,692, is available for spending at the government's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$32,703,354 or 67.5% of total general fund expenditures for the fiscal year.
- During the 2022 fiscal year, the County's governmental fund type revenues were \$83,161,996 compared to \$73,097,919 in the prior year. This increase is primarily due to the increase in millage rate during the year.
- The total long-term liabilities of the governmental-type activities decreased by \$9,234,102. This is due to the decreased pension liability for employees in the South Carolina Retirement System.

### Overview of the Financial Statements

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

## Required Components of the Annual Financial Report

Figure 1



### Basic Financial Statements

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

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

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

### Government-wide Financial Statements

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

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

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

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

## **Fund Financial Statements**

The fund financial statements provide a more detailed look at the County's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Pickens County, like all other governmental entities in South Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All of the funds of Pickens County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

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

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

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

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

## Government-Wide Financial Analysis

### Pickens County's Net Position

Figure 2

	Governmental Activities		Business-type Activities		Total	Total
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 100,071,418	\$ 83,673,328	\$ 4,268,705	\$ 4,194,318	\$104,340,123	\$ 87,867,646
Capital assets	83,653,268	85,203,022	24,546,896	25,384,201	108,200,164	110,587,223
Land held for resale	650,137	650,137	-	-	650,137	650,137
Total assets	<u>184,374,823</u>	<u>169,526,487</u>	<u>28,815,601</u>	<u>29,578,519</u>	<u>213,190,424</u>	<u>199,105,006</u>
Deferred outflow of resources	<u>11,906,268</u>	<u>12,803,690</u>	<u>385,022</u>	<u>390,756</u>	<u>12,291,290</u>	<u>13,194,446</u>
Long-term liabilities outstanding	90,841,459	99,808,155	3,143,276	3,410,682	93,984,735	103,218,837
Other liabilities	31,240,004	12,113,349	256,058	306,806	31,496,062	12,420,155
Total liabilities	<u>122,081,463</u>	<u>111,921,504</u>	<u>3,399,334</u>	<u>3,717,488</u>	<u>125,480,797</u>	<u>115,638,992</u>
Deferred inflows	<u>10,918,625</u>	<u>16,850,781</u>	<u>353,098</u>	<u>114,258</u>	<u>11,271,723</u>	<u>16,965,039</u>
Net position:						
Net investment in capital assets	56,322,143	56,167,746	22,882,341	22,472,291	79,204,484	78,640,037
Restricted	21,604,514	16,123,358	232,740	225,000	21,837,254	16,348,358
Unrestricted	(14,645,654)	(18,733,212)	2,333,110	3,440,238	(12,312,544)	(15,292,974)
Total net position	<u>\$ 63,281,003</u>	<u>\$ 53,557,892</u>	<u>\$ 25,448,191</u>	<u>\$ 26,137,529</u>	<u>\$ 88,729,194</u>	<u>\$ 79,695,421</u>

Net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of Pickens County exceeded liabilities and deferred inflows by \$88,729,194 as of June 30, 2022. The County's net position increased by \$9,242,961 for the fiscal year ended June 30, 2022. The County's investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt still outstanding that was issued to acquire those items, which accounts for the largest portion was \$79,204,484. Pickens County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Pickens County's investment in capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Pickens County's net position of \$21,837,254 represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$12,312,544) is unrestricted.

**Pickens County's Changes in Net Position**

**Figure 3**

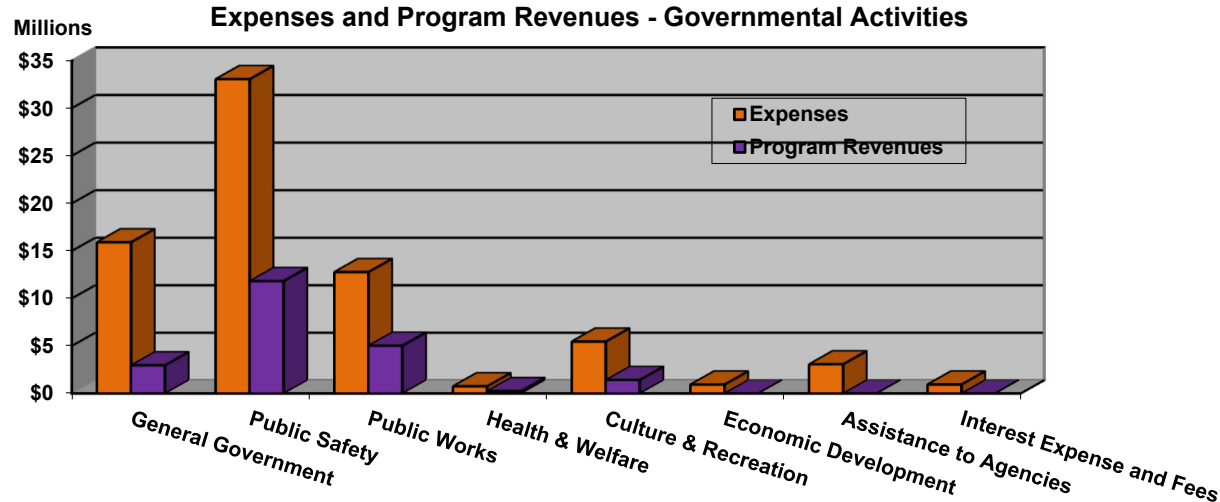
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	<b>Total</b>
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
Revenues:						
Program revenues:						
Charges for services	\$ 16,264,373	\$ 15,358,354	\$ 2,611,064	\$ 2,409,468	\$ 18,875,437	\$ 17,767,822
Operating grants and contributions	5,240,865	6,722,514	-	-	5,240,865	6,722,514
Capital grants and contributions	-	-	392,580	1,210,638	392,580	1,210,638
General revenues:						
Property taxes	36,671,560	29,818,168	-	-	36,671,560	29,818,168
Other taxes	13,925,659	12,439,750	-	-	13,925,659	12,439,750
Grants and contributions not restricted to specific programs	9,870,674	7,610,352	259,247	486,786	10,129,921	8,097,138
Other	695,534	967,244	189,648	4,678	885,182	971,922
Total revenues	<u>82,668,665</u>	<u>72,916,382</u>	<u>3,452,539</u>	<u>4,111,570</u>	<u>86,121,204</u>	<u>77,027,952</u>
Expenses:						
General government	15,924,612	16,760,745	-	-	15,924,612	16,760,745
Public safety	33,063,645	33,241,001	-	-	33,063,645	33,241,001
Public works	12,783,651	14,901,767	-	-	12,783,651	14,901,767
Health and welfare	758,249	759,276	-	-	758,249	759,276
Culture and recreation	5,464,418	5,042,633	-	-	5,464,418	5,042,633
Economic development	936,066	798,294	-	-	936,066	798,294
Assistance to other agencies	3,072,492	1,986,863	-	-	3,072,492	1,986,863
Unallocated interest expense and fees	942,421	1,159,636	-	-	942,421	1,159,636
Public service commission	-	-	3,017,270	2,639,478	3,017,270	2,639,478
Airport	-	-	1,124,607	880,189	1,124,607	880,189
Other	-	-	-	-	-	-
Total expenses	<u>72,945,554</u>	<u>74,650,215</u>	<u>4,141,877</u>	<u>3,519,667</u>	<u>77,087,431</u>	<u>78,169,882</u>
Increase (decrease) in net position before transfers	9,723,111	(1,733,833)	(689,338)	591,903	9,033,773	(1,141,930)
Transfers	-	-	-	-	-	-
Increase (decrease) in net position	9,723,111	(1,733,833)	(689,338)	591,903	9,033,773	(1,141,930)
Net position, beginning	<u>53,557,892</u>	<u>55,291,725</u>	<u>26,137,529</u>	<u>25,545,626</u>	<u>79,695,421</u>	<u>80,837,351</u>
Net position, ending	<u>\$ 63,281,003</u>	<u>\$ 53,557,892</u>	<u>\$ 25,448,191</u>	<u>\$ 26,137,529</u>	<u>\$ 88,729,194</u>	<u>\$ 79,695,421</u>

**Changes in net position** - The County's total revenues increased from the prior year by approximately \$9.1 million or 11.8% (See figure 3 above). Property taxes accounts and program revenues (charges for services and restricted operating and capital grants) accounts for 42.6% and 28.5% of the County's revenues, respectively. Contributions and donation, other taxes, franchise fees and interest income account for the remainder of the revenue.

The total cost of all programs decreased by approximately \$1.0 million, or more than 1.4%, which includes depreciation for all capital assets as required under Governmental Accounting Standards Board Statement No. 34.

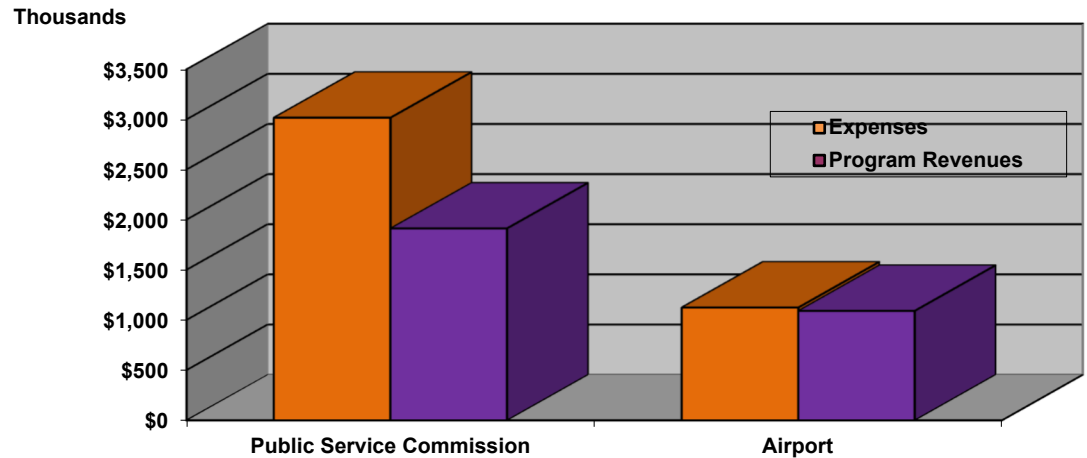
**Governmental activities** – Governmental activities increased the County’s net position by approximately \$9.9 million. Several particular aspects of the County’s financial operations positively influenced the total governmental activities:

- Pickens County received its second payment from the American Rescue Plan Act (ARPA) in the amount of \$12,322,865 which increased the County cash position significantly. Council is working on plans on how to allocate these funds to different programs but at June 30<sup>th</sup> 2022 no funds have been disbursed.
- Another item of note for the increase in net position was Council approved a 9.9 millage increase for the General Fund for road improvements. This generated an additional \$6 million in revenue which will be spent as contracts are approved with paving contractors.



**Business-type activities** – Business-type activities decreased Pickens County’s net position by \$689,338. Capital contributions for the Airport was the main factor in the decrease. The existing terminal area is now 'built-out' and this cross field property will begin the apron and taxiway development needed to help sustain the airport and begin the near-term plan to develop the entire cross field airport terminal area. The Public Service Commission and Airport had depreciation expense of \$1,012,482 and \$161,461, respectively.

**Expenses and Program Revenues - Business Activities**



**Financial Analysis of the County’s Funds**

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

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

The General Fund is the chief operating fund of Pickens County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$32,70,354, while total fund balance reached \$44,665,999. As a measure of the General Fund’s liquidity, it may be useful to compare both, unassigned fund and total fund balance to its total original budgeted expenditures for the subsequent year. The unassigned fund balance represents 62.6 percent of the total General Fund budgeted expenditures for the fiscal year 2021-2022, while the total fund balance represents 92.2 percent of that same amount. General Fund expenditures increased 3.1 percent. This is due to a cost of living adjustment of 2% given to all employees at the beginning of the fiscal year and increased capital outlay for departments.

The Fire District Funds which is a major fund of the County, decreased its fund balance from FY 2021 by \$2,945,543. This was due to the consolidation of ten of the County’s thirteen fire fee districts into one combined fire district. The County advance the fire district in FY 2022 nearly \$4 million to pay off existing debt with banks and to loan the fire district funds to purchase much needed capital expenditures.

At June 30, 2022, the governmental funds of Pickens County reported a combined fund balance of \$66,280,137, an 17.5% increase over the previous year.

**General Fund Budgetary Highlights** – During the fiscal year, the County revised the budget on one occasion. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased budgeted expenditures by \$3,709,033.

**Proprietary Funds** – Pickens County’s proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the Public Service Commission Fund at the end of the fiscal year amounted to \$2,362,511 and unrestricted net deficit for the Airport equaled (\$29,401). The total current year change in net position for Public Service Commission and the Airport was (\$1,101,411) and \$412,073, respectively.

### **Capital Asset and Debt Administration**

**Capital assets** – Pickens County’s capital assets for its governmental and business-type activities as of June 30, 2022 totaled \$108,200,164 (net of accumulated depreciation). This is a net decrease of \$2,387,059 or 2.2%. These assets include buildings, roads and bridges, land, machinery and equipment, park facilities, construction-in-progress and vehicles.

Major capital asset transactions during the year include:

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



## Pickens County's Capital Assets

(net of depreciation)

**Figure 4**

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

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	<b>Total</b>
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
Land	\$ 4,693,646	\$ 4,681,741	\$ 2,961,928	\$ 2,961,928	\$ 7,655,574	\$ 7,643,669
Buildings	48,763,384	50,557,162	3,106,684	3,226,319	51,870,068	53,783,481
Improvements and infrastructure	14,487,656	15,253,715	17,808,283	18,568,652	32,295,939	33,822,367
Machinery and equipment	12,878,138	12,370,070	174,339	208,566	13,052,477	12,578,636
Construction in progress	2,830,444	2,340,334	495,662	418,736	3,326,106	2,759,070
<b>Total</b>	<b>\$ 83,653,268</b>	<b>\$ 85,203,022</b>	<b>\$ 24,546,896</b>	<b>\$ 25,384,201</b>	<b>\$ 108,200,164</b>	<b>\$ 110,587,223</b>

**Long-Term Debt** – As of June 30, 2022, Pickens County had total bonded debt outstanding of \$27,822,218, part of which is debt backed by the full faith and credit of the County.

## Pickens County's Outstanding Debt General Obligation Bonds

**Figure 5**

	<b>Governmental Activities</b>	
	<b>2022</b>	<b>2021</b>
General obligation bonds	\$ 26,157,663	\$ 27,751,159
	<b>Business-Type Activities</b>	
	<b>2022</b>	<b>2021</b>
Revenue bonds	\$ 1,664,555	\$ 1,703,924

The State of South Carolina limits the amount of general obligation debt that a unit of government can issue to 8% of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Pickens County is \$28,739,818. The County has \$21,390,000 in bonds and notes authorized at June 30, 2022, which are pledged against the full faith, credit and taxing power of Pickens County.

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

### **Economic Factors and Next Year's Budgets and Rates**

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

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

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

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

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

### **Budget Highlights for the Fiscal Year Ending June 30, 2023**

The budget has an increase for fiscal year 2023. The total expenditures for fiscal year 2023 will be \$82,225,118 compared to \$77,087,431 for fiscal year 2022, which is an increase of 6.7%. The budget includes a 5% cost of living adjustment for employees and will go into effect July 1, 2022. The budget includes for capital equipment in the amount of \$5,057,155. The largest function of purchases for capital equipment will be in Public Safety and will include purchases for police vehicles and heavy fire trucks for the Fire Department. Other purchases included in the budget for capital are walking floor trailers and containers for Solid Waste, vehicles and equipment for general government departments. Several sources of revenue will pay for the capital including property taxes and savings from previous fiscal years. The largest portion of the General Fund expenditures is personnel services which account for 70.4% of the budget. The largest portion on the revenue side is taxes and this accounts for 66.5% of the revenue. Taxes are made up of real and personal property taxes and sales and use taxes and account for 67.2% and 32.8% of all taxes in the General Fund, respectively.

### **Requests for Information**

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**STATEMENT OF NET POSITION**

Exhibit A

*JUNE 30, 2022*

	Governmental Activities	Business-Type Activities	Total Primary Government	Alliance Pickens	Total Reporting Unit
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 87,986,377	\$ 5,392,272	\$ 93,378,649	\$ 286,785	\$ 93,665,434
Property taxes receivable, net	2,911,072	-	2,911,072	-	2,911,072
Accounts receivable, net	3,613,522	84,792	3,698,314	14,047	3,712,361
Due from other governments	3,495,583	190,887	3,686,470	-	3,686,470
Advances to (from) other funds	1,474,613	(1,474,613)	-	-	-
Inventories	561,052	69,854	630,906	-	630,906
Prepaid items	29,199	5,513	34,712	145	34,857
Total current assets	100,071,418	4,268,705	104,340,123	300,977	104,641,100
Noncurrent assets:					
Land held for resale	650,137	-	650,137	-	650,137
Capital assets, not being depreciated	7,524,090	3,457,590	10,981,680	-	10,981,680
Capital assets, net of accumulated depreciation	76,129,178	21,089,306	97,218,484	-	97,218,484
Total noncurrent assets	84,303,405	24,546,896	108,850,301	-	108,850,301
<b>Total assets</b>	<b>184,374,823</b>	<b>28,815,601</b>	<b>213,190,424</b>	<b>300,977</b>	<b>213,491,401</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>					
Deferred outflow related to state pension	9,753,360	315,459	10,068,819	-	10,068,819
Deferred outflow related to OPEB	2,152,908	69,563	2,222,471	-	2,222,471
<b>Total deferred outflow of resources</b>	<b>11,906,268</b>	<b>385,022</b>	<b>12,291,290</b>	<b>-</b>	<b>12,291,290</b>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	5,647,805	184,969	5,832,774	4,763	5,837,537
Accrued payroll	1,840,660	38,410	1,879,070	22,286	1,901,356
Accrued interest payable	79,673	-	79,673	-	79,673
Unearned revenue - taxes	22,041,555	-	22,041,555	50,000	22,091,555
Current portion, long-term liabilities	1,630,311	32,679	1,662,990	-	1,662,990
Total current liabilities	31,240,004	256,058	31,496,062	77,049	31,573,111
Noncurrent liabilities:					
Landfill closure and post-closure	1,613,941	-	1,613,941	-	1,613,941
Net general obligation bonds	25,866,274	-	25,866,274	-	25,866,274
Revenue bonds	-	1,631,876	1,631,876	-	1,631,876
Accrued compensated absences	383,657	113	383,770	-	383,770
Net pension liability	48,496,285	1,043,377	49,539,662	-	49,539,662
Total OPEB liability	14,481,302	467,910	14,949,212	-	14,949,212
Total noncurrent liabilities	90,841,459	3,143,276	93,984,735	-	93,984,735
<b>Total liabilities</b>	<b>122,081,463</b>	<b>3,399,334</b>	<b>125,480,797</b>	<b>77,049</b>	<b>125,557,846</b>
<b>DEFERRED INFLOW OF RESOURCES</b>					
Deferred inflow related to state pension	9,403,811	304,153	9,707,964	-	9,707,964
Deferred inflow related to OPEB	1,514,814	48,945	1,563,759	-	1,563,759
<b>Total deferred inflow of resources</b>	<b>10,918,625</b>	<b>353,098</b>	<b>11,271,723</b>	<b>-</b>	<b>11,271,723</b>
<b>NET POSITION (DEFICIT)</b>					
Net investment in capital assets	56,322,143	22,882,341	79,204,484	-	79,204,484
Restricted for:					
Debt service	2,419,734	-	2,419,734	-	2,419,734
Public works	6,557,282	-	6,557,282	-	6,557,282
Public safety	7,034,897	-	7,034,897	-	7,034,897
Cultural and recreation	4,807,569	-	4,807,569	-	4,807,569
Intergovernmental	785,032	-	785,032	-	785,032
USDA bonds	-	232,740	232,740	-	232,740
Net position (deficit), unrestricted	(14,645,654)	2,333,110	(12,312,544)	223,928	(12,088,616)
<b>Total net position</b>	<b>\$ 63,281,003</b>	<b>\$ 25,448,191</b>	<b>\$ 88,729,194</b>	<b>\$ 223,928</b>	<b>\$ 88,953,122</b>

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**STATEMENT OF ACTIVITIES**

Exhibit B

YEAR ENDED JUNE 30, 2022

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit	Total Reporting Unit
					Governmental Activities	Business-Type Activities	Total Primary Government	Alliance Pickens	
Governmental activities:									
General government	\$ 15,924,612	\$ 2,750,505	\$ 215,896	\$ -	\$ (12,958,211)	\$ -	\$ (12,958,211)	\$ -	\$ (12,958,211)
Public safety	33,063,645	10,780,232	1,055,760	-	(21,227,653)	-	(21,227,653)	-	(21,227,653)
Public works	12,783,651	1,393,864	3,636,917	-	(7,752,870)	-	(7,752,870)	-	(7,752,870)
Health and welfare	758,249	245,727	4,320	-	(508,202)	-	(508,202)	-	(508,202)
Cultural and recreation	5,464,418	1,094,045	327,972	-	(4,042,401)	-	(4,042,401)	-	(4,042,401)
Economic development	936,066	-	-	-	(936,066)	-	(936,066)	-	(936,066)
Assistance to other agencies	3,072,492	-	-	-	(3,072,492)	-	(3,072,492)	-	(3,072,492)
Debt service - other	942,421	-	-	-	(942,421)	-	(942,421)	-	(942,421)
Total governmental activities	72,945,554	16,264,373	5,240,865	-	(51,440,316)	-	(51,440,316)	-	(51,440,316)
Business-type activities:									
Public Service Commission	3,017,270	1,520,381	-	392,580	-	(1,104,309)	(1,104,309)	-	(1,104,309)
Airport	1,124,607	1,090,683	-	-	-	(33,924)	(33,924)	-	(33,924)
Total business-type activities	4,141,877	2,611,064	-	392,580	-	(1,138,233)	(1,138,233)	-	(1,138,233)
<b>Total primary government</b>	<b>\$ 77,087,431</b>	<b>\$ 18,875,437</b>	<b>\$ 5,240,865</b>	<b>\$ 392,580</b>	<b>\$ (51,440,316)</b>	<b>\$ (1,138,233)</b>	<b>\$ (52,578,549)</b>	<b>\$ -</b>	<b>\$ (52,578,549)</b>
Component unit:									
Alliance Pickens	\$ 520,377	\$ -	\$ 80,189	\$ -	\$ -	\$ -	\$ -	\$ (440,188)	\$ (440,188)
<b>Total component units</b>	<b>\$ 520,377</b>	<b>\$ -</b>	<b>\$ 80,189</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (440,188)</b>	<b>\$ (440,188)</b>
General revenues (expenses):									
Property taxes					\$ 36,671,560	\$ -	\$ 36,671,560	\$ -	\$ 36,671,560
Sales taxes					13,492,820	-	13,492,820	-	13,492,820
Franchise taxes					432,839	-	432,839	-	432,839
Grants and contributions not restricted to specific programs					9,870,674	259,247	10,129,921	-	10,129,921
Investment earnings					361,816	-	361,816	363	362,179
Other revenues and expenses					333,718	189,648	523,366	463,009	986,375
Transfers					-	-	-	-	-
Total general revenues and transfers, net					61,163,427	448,895	61,612,322	463,372	62,075,694
Change in net position					9,723,111	(689,338)	9,033,773	23,184	9,056,957
Net position - beginning					53,557,892	26,137,529	79,695,421	200,744	79,896,165
Net position - ending					\$ 63,281,003	\$ 25,448,191	\$ 88,729,194	\$ 223,928	\$ 88,953,122

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**

Exhibit C-1

JUNE 30, 2022

	General Fund	Grants Fund	Fire Districts	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and investments	\$ 39,643,836	\$ 21,894,068	\$ 4,640,506	\$ 21,807,967	\$ 87,986,377
Property taxes receivable, net	1,406,574	-	975,662	528,836	2,911,072
Accounts receivable - EMS, net	2,883,305	-	-	-	2,883,305
Accounts receivable - other	658,352	-	2,488	69,377	730,217
Due from other governments	2,837,015	171,526	5,738	481,304	3,495,583
Advances to other funds	5,880,310	-	-	-	5,880,310
Inventories	561,052	-	-	-	561,052
Prepaid items	28,207	-	543	449	29,199
Land held for resale	650,137	-	-	-	650,137
Total assets	<u>\$ 54,548,788</u>	<u>\$ 22,065,594</u>	<u>\$ 5,624,937</u>	<u>\$ 22,887,933</u>	<u>\$ 105,127,252</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 4,888,632	\$ 12,779	\$ 99,762	\$ 646,632	\$ 5,647,805
Accrued payroll	1,513,925	11,311	168,840	146,584	1,840,660
Deferred revenue - unearned	-	22,041,555	-	-	22,041,555
Advances from general fund	-	-	4,405,697	-	4,405,697
Total liabilities	<u>6,402,557</u>	<u>22,065,645</u>	<u>4,674,299</u>	<u>793,216</u>	<u>33,935,717</u>
Deferred Inflows of Resources:					
Deferred revenue - delinquent taxes	<u>3,480,232</u>	<u>-</u>	<u>937,435</u>	<u>493,731</u>	<u>4,911,398</u>
Total deferred inflows of resources	<u>3,480,232</u>	<u>-</u>	<u>937,435</u>	<u>493,731</u>	<u>4,911,398</u>
Fund Balances:					
Nonspendable					
Prepaid items	28,207	-	543	449	29,199
Inventories	561,052	-	-	-	561,052
Land held for resale	650,137	-	-	-	650,137
Restricted	-	-	2,016,520	21,600,537	23,617,057
Assigned	10,723,249	-	-	-	10,723,249
Unassigned	<u>32,703,354</u>	<u>(51)</u>	<u>(2,003,860)</u>	<u>-</u>	<u>30,699,443</u>
Total fund balances	<u>44,665,999</u>	<u>(51)</u>	<u>13,203</u>	<u>21,600,986</u>	<u>66,280,137</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 54,548,788</u>	<u>\$ 22,065,594</u>	<u>\$ 5,624,937</u>	<u>\$ 22,887,933</u>	<u>\$ 105,127,252</u>

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit C-2

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

JUNE 30, 2022

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<b>Total Governmental Fund Balances</b>	<b>\$ 66,280,137</b>
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.	83,653,268
Deferred inflows reported in governmental funds balance sheet includes balances of taxes receivable and other receivables deferred because funds were not available to pay current-period expenditures.	4,911,398
The net of deferred outflows and deferred inflows reported in governmental activities statement of net position includes balances related to the state pension and OPEB liabilities. The balances were deferred because funds were not available to pay current-period expenditures	987,643
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Landfill closure and post-closure	(1,729,401)
General obligation bonds	(27,331,125)
Net pension liability	(48,496,285)
Accrued compensated absences	(433,657)
Net OPEB liability	(14,481,302)
Accrued interest payable	(79,673)
<b>Net Position of Governmental Activities</b>	<b>\$ 63,281,003</b>

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit D-1

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

YEAR ENDED JUNE 30, 2022

	<b>General Fund</b>	<b>Grants Fund</b>	<b>Fire Districts</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues</b>					
Taxes	\$ 33,868,926	\$ -	\$ 2,332,807	\$ 13,573,230	\$ 49,774,963
Intergovernmental	6,263,773	3,999,405	7,744	4,532,867	14,803,789
Fees, licenses, and permits	1,556,471	-	4,423,557	1,075,358	7,055,386
Charges for services	9,272,443	-	-	52,103	9,324,546
Fines and forfeitures	386,409	-	-	194,524	580,933
Investment income	413,902	-	-	-	413,902
Contributions	19,298	-	-	42,251	61,549
Other revenues	644,824	-	468	501,636	1,146,928
<b>Total revenues</b>	<b>52,426,046</b>	<b>3,999,405</b>	<b>6,764,576</b>	<b>19,971,969</b>	<b>83,161,996</b>
<b>Expenditures</b>					
Current:					
General government	12,843,882	2,393,817	-	64	15,237,763
Public safety	23,535,603	373,516	5,429,173	872,172	30,210,464
Public works	6,933,913	86,929	-	3,867,623	10,888,465
Health and welfare	760,274	-	-	-	760,274
Culture and recreation	896,104	23,680	-	4,069,947	4,989,731
Economic development and assistance	19,555	-	-	57,999	77,554
Intergovernmental	348,912	800,000	200,000	-	1,348,912
Other	1,519,818	49,831	-	1,613,577	3,183,226
Capital outlay	1,597,670	271,633	1,697,132	425,981	3,992,416
Debt service:					
Principal retirement	-	-	-	1,593,426	1,593,426
Interest and fiscal charges	-	-	52,086	970,233	1,022,319
<b>Total expenditures</b>	<b>48,455,731</b>	<b>3,999,406</b>	<b>7,378,391</b>	<b>13,471,022</b>	<b>73,304,550</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>3,970,315</b>	<b>(1)</b>	<b>(613,815)</b>	<b>6,500,947</b>	<b>9,857,446</b>
<b>Other financing sources (uses)</b>					
Transfers (in) out of deficit balance	-	-	(2,331,728)	2,331,728	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(2,331,728)</b>	<b>2,331,728</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>3,970,315</b>	<b>(1)</b>	<b>(2,945,543)</b>	<b>8,832,675</b>	<b>9,857,446</b>
<b>Fund balance - beginning</b>	<b>40,695,684</b>	<b>(50)</b>	<b>2,958,746</b>	<b>12,768,311</b>	<b>56,422,691</b>
<b>Fund balance - ending</b>	<b>\$ 44,665,999</b>	<b>\$ (51)</b>	<b>\$ 13,203</b>	<b>\$ 21,600,986</b>	<b>\$ 66,280,137</b>

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

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

YEAR ENDED JUNE 30, 2022

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ 9,857,446</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay of \$3,942,246 exceeded depreciation expense of \$5,407,450 in the current period.	(1,465,204)
Loss on disposal of assets not recorded in funds	(84,550)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:	
Property taxes	319,449
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	1,593,496
In the statement of activities, interest is accrued on outstanding bonds and charged for amortization of bond premiums, whereas in governmental funds an interest expenditure is reported when due.	79,828
Compensated absences that have not matured, together with expenditures associated with changes in compensated absence accruals, are not reported at the fund level.	36,707
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:	
Landfill closure and post-closure costs	(532,731)
Change in net pension liability	488,544
Change in net OPEB liability	(569,874)
<b>Change in Net Position of Governmental Activities</b>	<b>\$ 9,723,111</b>



**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit D-3

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 32,526,917	\$ 32,526,917	\$ 33,868,926	\$ 1,342,009
Intergovernmental	6,405,522	6,432,987	6,263,773	(169,214)
Fees, licenses, and permits	1,028,000	1,028,000	1,556,471	528,471
Charges for services	7,228,232	7,979,783	9,272,443	1,292,660
Fines and forfeitures	425,750	425,750	386,409	(39,341)
Investment income	377,247	377,247	413,902	36,655
Contributions	10,000	10,000	19,298	9,298
Other revenues	61,320	61,320	644,824	583,504
Total revenues	48,062,988	48,842,004	52,426,046	3,584,042
<b>Expenditures</b>				
Current:				
General government	13,169,140	13,677,521	12,843,882	833,639
Public safety	23,343,114	23,759,698	23,535,603	224,095
Public works	6,937,745	7,075,939	6,933,913	142,026
Health and welfare	772,357	774,534	760,274	14,260
Culture and recreation	903,689	1,042,550	896,104	146,446
Economic development and assistance	-	1,924,817	19,555	1,905,262
Intergovernmental	986,612	986,704	348,912	637,792
Other	341,579	131,413	1,519,818	(1,388,405)
Capital outlay	2,094,070	2,884,163	1,597,670	1,286,493
Total expenditures	48,548,306	52,257,339	48,455,731	3,801,608
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(485,318)	(3,415,335)	3,970,315	7,385,650
<b>Other financing uses</b>				
Transfers in (out)	(1,058,314)	(1,130,414)	-	1,130,414
Total other financing uses	(1,058,314)	(1,130,414)	-	1,130,414
<b>Net change in fund balances</b>	<u>\$ (1,543,632)</u>	<u>\$ (4,545,749)</u>	3,970,315	<u>\$ 8,516,064</u>
<b>Fund balance - beginning</b>			40,695,684	
<b>Fund balance - ending</b>			<u>\$ 44,665,999</u>	

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit D-4

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive Negative</b>
<b>Revenues</b>				
Intergovernmental	\$ 27,118,036	\$ 27,206,077	\$ 3,999,405	\$(23,206,672)
Total revenues	27,118,036	27,206,077	3,999,405	(23,206,672)
<b>Expenditures</b>				
Current:				
General government	2,188,085	2,393,801	2,393,817	(16)
Public safety	418,622	413,616	373,516	40,100
Public works	40,573	105,266	86,929	18,337
Culture and recreation	93,075	93,075	23,680	69,395
Other	60,000	60,000	49,831	10,169
Intergovernmental	1,600,000	1,600,000	800,000	800,000
Capital outlay	524,110	1,274,110	271,633	1,002,477
Total expenditures	4,924,465	5,939,868	3,999,406	1,940,462
<b>Deficiency of revenues under expenditures</b>	22,193,571	21,266,209	(1)	(21,266,210)
<b>Net change in fund balances</b>	<u>\$ 22,193,571</u>	<u>\$ 21,266,209</u>	(1)	<u>\$(21,266,210)</u>
<b>Fund balance - beginning</b>			(50)	
<b>Fund balance - ending</b>			<u>\$ (51)</u>	

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit D-5

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 2,223,073	\$ 2,223,073	\$ 2,332,807	\$ 109,734
Intergovernmental	-	38,957	7,744	(31,213)
Fees, licenses, and permits	4,552,352	4,552,352	4,423,557	(128,795)
Other revenues	-	-	468	468
Total revenues	<u>6,775,425</u>	<u>6,814,382</u>	<u>6,764,576</u>	<u>(49,806)</u>
<b>Expenditures</b>				
Current:				
Public safety	5,846,024	6,110,298	5,429,173	681,125
Intergovernmental	-	200,000	200,000	-
Capital outlay	1,186,000	1,938,314	1,697,132	241,182
Debt service:				
Interest and fiscal charges	124,168	124,168	52,086	72,082
Total expenditures	<u>7,156,192</u>	<u>8,372,780</u>	<u>7,378,391</u>	<u>994,389</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(380,767)</u>	<u>(1,558,398)</u>	<u>(613,815)</u>	<u>944,583</u>
<b>Other financing sources (uses)</b>				
Transfers in of deficit balance	-	-	(2,331,728)	(2,331,728)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(2,331,728)</u>	<u>(2,331,728)</u>
<b>Net change in fund balances</b>	<u>\$ (380,767)</u>	<u>\$ (1,558,398)</u>	<u>(2,945,543)</u>	<u>\$ (1,387,145)</u>
<b>Fund balance - beginning</b>			<u>2,958,746</u>	
<b>Fund balance - ending</b>			<u>\$ 13,203</u>	

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

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

Exhibit E

JUNE 30, 2022

	<b>Enterprise Funds</b>		
	<b>Public Service Commission</b>	<b>Airport</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 3,752,242	\$ 1,640,030	\$ 5,392,272
Accounts receivable - other	84,792	-	84,792
Due from other governments	75,488	115,399	190,887
Inventories	-	69,854	69,854
Prepaid expenses	-	5,513	5,513
Total current assets	3,912,522	1,830,796	5,743,318
Capital assets:			
Land	336,166	2,625,762	2,961,928
Construction in process	-	495,662	495,662
Buildings	372,442	4,271,852	4,644,294
Improvements other than buildings	34,307,150	5,085,628	39,392,778
Machinery and equipment	663,462	504,024	1,167,486
Less accumulated depreciation	(17,845,794)	(6,269,458)	(24,115,252)
Total noncurrent assets	17,833,426	6,713,470	24,546,896
<b>Total assets</b>	21,745,948	8,544,266	30,290,214
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred outflow related to state pension	215,315	100,144	315,459
Deferred outflow related to OPEB liability	47,561	22,002	69,563
<b>Total deferred outflow of resources</b>	262,876	122,146	385,022
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	171,948	13,021	184,969
Accrued payroll	26,530	11,880	38,410
Advances from general fund	-	1,474,613	1,474,613
Current portion of long-term debt	32,679	-	32,679
Total current liabilities	231,157	1,499,514	1,730,671
Long-term liabilities:			
Revenue bonds	1,631,876	-	1,631,876
Net pension liability	820,580	222,797	1,043,377
Net OPEB liability	319,913	147,997	467,910
Accrued compensated absences	113	-	113
Total noncurrent liabilities	2,772,482	370,794	3,143,276
<b>Total liabilities</b>	3,003,639	1,870,308	4,873,947
<b>DEFERRED INFLOW OF RESOURCES</b>			
Deferred inflow related to state pension	207,599	96,554	304,153
Deferred inflow related to OPEB liability	33,464	15,481	48,945
<b>Total deferred inflow of resources</b>	241,063	112,035	353,098
<b>NET POSITION</b>			
Net investment in capital assets	16,168,871	6,713,470	22,882,341
Restricted for USDA	232,740	-	232,740
Unrestricted	2,362,511	(29,401)	2,333,110
<b>Total net position</b>	\$ 18,764,122	\$ 6,684,069	\$ 25,448,191

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit F

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

YEAR ENDED JUNE 30, 2022

	<b>Enterprise Funds</b>		
	<b>Public Service Commission</b>	<b>Airport</b>	<b>Total</b>
<b>Operating revenues</b>			
Charges for services	\$ 1,520,381	\$ 1,090,683	\$ 2,611,064
Intergovernmental	-	244,247	244,247
Miscellaneous	-	15,000	15,000
Total operating revenues	1,520,381	1,349,930	2,870,311
<b>Operating expenses</b>			
Salaries and benefits	539,935	228,021	767,956
Depreciation	1,012,482	161,461	1,173,943
Other expenses	1,426,918	734,483	2,161,401
Total operating expenses	2,979,335	1,123,965	4,103,300
<b>Operating income (loss)</b>	(1,458,954)	225,965	(1,232,989)
<b>Nonoperating expense</b>			
Interest and fiscal charges	(37,935)	-	(37,935)
Loss on sale of assets	-	(642)	(642)
Other nonoperating revenue	2,898	2,150	5,048
Total nonoperating expense	(35,037)	1,508	(33,529)
<b>Income (loss) before transfers and contributions</b>	(1,493,991)	227,473	(1,266,518)
Transfers out	-	184,600	184,600
Capital contributions	392,580	-	392,580
<b>Change in net position</b>	(1,101,411)	412,073	(689,338)
<b>Total net position - beginning</b>	19,865,533	6,271,996	26,137,529
<b>Total net position - ending</b>	<u>\$ 18,764,122</u>	<u>\$ 6,684,069</u>	<u>\$ 25,448,191</u>

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

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

Exhibit G

YEAR ENDED JUNE 30, 2022

	Enterprise Funds		
	Public Service Commission	Airport	Total
<b>Operating activities</b>			
Receipts from customers and users	\$ 1,497,873	\$ 1,498,137	\$ 2,996,010
Payments to suppliers	(1,189,016)	(792,908)	(1,981,924)
Payments to employees	(690,554)	(303,490)	(994,044)
Net cash from operating activities	(381,697)	401,739	20,042
<b>Noncapital financing activities</b>			
Increase in due to other funds	-	1,575,471	1,575,471
Net cash from noncapital financing activities	-	1,575,471	1,575,471
<b>Capital and related financing activities</b>			
Capital contributions	392,580	-	392,580
Acquisition and construction of capital assets	-	(336,638)	(336,638)
Principal paid on capital debt	(39,369)	-	(39,369)
Interest paid on capital debt	(37,935)	-	(37,935)
Net cash from capital and related financing activities	315,276	(337,280)	(22,004)
Net change in cash and cash equivalents	(66,421)	1,639,930	1,573,509
Cash and cash equivalents, beginning of year	3,818,663	100	3,818,763
Cash and cash equivalents, end of year	\$ 3,752,242	\$ 1,640,030	\$ 5,392,272
<b>Reconciliation of operating income (loss) to net cash from operating activities</b>			
Operating income (loss)	\$ (1,458,954)	\$ 225,965	\$ (1,232,989)
Adjustments to reconcile operating income (loss) to net cash from operating activities:			
Depreciation	1,012,482	161,461	1,173,943
Loss on sale of capital assets	-	-	-
Pension credit	2,898	2,150	5,048
Change in operating assets and liabilities:			
Accounts receivable - other and due from other governments:	(25,406)	146,057	120,651
Inventories	-	(6,887)	(6,887)
Deferred outflow related to state pension	17,903	9,702	27,605
Deferred outflow related to OPEB	(15,176)	(6,695)	(21,871)
Prepaid expenses	-	(5,513)	(5,513)
Accounts payable and accrued expenses	79,198	(123,521)	(44,323)
Net pension liability	(203,056)	(94,441)	(297,497)
Net OPEB liability	44,981	18,054	63,035
Deferred inflow related to state pension	168,903	78,328	247,231
Deferred inflow related to OPEB	(5,470)	(2,921)	(8,391)
Total adjustments	1,077,257	175,774	1,253,031
Net cash from operating activities	\$ (381,697)	\$ 401,739	\$ 20,042

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

**PICKENS COUNTY, SOUTH CAROLINA**Exhibit H**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -  
CUSTODIAL FUNDS***JUNE 30, 2022*

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	<b>Total Custodial Funds</b>
<b>ASSETS</b>	
Cash and investments	\$ 71,612,301
Accounts receivable - other	275,924
Property taxes receivable	6,231,954
Total assets	<u>\$ 78,120,179</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 132,240
Due to others	7,739,562
Total liabilities	<u>7,871,802</u>
<b>NET POSITION</b>	
Restricted for:	
Individuals, organizations, and other governments	<u>70,248,377</u>
Total net position	<u>\$ 70,248,377</u>

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

**PICKENS COUNTY, SOUTH CAROLINA**Exhibit I**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -  
CUSTODIAL FUNDS***YEAR ENDED JUNE 30, 2022*

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Additions	
Property tax revenue	\$ 154,311,919
State tax revenue	21,465,798
Bond revenue	14,560,363
Payments in lieu of taxes	679,454
Additions to bond sinking funds	34,894,660
Homestead exemption revenue	1,872,786
School store sales	265,173
Interest income	44,570
Other revenue	365,279
	<hr/>
	228,460,002
Deductions	
Operating expenses	174,858,553
Claims paid from bonds	9,626,269
Principal payments on bonds	35,824,300
Interest payments on bonds	425,896
Other deductions	767
	<hr/>
	220,735,785
Change in net position	7,724,217
Net position, beginning	62,524,160
Net position, ending	<hr/> <hr/>
	\$ 70,248,377

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



# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### **Note 1—Summary of significant accounting policies**

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

#### **Reporting Entity**

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

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

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

#### **Basis of Presentation**

The County’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The accounts of the County are organized and operated on the basis of funds.

A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. There are three categories of funds: governmental, proprietary, and fiduciary.

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### Note 1—Summary of significant accounting policies (continued)

#### Basis of Presentation (continued)

##### *Government-wide Financial Statements:*

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

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

##### *Fund Financial Statements:*

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

The major funds types are as follows:

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

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

**Grants Fund** – This special revenue fund accounts for revenues and expenditures for federal and state financial assistance.

**Fire District Fund** – This special revenue fund is used to account for the County's fire district operations. Revenues are generated by a fire fee for 10 of the 13 fire districts and a millage rate is imposed on the other 3 fire districts. The fire fees and millage rates vary by district depending on the operations of the district. During the year ended June 30, 2022, the 10 fire districts generating revenue from fire fees were merged into one general fire district fund.

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### Note 1—Summary of significant accounting policies (continued)

#### Basis of Presentation (continued)

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

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

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

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

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

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

#### Measurement Focus and Basis of Accounting

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

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### **Note 1—Summary of significant accounting policies (continued)**

#### **Measurement Focus and Basis of Accounting (continued)**

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

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

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. General revenues include all taxes.

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

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

Fiduciary fund reporting focuses on net position and changes in net position. This fund accounts for assets held by the County as an agent on behalf of others. Custodial funds are custodial in nature (assets equal liabilities) and use the economic resources measurement focus. The County’s only fiduciary funds are custodial funds held for the benefit of the School District and others.

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

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

##### **Cash and Investments**

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

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

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**Note 1—Summary of significant accounting policies (continued)**

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

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

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

*Receivables and Payables*

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

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

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

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

*Due from Other Governments*

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

*Inventories and Prepaid Items*

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

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

*Land Held for Resale*

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

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**Note 1—Summary of significant accounting policies (continued)**

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

*Capital Assets and Depreciation*

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

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

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

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

*Long-Term Obligations*

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

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

*Compensated Absences*

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

*Landfill Closure and Post-closure Care Costs*

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### Note 1—Summary of significant accounting policies (continued)

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

##### Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County recognized a deferred outflow for the year ended June 30, 2022 related to contributions subsequent to the measurement date of the net pension liability and other postemployment benefit obligation (“OPEB”) as well as differences in expected and actual experience, changes in assumptions, projected and actual investment earnings, and changes in proportionate share in the measurement of the net pension liability and OPEB.

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

##### Net Position and Fund Balances

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

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

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

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

*Committed* – Includes amounts that can only be used for specific purposes imposed by formal action (ordinance) of County Council. Those committed amounts cannot be used for any other purpose unless County Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by County Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. There were no fund balances classified as committed at June 30, 2022.

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 1—Summary of significant accounting policies (continued)**

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

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

*Unassigned* – All amounts not included in other spendable classifications.

At June 30, 2022, the County's governmental fund balances were classified as follows:

	<b>General Fund</b>	<b>Grants Fund</b>	<b>Fire Districts</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
Net position					
Nonspendable:					
Prepaid items	\$ 28,207	\$ -	\$ 543	\$ 449	\$ 29,199
Inventories	561,052	-	-	-	561,052
Land held for resale	650,137	-	-	-	650,137
Total nonspendable	1,239,396	-	543	449	1,240,388
Restricted:					
Tri-County Tech	-	-	-	785,032	785,032
Fixed nuclear	-	-	-	48,741	48,741
Law enforcement	-	-	-	426,649	426,649
Library	-	-	-	3,640,756	3,640,756
Culture and recreation	-	-	-	1,246,061	1,246,061
Transportation roads	-	-	-	6,996,263	6,996,263
Emergency phone system	-	-	-	929,568	929,568
Escheatment	-	-	-	65,447	65,447
Debt service	-	-	-	2,340,486	2,340,486
Fire rescue	-	-	2,016,520	-	2,016,520
State Road C-Fund	-	-	-	5,121,534	5,121,534
Grants	-	(51)	-	-	(51)
Total restricted	-	(51)	2,016,520	21,600,537	23,617,006
Assigned:					
Advances and encumbrances	6,831,904	-	-	-	6,831,904
Capital projects	3,891,345	-	-	-	3,891,345
Total assigned	10,723,249	-	-	-	10,723,249
Unassigned	32,703,354	-	(2,003,860)	-	30,699,494
Total fund balances	\$ 44,665,999	\$ (51)	\$ 13,203	\$ 21,600,986	\$ 66,280,137



# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### **Note 1—Summary of significant accounting policies (continued)**

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

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

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

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

*Adopted Pronouncements* – The following GASB pronouncement was adopted in the current year:

**GASB Statement No. 87, Leases**, effective July 1, 2021, requires lessees to recognize certain lease assets and lease liabilities for leases that previously were classified as operating leases. The Statement requires the recognition of amortization expense for using the leased asset over the shorter of the term of the lease or the useful life of the underlying asset, interest expense on the lease liability, and note disclosures about the lease. There was no material impact to the County's financial statements as a result of adopting this Statement.

**GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period**, effective July 1, 2021, requires interest costs incurred during a construction period be recognized as an expense in the period incurred for financial statements prepared using the economic resource measurement focus. There was no material impact to the County's financial statements as a result of adopting this Statement.

#### **Risk Management**

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, job related illnesses, and accidents. The County pays premiums to a public entity risk pool for workman's compensation insurance and for property and casualty coverage. The public entity risk pool promises to pay to or on behalf of the insured for covered economic losses sustained during policy period in accordance with insurance policy and benefit program limits.

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

#### **Estimates**

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

### Note 1—Summary of significant accounting policies (continued)

Annual budgets are adopted on a basis consistent with U.S. GAAP for the general fund and certain special revenue funds including Tri-County Tech Fund, Library Fund, Victim Rights Fund, Emergency Phone System Fund, the Fire District funds, Accommodation Tax Fund, Tourism Development Fee Fund, Fixed Nuclear Fund, Grants Fund, Road Fee Fund, Tourism Restricted Resources Fund, and the Debt Service Fund. The balance of the special revenue funds and the capital projects funds are budgeted over the life of the grant or project. For the year ended June 30, 2022, the General Fire District Fund had an unassigned deficit of (\$2,003,860). This fund deficit will be replenished with revenue from property taxes and collection of services in future years.

### Note 2—Stewardship, compliance, and accountability

#### Budgets and Budgetary Accounting

The various departments of the County are bound to the appropriated expenditures by object classification codes (i.e., salaries and wages, office furniture and equipment). The County Administrator is authorized to make transfers between the object classification codes within the same department. County Council may affect transfers between departments by ordinance; however, the budget ordinance must be amended to effect changes in fund totals. The County does not budget for the Sheriff Special Fund.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general fund, special revenue fund, and capital projects fund. Restricted, committed, and assigned fund balances include encumbrances at June 30, 2022 is as follows:

General Fund	\$ 951,594
Fire Districts	418,307
Other Governmental Funds	1,310,969
	<u>\$ 2,680,870</u>

### Note 3—Deposits and investments

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

#### Deposits for the County

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

The County places its cash and cash equivalents on deposit with financial institutions in the United States. The FDIC covers \$250,000 for substantially all depository accounts. The County from time to time may have amounts on deposit in excess of the insured limits. The County's deposits had a carrying value of \$164,990,950 and a total bank balance of \$163,580,424, of which \$8,909,037 was covered by FDIC insurance and \$141,460,248 was collateralized by securities held by the pledging bank's trust department or agent in the County's name. The County held deposits that were uninsured or uncollateralized totaling \$13,211,139 at June 30, 2022.

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

### Note 3—Deposits and investments (continued)

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

Unrestricted cash and investments, including time deposits	\$ 93,378,649
Custodial fund cash (not included in government-wide statement)	<u>71,612,301</u>
	<u>\$ 164,990,950</u>

#### Deposits for the Alliance

At June 30, 2022, the Alliance's deposits had a carrying value of \$286,785 and a bank balance of \$196,527, of which the entire balance is covered by FDIC insurance.

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

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. In accordance with its investment policy, the County manages its exposure to credit risk by 1) limiting investments to types of securities allowed by law; 2) pre-qualifying the financial institutions, brokers, intermediaries, and advisers with which the County invests; and 3) diversifying the investment portfolio so that the impact of potential losses from one type of security or from any one individual issuer are minimized.

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

Investments are reported at fair value and categorized within the fair value hierarchy established under U.S. GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are based on a similar observable asset either directly or indirectly and may include inputs in markets that are not considered to be active; Level 3 inputs are significant unobservable inputs. Gains or losses that results from market fluctuation are reported in the current period. As of June 30, 2022, the County had certificates of deposit that are classified as Level 2 investments.

Cash and investments at June 30, 2022 are summarized as follows:

Cash and investments:	
Checking deposits and other cash	\$ 56,716,492
Certificates of deposit	<u>36,662,157</u>
	<u>\$ 93,378,649</u>

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

**Note 3—Deposits and investments (continued)**

Investment maturities are as follows as of June 30, 2022:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1 Year	1 to 5 Years	More than 5 Years
Certificates of deposit	\$ 36,662,157	\$ 32,875,789	\$ 3,786,368	
	<u>\$ 36,662,157</u>	<u>\$ 32,875,789</u>	<u>\$ 3,786,368</u>	<u>\$ -</u>

**Note 4—Property taxes**

The County's property taxes are levied each September (except vehicles which are annually assessed on the first day of the month the vehicles are registered) on the assessed value as of the prior December 31 for all real and personal property located in the County. Assessed values are established by the County Assessor and the South Carolina Department of Revenue at various rates ranging from 4% to 10.5% of the estimated market value. The assessed value as of June 30, 2022 was \$626,622,723. The estimated market value was \$10,993,021,539 making the assessed value approximately 5.66% of the estimated market value.

The County is permitted under South Carolina law to levy property taxes for general governmental services and principal and interest on long-term debt. The combined tax rate to finance general government services and principal and interest on long-term debt for the year ended June 30, 2022 was \$75.70 per \$1,000 of assessed value.

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 4—Property taxes (continued)**

Property taxes receivable and allowances for doubtful accounts at June 30, 2022 are summarized as follows:

	<b>General Fund</b>	<b>Fire Districts</b>	<b>Other Governmental Funds</b>	<b>Total Government Funds</b>	<b>Custodial Funds</b>
Gross receivables	\$ 1,477,772	\$ 1,027,013	\$ 556,670	\$ 3,061,455	\$ 6,231,954
Allowance for doubtful accounts	(71,198)	(51,351)	(27,834)	(150,383)	-
	<u>\$ 1,406,574</u>	<u>\$ 975,662</u>	<u>\$ 528,836</u>	<u>\$ 2,911,072</u>	<u>\$ 6,231,954</u>

**Note 5—Accounts receivable**

Accounts receivable at June 30, 2022 are summarized as follows:

<b>Fund Wide Statements</b>						
	<b>General Fund</b>	<b>Fire Districts</b>	<b>Other Governmental Funds</b>	<b>Total Government Funds</b>	<b>Public Service Commission</b>	<b>Custodial Funds</b>
EMS fees	\$ 22,419,400	\$ -	\$ -	\$ 22,419,400	\$ -	\$ -
Less allowance for doubtful accounts	(19,536,095)	-	-	(19,536,095)	-	-
	<u>2,883,305</u>	<u>-</u>	<u>-</u>	<u>2,883,305</u>	<u>-</u>	<u>-</u>
Interest	132,118	-	-	132,118	-	-
Landfill	68,558	-	-	68,558	-	-
Other	457,676	2,488	69,377	529,541	84,792	275,924
	<u>658,352</u>	<u>2,488</u>	<u>69,377</u>	<u>730,217</u>	<u>84,792</u>	<u>275,924</u>
	<u>\$ 3,541,657</u>	<u>\$ 2,488</u>	<u>\$ 69,377</u>	<u>\$ 3,613,522</u>	<u>\$ 84,792</u>	<u>\$ 275,924</u>

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 6—Capital assets**

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

	Balance June 30, 2021	Additions	Deletions	Transfers	Balance June 30, 2022
<b>Governmental Activities:</b>					
Capital assets not being depreciated:					
Land	\$4,681,741	\$ 11,905	\$ -	\$ -	\$ 4,693,646
Construction in progress	2,340,334	1,366,965	(876,855)	-	2,830,444
Total capital assets not being depreciated	7,022,075	1,378,870	(876,855)	-	7,524,090
Capital assets being depreciated:					
Buildings	71,931,624	-	-	-	71,931,624
Improvements and infrastructure	33,120,189	102,035	-	-	33,222,224
Machinery and equipment	40,736,559	3,338,196	(1,018,660)	-	43,056,095
Total capital assets being depreciated	145,788,372	3,440,231	(1,018,660)	-	148,209,943
Less accumulated depreciation:					
Buildings	(21,374,462)	(1,793,778)	-	-	(23,168,240)
Improvements and infrastructure	(17,866,474)	(868,094)	-	-	(18,734,568)
Machinery and equipment	(28,366,489)	(2,745,578)	934,110	-	(30,177,957)
Total accumulated depreciation	(67,607,425)	(5,407,450)	934,110	-	(72,080,765)
Total capital assets being depreciated, net	78,180,947	(1,967,219)	(84,550)	-	76,129,178
Governmental activities capital assets, net	\$ 85,203,022	\$ (588,349)	\$ (961,405)	\$ -	\$ 83,653,268
<b>Business-Type Activities:</b>					
Capital assets not being depreciated:					
Land and land improvements	\$2,961,928	-	-	-	\$ 2,961,928
Construction in progress	418,736	257,523	(180,597)	-	495,662
Total capital assets not being depreciated	3,380,664	257,523	(180,597)	-	3,457,590
Capital assets being depreciated:					
Buildings	4,644,294	-	-	-	4,644,294
Improvements and infrastructure	39,132,423	260,355	-	-	39,392,778
Machinery and equipment	1,196,166	-	(28,680)	-	1,167,486
Total capital assets being depreciated	44,972,883	260,355	(28,680)	-	45,204,558
Less accumulated depreciation:					
Buildings	(1,417,975)	(119,635)	-	-	(1,537,610)
Improvements and infrastructure	(20,563,771)	(1,020,724)	-	-	(21,584,495)
Machinery and equipment	(987,600)	(33,584)	28,037	-	(993,147)
Total accumulated depreciation	(22,969,346)	(1,173,943)	28,037	-	(24,115,252)
Total capital assets being depreciated, net	22,003,537	(913,588)	(643)	-	21,089,306
Business-type activities capital assets, net	\$ 25,384,201	\$ (656,065)	\$ (181,240)	\$ -	\$ 24,546,896

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

**Note 6—Capital assets (continued)**

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 455,361
Public Safety	2,919,690
Public Works	1,441,876
Health and Welfare	43,518
Cultural and Recreation	412,449
Economic Development	95,949
Intergovernmental	38,607
Total	<u>\$ 5,407,450</u>

Construction in progress in the Governmental Activities as of June 30, 2022 primarily represents costs incurred to date on the Commerce Park grading, and projects related to the fire department. Construction in progress in the Business-type Activities as of June 30, 2022 represents costs of construction for airfield pavement rehabilitation and Crossfield terminal development.

**Note 7—Long-term debt**

**Governmental Activities Debt**

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

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
General obligation bonds	\$ 27,751,159	\$ -	\$ 1,593,496	\$ 26,157,663	\$ 1,391,510
Premium on general obligation bonds	1,246,803	-	73,341	1,173,462	73,341
Compensated absences	470,364	17,555	54,262	433,657	50,000
Net OPEB liability	13,273,334	1,207,968		14,481,302	-
Net pension liability	57,694,293	-	9,198,008	48,496,285	-
Landfill closure and postclosure	1,196,670	532,731	-	1,729,401	115,460
Total	<u>\$ 101,632,623</u>	<u>\$ 1,758,254</u>	<u>\$ 10,919,107</u>	<u>\$ 92,471,770</u>	<u>\$ 1,630,311</u>

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 7—Long-term debt (continued)**

**Governmental Activities Debt – continued**

General obligation (general purpose) bonds payable at June 30, 2022 are comprised of the following individual issues:

\$1,024,709 2008 general obligation bond used for the Cramer Upgrade project; due in quarterly installments of principal and interest of \$16,416 through October 1, 2027; interest at 2.25%.	\$ 324,294
\$3,266,039 2008 general obligation bond used for the Roper Upgrade project; due in quarterly installments of principal and interest of \$51,732 through May 1, 2028; interest at 2.25%.	1,158,369
\$25,000,000 2018 general obligation bond used to fund the jail expansion; due in annual installments of principal and interest in the amount of \$1,743,513 through June 30, 2038; interest of 4.00%.	21,390,000
\$3,995,000 general obligation bond used for the payment of USDA Upper/Middle revenue bonds; due in annual installments in the amount of \$302,475 through June 30, 2036; interest of 5.00%.	3,285,000
	26,157,663
Plus bond premium	1,173,462
	27,331,125
Less current portion of bond payment and bond premium amortization	1,464,851
Long-term portion outstanding	\$ 25,866,274

**Governmental Activities Debt – continued**

Annual requirements to amortize all general obligation bonds outstanding as of June 30, 2022 are as follows:

Years Ending June 30	Principal	Interest	Totals
2023	\$ 1,391,510	\$ 912,748	\$ 2,304,258
2024	1,461,395	858,982	2,320,377
2025	1,511,986	802,991	2,314,977
2026	1,577,704	745,023	2,322,727
2027	1,638,551	684,376	2,322,927
2028 to 2032	8,001,516	2,480,189	10,481,705
2033 to 2037	8,885,000	1,064,306	9,949,306
2038	1,690,001	52,813	1,742,814
	<u>\$ 26,157,663</u>	<u>\$ 7,601,428</u>	<u>\$ 33,759,091</u>



**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 7—Long-term debt (continued)**

**Business-Type Activities Debt**

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

	Balance June 30, 2021	Additions	Retirements	Balance June 30, 2022	Due Within One Year
Revenue bonds	\$ 1,703,924	\$ -	\$ 39,369	\$ 1,664,555	\$ 32,679
Net pension liability	1,340,874	-	297,497	1,043,377	-
Net OPEB liability	404,875	63,035	-	467,910	-
Compensated absences	378	-	265	113	-
Total	<u>\$ 3,450,051</u>	<u>\$ 63,035</u>	<u>\$ 337,131</u>	<u>\$ 3,175,955</u>	<u>\$ 32,679</u>

**Business-Type Activities Debt – continued**

Revenue bonds payable recorded in the Public Service Commission Enterprise Fund at June 30, 2022 are comprised of the following individual issues:

\$352,000 USDA Rural Development revenue bond used for the Central-North Wastewater Treatment Plant Project; due in monthly installments of principal and interest of \$1,116 through January 2052 at 2.25%. At June 30, 2022, pledged revenue was \$13,841 for the Central-North Wastewater Treatment bond.

\$ 288,071

\$1,680,000 USDA Rural Development revenue bond used for the Central-North Wastewater Treatment Plant Project; due in monthly installments of principal and interest of \$5,326 through January 2052 at 2.25%. At June 30, 2022, pledged revenue was \$66,139 for the Central-North Wastewater Treatment bond.

1,376,484

1,664,555

Less current portion

32,679

Long-term portion outstanding

\$ 1,631,876

The County has pledged future revenues derived from the operation of the County's wastewater treatment facility, net of operating and maintenance expenses, to repay \$1,680,000 in sewer system revenue bonds. Proceeds from the bonds provided financing for improvements to the sanitary sewer system. The bonds are payable solely from the net earnings of the Public Service Commission Enterprise Fund and are payable through 2056. The total principal and interest remaining to be paid on the bonds is \$1,890,730, with annual payments expected to require 5% of net revenues. Principal and interest paid for the current year and net system revenues were \$63,912 and \$1,520,381, respectively.

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 7—Long-term debt (continued)**

**Business-Type Activities Debt (continued)**

Annual requirements to amortize all revenue bonds outstanding as of June 30, 2022 are as follows:

<b>Years Ended June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Totals</b>
2023	\$ 32,679	\$ 37,040	\$ 69,719
2024	41,080	36,224	77,304
2025	42,113	35,191	77,304
2026	43,070	34,234	77,304
2027	44,049	33,255	77,304
2028 to 2032	235,558	150,962	386,520
2033 to 2037	263,687	122,833	386,520
2038 to 2042	295,067	91,454	386,521
2043 to 2047	330,181	56,339	386,520
2048 to 2052	337,071	17,239	354,310
	<u>\$ 1,664,555</u>	<u>\$ 614,771</u>	<u>\$ 2,279,326</u>

Under the revenue bonds with the USDA Rural Development, the Public Service Commission is required to maintain certain reservations of retained earnings. At June 30, 2022, management of the Public Service Commission believes it is in compliance with the following reserve requirements:

Reserved for debt services	\$ 79,980
Reserved for depreciation funding	152,760
Total	<u>\$ 232,740</u>

**Note 8—Interfund receivables, payables, and transfers**

	<b>Advance Receivable</b>	<b>Advance Payable</b>
Major Governmental Fund:		
General Fund	\$ 5,880,310	\$ -
Fire Districts	-	4,405,697
Major Enterprise Funds:		
Airport Fund	-	1,474,613
	<u>\$ 5,880,310</u>	<u>\$ 5,880,310</u>

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

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

**Transfers**

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Fund:		
General Fund	\$ 38,477	\$ 1,485,173
Nonmajor Governmental Funds	1,429,989	166,169
Major Enterprise Funds:		
Public Service Commission Fund	303,751	305,475
Airport	184,600	-
	<u>\$ 1,956,817</u>	<u>\$ 1,956,817</u>

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

**Note 9—Employee pension plans**

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

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

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### **Note 9—Employee pension plans (continued)**

#### **Plan Description**

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

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

#### **Membership**

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

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

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

#### **Benefits**

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

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### **Note 9—Employee pension plans (continued)**

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

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

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

### **Contributions**

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability ("UAAL") over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established a ceiling for SCRS and PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS and 9.75% for PORS. The legislation also increased employer contribution rates beginning July 1, 2017 for both SCRS and PORS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year through July 1, 2022. However, the General Assembly postponed the 1% increase in the SCRS and PORS employer contribution rates that was scheduled to go into effect beginning July 1, 2020. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS and PORS is scheduled to be reduced over a 10-year schedule from 30 years beginning fiscal year 2018 to 20 years by fiscal year 2028.

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

**Note 9—Employee pension plans (continued)**

**Contributions (continued)**

Required employee contribution rates<sup>1</sup> are as follows:

	<b><u>Fiscal Year 2022</u></b>	<b><u>Fiscal Year 2021</u></b>
<b>SCRS:</b>		
Employee Class Two	9.00%	9.00%
Employee Class Three	9.00%	9.00%
<b>PORS:</b>		
Employee Class Two	9.75%	9.75%
Employee Class Three	9.75%	9.75%

Required employer contribution rates<sup>1</sup> are as follows:

	<b><u>Fiscal Year 2022</u></b>	<b><u>Fiscal Year 2021</u></b>
<b>SCRS:</b>		
Employer Class Two	16.41%	15.41%
Employer Class Three	16.41%	15.41%
Employer Incidental Death Benefit	0.15%	0.15%
<b>PORS:</b>		
Employer Class Two	18.84%	17.84%
Employer Class Three	18.84%	17.84%
Employer Incidental Death Benefit	0.20%	0.20%
Employer Accidental Death Program	0.20%	0.20%

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

As described above, total required employer contributions to the SCRS and PORS pension plans from the County were \$2,649,826 and \$1,930,837, respectively, for the year ended June 30, 2022.

**Actuarial Assumptions and Methods**

Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued for the period ended June 30, 2019.

The June 30, 2021, SCRS and PORS data are based on actuarial valuation performed as of July 1, 2020. The pension liability was rolled forward from the valuation date to the plans' fiscal year-end June 30, 2021, using generally accepted actuarial principles.

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 9—Employee pension plans (continued)**

**Actuarial Assumptions and Methods**

The following table provides a summary of the actuarial assumptions and methods used to calculate the pension liability as of June 30, 2021:

	<b>SCRS</b>	<b>PORS</b>
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return <sup>1</sup>	7.00%	7.00%
Projected salary increases	3.0% to 11.0% (varies by service) <sup>1</sup>	3.5% to 10.5% (varies by service) <sup>1</sup>
Benefit adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually
<sup>1</sup> Includes inflation at 2.25%		

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

Assumptions used in the determination of the June 30, 2021 pension liability are as follows:

<b>Former Job Class</b>	<b>Males</b>	<b>Females</b>
Educators	2020 PRSC Males multiplied by 95%	2020 PRSC Females multiplied by 94%
General Employees and Members of the General Assembly	2020 PRSC Males multiplied by 97%	2020 PRSC Females multiplied by 107%
Public Safety and Firefighters	2020 PRSC Males multiplied by 127%	2020 PRSC Females multiplied by 107%

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 9—Employee pension plans (continued)**

**Long-Term Expected Rate of Return**

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

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2021 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the following table. For actuarial purposes, the 7% assumed annual investment rate of return used in the calculation includes a 4.75% real rate of return and a 2.25% inflation component.

<b>Asset Class</b>	<b>Target Asset Allocation</b>	<b>Expected Arithmetic Real Rate of Return</b>	<b>Long-Term Expected Portfolio Real Rate of Return</b>
<b>Public Equity</b>	46.00%	6.87%	3.16%
<b>Bonds</b>	26.00%	0.27%	0.07%
<b>Private Equity</b>	9.00%	9.68%	0.87%
<b>Private Debt</b>	7.00%	5.47%	0.39%
<b>Real Assets:</b>	<b>12.00%</b>		
Real Estate	9.00%	6.01%	0.54%
Infrastructure	3.00%	5.08%	0.15%
Total Expected Return	<b>100.00%</b>		5.18%
Inflation for Actuarial Purposes			2.25%
Total Expected Nominal Return			7.43%



**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 9—Employee pension plans (continued)**

**Discount Rate**

The discount rate used to measure the pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, the Systems' fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the pension liability.

**Sensitivity Analysis**

The following table presents the County's proportionate share of the net pension liability of the respective plan calculated using the discount rate of 7%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6%) or 1% higher (8%) than the current rate:

	<b>Sensitivity of the Net Pension Liability to Changes in the Discount Rate</b>		
	<b>1.00% Decrease (6%)</b>	<b>Current Discount Rate (7%)</b>	<b>1.00% Increase (8%)</b>
SCRS	\$ 41,683,679	\$ 31,822,706	\$ 23,626,053
PORS	25,705,043	17,716,956	11,173,498

**Net Pension Liability**

At June 30, 2022, the County reported liabilities of \$31,822,706 and \$17,716,956 for its proportionate shares of the SCRS and PORS net pension liabilities, respectively. The net pension liabilities were measured as of June 30, 2021, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of July 1, 2020 projected forward to June 30, 2021. The County's proportionate shares of the net pension liabilities were based on a projection of the County's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the County's proportionate shares of the SCRS and PORS plans were .147046% and .688595%, respectively, which were the same as its proportionate shares of the net pension liabilities measured as of June 30, 2020.

**Pension Expense**

For the year ended June 30, 2022, the County recognized pension expense for the SCRS and PORS plans of \$1,992,404 and \$2,675,754, respectively.

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

**Note 9—Employee pension plans (continued)**

**Deferred Inflows of Resources and Deferred Outflows of Resources**

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the combined plans:

	Deferred Outflows of Resources SCRS	Deferred Inflows of Resources SCRS	Deferred Outflows of Resources PORS	Deferred Inflows of Resources PORS
Differences between expected and actual experience	\$ 542,063	\$ 42,949	\$ 602,716	\$ 55,177
Assumption changes	1,741,870	-	1,263,657	-
Net difference between projected and actual earnings on plan investments	-	\$ 4,622,667	-	\$ 3,972,063
Changes in the employer's proportion and differences between the County's contributions and the County's proportionate share of contributions	386,896	922,754	950,955	92,354
Contributions subsequent to the measurement date	2,649,826	-	1,930,836	-
	<u>\$ 5,320,655</u>	<u>\$ 5,588,370</u>	<u>\$ 4,748,164</u>	<u>\$ 4,119,594</u>

The \$4,580,662 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date for the SCRS and PORS plans during the year ended June 30, 2022 will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2023.

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

Years Ending June 30,	SCRS	PORS
2023	\$ 628,360	\$ (156,879)
2024	280,487	(75,142)
2025	281,783	156,943
2026	1,726,911	1,377,344
Net Balance of Deferred Outflows of Resources	<u>\$ 2,917,541</u>	<u>\$ 1,302,266</u>

During the year ended June 30, 2022, the County recognized a combined SCRS and PORS revenue amount of \$216,156 through a non-employer contribution appropriated in the state of South Carolina's budget. In an effort to help offset a portion of the burden of the increased contribution requirement for employers, the General Assembly funded 1.0% of the SCRS and PORS contribution increases for the SCRS and PORS year ended June 30, 2021. The state of South Carolina's budget appropriated these funds directly to PEBA for the SCRS and PORS trust funds. This non-employer contribution balance is recorded within other revenues and expenses on the statement of activities and other nonoperating revenues on the statement of revenues, expenses, and changes in net position at Exhibit F.

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

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**Note 9—Employee pension plans (continued)**

**Additional Financial and Actuarial Information**

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the Systems' audited financial statements for the fiscal year ended June 30, 2021, which includes the accounting and financial reporting actuarial valuation as of June 30, 2020 (including the unmodified audit opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2020.

**Note 10—Post-retirement healthcare and life insurance benefits**

*Plan Summary*

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

As of year-end, there were 35 employees retired and under the age of 65 that were receiving insurance benefits. For the year ended June 30, 2022, the County incurred net expenditures for the plan of approximately \$695,704 financed on a pay-as-you-go basis.

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

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

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

	<b>Medical Economy Plan</b>	<b>Medical Base Plan</b>	<b>Dental</b>
Employee Only	\$ 26.66	\$ 58.26	\$ 2.95
Employee + Spouse	\$ 782.16	\$ 851.76	\$ 35.44
Employee + Child	\$ 455.41	\$ 508.51	\$ 42.43
Employee + Family	\$ 1,130.91	\$ 1,218.01	\$ 69.82

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2022

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

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

Service cost	\$ 385,494
Interest on OPEB liability	334,590
Difference between expected and actual experience of total OPEB liability	(3,525)
Changes of assumptions	982,881
Benefit payments	(428,437)
Increase in net OPEB liability	1,271,003
Net OPEB liability as of beginning of the year	13,678,209
Net OPEB liability as of end of year	<u>\$ 14,949,212</u>

The *Sensitivity of Total OPEB Liability to Change in Discount Rate and Healthcare Trend Rate* – OPEB plan's liability was prepared using a discount rate of 1.92% which was a change from 2.45% applied in the prior year. If the discount rate were 1% lower than what was used in this valuation, the OPEB plan liability would increase by \$1,418,600 or by 9.49%. If the discount rate were 1% higher than was used in this valuation, the OPEB plan liability would decrease by \$1,295,251 or by 8.66%.

Discount Rate		
1.00% Decrease (.92%)	Current Discount Rate (1.92%)	1.00% Increase (2.92%)
\$16,367,812	\$14,949,212	\$13,653,961

The June 30, 2021, OPEB plan liability was prepared using an initial trend rate of 6.80%. If the trend rate were 1% higher than what was used in this valuation, the OPEB plan liability would increase by \$1,923,414 or by 12.87%. If the trend rate were 1% lower than was used in this valuation, the OPEB plan liability would decrease by \$1,657,331 or by 11.09%.

Healthcare Cost Trend Rate		
1.00% Decrease	Current Discount Rate	1.00% Increase
\$13,291,881	\$14,949,212	\$16,872,626

At June 30, 2022, the County reported deferred outflows and inflows of resources related to the OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience	\$ 29,655	\$ 1,169,744
Changes in assumptions	1,783,593	394,015
Contributions subsequent to the measurement date	409,223	-
	<u>\$ 2,222,471</u>	<u>\$ 1,563,759</u>

The \$409,223 reported as deferred outflows of resources related to OPEB resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2023.

**PICKENS COUNTY, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**

*JUNE 30, 2022*

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

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

2023	\$	(24,380)
2024		(24,380)
2025		(24,380)
2026		19,181
2027		160,919
Thereafter		142,529
	\$	<u>249,489</u>

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

On October 9, 1991, federal regulations issued by the Environmental Protection Agency (EPA) placed specific requirements pertaining to the closing of municipal solid waste landfills as well as post-closure maintenance for a period of 30 years after closure. The \$1,729,401 liability reported as landfill closure and post-closure represents total costs to date, as of June 30, 2022 based on 100% use of three landfills. Actual cost for closure and post-closure care may vary due to inflation, developments in technology, or changes in laws and regulations. The following table shows the landfills which Pickens County owns and the remaining number of years out of 30 years each has to be maintained in accordance with the 1991 ruling:

<u>Landfill</u>	<u>Post-Closure Years Remaining</u>	<u>Percent Used</u>	<u>Open/Close Years</u>	<u>Closure/ Post-Closure Costs</u>
Easley	11	100%	2003	\$ 747,236
Central	5	100%	1994	165,701
C & D	20	100%	1998	816,464
				<u>1,729,401</u>
Less current portion				(115,460)
Long-term portion outstanding				<u>\$ 1,613,941</u>

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### Note 12—Tax abatement

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

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

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

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

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

For tax year 2022, County property taxes abated, resulting from active FILOT agreements to which it is a party, totaled \$392,725.

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

# PICKENS COUNTY, SOUTH CAROLINA

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

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### Note 12—Tax abatement (continued)

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

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

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

For tax year 2022, County property taxes abated, resulting from SSRC agreements to which it is a party, totaled \$8,568, including taxes abated via stand-alone SSRC agreements and those in connection with active FILOT agreements.

*Multi-county Industrial or Business Park* – As noted above, to receive a property tax abatement under the SSRC program, a taxpayer's property must be located in a multi-county industrial or business park. To locate a taxpayer's property in a multi-county industrial or business park, the county must develop, with one or more contiguous counties, a multi-county industrial or business park by entering into an agreement with the contiguous counties which sets forth how the counties will share the expenses and revenues from the multi-county industrial or Business Park. The agreement must further specify how the revenues from the multi-county industrial or Business Park will be distributed to each taxing entity in the participating counties. For tax year 2022, of the total payments made by taxpayers, who were subject to the County's multi-county industrial park agreements, \$13,971 would have been received by the County but for the taxpayers' location within its multi-county industrial park.

### Note 13—Commitments and contingencies

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

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

**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit J

## REQUIRED SUPPLEMENTARY INFORMATION

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

LAST FIVE FISCAL YEARS ENDED JUNE 30,  
(UNAUDITED)

	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Service cost	\$ 385,494	\$ 356,867	\$ 356,107	\$ 375,820	\$ 518,383
Interest on the total OPEB liability	334,590	423,360	452,172	463,213	390,495
Difference between expected and actual experience of the total OPEB liability	(3,525)	(770,918)	32,172	(1,289,927)	22,672
Changes of assumptions	982,881	540,962	637,273	348,560	(883,650)
Benefit payments	(428,437)	(438,987)	(447,328)	(369,624)	(306,644)
Net change in total OPEB liability	1,271,003	111,284	1,030,396	(471,958)	(258,744)
Total OPEB liability - beginning	13,678,209	13,566,925	12,536,529	13,008,487	13,267,231
Total OPEB liability - ending	<u>\$ 14,949,212</u>	<u>\$ 13,678,209</u>	<u>\$ 13,566,925</u>	<u>\$ 12,536,529</u>	<u>\$ 13,008,487</u>
Covered-employee payroll	\$ 8,128,976	\$ 7,976,297	\$ 8,784,882	\$ 8,828,553	\$ 10,188,408
Total OPEB liability as a % of covered-employee payroll	183.90%	171.49%	154.43%	142.00%	127.68%

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

**Notes to Schedule**

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

2022	1.92%
2021	2.45%
2020	3.13%
2019	3.62%
2018	3.56%

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



**PICKENS COUNTY, SOUTH CAROLINA**

Exhibit K

**REQUIRED SUPPLEMENTARY INFORMATION****SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

*LAST EIGHT FISCAL YEARS ENDED JUNE 30,  
(UNAUDITED)*

<b>Fiscal Year*</b>	<b>County's Proportion of Net Pension Liability</b>	<b>County's Proportionate Share of the Net Pension Liability</b>	<b>County's Total Covered Payroll</b>	<b>County's Proportionate Share of the Net Pension Liability as a Percentage of Total Covered Payroll</b>	<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>
<b>South Carolina Retirement System</b>					
2021	0.147046%	\$ 31,822,706	\$ 16,622,524	191.4%	60.7%
2020	0.144858%	37,013,845	16,160,133	229.0%	50.7%
2019	0.150692%	34,409,226	15,936,393	215.9%	54.4%
2018	0.155739%	34,896,110	17,705,364	197.1%	54.1%
2017	0.153611%	34,580,308	16,210,953	213.3%	53.3%
2016	0.146109%	31,208,667	14,384,893	217.0%	52.9%
2015	0.147756%	28,022,638	14,252,632	196.6%	57.0%
2014	0.152572%	26,267,840	14,057,809	186.9%	59.9%
<b>Police Officers' Retirement System</b>					
2021	0.688595%	\$ 17,719,956	\$ 10,354,328	171.1%	70.4%
2020	0.664050%	22,021,322	10,032,141	219.5%	58.8%
2019	0.645266%	18,492,938	9,357,302	197.6%	62.7%
2018	0.657992%	18,644,493	8,652,721	215.5%	61.7%
2017	0.574600%	15,741,462	7,736,185	203.5%	60.9%
2016	0.548040%	13,900,770	6,967,691	199.5%	60.4%
2015	0.540350%	11,776,909	6,693,259	176.0%	64.6%
2014	0.553720%	10,600,472	6,866,519	154.4%	67.5%

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

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

Exhibit L

*LAST TEN FISCAL YEARS ENDED JUNE 30,*  
*(UNAUDITED)*

<b>Fiscal Year*</b>	<b>Actuarial Required Contribution</b>	<b>Actual Contributions</b>	<b>Contribution Deficiency (Excess)</b>	<b>County's Total Covered Payroll</b>	<b>Contributions as a Percentage of Total Covered Payroll</b>
<b>South Carolina Retirement System</b>					
2022	\$ 2,649,826	\$ 2,649,826		\$ 17,027,319	15.56%
2021	2,417,137	2,417,137	-	16,622,524	14.54%
2020	2,345,708	2,345,708	-	16,160,133	14.52%
2019	2,147,291	2,147,291	-	15,936,393	13.41%
2018	2,020,182	2,020,182	-	17,705,364	11.41%
2017	1,768,615	1,768,615	-	16,210,953	10.91%
2016	1,546,376	1,546,376	-	14,384,893	10.75%
2015	1,489,400	1,489,400	-	14,252,632	10.45%
2014	1,469,041	1,469,041	-	13,858,877	10.60%
2013	1,464,897	1,464,897	-	15,355,314	9.54%
<b>Police Officers' Retirement System</b>					
2022	\$ 1,930,836	\$ 1,930,836	\$ -	\$ 10,629,883	18.16%
2021	1,775,379	1,775,379	-	10,354,328	17.15%
2020	1,717,901	1,717,901	-	10,032,141	17.12%
2019	1,503,938	1,503,938	-	9,357,302	16.07%
2018	1,370,591	1,370,591	-	8,652,721	15.84%
2017	1,070,688	1,070,688	-	7,736,185	13.84%
2016	929,490	929,490	-	6,967,691	13.34%
2015	870,793	870,793	-	6,693,259	13.01%
2014	854,195	854,195	-	6,866,519	12.44%
2013	800,549	800,549	-	6,508,528	12.30%

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

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 1

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Taxes	32,526,917	\$ 32,526,917	\$ 33,868,926	\$ 1,342,009
Intergovernmental	6,405,522	6,432,987	6,263,773	(169,214)
Fees, licenses, and permits	1,028,000	1,028,000	1,556,471	528,471
Charges for services	7,228,232	7,979,783	9,272,443	1,292,660
Fines and forfeitures	425,750	425,750	386,409	(39,341)
Investment income	377,247	377,247	413,902	36,655
Contributions	10,000	10,000	19,298	9,298
Other revenues	61,320	61,320	644,824	583,504
Total revenues	48,062,988	48,842,004	52,426,046	3,584,042
<b>Expenditures</b>				
Current:				
General government:				
County council	276,463	276,154	275,654	500
County attorney	50,000	254,368	254,339	29
State solicitor	1,142,148	1,143,394	1,099,613	43,781
Public defender	303,096	303,096	303,186	(90)
Probate judge	431,233	431,769	391,612	40,157
Register of deeds	280,819	286,405	286,399	6
Clerk of court	796,934	797,456	762,999	34,457
Administrator	302,415	313,616	313,494	122
Purchasing	70,284	71,879	54,205	17,674
Finance	623,971	619,928	596,028	23,900
Building maintenance	2,190,021	2,392,154	2,185,079	207,075
Human resources	319,203	352,822	350,367	2,455
Delinquent tax	196,175	196,175	183,397	12,778
Risk manager	82,064	82,243	53,629	28,614
Circuit judge	312	312	247	65
Treasurer	530,909	531,205	530,325	880
Auditor	417,420	416,928	402,309	14,619
Tax assessor	1,034,699	1,029,303	897,634	131,669
GIS mapping	414,986	415,671	410,361	5,310
Registration and elections	528,168	540,183	421,072	119,111
Planning commission	239,224	286,034	251,412	34,622
Information services	1,033,163	1,031,571	993,246	38,325
County magistrates	790,785	791,337	784,092	7,245
Vehicle maintenance	800,452	796,865	732,761	64,104
Public relations	70,320	72,777	72,727	50
Retiree health and dental	243,876	243,876	237,695	6,181
Total general government	13,169,140	13,677,521	12,843,882	833,639

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 1 - continued

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Public safety:				
Sheriff's department	15,655,256	15,834,198	\$ 15,645,613	\$ 188,585
Emergency management	318,516	380,239	360,401	19,838
County coroner	372,543	386,953	357,480	29,473
Emergency medical services	6,309,673	6,454,308	6,506,098	(51,790)
Building codes	639,169	652,980	636,793	16,187
Fire district	3,750	3,750	3,430	320
Rescue Department	44,207	47,270	25,788	21,482
Total public safety	23,343,114	23,759,698	23,535,603	224,095
Public works:				
Roads and bridges	2,413,854	2,474,088	2,377,210	96,878
Solid waste department	4,430,485	4,502,756	4,460,463	42,293
Engineering	93,406	99,095	96,240	2,855
Total public works	6,937,745	7,075,939	6,933,913	142,026
Health and welfare:				
Health department	20,855	20,855	18,779	2,076
Animal control	386,426	387,025	376,686	10,339
Veterans affairs	170,620	170,734	167,821	2,913
Storm water management	194,456	195,920	196,988	(1,068)
Total health and welfare	772,357	774,534	760,274	14,260
Culture and recreation:				
Cultural commission	402,173	538,205	405,990	132,215
Parks department	501,516	504,345	490,114	14,231
Total culture and recreation	903,689	1,042,550	896,104	146,446
Economic development and assistance				
Economic development	-	1,924,817	19,555	1,905,262
Intergovernmental:				
Legislative delegation	24,641	24,655	19,430	5,225
Department of social services	53,093	53,093	41,739	11,354
Medically indigent fund	195,000	195,078	195,078	-
SC Appalachian Council of Governments	61,631	61,631	61,631	-
Clemson extension	74,978	74,978	73,875	1,103
Soil and water conservation	15,750	15,750	17,213	(1,463)
Pickens Alliance Transfer	541,519	541,519	(80,054)	621,573
Mental health center	20,000	20,000	20,000	-
Total intergovernmental	986,612	986,704	\$ 348,912	\$ 637,792

**PICKENS COUNTY, SOUTH CAROLINA**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

Schedule 1 - continued

*YEAR ENDED JUNE 30, 2022*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Other:				
Contingency	319,579	109,413	54,072	\$ 55,341
SCAC	22,000	22,000	19,049	2,951
Non-departmental	-	-	1,446,697	(1,446,697)
Total other	<u>341,579</u>	<u>131,413</u>	<u>1,519,818</u>	<u>(1,388,405)</u>
Capital outlay	<u>2,094,070</u>	<u>2,884,163</u>	<u>1,597,670</u>	<u>1,286,493</u>
Total expenditures	<u>48,548,306</u>	<u>52,257,339</u>	<u>48,455,731</u>	<u>3,801,608</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(485,318)</u>	<u>(3,415,335)</u>	<u>3,970,315</u>	<u>7,385,650</u>
Other financing uses				
Transfers out	<u>(1,058,314)</u>	<u>(1,130,414)</u>	-	1,130,414
Total other financing uses	<u>(1,058,314)</u>	<u>(1,130,414)</u>	-	1,130,414
<b>Net change in fund balances</b>	<u>(1,543,632)</u>	<u>(4,545,749)</u>	3,970,315	<u>\$ 8,516,064</u>
<b>Fund balance - beginning</b>			40,695,684	
<b>Fund balance - ending</b>			<u>\$ 44,665,999</u>	

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

**PICKENS COUNTY, SOUTH CAROLINA**
Schedule 2
**COMBINING BALANCE SHEET - MAJOR FUND - FIRE DISTRICTS**
*JUNE 30, 2022*

	<b>General Fire District</b>	<b>Shady Grove</b>	<b>Vineyards</b>	<b>Springs</b>	<b>Total</b>
<b>ASSETS</b>					
Cash and investments	\$ 2,567,082	\$ 360,498	\$ 514,411	\$ 1,198,515	\$ 4,640,506
Property taxes receivable, net	939,100	10,962	13,561	12,039	975,662
Accounts receivable - other	-	1,782	-	706	2,488
Due from other governments	5,738	-	-	-	5,738
Prepaid items	421	122	-	-	543
Total assets	<u>\$ 3,512,341</u>	<u>\$ 373,364</u>	<u>\$ 527,972</u>	<u>\$ 1,211,260</u>	<u>\$ 5,624,937</u>
<b>LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 87,296	\$ 3,685	\$ 3,430	\$ 5,351	\$ 99,762
Accrued payroll	121,661	14,168	18,711	14,300	168,840
Advances from general fund	4,405,697	-	-	-	4,405,697
Total liabilities	<u>4,614,654</u>	<u>17,853</u>	<u>22,141</u>	<u>19,651</u>	<u>4,674,299</u>
Deferred Inflows of Resources:					
Deferred revenue - delinquent taxes	<u>901,126</u>	<u>10,325</u>	<u>11,425</u>	<u>14,559</u>	<u>937,435</u>
Total deferred inflows of resources	<u>901,126</u>	<u>10,325</u>	<u>11,425</u>	<u>14,559</u>	<u>937,435</u>
Fund Balances:					
Nonspendable					
Prepaid items	421	122	-	-	543
Inventories	-	-	-	-	-
Land held for resale	-	-	-	-	-
Restricted	-	345,064	494,406	1,177,050	2,016,520
Assigned	-	-	-	-	-
Unassigned	<u>(2,003,860)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,003,860)</u>
Total fund balances	<u>(2,003,439)</u>	<u>345,186</u>	<u>494,406</u>	<u>1,177,050</u>	<u>13,203</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,512,341</u>	<u>\$ 373,364</u>	<u>\$ 527,972</u>	<u>\$ 1,211,260</u>	<u>\$ 5,624,937</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 3

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

YEAR ENDED JUNE 30, 2022

	General Fire District	Shady Grove	Vineyards	Springs	Total
Revenues					
Taxes	\$ 2,935	\$ 600,304	\$ 830,784	\$ 898,784	\$ 2,332,807
Intergovernmental	7,744	-	-	-	7,744
Fees, licenses, and permits	4,423,557	-	-	-	4,423,557
Other revenues	33	435	-	-	468
Total revenues	4,434,269	600,739	830,784	898,784	6,764,576
Expenditures					
Current:					
Personnel services	2,290,574	469,963	633,678	469,544	3,863,759
Supplies	117,483	15,064	16,992	5,018	154,557
Contractual services	701,235	3,394	5,604	2,170	712,403
Utilities	106,379	13,914	21,537	17,734	159,564
Repairs and maintenance	88,788	18,674	13,328	14,804	135,594
Fuel and oil	82,371	6,366	9,681	11,262	109,680
Furniture, machinery, and equipment	92,337	2,158	8,038	702	103,235
Insurance, bonds, and licenses	95,296	12,977	16,047	12,371	136,691
Rent	322	-	-	-	322
Other	13,935	1,382	6,548	7,283	29,148
Intergovernmental	200,000	-	-	-	200,000
Capital outlay	1,721,335	17	-	-	1,721,352
Debt service:					
Interest and fiscal charges	52,086	-	-	-	52,086
Total expenditures	5,562,141	543,909	731,453	540,888	7,378,391
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(1,127,872)</b>	<b>56,830</b>	<b>99,331</b>	<b>357,896</b>	<b>(613,815)</b>
Other financing uses					
Transfers in of deficit balance	(2,331,728)	-	-	-	(2,331,728)
Total other financing uses	(2,331,728)	-	-	-	(2,331,728)
<b>Net change in fund balances</b>	<b>(3,459,600)</b>	<b>56,830</b>	<b>99,331</b>	<b>357,896</b>	<b>(2,945,543)</b>
<b>Fund balance - beginning</b>	<b>1,456,161</b>	<b>288,356</b>	<b>395,075</b>	<b>819,154</b>	<b>2,958,746</b>
<b>Fund balance - ending</b>	<b>\$ (2,003,439)</b>	<b>\$ 345,186</b>	<b>\$ 494,406</b>	<b>\$ 1,177,050</b>	<b>\$ 13,203</b>

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 4

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 2,935	\$ 2,935
Intergovernmental	-	38,957	7,744	(31,213)
Fees, licenses and permits	4,552,352	4,552,352	4,423,557	(128,795)
Other revenues	-	-	33	33
Total revenues	<u>4,552,352</u>	<u>4,591,309</u>	<u>4,434,269</u>	<u>(157,040)</u>
<b>Expenditures</b>				
Current:				
Personnel services	2,375,366	2,411,022	2,290,574	120,448
Supplies	188,020	234,885	117,483	117,402
Contractual services	909,379	919,757	701,235	218,522
Utilities	110,857	110,857	106,379	4,478
Repairs and maintenance	126,900	174,801	88,788	86,013
Fuel and oil	63,800	77,400	82,371	(4,971)
Furniture, machinery and equipment	79,077	100,017	92,337	7,680
Insurance, bonds and licenses	99,969	102,201	95,296	6,905
Rent	100	322	322	-
Other	19,876	19,976	13,935	6,041
Direct Assistance	-	200,000	200,000	-
Contingency	-	-	-	-
Capital outlay	1,186,000	1,983,814	1,721,335	262,479
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	124,168	124,168	52,086	72,082
Total expenditures	<u>5,283,512</u>	<u>6,459,220</u>	<u>5,562,141</u>	<u>897,079</u>
<b>Excess of revenues over expenditures</b>	<u>(731,160)</u>	<u>(1,867,911)</u>	<u>(1,127,872)</u>	<u>740,039</u>
<b>Other financing uses</b>				
Transfer in of deficit balance	-	-	(2,331,728)	(2,331,728)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(2,331,728)</u>	<u>(2,331,728)</u>
<b>Net change in fund balances</b>	<u>\$ (731,160)</u>	<u>\$ (1,867,911)</u>	<u>(3,459,600)</u>	<u>\$ (1,591,689)</u>
<b>Fund balance - beginning</b>			<u>1,456,161</u>	
<b>Fund balance - ending</b>			<u>\$ (2,003,439)</u>	



**PICKENS COUNTY, SOUTH CAROLINA**Schedule 5**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - SHADY GROVE FIRE DISTRICT FUND***YEAR ENDED JUNE 30, 2022*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 557,499	\$ 557,499	\$ 600,304	\$ 42,805
Other revenues	-	-	435	435
Total revenues	<u>557,499</u>	<u>557,499</u>	<u>600,739</u>	<u>43,240</u>
Expenditures				
Current:				
Personnel services	458,357	478,278	469,963	8,315
Supplies	24,577	21,035	15,064	5,971
Contractual services	10,068	5,797	3,394	2,403
Utilities	18,020	18,020	13,914	4,106
Repairs and maintenance	9,250	21,558	18,674	2,884
Fuel and oil	8,800	8,650	6,366	2,284
Furniture, machinery, and equipment	2,500	2,159	2,158	1
Insurance, bonds, and licenses	13,905	13,905	12,977	928
Other	5,050	3,550	1,382	2,168
Capital outlay	-	-	17	(17)
Total expenditures	<u>550,527</u>	<u>572,952</u>	<u>543,909</u>	<u>29,043</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>6,972</u>	<u>(15,453)</u>	<u>56,830</u>	<u>72,283</u>
<b>Net change in fund balances</b>	<u>\$ 6,972</u>	<u>\$ (15,453)</u>	<u>56,830</u>	<u>\$ 72,283</u>
<b>Fund balance - beginning</b>			<u>288,356</u>	
<b>Fund balance - ending</b>			<u>\$ 345,186</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 6

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 804,823	\$ 804,823	\$ 830,784	\$ 25,961
Total revenues	804,823	804,823	830,784	25,961
Expenditures				
Current:				
Personnel services	621,248	643,248	633,678	9,570
Supplies	33,800	33,725	16,992	16,733
Contractual services	11,730	6,730	5,604	1,126
Utilities	23,700	23,700	21,537	2,163
Repairs and maintenance	42,500	38,500	13,328	25,172
Fuel and oil	7,700	7,700	9,681	(1,981)
Furniture, machinery, and equipment	10,000	10,000	8,038	1,962
Insurance, bonds, and licenses	17,432	17,962	16,047	1,915
Other	6,600	6,600	6,548	52
Total expenditures	774,710	788,165	731,453	56,712
<b>Excess (deficiency) of revenues over (under) expenditures</b>	30,113	16,658	99,331	82,673
<b>Net change in fund balances</b>	<u>\$ 30,113</u>	<u>\$ 16,658</u>	99,331	<u>\$ 82,673</u>
<b>Fund balance - beginning</b>			395,075	
<b>Fund balance - ending</b>			<u>\$ 494,406</u>	

**PICKENS COUNTY, SOUTH CAROLINA**Schedule 7**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - SPRINGS FIRE DISTRICT FUND***YEAR ENDED JUNE 30, 2022*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 860,751	\$ 860,751	\$ 898,784	\$ 38,033
Total revenues	860,751	860,751	898,784	38,033
Expenditures				
Current:				
Personnel services	474,029	474,129	469,544	4,585
Supplies	8,600	7,048	5,018	2,030
Contractual services	3,469	3,496	2,170	1,326
Utilities	18,338	18,338	17,734	604
Repairs and maintenance	12,700	16,350	14,804	1,546
Fuel and oil	7,700	10,200	11,262	(1,062)
Furniture, machinery, and equipment	2,000	1,500	702	798
Insurance, bonds, and licenses	12,832	13,207	12,371	836
Other	7,775	8,175	7,283	892
Total expenditures	547,443	552,443	540,888	11,555
<b>Excess of revenues over expenditures</b>	313,308	308,308	357,896	49,588
<b>Net change in fund balances</b>	<u>\$ 313,308</u>	<u>\$ 308,308</u>	357,896	<u>\$ 49,588</u>
<b>Fund balance - beginning</b>			819,154	
<b>Fund balance - ending</b>			<u>\$ 1,177,050</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 8

**COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS**

*JUNE 30, 2022*

	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 19,475,975	\$ 2,331,992	\$ 21,807,967
Property taxes receivable, net	376,109	152,727	528,836
Accounts receivable - other	69,377	-	69,377
Due from other governments	479,548	1,756	481,304
Prepaid items	449	-	449
Total assets	<u>20,401,458</u>	<u>2,486,475</u>	<u>22,887,933</u>
<b>LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES</b>			
Liabilities			
Accounts payable	646,632	-	646,632
Accrued payroll	146,584	-	146,584
Total liabilities	<u>793,216</u>	<u>-</u>	<u>793,216</u>
Deferred Inflow of Resources:			
Unavailable revenue - delinquent taxes	347,742	145,989	493,731
Total deferred inflow of resources	<u>347,742</u>	<u>145,989</u>	<u>493,731</u>
Fund Balances			
Nonspendable	449	-	449
Restricted	19,260,051	2,340,486	21,600,537
Total fund balances	<u>19,260,500</u>	<u>2,340,486</u>	<u>21,600,986</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 20,401,458</u>	<u>\$ 2,486,475</u>	<u>\$ 22,887,933</u>

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 9

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

YEAR ENDED JUNE 30, 2022

	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues</b>			
Taxes	\$ 10,845,272	\$ 2,727,958	\$ 13,573,230
Intergovernmental	4,532,867	-	4,532,867
Fees, licenses, and permits	1,075,358	-	1,075,358
Charges for services	52,103	-	52,103
Fines and forfeitures	194,524	-	194,524
Contributions	42,251	-	42,251
Other revenues	323,853	177,783	501,636
Total revenues	17,066,228	2,905,741	19,971,969
<b>Expenditures</b>			
Current:			
General government	64	-	64
Public safety	872,172	-	872,172
Public works	3,867,623	-	3,867,623
Culture and recreation	4,069,947	-	4,069,947
Economic development and assistance	57,999	-	57,999
Other	1,613,577	-	1,613,577
Capital outlay	425,981	-	425,981
Debt service:			
Principal retirement	-	1,593,426	1,593,426
Interest and fiscal charges	-	970,233	970,233
Total expenditures	10,907,363	2,563,659	13,471,022
<b>Excess (deficiency) of revenues over (under) expenditures</b>	6,158,865	342,082	6,500,947
<b>Other financing sources</b>			
Transfers out of deficit balance	-	2,331,728	2,331,728
Total other financing sources	-	2,331,728	2,331,728
<b>Net change in fund balances</b>	6,158,865	2,673,810	8,832,675
<b>Fund balance - beginning</b>	13,101,635	(333,324)	12,768,311
<b>Fund balance - ending</b>	\$ 19,260,500	\$ 2,340,486	\$ 21,600,986

PICKENS COUNTY, SOUTH CAROLINA

Schedule 10

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS

JUNE 30, 2022

	Tri-County Tech	Fixed Nuclear	Sheriff Special	Library	Victim Rights	Escheatment	State Road C-Fund	Park Services
<b>ASSETS</b>								
Cash and investments	\$ 778,229	\$ 53,507	\$ 421,052	\$ 3,824,809	\$ 11,551	\$ 65,447	\$ 5,367,923	\$ 116,958
Property taxes receivable, net	85,346	-	-	204,328	-	-	-	-
Accounts receivable - other	-	-	-	1,410	-	-	-	-
Due from other governments	2,800	-	-	35,839	-	-	221,883	-
Prepaid items	-	-	-	-	-	-	-	-
Total assets	<u>\$ 866,375</u>	<u>\$ 53,507</u>	<u>\$ 421,052</u>	<u>\$ 4,066,386</u>	<u>\$ 11,551</u>	<u>\$ 65,447</u>	<u>\$ 5,589,806</u>	<u>\$ 116,958</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>								
Liabilities:								
Accounts payable	\$ -	\$ 1,151	\$ -	\$ 104,603	\$ 1,416	\$ -	\$ 468,272	\$ 37,710
Accrued payroll	-	3,615	-	125,900	4,640	-	-	-
Total liabilities	<u>-</u>	<u>4,766</u>	<u>-</u>	<u>230,503</u>	<u>6,056</u>	<u>-</u>	<u>468,272</u>	<u>37,710</u>
Deferred Inflows of Resources:								
Unavailable revenue - delinquent taxes	81,343	-	-	195,127	-	-	-	-
Total deferred inflows of resources	<u>81,343</u>	<u>-</u>	<u>-</u>	<u>195,127</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Nonspendable:								
Prepaid items	-	-	-	-	-	-	-	-
Restricted	785,032	48,741	421,052	3,640,756	5,495	65,447	5,121,534	79,248
Total fund balances	<u>785,032</u>	<u>48,741</u>	<u>421,052</u>	<u>3,640,756</u>	<u>5,495</u>	<u>65,447</u>	<u>5,121,534</u>	<u>79,248</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 866,375</u>	<u>\$ 53,507</u>	<u>\$ 421,052</u>	<u>\$ 4,066,386</u>	<u>\$ 11,551</u>	<u>\$ 65,447</u>	<u>\$ 5,589,806</u>	<u>\$ 116,958</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 10 - continued

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

JUNE 30, 2022

	Tourism Restricted Resources	Accommodations Tax	Road Fee	Tourism Development Fee	Emergency Phone System	Prison Commission	Road Maintenance	Road Reserve	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>									
Cash and investments	\$ 3,099	\$ 298,043	\$ 1,379,964	\$ 741,946	\$ 804,924	\$ 102	\$ 2,952,909	\$ 2,655,512	\$ 19,475,975
Property taxes receivable, net	-	-	-	-	-	-	46,278	40,157	376,109
Accounts receivable - other	-	-	-	48,868	19,099	-	-	-	69,377
Due from other governments	-	84,211	-	-	134,815	-	-	-	479,548
Prepaid items	-	-	-	449	-	-	-	-	449
Total assets	<u>\$ 3,099</u>	<u>\$ 382,254</u>	<u>\$ 1,379,964</u>	<u>\$ 791,263</u>	<u>\$ 958,838</u>	<u>\$ 102</u>	<u>\$ 2,999,187</u>	<u>\$ 2,695,669</u>	<u>\$ 20,401,458</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>									
Liabilities:									
Accounts payable	\$ -	\$ 64	\$ 980	\$ 3,856	\$ 22,275	\$ -	\$ 6,305	\$ -	\$ 646,632
Accrued payroll	-	-	-	5,434	6,995	-	-	-	146,584
Total liabilities	<u>-</u>	<u>64</u>	<u>980</u>	<u>9,290</u>	<u>29,270</u>	<u>-</u>	<u>6,305</u>	<u>-</u>	<u>793,216</u>
Deferred Inflows of Resources:									
Unavailable revenue - delinquent taxes	-	-	-	-	-	-	38,160	33,112	347,742
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,160</u>	<u>33,112</u>	<u>347,742</u>
Fund Balances:									
Nonspendable:									
Prepaid items	-	-	-	449	-	-	-	-	449
Restricted	3,099	382,190	1,378,984	781,524	929,568	102	2,954,722	2,662,557	19,260,051
Total fund balances	<u>3,099</u>	<u>382,190</u>	<u>1,378,984</u>	<u>781,973</u>	<u>929,568</u>	<u>102</u>	<u>2,954,722</u>	<u>2,662,557</u>	<u>19,260,500</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,099</u>	<u>\$ 382,254</u>	<u>\$ 1,379,964</u>	<u>\$ 791,263</u>	<u>\$ 958,838</u>	<u>\$ 102</u>	<u>\$ 2,999,187</u>	<u>\$ 2,695,669</u>	<u>\$ 20,401,458</u>

PICKENS COUNTY, SOUTH CAROLINA

Schedule 11

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

YEAR ENDED JUNE 30, 2022

	Tri-County Tech	Fixed Nuclear	Sheriff Special	Library	Victim Rights	Escheatment	State Road C-Fund	Park Services
<b>Revenues</b>								
Taxes	\$ 1,551,663	\$ -	\$ -	\$ 3,562,332	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	90,190	-	365,841	-	-	3,433,695	-
Fees, licenses, and permits	-	-	-	-	-	-	-	-
Charges for services	-	-	-	52,103	-	-	-	-
Fines and forfeitures	-	-	130,525	-	63,999	-	-	-
Contributions	-	-	42,007	-	-	-	-	-
Other revenues	-	17,090	-	95	-	65,447	-	-
Total revenues	1,551,663	107,280	172,532	3,980,371	63,999	65,447	3,433,695	-
<b>Expenditures</b>								
Current:								
General government	-	-	-	-	-	-	-	-
Public safety	-	98,422	171,993	-	93,624	-	-	-
Public works	-	-	-	-	-	-	3,346,782	-
Culture and recreation	-	-	-	3,647,485	-	-	-	-
Economic development and assistance	-	-	-	-	-	-	-	57,999
Other	1,575,100	-	-	-	-	-	-	-
Capital outlay	-	-	45,080	-	-	-	-	277,103
Total expenditures	1,575,100	98,422	217,073	3,647,485	93,624	-	3,346,782	335,102
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(23,437)	8,858	(44,541)	332,886	(29,625)	65,447	86,913	(335,102)
<b>Net change in fund balances</b>	(23,437)	8,858	(44,541)	332,886	(29,625)	65,447	86,913	(335,102)
<b>Fund balance - beginning</b>	808,469	39,883	465,593	3,307,870	35,120	-	5,034,621	414,350
<b>Fund balance - ending</b>	\$ 785,032	\$ 48,741	\$ 421,052	\$ 3,640,756	\$ 5,495	\$ 65,447	\$ 5,121,534	\$ 79,248



PICKENS COUNTY, SOUTH CAROLINA

Schedule 11 - continued

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

YEAR ENDED JUNE 30, 2022

	Tourism Restricted Resources	Accommodations Tax	Road Fee	Tourism Development Fee	Emergency Phone System	Prison Commission	Road Maintenance	Road Reserve	Total Nonmajor Special Revenue Funds
<b>Revenues</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,068,720	\$ 2,662,557	\$ 10,845,272
Intergovernmental	2,053	294,534	121,769	-	224,785	-	-	-	4,532,867
Fees, licenses, and permits	-	-	203,222	517,680	354,456	-	-	-	1,075,358
Charges for services	-	-	-	-	-	-	-	-	52,103
Fines and forfeitures	-	-	-	-	-	-	-	-	194,524
Contributions	244	-	-	-	-	-	-	-	42,251
Other revenues	-	-	241,221	-	-	-	-	-	323,853
Total revenues	2,297	294,534	566,212	517,680	579,241	-	3,068,720	2,662,557	17,066,228
<b>Expenditures</b>									
Current:									
General government	-	-	-	-	64	-	-	-	64
Public safety	-	-	-	-	507,502	631	-	-	872,172
Public works	-	-	406,843	-	-	-	113,998	-	3,867,623
Culture and recreation	3,451	210,027	-	208,984	-	-	-	-	4,069,947
Economic development and assistance	-	-	-	-	-	-	-	-	57,999
Other	-	38,477	-	-	-	-	-	-	1,613,577
Capital outlay	-	-	84,546	19,252	-	-	-	-	425,981
Total expenditures	3,451	248,504	491,389	228,236	507,566	631	113,998	-	10,907,363
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(1,154)	46,030	74,823	289,444	71,675	(631)	2,954,722	2,662,557	6,158,865
<b>Net change in fund balances</b>	(1,154)	46,030	74,823	289,444	71,675	(631)	2,954,722	2,662,557	6,158,865
<b>Fund balance - beginning</b>	4,253	336,160	1,304,161	492,529	857,893	733	-	-	13,101,635
<b>Fund balance - ending</b>	\$ 3,099	\$ 382,190	\$ 1,378,984	\$ 781,973	\$ 929,568	\$ 102	\$ 2,954,722	\$ 2,662,557	\$ 19,260,500

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 12

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 1,494,741	\$ 1,494,741	\$ 1,551,663	\$ (56,922)
Total revenues	1,494,741	1,494,741	1,551,663	(56,922)
Expenditures				
Current:				
Other	1,575,100	1,575,100	1,575,100	-
Total expenditures	1,575,100	1,575,100	1,575,100	-
<b>Deficiency of revenues under expenditures</b>	<u>(80,359)</u>	<u>(80,359)</u>	<u>(23,437)</u>	<u>(56,922)</u>
<b>Net change in fund balances</b>	<u>\$ (80,359)</u>	<u>\$ (80,359)</u>	<u>(23,437)</u>	<u>\$ (56,922)</u>
<b>Fund balance - beginning</b>			808,469	
<b>Fund balance - ending</b>			<u>\$ 785,032</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 13

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Intergovernmental	\$ 90,190	\$ 90,190	\$ 90,190	\$ -
Other revenues	-	-	17,090	17,090
Total revenues	90,190	90,190	107,280	17,090
Expenditures				
Current:				
Public safety	103,464	103,964	98,422	5,542
Total expenditures	103,464	103,964	98,422	5,542
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(13,274)</u>	<u>(13,774)</u>	<u>8,858</u>	<u>22,632</u>
Other financing sources (uses)				
Transfers in (out)	20,015	20,015	-	(20,015)
Total other financing sources (uses)	20,015	20,015	-	(20,015)
<b>Net change in fund balances</b>	<u>\$ 6,741</u>	<u>\$ 6,241</u>	8,858	<u>\$ 2,617</u>
<b>Fund balance - beginning</b>			39,883	
<b>Fund balance - ending</b>			<u>\$ 48,741</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 14

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Operations</b>	<b>State Aid</b>	<b>Totals</b>	<b>Variance With Final Positive (Negative)</b>
Revenues						
Taxes	\$ 3,417,603	\$ 3,417,603	\$ 3,562,332	\$ -	\$ 3,562,332	\$ 144,729
Intergovernmental	250,448	374,895	97,527	268,314	365,841	(9,054)
Charges for services	35,000	35,000	52,103	-	52,103	17,103
Other revenues	-	-	95	-	95	95
Total revenues	<u>3,703,051</u>	<u>3,827,498</u>	<u>3,712,057</u>	<u>268,314</u>	<u>3,980,371</u>	<u>152,873</u>
Expenditures						
Current:						
Personnel services	2,660,654	2,656,239	2,575,417	-	2,575,417	80,822
Library collections	417,192	352,592	71,440	268,117	339,557	13,035
Supplies	63,100	92,525	87,027	-	87,027	5,498
Contractual services	137,691	119,691	123,121	-	123,121	(3,430)
Utilities	186,300	196,300	170,330	-	170,330	25,970
Repairs and maintenance	54,000	129,600	127,945	-	127,945	1,655
Fuel and oil	4,400	4,400	2,516	-	2,516	1,884
Furniture, machinery, and equipment	35,375	159,316	153,151	-	153,151	6,165
Insurance, bonds, and licenses	53,886	57,801	57,800	-	57,800	1
Other	10,288	16,088	10,621	-	10,621	5,467
Total expenditures	<u>3,622,886</u>	<u>3,784,552</u>	<u>3,379,368</u>	<u>268,117</u>	<u>3,647,485</u>	<u>137,067</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>80,165</u>	<u>42,946</u>	<u>332,689</u>	<u>197</u>	<u>332,886</u>	<u>289,940</u>
<b>Net change in fund balances</b>	<u>\$ 80,165</u>	<u>\$ 42,946</u>	<u>332,689</u>	<u>197</u>	<u>332,886</u>	<u>289,940</u>
<b>Fund balance - beginning</b>			<u>3,342,812</u>	<u>(34,942)</u>	<u>3,307,870</u>	
<b>Fund balance - ending</b>			<u>\$ 3,675,501</u>	<u>\$ (34,745)</u>	<u>\$ 3,640,756</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 15

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive - (Negative)</b>
Revenues				
Fines and forfeitures	\$ 76,000	\$ 76,000	\$ 63,999	\$ (12,001)
Total revenues	76,000	76,000	63,999	(12,001)
Expenditures				
Current:				
Personnel services	100,100	100,100	87,529	12,571
Supplies	1,100	1,100	1,225	(125)
Contractual services	1,000	1,000	732	268
Utilities	747	747	679	68
Repairs and maintenance	500	500	743	(243)
Fuel and oil	987	987	1,119	(132)
Insurance, bonds, and licenses	1,561	1,561	1,597	(36)
Total expenditures	105,995	105,995	93,624	12,371
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(29,995)	(29,995)	(29,625)	370
<b>Net change in fund balances</b>	<u>\$ (29,995)</u>	<u>\$ (29,995)</u>	(29,625)	<u>\$ 370</u>
<b>Fund balance - beginning</b>			35,120	
<b>Fund balance - ending</b>			<u>\$ 5,495</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 16

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

YEAR ENDED JUNE 30, 2022

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	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Miscellaneous	\$ -	\$ -	\$ 65,447	\$ 65,447
Total revenues	-	-	65,447	65,447
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	65,447	65,447
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>65,447</u>	<u>\$ 65,447</u>
<b>Fund balance - beginning</b>			-	
<b>Fund balance - ending</b>			<u>\$ 65,447</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 17

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Intergovernmental	\$ -	\$ 3,433,695	\$ 3,433,695	\$ -
Total revenues	-	3,433,695	3,433,695	-
Expenditures				
Current:				
Other	6,155,619	6,158,217	3,346,782	2,811,435
Total expenditures	6,155,619	6,158,217	3,346,782	2,811,435
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(6,155,619)	(2,724,522)	86,913	2,811,435
<b>Net change in fund balances</b>	<u>\$ (6,155,619)</u>	<u>\$ (2,724,522)</u>	86,913	<u>\$ 2,811,435</u>
<b>Fund balance - beginning</b>			5,034,621	
<b>Fund balance - ending</b>			<u>\$ 5,121,534</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 18

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Expenditures				
Current:				
Economic development and assistance	\$ -	\$ 58,000	\$ 57,999	\$ 1
Capital outlay	-	-	277,103	(277,103)
Total expenditures	-	58,000	335,102	(277,102)
<b>Deficiency of revenues under expenditures</b>	-	(58,000)	(335,102)	(277,102)
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (58,000)</u>	(335,102)	<u>\$ (277,102)</u>
<b>Fund balance - beginning</b>			414,350	
<b>Fund balance - ending</b>			<u>\$ 79,248</u>	



**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 19

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - TOURISM RESTRICTED RESOURCES FUND**

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Intergovernmental	\$ -	\$ -	\$ 2,053	\$ 2,053
Contributions	-	-	244	244
Total revenues	-	-	2,297	2,297
Expenditures				
Current:				
Culture and recreation	4,300	4,300	3,451	849
Total expenditures	4,300	4,300	3,451	849
Excess (deficiency) of revenues over (under) expenditures	(4,300)	(4,300)	(1,154)	3,146
Net change in fund balances	<u>\$ (4,300)</u>	<u>\$ (4,300)</u>	(1,154)	<u>\$ 3,146</u>
Fund balance - beginning			4,253	
Fund balance - ending			<u>\$ 3,099</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 20

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Intergovernmental	\$ 185,000	\$ 185,000	\$ 294,534	\$ 109,534
Total revenues	185,000	185,000	294,534	109,534
Expenditures				
Current:				
Culture and recreation	152,000	181,000	210,027	(29,027)
Economic development and assistance	-	-	38,477	(38,477)
Total expenditures	152,000	181,000	248,504	(67,504)
<b>Excess of revenues over expenditures</b>	33,000	4,000	46,030	42,030
Total other financing uses	(33,000)	(33,000)	-	33,000
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (29,000)</u>	46,030	<u>\$ 75,030</u>
<b>Fund balance - beginning</b>			336,160	
<b>Fund balance - ending</b>			<u>\$ 382,190</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 21

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 121,769.00	\$ 121,769.00	\$ 121,769.00	\$ -
Fees, licenses, and permits	-	203,222	203,222	-
Other revenue	-	-	241,221	241,221
Total revenues	121,769	324,991	566,212	241,221
<b>Expenditures</b>				
Current:				
Public works		601,889	406,843	195,046
Capital outlay	-	329,163	84,546	244,617
Total expenditures	-	931,052	491,389	439,663
<b>Excess (deficiency) of revenues over (under) expenditures</b>	121,769	(606,061)	74,823	680,884
<b>Net change in fund balances</b>	<u>\$ 121,769</u>	<u>\$ (606,061)</u>	74,823	<u>\$ 680,884</u>
<b>Fund balance - beginning</b>			1,304,161	
<b>Fund balance - ending</b>			<u>\$ 1,378,984</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 22

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Fees, licenses, and permits	\$ 375,000	\$ 375,000	\$ 517,680	\$ 142,680
Total revenues	375,000	375,000	517,680	142,680
<b>Expenditures</b>				
Current:				
Personnel services	98,336	98,336	104,254	(5,918)
Supplies	38,100	36,011	25,435	10,576
Contractual services	8,684	12,896	14,226	(1,330)
Utilities	440	440	424	16
Repairs and maintenance	500	500	18	482
Fuel and oil	1,100	1,100	246	854
Furniture, machinery, and equipment	-	277,972	52,231	225,741
Insurance, bonds, and licenses	1,467	1,603	1,565	38
Other	14,945	11,201	10,585	616
Capital outlay	30,000	38,701	19,252	19,449
Total expenditures	193,572	478,760	228,236	250,524
<b>Excess (deficiency) of revenues over (under) expenditures</b>	181,428	(103,760)	289,444	393,204
<b>Net change in fund balances</b>	\$ 181,428	\$ (103,760)	289,444	\$ 393,204
<b>Fund balance - beginning</b>			492,529	
<b>Fund balance - ending</b>			\$ 781,973	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 23

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 345,958	\$ 345,958	\$ 224,785	\$ (121,173)
Fees, licenses, and permits	330,000	330,000	354,456	24,456
Total revenues	675,958	675,958	579,241	(96,717)
<b>Expenditures</b>				
Current:				
Personnel services	151,865	154,092	154,813	(721)
Supplies	8,480	8,480	6,057	2,423
Contractual services	281,000	282,000	146,579	135,421
Utilities	177,608	177,608	162,355	15,253
Repairs and maintenance	500	500	50	450
Fuel and oil	1,320	1,320	1,064	256
Furniture, machinery, and equipment	15,000	25,871	19,860	6,011
Insurance, bonds, and licenses	2,551	2,551	2,053	498
Other	20,500	20,500	14,735	5,765
Total expenditures	658,824	672,922	507,566	165,356
<b>Deficiency of revenues under expenditures</b>	17,134	3,036	71,675	68,639
<b>Net change in fund balances</b>	<u>\$ 17,134</u>	<u>\$ 3,036</u>	71,675	<u>\$ 68,639</u>
<b>Fund balance - beginning</b>			857,893	
<b>Fund balance - ending</b>			<u>\$ 929,568</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 24

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

YEAR ENDED JUNE 30, 2022

---

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Expenditures				
Current:				
Supplies	\$ 2,400	\$ 2,970	\$ 631	\$ 2,339
Total expenditures	2,400	2,970	631	2,339
<b>Deficiency of revenues under expenditures</b>	(2,400)	(2,970)	(631)	2,339
<b>Net change in fund balances</b>	<u>\$ (2,400)</u>	<u>\$ (2,970)</u>	(631)	<u>\$ 2,339</u>
<b>Fund balance - beginning</b>			733	
<b>Fund balance - ending</b>			<u>\$ 102</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 25

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ROAD MAINTENANCE FUND***YEAR ENDED JUNE 30, 2022*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 3,187,971	\$ 3,187,971	\$ 3,068,720	\$ (119,251)
Total revenues	3,187,971	3,187,971	3,068,720	(119,251)
Expenditures				
Current:				
Contractual services	3,187,971	3,187,971	113,998	3,073,973
Total expenditures	3,187,971	3,187,971	113,998	3,073,973
<b>Deficiency of revenues under expenditures</b>	-	-	2,954,722	2,954,722
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	2,954,722	<b>\$ 2,954,722</b>
<b>Fund balance - beginning</b>			-	
<b>Fund balance - ending</b>			<b>\$ 2,954,722</b>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 26

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

YEAR ENDED JUNE 30, 2022

---

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 2,766,918	\$ 2,766,918	\$ 2,662,557	\$ (104,361)
Total revenues	2,766,918	2,766,918	2,662,557	(104,361)
<b>Deficiency of revenues under expenditures</b>	2,766,918	2,766,918	2,662,557	(104,361)
<b>Net change in fund balances</b>	<u>\$ 2,766,918</u>	<u>\$ 2,766,918</u>	2,662,557	<u>\$ (104,361)</u>
<b>Fund balance - beginning</b>			-	
<b>Fund balance - ending</b>			<u>\$ 2,662,557</u>	



**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 27

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

YEAR ENDED JUNE 30, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Positive (Negative)</b>
Revenues				
Taxes	\$ 2,626,553	\$ 2,626,553	\$ 2,727,958	\$ 101,405
Other revenues	-	-	177,783	177,783
Total revenues	<u>2,626,553</u>	<u>2,626,553</u>	<u>2,905,741</u>	<u>279,188</u>
Expenditures				
Debt service:				
Principal retirement	1,597,527	1,597,527	1,593,426	4,101
Interest and fiscal charges	976,492	976,492	970,233	6,259
Total expenditures	<u>2,574,019</u>	<u>2,574,019</u>	<u>2,563,659</u>	<u>10,360</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>52,534</u>	<u>52,534</u>	<u>342,082</u>	<u>289,548</u>
Other financing uses:				
Transfers out of deficit balance	177,783	177,783	2,331,728	2,153,945
Total other financing uses	<u>177,783</u>	<u>177,783</u>	<u>2,331,728</u>	<u>2,153,945</u>
<b>Net change in fund balances</b>	<u>\$ 230,317</u>	<u>\$ 230,317</u>	2,673,810	<u>\$ 2,443,493</u>
<b>Fund balance - beginning</b>			(333,324)	
<b>Fund balance - ending</b>			<u>\$ 2,340,486</u>	

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 28

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

YEAR ENDED JUNE 30, 2022

	<b>Balance June 30, 2021</b>	<b>Receipts</b>	<b>Disbursements</b>	<b>Balance June 30, 2022</b>
<b>School District Fund</b>				
Assets				
Cash	\$ 62,466,440	\$ 243,887,893	\$ 236,165,171	\$ 70,189,162
Accounts receivable - other	970	22,475	970	22,475
Property taxes receivable, net	5,512,826	221,271	291,677	5,442,420
	<u>\$ 67,980,236</u>	<u>\$ 244,131,639</u>	<u>\$ 236,457,818</u>	<u>\$ 75,654,057</u>
Liabilities				
Due to others	\$ 5,513,796	\$ 243,746	\$ 292,647	\$ 5,464,895
Net Position				
Restricted for:				
Individuals, organizations, and other governments	<u>\$ 62,466,440</u>	<u>\$ 243,887,893</u>	<u>\$ 236,165,171</u>	<u>\$ 70,189,162</u>
<b>Municipal Fund</b>				
Assets				
Cash	\$ -	\$ 11,408,932	\$ 11,330,510	\$ 78,422
Property taxes receivable, net	923,358	58,624	192,448	789,534
	<u>\$ 923,358</u>	<u>\$ 11,467,556</u>	<u>\$ 11,522,958</u>	<u>\$ 867,956</u>
Liabilities				
Accounts payable	\$ 65,119	\$ 11,143,596	\$ 11,076,475	\$ 132,240
Due to others	858,239	56,457	178,980	735,716
	<u>\$ 923,358</u>	<u>\$ 11,200,053</u>	<u>\$ 11,255,455</u>	<u>\$ 867,956</u>
<b>Mini-Bottle Fund</b>				
Assets				
Cash	\$ 48,254	\$ 244,970	\$ 293,224	\$ -
Accounts receivable - other	-	253,449	-	253,449
	<u>\$ 48,254</u>	<u>\$ 498,419</u>	<u>\$ 293,224</u>	<u>\$ 253,449</u>
Liabilities				
Due to others	\$ 48,254	\$ 498,419	\$ 293,224	\$ 253,449
<b>Fire District Fund</b>				
Assets				
Cash	\$ -	\$ 277,777	\$ 277,777	\$ -
Liabilities				
Due to others	\$ -	\$ 277,777	\$ 277,777	\$ -
<b>Magistrates' Fund</b>				
Assets				
Cash	\$ 66,588	\$ 615,742	\$ 609,589	\$ 72,741
Liabilities				
Due to others	\$ 66,588	\$ 615,742	\$ 609,589	\$ 72,741

**PICKENS COUNTY, SOUTH CAROLINA**

Schedule 28 - continued

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

YEAR ENDED JUNE 30, 2022

	<b>Balance June 30, 2021</b>	<b>Receipts</b>	<b>Disbursements</b>	<b>Balance June 30, 2022</b>
<b>Family Court Fund</b>				
Assets				
Cash and investments	\$ 18,659	\$ 680,126	\$ 675,154	\$ 23,631
Liabilities				
Due to others	\$ 18,659	\$ 680,126	\$ 675,154	\$ 23,631
<b>Clerk of Court Fund</b>				
Assets				
Cash and investments	\$ 1,105,519	\$ 890,773	\$ 807,162	\$ 1,189,130
Liabilities				
Due to others	\$ 1,105,519	\$ 890,773	\$ 807,162	\$ 1,189,130
<b>Library Foundation</b>				
Assets				
Cash and investments	\$ 57,720	\$ 2,262	\$ 767	\$ 59,215
Net Position				
Restricted for:				
Individuals, organizations, and other governments	\$ 57,720	\$ 2,262	\$ 767	\$ 59,215
<b>Total of all Custodial Funds</b>				
Assets				
Cash and investments	\$ 63,763,180	\$ 258,008,475	\$ 250,159,354	\$ 71,612,301
Accounts receivable - other	970	275,924	970	275,924
Property taxes receivable	6,436,184	279,895	484,125	6,231,954
Total assets	\$ 70,200,334	\$ 258,564,294	\$ 250,644,449	\$ 78,120,179
Liabilities				
Accounts payable	\$ 65,119	\$ 11,143,596	\$ 11,076,475	\$ 132,240
Due to others	7,611,055	3,263,040	3,134,533	7,739,562
Total liabilities	\$ 7,676,174	\$ 14,406,636	\$ 14,211,008	\$ 7,871,802
Net Position				
Restricted for:				
Individuals, organizations, and other governments	\$ 62,524,160	\$ 243,890,155	\$ 236,165,938	\$ 70,248,377

## **STATISTICAL SECTION**

# PICKENS COUNTY, SOUTH CAROLINA

## STATISTICAL SECTION NARRATIVE

FISCAL YEAR JUNE 30, 2022

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

### Contents

#### *Financial Trends*

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

#### *Revenue Capacity*

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

#### *Debt Capacity*

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

#### Demographic and Economic Information

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

#### Operating Information

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

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

**PICKENS COUNTY, SOUTH CAROLINA**

**NET POSITION BY COMPONENT (ACCURAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental Activities</b>										
Invested in capital assets, net of related debt	\$ 44,803,759	\$ 43,964,937	\$ 45,459,121	\$ 48,208,673	\$ 50,700,319	\$ 36,106,153	\$ 50,634,094	\$ 52,928,665	\$ 56,167,746	\$ 56,322,143
Restricted	11,960,394	15,397,427	15,634,038	17,573,313	16,152,280	16,513,038	17,403,330	20,208,386	16,123,358	21,604,514
Unrestricted	24,136,243	25,986,376	(8,736,449)	(7,094,595)	(13,063,593)	(10,514,752)	(22,963,254)	(17,845,326)	(18,733,212)	(14,645,654)
Total governmental activities net assets	80,900,396	85,348,740	52,356,710	58,687,391	53,789,006	42,104,439	45,074,170	55,291,725	53,557,892	63,281,003
<b>Business-Type Activities</b>										
Invested in capital assets, net of related debt	29,155,636	28,023,881	26,816,226	25,857,381	25,414,892	28,290,482	28,476,555	23,604,725	22,472,291	22,882,341
Restricted	700,992	756,000	809,568	817,308	825,048	832,788	209,520	217,260	225,000	232,740
Unrestricted (Deficit)	1,122,850	1,091,496	503,074	417,809	600,503	1,626,984	1,562,991	1,723,641	3,440,238	2,333,110
Total business-type activities net assets	30,979,478	29,871,377	28,128,868	27,092,498	26,840,443	30,750,254	30,249,066	25,545,626	26,137,529	25,448,191
<b>Component Unit</b>										
Invested in capital assets, net of related debt	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted (Deficit)	169,334	100,109	80,150	54,651	66,685	161,877	93,590	195,459	200,744	223,928
Total component unit net assets	169,334	100,109	80,150	54,651	66,685	161,877	93,590	195,459	200,744	223,928
<b>Total Reporting Unit</b>										
Invested in capital assets, net of related debt	73,959,395	71,988,818	72,275,347	74,066,054	76,115,211	64,396,635	79,110,649	76,533,390	78,640,037	79,204,484
Restricted	12,661,386	16,153,427	16,443,606	18,390,621	16,977,328	17,345,826	17,612,850	20,425,646	16,348,358	21,837,254
Unrestricted	25,428,427	27,177,981	(8,153,225)	(6,622,135)	(12,396,405)	(8,725,891)	(21,306,673)	(15,926,226)	(15,092,230)	(12,088,616)
Total primary government net assets	\$ 112,049,208	\$ 115,320,226	\$ 80,565,728	\$ 85,834,540	\$ 80,696,134	\$ 73,016,570	\$ 75,416,826	\$ 81,032,810	\$ 79,896,165	\$ 88,953,122

**PICKENS COUNTY, SOUTH CAROLINA**

**CHANGE IN NET POSITION (ACCURAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
<u>Governmental activities:</u>										
General government	\$ 11,088,305	\$ 11,469,811	\$ 12,254,981	\$ 12,604,182	\$ 14,753,128	\$ 15,338,224	\$ 16,070,136	\$ 16,330,579	\$ 16,760,745	\$ 15,924,612
Public safety	21,850,514	22,626,518	22,559,150	25,758,032	26,064,443	28,076,159	29,074,818	30,194,764	33,241,001	33,063,645
Public works	11,256,677	10,277,306	9,259,568	12,714,042	15,651,931	9,722,755	9,202,584	7,637,054	14,871,031	12,783,651
Health and welfare	864,265	877,186	860,695	933,146	920,068	717,643	792,130	825,619	759,276	758,249
Cultural and recreation	4,246,760	4,541,962	4,283,221	4,689,443	4,820,156	5,345,076	5,268,494	5,128,012	5,042,633	5,464,418
Economic development	665,236	689,697	474,033	547,444	1,288,055	1,900,486	580,221	993,050	420,755	936,066
Intergovernmental	1,350,409	1,422,329	1,428,094	883,737	1,543,750	1,941,760	2,012,470	1,978,141	1,986,863	3,072,492
Interest on long-term debt	-	-	-	-	-	-	-	-	-	-
Debt service - other	612,816	535,849	504,353	402,385	362,033	941,288	1,229,460	(605,341)	1,159,636	942,421
Total governmental activities expenses	51,934,982	52,440,658	51,624,095	58,532,411	65,403,564	63,983,391	64,230,313	62,481,878	74,241,940	72,945,554
<u>Business-type activities:</u>										
Public Service Commission	2,699,977	2,816,922	2,683,046	3,050,970	2,844,825	2,910,549	2,537,191	2,577,400	2,639,478	3,017,270
Airport	947,016	916,192	837,465	736,118	837,400	921,266	858,537	797,679	880,189	1,124,607
Total business-type activities expense	3,646,993	3,733,114	3,520,511	3,787,088	3,682,225	3,831,815	3,395,728	3,375,079	3,519,667	4,141,877
Total Primary Government Expenses	55,581,975	56,173,772	55,144,606	62,319,499	69,085,789	67,815,206	67,626,041	65,856,957	77,761,607	77,087,431
<u>Component unit activities:</u>										
Alliance Pickens	794,974	472,450	356,336	390,778	457,914	457,830	563,678	415,820	486,919	520,377
Total component unit expenses	794,974	472,450	356,336	390,778	457,914	457,830	563,678	415,820	486,919	520,377
Total expenses	56,376,949	56,646,222	55,500,942	62,710,277	69,543,703	68,273,036	68,189,719	66,272,777	78,248,526	77,607,808
<b>Program Revenues</b>										
<u>Governmental activities:</u>										
Charges for services:										
General government	1,301,297	1,297,344	1,334,387	1,515,091	1,611,385	1,621,507	1,785,787	1,943,022	2,556,854	2,750,505
Public safety	7,719,457	9,161,649	7,943,150	8,654,967	8,176,614	9,790,419	9,499,204	9,694,312	10,302,378	10,780,232
Public works	999,045	989,904	1,035,390	1,161,031	1,301,204	1,486,775	14,949,691	1,386,402	1,296,383	1,393,864
Health and welfare	4,426	16,387	29,217	84,679	103,296	92,346	126,970	170,083	185,359	245,727
Cultural and recreation	560,701	553,744	532,321	644,000	625,362	798,887	776,923	728,709	1,017,380	1,094,045
Operating grants and contributions	4,741,551	5,648,952	5,984,172	10,315,555	7,202,200	7,301,417	6,985,839	7,481,716	6,722,514	5,240,865
Capital grants and contributions	147,275	423,643	125,000	-	-	-	-	-	-	-
Total governmental activities program revenues	15,473,752	18,091,623	16,983,637	22,375,323	19,020,061	21,091,351	34,124,414	21,404,244	22,080,868	21,505,238

**PICKENS COUNTY, SOUTH CAROLINA**

**CHANGE IN NET POSITION (ACCURAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

*YEAR ENDED JUNE 30, 2022*

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Business-type activities:</b>										
Charges for services:										
Public Service Commission	\$ 1,255,385	\$ 1,268,272	\$ 1,289,956	\$ 1,415,105	\$ 1,368,923	\$ 1,414,731	\$ 1,494,499	\$ 1,461,685	\$ 1,708,629	\$ 1,520,381
Airport	550,821	494,435	478,820	444,548	621,303	557,378	583,825	553,779	700,839	1,090,683
Operating grants and contributions	-	-	-	-	-	-	-	-	813,175	-
Capital grants and contributions	1,200,981	583,785	437,925	586,072	1,111,193	400,002	797,227	462,008	397,463	392,580
Total business-type activities program revenues	3,007,187	2,346,492	2,206,701	2,445,725	3,101,419	2,372,111	2,875,551	2,477,472	3,620,106	3,003,644
 Total Primary Government Program Revenues	 18,480,939	 20,438,115	 19,190,338	 24,821,048	 22,121,480	 23,463,462	 36,999,965	 23,881,716	 25,700,974	 24,508,882
 Component unit activities:										
Alliance Pickens	232,887	11,324	22,324	23,000	118,000	20,538	67,822	84,285	114,235	80,189
Total component unit revenues	232,887	11,324	22,324	23,000	118,000	20,538	67,822	84,285	114,235	80,189
Total revenues	18,713,826	20,449,439	19,212,662	24,844,048	22,239,480	23,484,000	37,067,787	23,966,001	25,815,209	24,589,071
 <b>Net (Expense) Revenue</b>										
Governmental activities	(36,461,230)	(34,349,035)	(34,640,458)	(36,157,088)	(46,383,503)	(42,892,040)	(43,560,899)	(41,077,634)	(52,569,347)	(51,440,316)
Business-type activities	(639,806)	(1,386,622)	(1,313,810)	(1,341,363)	(580,806)	(1,459,704)	(520,177)	(897,607)	100,439	(1,138,233)
Component unit activities	(562,087)	(461,126)	(334,012)	(367,778)	(339,914)	(437,292)	(495,856)	(331,535)	(372,684)	(440,188)
Total Primary Government	(37,663,123)	(36,196,783)	(36,288,280)	(37,866,229)	(47,304,223)	(44,789,036)	(44,576,932)	(42,306,776)	(52,841,592)	(53,018,737)
 <b>General Revenues and Other Changes in Net Assets</b>										
<b>Governmental activities:</b>										
Taxes	32,606,724	34,453,144	35,248,707	36,998,429	36,947,789	37,372,290	39,781,660	41,099,091	42,257,918	50,597,219
Grants and contributions	4,887,962	4,856,536	4,841,567	4,940,083	5,213,027	5,162,145	5,166,692	5,495,965	7,610,352	9,870,674
Investment earnings	108,448	135,870	200,655	366,793	353,202	506,816	841,595	677,122	381,366	361,816
Miscellaneous	334,963	(15,127)	(2,499,667)	370,832	(188,977)	399,375	778,254	4,157,806	585,878	333,718
Gain on sale of capital assets	19,351	123,308	(50,577)	116,625	(511,172)	24,029	(25,162)	3,335	-	-
Transfers	(158,405)	(669,908)	(303,751)	(304,993)	(328,751)	(5,489,524)	(12,409)	(337,938)	-	-
Total governmental activities	37,799,043	38,883,823	37,436,934	42,487,769	41,485,118	37,975,131	46,530,630	51,095,381	50,835,514	61,163,427



**PICKENS COUNTY, SOUTH CAROLINA**

**CHANGE IN NET POSITION (ACCURAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Business-type activities:</b>										
Gain (loss) on sale of capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,810,624)	\$ -	\$ -
Grants and contributions	-	-	-	-	-	-	-	-	486,786	259,247
Miscellaneous	-	-	-	-	-	90,742	6,580	6,815	4,678	189,648
Transfers	158,405	278,521	303,751	304,993	328,751	5,489,524	12,409	(2,024)	-	-
Total business-type activities	158,405	278,521	303,751	304,993	328,751	5,580,266	18,989	(3,805,833)	491,464	448,895
Total Primary Government	37,957,448	39,162,344	37,740,685	42,792,762	41,813,869	43,555,397	46,549,619	47,289,548	51,326,978	61,612,322
<b>Component Unit Activities:</b>										
Investment Earnings	666	514	320	382	322	397	657	729	430	363
Miscellaneous	-	-	-	-	-	-	426,912	92,713	377,539	463,009
Transfers	442,050	391,387	313,733	341,897	351,626	532,087	-	339,962	-	-
Total component unit activities	442,716	391,901	314,053	342,279	351,948	532,484	427,569	433,404	377,969	463,372
<b>Change in Net Assets</b>										
Governmental activities	1,337,813	4,534,788	(32,992,030)	6,330,681	(4,898,385)	(4,916,909)	2,969,731	10,017,747	(1,733,833)	9,723,111
Business-type activities	(481,401)	(1,108,101)	(1,742,509)	(1,036,370)	(252,055)	4,120,562	(501,188)	(4,703,440)	591,903	(689,338)
Total Primary Government	856,412	3,426,687	(34,734,539)	5,294,311	(5,150,440)	(796,347)	2,468,543	5,314,307	(1,141,930)	9,033,773
Component unit activities	(119,371)	(69,225)	(19,959)	(25,499)	12,034	95,192	(68,287)	101,869	5,285	23,184
Total Reporting Unit	<u>\$ 737,041</u>	<u>\$ 3,357,462</u>	<u>\$ (34,754,498)</u>	<u>\$ 5,268,812</u>	<u>\$ (5,138,406)</u>	<u>\$ (701,155)</u>	<u>\$ 2,400,256</u>	<u>\$ 5,416,176</u>	<u>\$ (1,136,645)</u>	<u>\$ 9,056,957</u>

**PICKENS COUNTY, SOUTH CAROLINA**

**FUND BALANCES - GOVERNMENTAL FUNDS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Fund</b>										
Nonspendable	\$ 1,586,053	\$ 1,597,119	\$ 1,579,659	\$ 1,547,843	\$ 1,310,699	\$ 1,865,852	\$ 1,153,296	\$ 1,142,000	\$ 1,150,375	\$ 1,239,396
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	3,199,414	-	-	-	-	-	-	-	-	-
Assigned	4,639,991	6,591,559	7,790,805	8,972,808	8,544,709	6,762,401	5,552,312	5,872,786	9,359,805	10,723,249
Unassigned	19,209,791	20,915,924	22,515,434	23,924,817	21,586,795	19,188,947	24,122,881	31,040,196	30,185,504	32,703,354
Total General Fund	28,635,249	29,104,602	31,885,898	34,445,468	31,442,203	27,817,200	30,828,489	38,054,982	40,695,684	44,665,999
<b>All Other Governmental Funds</b>										
Nonspendable	1,703	649,129	9,835	3,130	10,268	6,389	2,574	609	1,049	992
Restricted	7,833,127	15,397,427	15,634,043	17,573,313	16,152,280	16,512,778	17,403,330	20,208,386	16,123,358	23,617,057
Committed	3,604,377	892,235	285,654	85,890	-	16,285,970	1,341,538	9,167	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(126,849)	(498,409)	(427,378)	(569,457)	(1,025,337)	(596,924)	(308,270)	53,549	(397,400)	(2,003,911)
Total All Other Governmental Funds	11,312,358	16,440,382	15,502,154	17,092,876	15,137,211	32,208,213	18,439,172	20,271,711	15,727,007	21,614,138
Total Governmental Fund Balance	\$ 39,947,607	\$ 45,544,984	\$ 47,388,052	\$ 51,538,344	\$ 46,579,414	\$ 60,025,413	\$ 49,267,661	\$ 58,326,693	\$ 56,422,691	\$ 66,280,137

**PICKENS COUNTY, SOUTH CAROLINA**

**CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Taxes	\$ 32,335,013	\$ 33,791,817	\$ 34,292,274	\$ 36,141,974	\$ 35,951,087	\$ 36,542,968	\$ 39,231,553	\$ 40,467,320	\$ 41,933,527	\$ 49,774,963
Fees, licenses and permits	6,098,332	6,183,688	6,650,297	6,707,563	7,031,340	7,839,582	7,973,906	8,359,269	8,714,734	7,055,386
Intergovernmental	7,602,068	8,702,952	8,737,519	12,989,373	10,279,287	10,161,906	9,838,842	10,661,886	11,936,412	14,803,789
Charges for services	6,269,400	6,002,528	6,268,814	6,610,683	6,780,713	8,214,688	7,847,269	7,784,553	8,831,734	9,324,546
Fines and forfeitures	757,288	2,293,571	695,656	1,541,829	660,457	542,404	637,303	575,030	593,513	580,933
Investment income	178,351	203,026	263,906	420,425	422,697	568,722	895,393	722,854	417,699	413,902
Rental income	66,518	24,204	20,933	21,100	22,616	19,600	19,200	19,225	19,200	-
Contributions	12,891	81,197	47,705	35,549	4,344	39,522	97,990	112,154	89,615	61,549
Miscellaneous	410,081	334,719	391,693	469,637	272,731	483,837	700,147	4,006,060	364,311	1,146,928
Total Revenues	53,729,942	57,617,702	57,368,797	64,938,133	61,425,272	64,413,229	67,241,603	72,708,351	72,900,745	83,161,996
<b>Expenditures</b>										
General government	9,996,701	10,425,459	10,872,211	11,347,596	12,393,478	12,373,130	12,957,662	12,587,118	12,578,637	15,237,763
Public safety	20,487,005	21,169,840	20,880,137	23,705,195	23,834,731	25,975,272	26,821,280	27,848,311	30,351,825	30,210,464
Public works	10,052,522	9,207,995	8,172,262	11,537,764	13,472,912	8,373,386	8,074,496	8,076,925	14,137,169	10,888,465
Health and welfare	824,990	832,512	817,536	890,237	891,016	677,353	750,955	780,495	716,791	760,274
Culture and recreation	3,921,338	4,212,529	3,944,464	4,354,647	4,478,322	5,265,728	4,886,948	4,735,204	4,634,297	4,989,731
Economic development	586,003	594,857	366,248	439,659	1,189,981	1,254,619	59,529	899,270	246,921	77,554
Other	1,357,395	1,429,315	1,440,115	891,923	1,909,816	1,629,919	1,647,712	1,645,213	1,702,552	3,183,226
Intergovernmental	103,512	89,475	169,961	270,848	383,145	885,270	877,306	421,265	491,317	1,348,912
Capital outlay	3,932,728	3,143,834	6,034,166	3,841,717	7,807,585	15,466,810	17,628,822	4,831,100	3,867,377	3,992,416
Debt service:										
Principal	2,418,939	2,679,193	2,711,850	2,771,805	1,485,193	4,665,854	2,965,749	1,931,383	4,503,992	1,593,426
Interest	624,183	565,407	513,028	431,457	359,272	872,191	1,316,487	1,180,097	1,253,205	1,022,319
Total Expenditures	54,305,316	54,350,416	55,921,978	60,482,848	68,205,451	77,439,532	77,986,946	64,936,381	74,484,083	73,304,550
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(575,374)</b>	<b>3,267,286</b>	<b>1,446,819</b>	<b>4,455,285</b>	<b>(6,780,179)</b>	<b>(13,026,303)</b>	<b>(10,745,343)</b>	<b>7,771,970</b>	<b>(1,583,338)</b>	<b>9,857,446</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	55,151	-
Proceeds from bond issuance	-	3,000,000	700,000	-	2,150,000	31,961,826	-	1,625,000	-	-
Transfers in (out)	(158,405)	(669,908)	(303,751)	(304,993)	(328,751)	(5,489,524)	(12,409)	(337,938)	(375,815)	-
Transfers to Pickens Alliance	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(158,405)	2,330,092	396,249	(304,993)	1,821,249	26,472,302	(12,409)	1,287,062	(320,664)	-
<b>Net Change in Fund Balance</b>	<b>\$ (733,779)</b>	<b>\$ 5,597,378</b>	<b>\$ 1,843,068</b>	<b>\$ 4,150,292</b>	<b>\$ (4,958,930)</b>	<b>\$ 13,445,999</b>	<b>\$ (10,757,752)</b>	<b>\$ 9,059,032</b>	<b>\$ (1,904,002)</b>	<b>\$ 9,857,446</b>
Debt Service as a percentage of noncapital expenditures	6.04%	6.34%	6.46%	5.66%	3.05%	8.94%	7.09%	5.18%	8.15%	3.77%

**PICKENS COUNTY, SOUTH CAROLINA**

**CHANGE IN FUND BALANCES - GENERAL FUND (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Taxes	\$ 24,141,404	\$ 25,337,978	\$ 25,612,326	\$ 27,435,674	\$ 27,024,972	\$ 27,016,829	\$ 29,532,597	\$ 31,171,281	\$ 32,186,930	\$ 33,868,926
Fees, licenses and permits	661,268	691,447	816,291	839,004	947,610	956,572	1,008,126	1,017,753	1,253,027	1,556,471
Intergovernmental	4,999,754	5,086,152	5,022,856	5,050,838	5,534,578	5,513,036	5,784,804	6,065,772	6,230,943	6,263,773
Charges for services	6,103,475	5,851,912	6,121,789	6,462,181	6,654,722	8,094,707	7,744,241	7,730,317	8,769,243	9,272,443
Fines and forfeitures	565,302	597,299	508,816	501,786	452,089	442,219	460,218	421,869	346,274	386,409
Investment income	169,841	193,435	254,244	416,250	408,088	556,699	886,289	716,433	415,093	413,902
Rental income	66,518	24,204	20,933	21,100	22,616	19,600	19,200	19,200	19,200	-
Contributions	6,765	(500)	2,340	2,092	1,255	35,993	41,266	72,834	7,896	19,298
Miscellaneous	406,774	153,156	383,948	449,204	189,989	456,057	677,444	4,001,129	360,350	644,824
Total Revenues	37,121,101	37,935,083	38,743,543	41,178,129	41,235,919	43,091,712	46,154,185	51,216,588	49,588,956	52,426,046
<b>Expenditures</b>										
General government	9,792,705	10,230,371	10,669,118	11,151,665	12,021,434	12,145,177	12,731,091	12,365,269	12,336,458	12,843,882
Public safety	16,166,213	16,567,297	16,499,260	17,071,321	18,545,855	19,983,980	20,580,025	21,700,196	22,398,692	23,535,603
Public works	5,441,619	5,469,236	5,329,573	5,301,829	5,336,083	5,477,249	5,378,165	5,381,798	6,529,815	6,933,913
Health and welfare	824,990	832,310	817,536	879,141	888,236	676,769	750,943	780,495	716,791	760,274
Culture and recreation	672,486	645,938	600,791	889,001	1,038,809	1,035,055	1,051,136	949,586	995,810	896,104
Economic development	583,753	391,387	366,248	439,659	1,189,981	1,254,619	59,529	141,270	566,460	19,555
Other	320,641	387,531	394,080	388,562	766,709	122,319	62,612	65,313	263,382	1,519,818
Intergovernmental	103,512	89,475	169,961	270,848	383,145	885,270	877,306	421,265	491,317	348,912
Capital outlay	1,430,073	1,248,600	703,386	1,814,744	2,052,632	2,121,797	1,478,870	2,360,001	2,704,680	1,597,670
Debt service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditures	35,335,992	35,862,145	35,549,953	38,206,770	42,222,884	43,702,235	42,969,677	44,165,193	47,003,405	48,455,731
<b>Excess of Revenues Over (Under) Expenditures</b>	1,785,109	2,072,938	3,193,590	2,971,359	(986,965)	(610,523)	3,184,508	7,051,395	2,585,551	3,970,315
<b>Other Financing Sources (Uses)</b>										
Issuance of debt	-	-	-	-	-	1,500,000	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	55,151	-
Transfers in (out)	(2,091,924)	(1,603,585)	(412,294)	(411,789)	(2,016,300)	(4,514,480)	(173,219)	175,098	-	-
Total Other Financing Sources (Uses)	(2,091,924)	(1,603,585)	(412,294)	(411,789)	(2,016,300)	(3,014,480)	(173,219)	175,098	55,151	-
<b>Net Change in Fund Balance</b>	(306,815)	469,353	2,781,296	2,559,570	(3,003,265)	(3,625,003)	3,011,289	7,226,493	2,640,702	3,970,315
Fund Balance, Beginning of Year	28,942,064	28,635,249	29,104,602	31,885,898	34,445,468	31,442,203	27,817,200	30,828,489	38,054,982	40,695,684
Fund Balance, End of Year	\$ 28,635,249	\$ 29,104,602	\$ 31,885,898	\$ 34,445,468	\$ 31,442,203	\$ 27,817,200	\$ 30,828,489	\$ 38,054,982	\$ 40,695,684	\$ 44,665,999

**PICKENS COUNTY, SOUTH CAROLINA**

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

YEAR ENDED JUNE 30, 2022

<b>Fiscal Year Ended June 30,</b>	<b>Tax Year</b>	<b>Real Property</b>	<b>Personal Property</b>	<b>Less Exemptions</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate (1)</b>	<b>Estimated Actual Taxable Value</b>	<b>Taxable Assessed Value as a Percentage of Actual Taxable Value</b>
2013	2012	\$ 346,468,573	\$ 105,416,061		\$ 451,884,634	65.60	\$ 8,178,289,922	5.53%
2014	2013	349,020,293	112,959,999		461,980,292	65.60	8,311,532,266	5.56%
2015	2014	342,164,203	116,892,926		459,057,129	68.20	8,238,393,674	5.57%
2016	2015	346,996,026	121,233,803		468,229,829	68.20	8,427,261,409	5.56%
2017	2016	354,537,030	123,891,044		478,428,074	68.20	8,606,602,718	5.56%
2018	2017	373,537,003	126,949,196		500,486,199	68.20	8,793,054,440	5.69%
2019	2018	397,808,536	126,295,392		524,103,928	68.20	9,176,884,829	5.71%
2020	2019	444,167,227	125,810,926		569,978,153	64.40	10,245,911,799	5.56%
2021	2020	465,429,090	144,308,079		609,737,169	64.40	10,665,573,941	5.72%
2022	2021	474,319,214	152,303,509		626,622,723	74.30	10,993,021,539	5.70%

	<b>Assessed Value</b>	<b>Market Value</b>
Class of Property		
Real Property and Mobile Homes	\$ 474,319,214	\$ 9,069,287,610
Motor Vehicles (includes aircraft)	57,371,197	906,348,109
Public Utilities and Transportation Companies for Hire	42,416,790	472,558,430
Manufacturing and Business Personal Property	25,938,332	203,221,525
Marine Equipment	9,005,726	77,804,126
FILOT Property	17,571,464	263,801,739
Totals*	<u>\$ 626,622,723</u>	<u>\$ 10,993,021,539</u>

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

\*Some variance may result from daily fluctuation in various categories including Motor Vehicles. Includes Merchant's Inventory reimbursement which is fixed by statute at \$123,940. The Real Property and Mobile Homes line includes property subject to Homestead Exemption at an assessed value of \$20,715,920 and a market value of \$1,856,271,106.

**PICKENS COUNTY, SOUTH CAROLINA****PROPERTY TAX RATES - DIRECT AND OVERLAPPING RATES (RATE PER \$1,000 OF ASSESSED VALUE)****LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>County Wide Tax Rates</b>										
County Operations	53.2	53.2	55.3	55.3	55.3	55.3	55.8	53.0	53.0	63.3
County Bonds	3.9	3.9	4.0	4.0	4.0	4.0	3.5	3.1	3.1	3.1
Tri-County Technical	2.5	2.5	2.6	2.6	2.6	2.6	2.6	2.4	2.4	2.4
Library	6.0	6.0	6.3	6.3	6.3	6.3	6.3	5.9	5.9	5.5
County Sewer District*	1.9	1.9	2.0	2.0	2.0	2.0	2.0	1.4	1.4	1.4
Total Direct Rate	67.5	67.5	70.2	70.2	70.2	70.2	70.2	65.8	65.8	75.7
<b>City Rates</b>										
Easley	58.0	58.0	60.0	60.0	62.0	65.0	68.0	59.0	62.0	63.5
Liberty	80.0	80.0	79.7	79.7	79.7	79.7	84.3	79.8	85.2	86.2
Norris	72.2	72.2	73.8	73.8	73.8	73.8	73.8	70.8	70.8	70.8
Central	72.0	72.0	74.0	75.0	75.5	75.5	78.3	73.0	73.0	73.0
Clemson	83.4	83.4	82.2	84.2	84.2	86.2	87.2	78.8	78.8	80.5
Six Mile	31.8	31.8	33.5	33.5	33.5	33.5	33.5	31.1	31.1	31.1
Pickens	58.3	60.3	64.9	66.4	67.3	77.3	78.3	72.5	78.3	79.3
<b>School District Rate</b>	160.5	160.5	165.2	164.5	165.2	168.0	168.0	162.9	162.9	164.0
<b>Special District Rates</b>										
Keowee Vineyards	38.4	38.4	46.7	48.2	48.2	48.2	51.1	51.5	51.5	51.5
Keowee Springs	56.7	56.7	70.7	58.5	58.5	58.5	53.4	39.6	39.6	39.6
Pumpkintown	-	-	-	-	-	-	-	-	-	-
Shady Grove	11.6	11.6	14.3	12.2	12.2	16.8	15.6	15.5	15.5	15.5
Georges Creek	0.5	0.6	0.6	0.6	0.6	0.6	0.6	0.5	0.5	0.5
Oolenoy	-	-	-	2.1	2.1	2.1	2.0	2.0	2.0	1.9
Sedgewood	6.0	6.5	6.5	6.7	7.0	7.0	7.0	7.0	7.0	7.0
Saluda Lake	-	-	-	-	-	-	-	-	-	-

Note: Property was reassessed as of 2018.

\*County Sewer is subtracted out when calculating Municipality taxes.

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

*YEAR ENDED JUNE 30, 2022*

<b>Taxpayer</b>	<b>2022</b>	
	<b>Taxable Assessed Value</b>	<b>Percent of Total Taxable Assessed Value</b>
Duke Energy Carolinas	\$ 33,316,850	5.32%
Blue Ridge Electric Coop., Inc	7,822,180	1.25%
Reliable Automatic Sprinkler	4,441,385	0.71%
CCSHP Clemson LLC	3,504,970	0.56%
Cellco Partnership DBA Verizon	2,289,140	0.37%
The Ridge Clemson LLC	2,285,030	0.36%
PHU Hwy 76 Clemson LLC	2,080,470	0.33%
BASF Corporation	2,039,367	0.33%
St Jude Medical Cardiology Division Inc	2,002,174	0.32%
Champion Aerospace LLC	1,965,880	0.31%
Total	<u><u>\$ 61,747,446</u></u>	<u><u>9.85%</u></u>

<b>Taxpayer</b>	<b>2013</b>	
	<b>Taxable Assessed Value</b>	<b>Percent of Total Taxable Assessed Value</b>
Duke Energy Corporation	\$ 18,157,230	4.02%
Blue Ridge Electric Coop., Inc	5,985,330	1.32%
Bellsouth Telecommunications	2,973,060	0.66%
Keowee River Club LLC	1,742,707	0.39%
Pacesetter Inc	1,674,135	0.37%
Reliable Automatic Sprinkler	1,636,386	0.36%
Chimney Ridge II LLC	1,404,190	0.31%
Shaw Industries Group Inc	1,356,273	0.30%
Urbana Cliffs RE LLC	1,232,930	0.27%
The Cliffs at Keowee Vineyards	1,107,300	0.25%
Total	<u><u>\$ 37,269,541</u></u>	<u><u>8.25%</u></u>

Source: Pickens County Auditor's Office

**PICKENS COUNTY, SOUTH CAROLINA**  
**COUNTY PROPERTY TAX LEVY AND COLLECTIONS**

YEAR ENDED JUNE 30, 2022

Fiscal Year Ended June 30,	Total Adjusted Levy (1)	Collected within the Fiscal Year of the Levy		Delinquent Collections (2)	Estimated Tax Collections to Date	
		Taxes Collected	% of Adjusted Levy Collected		Total Taxes Collected (1)	% of Total Adjusted Levy Collected
2013	19,270,020	18,528,689	96.15%	992,602	19,521,291	101.30%
2014	18,619,253	18,033,263	96.85%	1,219,685	19,252,948	103.40%
2015	19,304,671	18,672,716	96.73%	817,582	19,490,298	100.96%
2016	19,471,605	18,657,108	95.82%	859,288	19,516,396	100.23%
2017	19,321,550	18,656,440	96.56%	736,535	19,392,975	100.37%
2018	19,837,736	19,022,484	95.89%	728,644	19,751,128	99.56%
2019	21,379,776	20,435,388	95.58%	640,242	21,075,630	98.58%
2020	21,559,877	20,531,450	95.23%	820,921	21,352,371	99.04%
2021	21,995,684	21,110,807	95.98%	532,667	21,643,474	98.40%
2022	27,527,622	26,480,503	96.20%	709,824	27,190,327	98.77%

Notes:

(1) Includes the adjusted County operating and bond millage.

(2) Includes late-payment penalties.



**PICKENS COUNTY, SOUTH CAROLINA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**

YEAR ENDED JUNE 30, 2022

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Special Source Revenue Bonds	Capital Leases	Notes Payable	Sewer Revenue Bonds	Notes Payable			
2013	10,112,744	-	550,518	4,538,744	6,712,349	-	21,914,355	568.14%	184
2014	10,977,125	-	430,555	4,115,130	6,586,311	-	22,109,121	546.59%	183
2015	9,526,866	-	306,118	3,677,977	6,455,004	-	19,965,965	470.67%	164
2016	7,300,923	-	211,413	3,226,820	6,318,308	-	17,057,464	386.54%	138
2017	8,502,194	-	140,591	2,761,179	6,175,745	-	17,579,709	380.72%	142
2018	34,885,394	-	67,157	2,280,556	1,816,751	-	39,049,858	809.32%	312
2019	32,448,689	-	34,233	1,784,433	1,779,947	-	36,047,302	712.49%	284
2020	32,255,355	-	-	-	1,742,416	-	33,997,771	635.97%	266
2021	27,751,159	-	-	-	1,703,922	-	29,455,081	528.64%	228
2022	26,157,662	-	-	-	1,664,555	-	27,822,217	479.07%	214

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**OUTSTANDING GENERAL OBLIGATION BONDS**

*YEAR ENDED JUNE 30, 2022*

The outstanding general obligation bonded indebtedness of the County as of June 30, 2022 includes the issues listed below:

<b>Description</b>	<b>Final Maturity</b>	<b>Amount Issued</b>	<b>Principal Outstanding</b>
Series 1999 Bond*	10/1/2019	\$ 3,256,865	\$ -
Series 2001 Bond	10/1/2023	3,112,288	-
Series 2004A Bond	9/1/2024	1,988,315	-
Series 2007A Bond*	10/1/2027	1,024,709	324,293
Series 2007B Bond*	5/1/2028	3,266,039	1,158,369
Series 2008A Bond*	4/23/2023	197,000	-
Series 2013A Bond*	5/1/2020	1,000,000	-
Series 2013B Bond*	5/1/2028	2,000,000	-
Series 2015 Bond*	3/1/2022	700,000	-
Series 2017A Bond*	3/1/2032	650,000	-
Series 2017B Bond	6/30/2038	25,000,000	21,390,000
Series 2017C Bond*	6/30/2036	3,995,000	3,285,000
Series 2019 Bond*	7/18/2022	275,000	-
Series 2019A Bond*	12/12/2029	1,350,000	-
		<u>\$ 47,815,216</u>	<u>\$ 26,157,662</u>

\* Do not count against Constitutional Debt Limit.

Source: Annual Financial Statements

**PICKENS COUNTY, SOUTH CAROLINA**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**

*YEAR ENDED JUNE 30, 2022*

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<b>Fiscal Year</b>	<b>Population</b>	<b>Personal Income</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate</b>
2013	119,333	\$ 3,857,235	32	7.4%
2014	120,651	4,044,886	34	6.3%
2015	121,637	4,242,071	35	5.8%
2016	123,180	4,412,808	36	4.8%
2017	123,590	4,617,487	37	4.3%
2018	125,176	4,825,039	39	3.9%
2019	126,974	5,059,312	40	3.3%
2020	127,983	5,345,821	42	4.4%
2021	128,981	5,571,878	43	4.4%
2022	129,987	5,807,493	45	3.1%

**Notes:**

(1) Population, Personal Income, and Per Capita Personal Income for 2021 and 2022  
were estimated base on the average yearly change over the previous five years.

Last updated: November 16, 2021

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

**PICKENS COUNTY, SOUTH CAROLINA****RATIOS OF GENERAL BONDED DEBT OUTSTANDING****LAST TEN FISCAL YEARS***YEAR ENDED JUNE 30, 2022*


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<b>Fiscal Year Ended June 30,</b>	<b>General Obligation Bonds</b>	<b>Less Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (1)</b>	<b>Debt Per Capita (2)</b>
2013	\$ 10,112,744	\$ 605,669	\$ 9,507,075	0.12%	80
2014	10,977,125	751,499	10,225,626	0.12%	85
2015	9,526,866	866,055	8,660,811	0.11%	71
2016	7,300,923	884,824	6,416,099	0.08%	52
2017	8,502,194	2,455,600	6,046,594	0.07%	49
2018	34,885,394	2,184,301	32,701,093	0.37%	261
2019	32,448,689	1,961,157	30,487,532	0.33%	240
2020	32,255,355	1,938,521	30,316,834	0.30%	237
2021	\$27,751,159	81,026	27,670,133	0.26%	215
2022	\$26,157,662	2,419,734	23,737,928	0.22%	183

Note:

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

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

**PICKENS COUNTY, SOUTH CAROLINA**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30, 2022

**Legal Debt Margin Calculation for Fiscal Year 2022**

Assessed valuation	\$ 626,622,723
Less exemptions	-
Net assessed value	<u>\$ 626,622,723</u>
Debt limit - 8 percent of total assessed value	\$ 50,129,818
Amount of debt applicable to debt limit	<u>21,390,000</u>
Legal debt margin	<u>\$ 28,739,818</u>

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 36,150,771	\$ 36,958,423	\$ 36,724,570	\$ 37,458,386	\$ 38,274,246	\$ 40,038,896	\$ 41,928,314	\$ 45,598,252	\$ 48,778,974	\$ 50,129,818
Total net debt applicable to limit	<u>7,025,234</u>	<u>5,570,834</u>	<u>4,082,304</u>	<u>2,534,276</u>	<u>2,276,373</u>	<u>27,008,202</u>	<u>25,879,351</u>	<u>23,265,000</u>	<u>22,345,000</u>	<u>21,390,000</u>
Legal debt margin	<u>29,125,537</u>	<u>31,387,589</u>	<u>32,642,266</u>	<u>34,924,110</u>	<u>35,997,873</u>	<u>13,030,694</u>	<u>16,048,963</u>	<u>22,333,252</u>	<u>26,433,974</u>	<u>28,739,818</u>
Total net debt applicable to the limit as a percentage of debt limit	19.43%	15.07%	11.12%	6.77%	5.95%	67.45%	61.72%	51.02%	45.81%	42.67%

Notes:

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

Source: Annual Financial Statements

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**PICKENS COUNTY, SOUTH CAROLINA****PLEDGED REVENUE COVERAGE****LAST TEN FISCAL YEARS***YEAR ENDED JUNE 30, 2022*

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**Sewer System Revenue Bonds (2)**

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Funding Source: Capital charges and transfers

<b>Fiscal Year</b>	<b>Available Revenue</b>	<b>Debt Service</b>		<b>Coverage</b>
		<b>Principal</b>	<b>Interest</b>	
2013	392,808	120,762	272,046	1.000
2014	392,808	126,037	266,771	1.000
2015	392,808	131,307	261,501	1.000
2016	392,808	136,696	256,112	1.000
2017	392,808	142,563	250,245	1.000
2018	4,603,224	4,358,993	244,231	1.000
2019	77,304	36,804	40,500	1.000
2020	77,304	37,531	39,773	1.000
2021	77,304	38,494	38,810	1.000
2022	77,304	39,369	37,935	1.000

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

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

*YEAR ENDED JUNE 30, 2022*

<b>Company or Organization</b>	<b>June 30, 2022</b>	
	<b>Number of Employees</b>	<b>Percent of Total County Employment</b>
Clemson University	5,392	9.64%
School District of Pickens County	2,227	3.98%
Pickens County	730	1.30%
Reliable Automatic Sprinkler Company, Inc.	720	1.29%
Prisma Health	704	1.26%
Aramark Services	621	1.11%
Yokohama America, South Carolina	470	0.84%
Abbott	330	0.59%
Danfoss	260	0.46%
TaylorMade	245	0.44%
	<b>8,742</b>	<b>20.91%</b>

<b>Company or Organization</b>	<b>June 30, 2013</b>	
	<b>Number of Employees</b>	<b>Percent of Total County Employment</b>
State of South Carolina	4,531	8.53%
Clemson University	3,535	6.65%
School District of Pickens County	2,200	4.14%
Palmetto Baptist Medical Center	701	1.32%
Pickens County Government	595	1.12%
YH America, South Carolina, LLC	573	1.08%
Reliable Automatic Sprinkler Company, Inc	421	0.79%
St Jude Medical, Inc	393	0.74%
Alice Manufacturing Co.	330	0.62%
Bi-Lo	320	0.60%
	<b>13,599</b>	<b>25.60%</b>

Source: Appalachian Council of Governments and InfoMentum.  
Updated October 2021.

**PICKENS COUNTY, SOUTH CAROLINA****AUTHORIZED COUNTY EMPLOYEES POSITIONS BY FUNCTION****CURRENT YEAR AND NINE YEARS AGO***YEAR ENDED JUNE 30, 2022*

<b>Function</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
General government	135	132	133	143	145	154	153	153	152	148
Public safety	291	297	300	325	337	359	392	409	413	413
Public works	96	94	91	90	89	89	87	87	87	88
Health and welfare	12	12	12	12	13	13	9	9	10	9
Culture and recreation	71	72	73	72	74	70	68	65	63	65
Transportation	3	3	3	3	3	3	3	3	3	3
Economic Development	3	3	3	3	3	3	3	3	3	3
Intergovernmental	1	1	1	1	1	1	1	1	1	1
Total authorized positions	612	614	616	649	665	692	716	730	732	730



**PICKENS COUNTY, SOUTH CAROLINA**

**OPERATING INDICATORS BY FUNCTION/PROGRAM**

FISCAL YEARS 2013-2022

YEAR ENDED JUNE 30, 2022

Function/Program	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022
<b>General government</b>										
Probate Court estate cases	851	895	944	966	915	1,042	1,661	1,884	1,975	1,960
Marriage license applications	781	746	832	778	812	773	714	705	842	801
Register of Deeds documents filed	21,481	19,907	19,220	19,620	22,396	19,057	19,673	19,355	24,391	23,312
Clerk of Court civil cases filed	1,656	1,562	2,772	2,748	3,101	2,711	2,760	2,720	2,539	2,504
Clerk of Court warrants received	3,808	3,986	3,651	4,290	4,492	4,862	4,035	4,265	4,454	4,366
Vehicle bills and renewals processed	117,159	118,097	119,208	122,699	123,823	124,871	126,355	128,591	131,384	132,356
Magistrate case filings	14,896	15,372	11,656	12,663	9,363	10,149	11,344	9,647	7,607	8,652
<b>Public Safety</b>										
Sheriff 911 calls received	49,271	47,354	46,161	49,238	46,829	48,666	53,734	78,702	94,184	84,001
Coroner's Office investigations	756	796	798	805	796	891	1,142	1,785	2,028	2,587
Prison inmates received (4)	608	473	727	594	550	433	412	3,383	3,083	3,300
EMS ambulance calls	15,012	14,979	14,553	15,417	15,838	16,727	16,629	16,597	17,904	18,722
Victim Rights services and assistance	7,674	6,822	6,891	2,672	3,176	3,097	2,837	2,447	2,592	2,421
Building Code commercial permits	70	100	57	45	80	608	129	109	95	120
Building Code residential permits	597	639	742	687	750	918	1,028	951	962	1,338
<b>Public Works</b>										
Solid Waste transfer station tonnage	36,482	36,545	39,943	41,483	43,225	45,151	44,554	44,990	45,182	46,360
Recyclables tonnage	4,842	4,670	7,761	6,689	6,640	7,217	7,644	8,740	8,660	7,445
Roads paved	58	111	34	26	47	0	0	0	13	9
Signs installed/repared	1,400	928	874	972	549	464	488	704	823	972
<b>Health and Welfare</b>										
Animal Control calls received	14,183	13,243	13,660	11,213	5,125	5,027	5,688	5,297	4,116	4,207
Veteran's Affairs claims/actions	21,884	20,112	22,300	17,002	17,645	15,624	18,916	25,175	28,643	29,712
<b>Culture and Recreation</b>										
County Park										
Park camping and day use passes (1,3)	6,619	6,901	6,799	7,280	8,507	8,647	5,864	10,605	13,964	11,944
Museum & Mill visitors (2,3)	33,487	24,119	22,256	34,982	42,928	36,886	33,238	1,715	1,462	3,223
Library visitors (3)	544,840	489,578	468,073	409,798	385,052	377,040	360,542	278,177	180,465	262,151
<b>Public Service Commission</b>										
Wastewater Treated /Gallons	309,780,415	368,137,345	299,559,531	327,173,957	270,284,037	283,417,542	324,372,702	342,769,261	299,128,871	266,090,012

Notes:

(1) FY'19 camping passes are being phased out since reservations solely done online.

(2) Mill was closed December 2013 - April 2014 and no longer a County department as of July 2019.

(3) Due to Covid-19: Mile Creek was fully closed or partially closed March 17, 2020 - June 1, 2020. Museum was closed March 17, 2020 - May 4, 2020. Library was fully closed or partially closed March 17, 2020 - June 30, 2020. Library was operating on limited hours during FY'21 and fully closed December 27, 2020 - January 19, 2021.

(4) Beginning in FY'20, this is for all inmates at the new detention center.

**PICKENS COUNTY, SOUTH CAROLINA****CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM****LAST TEN FISCAL YEARS***YEAR ENDED JUNE 30, 2022*

<b>Function/Program</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Public Safety										
Sheriff Patrol units	101	105	101	101	105	113	114	114	114	114
EMS Stations	8	8	8	8	8	8	8	8	8	8
Public Works										
Solid Waste convenience centers	8	8	8	8	8	8	8	8	8	8
Roads (miles)	669.4	669.4	670.8	651.0	653.6	653.6	653.6	653.6	645.9	645.9
Bridges	74	74	74	75	75	75	75	75	72	72
Public Service Commission										
Sanitary sewers (miles)	36.2	36.2	36.4	36.4	36.8	36.8	36.8	36.8	32.6	32.6
Culture and Recreation										
Number of county parks	2	2	2	2	2	2	2	3	4	5

## **SINGLE AUDIT SECTION**

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

To the Pickens County Council  
Pickens County, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the Economic Development Alliance of Pickens County, a discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickens County, South Carolina (the "County"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 29, 2022.

**Report on Internal Control over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

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

**Purpose of this Report**

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

*Cherry Bekaert LLP*

Greenville, South Carolina  
November 29, 2022

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

To the Pickens County Council  
Pickens County, South Carolina

### **Report on Compliance for the Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited Pickens County, South Carolina's (the "County") compliance with the types of compliance requirements described in the *Office of Management and Budget Compliance* Supplement that could have a direct and material effect on the County's major federal program for the year ended June 30, 2022. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2022.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

#### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Report on Internal Control over Compliance***

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

*Cherry Bekaert LLP*

Greenville, South Carolina  
November 29, 2022

**PICKENS COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

YEAR ENDED JUNE 30, 2022

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**Section I. Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted

☐ yes ☒ no

**Federal Awards**

Internal control over major federal programs:

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

Noncompliance material to federal awards

☐ yes ☒ no

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)

☐ yes ☒ no

Identification of the major federal program:

**Federal Assistance Listing #**

21.027

**Program Name**

COVID-19 – Coronavirus State and Local Fiscal Recovery Funds



**PICKENS COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**

*YEAR ENDED JUNE 30, 2022*

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

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

\$ 750,000

Auditee qualified as low-risk auditee?

  X   yes             no

**Section II. Financial Statement Findings**

There were no audit findings.

**Section III. Federal Award Questioned Costs and Findings**

There were no audit findings.

**Section IV. Resolution of Prior Year Findings**

There were no prior year audit findings

**PICKENS COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

YEAR ENDED JUNE 30, 2022

Federal Grantor / Program Title	Project Code	Federal CFDA Number	Grant / Award Number	Award Amount	Federal Expenditures
<b><u>US Department of Transportation</u></b>					
Federal Aviation Administration					
Runway/Taxiway Asphalt Design	G*440	20.106	3-45-0047-026-2020	\$ 260,700	\$ 79,758
Airport Coronavirus Response Grant (ACRGP)	G*452	20.106	3-45-0047-027-2021	23,000	19,484
Airport Rescue Grant	G*464	20.106	3-45-0047-028-2021	59,000	59,000
South Carolina Emergency Management Division					
HMEP Grant	G*459	20.703	693JK319400338HMEP	20,000	20,000
HMEP Grant - 2022	G*486	20.703	693JK319400338HMEP	20,000	6,575
				<u>382,700</u>	<u>184,817</u>
<b><u>US Department of Agriculture</u></b>					
Rural Development Loans					
Central-North Waste Water Treatment Plant Project Loan	PL007	10.760		-	-
Central-North Waste Water Treatment Plant Project Loan	PL007	10.760		-	-
Natural Resources Conservation Service					
USDA - NCRS Emergency Watershed Protection Program: Laurel & Hardy	G*475	10.923		121,769	121,769
				<u>121,769</u>	<u>121,769</u>
<b><u>US Department of Justice</u></b>					
JMHCP Grant	G*422	16.745	2019-MO-BX-0003	349,252	-
FY20 Coronavirus Emergency Funding	G*423	16.034	2020-VD-BX-0021	60,737	35,980
FY2021 Justice Assistance Grant	G*467	16.738	15PBJA-21-GG-01820-JAGX	21,924	-
FY2021 Bulletproof Vest Partnership	G*468	16.607		1,547	-
FY2020 Bulletproof Vest Partnership	G*476	16.607		1,449	1,449
				<u>434,909</u>	<u>37,429</u>
<b><u>US Department of Health and Human Services</u></b>					
Passed through SC Dept. of Social Services	G*013				
Dept. of Social Services Title IV-D Service of Process		93.563		-	11,088
Dept. of Social Services Title IV-D Unit Cost		93.563		-	132,545
Dept. of Social Services Title IV-D Filing Fees		93.563		-	-
Dept. of Social Services Title IV-D Incentives		93.563		-	49,775
Passed through SC Dept. of Health & Environmental Control					
UHCC Critical Incident Stress Mgmt	G*481	93.889	5 U3REP190593-03-00	8,000	3,894
National Institutes of Health					
Passed through The University of Iowa					
NNLM All of Us Community Award	G*469	93.879	3UG4LM012346-05S1	7,425	7,328
				<u>-</u>	<u>204,629</u>
<b><u>US Department of Homeland Security</u></b>					
Passed through SC Office of Adjutant General, Emergency Preparedness Division					
Emergency Management Performance Grant(s)					
FY2020 LEMPG	G*430	97.042	20EMPG01	65,307	25,282
FY2020 LEMPG (Supplemental)	G*431	97.042	2020EMPG-S01	38,117	19,150
FY2021 LEMPG	G*450	97.042	21EMPG01	65,689	40,480
FY2021 LEMPG - ARPA (Supplemental)	G*460	97.042	21EMPG-S01	21,041	15,642
Passed through Federal Emergency Management Agency					
FY2016 SAFER R&R (Pumpkintown)	G*386	97.083	EMW-2016-FF-00134	110,356	5,681
FY19 Assistance to Firefighters Grant	G*445	97.044	EMW-2019-FG-08123	1,577,273	-
Coronavirus Reimbursement	00129	93.889	FEMA-4492-DR	286,733	-
FY2020 SAFER R&R (Dacusville)	G*479	97.083	EMW-2020-FF-00136	176,364	-
Hazard Mitigation Grant Program (HMGP): Portable Generator Project	G*487	97.039	FEMA-5162-FM-SC	128,748	-
				<u>2,469,628</u>	<u>106,234</u>
<b><u>US Department of Treasury</u></b>					
Coronavirus State & Local Recovery Funds (ARPA)	G*456	21.027		<u>24,645,730</u>	<u>3,228,558</u>
<b><u>Institute of Museum &amp; Library Services</u></b>					
Library Services & Technology Act (LSTA) Grant					
Passed through South Carolina State Library					
LSTA ARPA Grant: Digital Archives Lab	G*465	45.310	IID-ARPA-045	30,000	30,000
LSTA: Multilingual Collection Development Grant	G*474	45.310	IID-ARPA-116	2,000	1,748
LSTA IMPACT Grant: PCLS Connects	G*480	45.310	IID-21-05	29,750	29,750
LSTA: Summer Reading 2022	G*482	45.310	IID-21-336	1,000	1,000
				<u>62,750</u>	<u>62,497</u>
				<u>\$ 28,117,486</u>	<u>\$ 3,945,934</u>

See accompanying note to Schedule of Expenditures of Federal Awards.

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

*YEAR ENDED JUNE 30, 2022*

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**Note 1—Basis of presentation**

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

**Note 2—Indirect cost rate**

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

**Note 3—Subrecipients**

Federal grant money received is sometimes passed through to subrecipients. During the year ended June 30, 2022, there were no subrecipients.

**PICKENS COUNTY, SOUTH CAROLINA****SUPPLEMENTARY INFORMATION REQUIRED BY STATE OF SOUTH CAROLINA****SCHEDULE OF ASSESSMENTS FOR VICTIM SERVICES***JUNE 30, 2022***Clerk of Court Collections**

Fines and fees	303,547
Assessments	15,530
Surcharges	42,469
Total Clerk of Court Collections	<u>361,546</u>

**Magistrate Court Collections**

Fines and fees	274,708
Assessments	214,279
Surcharges	101,537
Total Collections for Magistrate Court	<u>590,523</u>

Total Collections for Clerk of Court and Magistrate Court	<u><u>952,069</u></u>
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**Clerk of Court Retainage**

Fines and fees	124,178
Assessments	4,481
Surcharges	24,328
Total Clerk of Court Retainage	<u>152,987</u>

**Magistrate Court Retainage**

Fines and fees	260,342
Assessments	19,303
Surcharges	15,887
Total Magistrate Court Retainage	<u>295,532</u>

Total Retainage for Clerk of Court and Magistrate Court	<u><u>448,519</u></u>
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**Amount Remitted to State Treasurer**

Fines and Assessments	<u><u>503,550</u></u>
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**Amount of Funds Allocated to Victim Services by Fund Source**

From Assessments and Surcharges	<u><u>63,999</u></u>
	<u><u>63,999</u></u>

<b><u>Funds Carried Forward to Fiscal Year 2022 Designated as Victim Services Funds</u></b>	<u><u>5,495</u></u>
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# PICKENS COUNTY, SOUTH CAROLINA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - 9-1-1 FUND

YEAR ENDED JUNE 30, 2022

	9-1-1 Fund
<b>Revenues</b>	
Intergovernmental Revenues:	
Local	\$ 224,785
Fees and service charges	354,456
Other revenues	-
<b>Total Revenue All Sources</b>	<b>579,241</b>
<b>Expenditures</b>	
Public Safety Communications:	
Personnel services	154,813
General operating	180,207
Repairs and maintenance	50
Contractual services	146,579
Supplies	6,057
Other	19,860
Total Public Safety Communications	<b>507,566</b>
<b>Total Expenditures</b>	<b>507,566</b>
<b>Excess of revenues over expenditures</b>	<b>71,675</b>
Net change in fund balance	71,675
Fund Balance, Beginning of Year	857,893
<b>Fund Balance, End of Year</b>	<b>\$ 929,568</b>

### Financial Statement Findings (Applicable to 9-1-1 Fund):

None

### Recommend Course of Action (Applicable to 9-1-1 Fund):

None

### Cherry Bekaert LLP

Audited by:

*Cherry Bekaert LLP*  
Signature

November 29, 2022  
Date