

BARNWELL COUNTY, SOUTH CAROLINA

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2021

With

REPORT OF INDEPENDENT AUDITORS



PREPARED BY:

**BARNWELL COUNTY ADMINISTRATOR AND FINANCE
DEPARTMENTS**

TIMOTHY R. BENNETT - ADMINISTRATOR

MARIA WILLIAMS - FINANCE DIRECTOR

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BARNWELL, SOUTH CAROLINA
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REPORT OF INDEPENDENT AUDITOR



Member
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Member
American Institute of
Certified Public Accountants

Independent Auditor's Report

The Honorable Chairman and Members of
County Council
Barnwell County, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Barnwell County, South Carolina (the "County"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Barnwell County Economic Development Corporation (the "Corporation"), Barnwell County Career Center (the "Career Center"), Barnwell County Library Foundation (the "Library"), or Generations Unlimited, Inc. which represents 100% percent, respectively, of the assets, fund balances, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Corporation, Career Center, Library and Generations Unlimited, Inc., is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's

preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of other auditors, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Barnwell County, South Carolina as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Changes in the County's Total OPEB Liability and Related Ratios, Schedule of the County's Proportionate Share of the Net Pension Liability – Employee Pension Plan, and the Schedule of County Contributions to Employee Pension Plan as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Other Financial Information section, which includes the combining and individual nonmajor fund financial statements and budgetary schedules, and victim's rights assistance of fines and assessments are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and budgetary schedules, and victim's rights assistance of fines and assessments are the responsibility of management and were derived from and relate

directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the Other Financial Information section is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 11, 2022, on our consideration of the Barnwell County, South Carolina's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Barnwell County, South Carolina's internal control over financial reporting and compliance.

Highsmith & Highsmith, LLC

Highsmith & Highsmith, LLC
Travelers Rest, South Carolina

March 11, 2022

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

INTRODUCTION

State law requires that all general-purpose local governments publish at the close of each fiscal year a complete set of financial statements, presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to this requirement, we hereby issue the Annual Financial Report for Barnwell County, South Carolina, for the fiscal year ending June 30, 2021.

This report consists of management's representations concerning the finances of Barnwell County. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government agency's assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Barnwell County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and beliefs, this financial report is complete and reliable in all material aspects.

Barnwell County's financial statements have been audited by Highsmith and Highsmith, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation.

Based on the audit worked performed, our independent auditors concluded, that there was a reasonable basis for rendering an opinion that Barnwell County's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Governmental Auditing Standards require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal and contractual requirements.

PROFILE OF THE GOVERNMENT

Barnwell County operates under a Council form of government. Policy-making and legislative authority is vested in a governing council consisting of seven Council members. The Council is elected on a partisan basis and includes seven single-member district elections.

Barnwell County Council is responsible for, among other duties, passing ordinances and policies, approving the budget, appointing committee members, and hiring the County's Administrator and Attorney. The Administrator is responsible for enforcing the policies and ordinances of the governing council, overseeing the day-to-day operations of the government services and its approximately 200 employees, and for appointing the heads of the various County departments.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

PROFILE OF THE GOVERNMENT (Cont'd)

Barnwell County, under a Council form of government, provides a broad range of services that include:

- Public safety - countywide law enforcement (Sheriff's Office), detention facilities, and emergency preparedness plans to include activation of the County's Emergency Operations Center in an event of a disaster, and fire protection through the Fire Coordinator's office.
- Veterans' assistance
- Health-related assistance - Emergency Medical Services (EMS)
- Voter registration
- Street and drainage maintenance
- Waste disposal and recycling
- Criminal, civil, probate, and family court administration
- Public defender assistance
- Tax billing, collection, and dispersal to appropriate entities/municipalities
- Building inspections
- Road construction and maintenance
- Airport

Discretely presented component units are reported in a separate column in the statement of net position and in the statement of activities in order to emphasize that they are legally separate from the primary government, and to differentiate their financial position and results of operations from those of the primary government.

The following entity is being reported as a major discretely presented component unit:

- Barnwell County Economic Development Corporation

The following entities are non-major discretely presented component units with summary financial information disclosed in the notes:

- Barnwell County Career Center
- Generations Unlimited
- Barnwell County Library Foundation

Blended component units are component units that are so intertwined with the primary government that they are, in substance, the same as the primary government and are presented as part of the primary government.

The Barnwell Facilities Corporation (BFC), a non-profit corporation, was formed in August 2013 and meets the criteria to be included in these financial statements as a blended component unit of the County.

Additional information on the component units can be found in Note 1.A. in the notes to the financial statements.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

GENERAL FUND BUDGET

The annual budget serves as the foundation for Barnwell County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Administrator by April 15 each year. The County's Finance Committee uses these requests as the starting point for developing a proposed budget for the next fiscal year. The County Administrator presents the proposed budget to County Council for review prior to May 1 each year. Council is required to hold public hearings on the proposed budget, and to adopt a final budget each year no later than June 30, which is the close of Barnwell County's fiscal year. The appropriated budget is prepared by fund, function, and department.

The legal level of budgetary control is determined by County Council at the individual fund level. Expenditures by department, sub-organizational level and major category are further defined in the budget document and are subject to approval by the County Administrator.

The County Administrator has the authority to make transfers between major expenditure categories within departments and between departments within the same fund. The administrator has further delegated to the Department Heads the authority to transfer between their department line items with the exclusion of salaries and wages.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

FINANCIAL HIGHLIGHTS

- Barnwell County's liabilities and deferred inflows exceeded its assets and deferred outflows at June 30, 2021, by \$4,866,376 (net deficit). The County's unrestricted net position portion of this amount is a deficit \$(17,211,300).
- The County's total net position decreased by \$1,054,775 during the fiscal year ended June 30, 2021, with a \$862,413 decrease resulting from governmental activities and a \$192,362 decrease resulting from business-type activities.
- As of the close of the current fiscal year, Barnwell County's governmental funds reported combined ending fund balances of \$12,953,602. Approximately 52.6 percent of this total amount, \$6,803,118 is available for spending at the government's discretion (unassigned fund balance).
- The General Fund reported a fund balance of \$7,323,461, an increase from last fiscal year of \$1,947,926.
- Barnwell County's other post-employment benefit (OPEB) obligation increased by \$665,817. See Note 14 for more information regarding OPEB. The County's aggregate net pension liability increased by \$1,141,965. For more information on the net pension liability, see Note 9.
- General obligation bond debt decreased overall by \$1,355,229. Installment purchase revenue bonds outstanding decreased by \$275,000. More information on debt can be found in Note 6.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Barnwell County's basic financial statements which are comprised of three components:

1. Government-wide financial statements,
2. Fund financial statements, and
3. Notes to the financial statements.

This report also contains other supplementary financial information in addition to the basic financial statements.

Government-Wide Financial Statements - The government-wide financial statements report information about the County as a whole using accounting methods similar to those used by private sector financial statements. They include a statement of net position and a statement of activities.

The statement of net position includes all of the County's assets and deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long term obligations.

All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. Therefore, this statement includes some items that will impact cash flows in future fiscal periods, such as collections of delinquent taxes and the use of earned leave time. This statement is focused on both the gross and net cost of various functions (including governmental, business-type, and component units), which are supported by the government's general tax and other revenues. This statement presents information showing how the government's net position changed during the most recent fiscal year.

These two government-wide statements report the County's net position and how it has changed. Net position, the County's assets and deferred outflows less liabilities and deferred inflows, measures the County's financial position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

These statements appear on Pages 18-19 and 20 of this report.

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Like other state and local governments, Barnwell County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of Barnwell County government can be divided into three categories: governmental, proprietary, and fiduciary.

Governmental Funds - Governmental funds, presented on Pages 21 through 28, essentially account for the same functions as those reported under the governmental activities of the government-wide statement of net position and statement of activities. However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources as well as on the balance of spendable resources available at the end of the fiscal year and is a narrower focus than the government-wide financial

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

OVERVIEW OF THE FINANCIAL STATEMENTS (Cont'd)

statements. Such information may be useful in evaluating Barnwell County's near-term financing requirements and available resources.

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison. Governmental funds individually presented in Barnwell County's statements include nine major funds: the General Fund, Self-Administered Transportation "C" Funds, American Rescue Funds, the Debt Service Fund, the Debt Service Fund related to the capital project sales tax bonds, the Debt Service Fund related to the Barnwell Facilities Corporation, the Capital Projects Fund, the Capital Projects Fund related to the capital project sales tax, and the Capital Projects Fund related to the Barnwell Facilities Corporation. The General Fund is always required to be reported as a major fund. The Debt Service Funds and Capital Projects Funds have been presented as major funds either because they were required to be or because it allowed for consistency. Other governmental funds are reported as major funds only when required.

Although there are many smaller governmental funds in Barnwell County Government, they have been presented in a total column termed as "other governmental funds". Combining statements for these other governmental funds have been presented in the combined and individual fund statements and schedules of the report.

Proprietary Funds - Barnwell County maintains and presents one proprietary fund, enterprise, shown on Pages 29 through 31 of this report. Enterprise funds report in greater detail, the same information presented as business-type activities in the government-wide financial statements for the Barnwell County Airport.

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

Custodial Funds - Property taxes and other revenue are collected, temporarily retained and distributed by the County Treasurer in accordance with Acts of the General Assembly of South Carolina. Each governmental unit for which a custodial fund is maintained is administered by a governing body independent of the County Council.

Expendable Trust Fund – The Expendable Trust Fund is used to account for resources held by the South Carolina State Treasurer for the purpose of the economic development in the County.

The Fiduciary Fund financial statements can be found on Pages 32 through 33 of this report.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in both government-wide and fund financial statements. Notes begin on Page 34 of this report.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

OVERVIEW OF THE FINANCIAL STATEMENTS (Cont'd)

Other Information – In addition to the basic financial statements and accompanying notes, the Governmental Accounting Standards Board requires information pertaining to budgetary comparison schedules, other post-employment benefits, and the pension plan be presented to supplement the basic financial statements. This required supplemental information (RSI) is presented immediately following the notes to the financial statements. Combining and individual fund schedules referred to earlier are presented following the RSI. The RSI can be found on pages 95 through 102 and the combining and individual fund schedules can be found on pages 103 through 142 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial condition. In the case of Barnwell County, liabilities and deferred inflows exceeded assets and deferred outflows by \$4,866,376 at the close of the most recent fiscal year. The County's decrease in net position for this year amounts to \$1,054,775.

One portion of the County's net position, \$7,846,685, reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment) less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to the repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position, \$4,498,239, represents resources that are subject to restrictions on how they may be used. The remaining balance is a deficit of \$(17,211,300) unrestricted net position.

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**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

At the end of fiscal year 2021, the County reflected the following net position:

	Governmental Activities		Business - Type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Current and other assets	\$ 16,007,328	\$ 16,119,281	\$ 412,594	\$ 453,440	\$ 16,419,922	\$ 16,572,721
Capital assets	21,934,677	22,096,644	3,538,218	3,694,404	25,472,895	25,791,048
Total assets	<u>37,942,005</u>	<u>38,215,925</u>	<u>3,950,812</u>	<u>4,147,844</u>	<u>41,892,817</u>	<u>42,363,769</u>
Total deferred outflows of resources	<u>6,607,676</u>	<u>7,158,169</u>	<u>28,960</u>	<u>33,836</u>	<u>6,636,636</u>	<u>7,192,005</u>
Current liabilities	4,131,767	3,262,110	102,958	124,867	4,234,725	3,386,977
Non-current liabilities	46,763,895	46,789,378	121,361	106,055	46,885,256	46,895,433
Total liabilities	<u>50,895,662</u>	<u>50,051,488</u>	<u>224,319</u>	<u>230,922</u>	<u>51,119,981</u>	<u>50,282,410</u>
Total deferred inflows of resources	<u>2,258,347</u>	<u>3,064,521</u>	<u>17,501</u>	<u>20,444</u>	<u>2,275,848</u>	<u>3,084,965</u>
Net Position						
Net investment in capital assets	4,537,446	2,796,647	3,309,239	3,465,425	7,846,685	6,262,072
Restricted	4,498,239	7,429,257	-	-	4,498,239	7,429,257
Unrestricted	<u>(17,640,013)</u>	<u>(17,967,819)</u>	<u>428,713</u>	<u>464,889</u>	<u>(17,211,300)</u>	<u>(17,502,930)</u>
Total net position	<u>\$ (8,604,328)</u>	<u>\$ (7,741,915)</u>	<u>\$ 3,737,952</u>	<u>\$ 3,930,314</u>	<u>\$ (4,866,376)</u>	<u>\$ (3,811,601)</u>

The following are significant current year transactions that have had an impact on the Statement of Net Position:

- Capital asset additions totaling \$1,577,858
- Depreciation expense totaling \$1,756,705
- \$1,701,229 in principal payments on general obligation bonds
- \$275,000 in principal payments on installment purchase revenue bonds
- \$421,442 in principal payments on installment purchase contracts
- \$568,895 in increases to net pension expense
- \$976,840 in increases to other postemployment benefits (OPEB) liabilities
- Interest expense on general obligation bonds totaling \$206,318
- Interest expense on installment purchase revenue bonds totaling \$329,250

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)

Changes in net position – The County's total revenues for the fiscal year ended June 30, 2021, were \$23,413,487. The total cost of all programs and services was \$24,468,262. The following table presents a summary of the activity that resulted in changes in net position for the fiscal years ended June 30, 2021 and June 30, 2020.

	Governmental Activities		Business-Type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Revenues:						
Charges for services	\$ 1,033,010	\$ 1,220,850	\$ 199,554	\$ 174,306	\$ 1,232,564	\$ 1,395,156
Operating grant and contributions	4,883,287	2,125,017	-	-	4,883,287	2,125,017
Capital grants	16,814	957,613	-	169,978	16,814	1,127,591
General revenues						
Property taxes	10,934,498	10,194,437	-	-	10,934,498	10,194,437
Sales and use taxes	3,677,897	3,431,786	-	-	3,677,897	3,431,786
Special assessments	69,097	56,770	-	-	69,097	56,770
Accommodation taxes	107,142	93,252	-	-	107,142	93,252
Merchant's inventory tax	24,572	24,572	-	-	24,572	24,572
State shared revenues	1,835,253	1,645,936	-	-	1,835,253	1,645,936
Interest earnings	24,177	71,661	-	-	24,177	71,661
Net gain (loss) on sale or disposal of assets	(139,306)	(19,512)	-	(136,795)	(139,306)	(156,307)
Miscellaneous	687,887	659,898	59,605	21,355	747,492	681,253
Total revenues	<u>23,154,328</u>	<u>20,462,280</u>	<u>259,159</u>	<u>228,844</u>	<u>23,413,487</u>	<u>20,691,124</u>

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**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)

	Governmental Activities		Business-Type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Expenses:						
General government	\$ 1,993,918	\$ 1,904,027	\$ 451,521	\$ 467,762	\$ 2,445,439	\$ 2,371,789
Physical environment	5,859,253	4,345,953	-	-	5,859,253	4,345,953
Finance and taxation	954,085	923,802	-	-	954,085	923,802
Judicial	1,281,361	1,270,157	-	-	1,281,361	1,270,157
Public safety	6,805,480	6,151,510	-	-	6,805,480	6,151,510
Health and welfare	1,168,176	948,574	-	-	1,168,176	948,574
Culture/recreation	252,437	244,507	-	-	252,437	244,507
Miscellaneous	420,934	1,067,666	-	-	420,934	1,067,666
Employee fringe benefits	3,641,066	3,802,729	-	-	3,641,066	3,802,729
Intergovernmental	851,061	832,660	-	-	851,061	832,660
Agencies	320,000	399,995	-	-	320,000	399,995
Interest expense	468,970	517,228	-	-	468,970	517,228
Total expenses	<u>24,016,741</u>	<u>22,408,808</u>	<u>451,521</u>	<u>467,762</u>	<u>24,468,262</u>	<u>22,876,570</u>
Excess of revenue over (under) expense	(862,413)	(1,946,528)	(192,362)	(238,918)	(1,054,775)	(2,185,446)
Net position (deficit) - beginning	<u>(7,741,915)</u>	<u>(5,795,387)</u>	<u>3,930,314</u>	<u>4,169,232</u>	<u>(3,811,601)</u>	<u>(1,626,155)</u>
Net position (deficit) - ending	<u><u>\$ (8,604,328)</u></u>	<u><u>\$ (7,741,915)</u></u>	<u><u>\$ 3,737,952</u></u>	<u><u>\$ 3,930,314</u></u>	<u><u>\$ (4,866,376)</u></u>	<u><u>\$ (3,811,601)</u></u>

Governmental activities – The following table presents the cost of the major functional activities of the primary government. The table also shows each function's net cost (total cost, less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the County's taxpayers by each of these functions. The cost of all governmental activities this year was \$24,016,741. Net cost of governmental activities \$(18,086,630) was financed by general revenues which are made up primarily of property taxes totaling \$10,934,498, sales taxes totaling \$3,677,897, and shared state aid totaling \$1,835,253.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)

	Governmental Activities			
	2021		2020	
	Total Expenses	Net (Expense) Revenue	Total Expenses	Net (Expense) Revenue
General government	\$ 1,993,918	\$ (1,993,918)	\$ 1,904,027	\$ (1,904,027)
Physical environment	5,859,253	(4,274,014)	4,345,953	(2,735,924)
Finance and taxation	954,085	(933,124)	923,802	(905,028)
Judicial	1,281,361	(1,175,707)	1,270,157	(1,136,024)
Public safety	6,805,480	(3,327,605)	6,151,510	(4,194,271)
Health and welfare	1,168,176	(860,714)	948,574	(935,176)
Culture/recreation	252,437	(252,437)	244,507	(244,507)
Miscellaneous	420,934	(287,933)	1,067,666	(1,020,029)
Employee fringe benefits	3,641,066	(3,338,147)	3,802,729	(3,280,459)
Intergovernmental	851,061	(851,061)	832,660	(832,660)
Agencies	320,000	(320,000)	399,995	(399,995)
Interest expense	468,970	(468,970)	517,228	(517,228)
	<u>\$ 24,016,741</u>	<u>\$ (18,083,630)</u>	<u>\$ 22,408,808</u>	<u>\$ (18,105,328)</u>

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds – The focus of Barnwell County governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Barnwell County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of June 30, 2021, Barnwell County governmental funds reported combined fund balances of \$12,953,602, a decrease of \$971,018 from prior year balances.

The General Fund is the chief operating fund of the County. At June 30, 2021, total fund balance in the General Fund was \$7,323,461, of which \$6,803,118 was unassigned. As a measure of the General Fund's liquidity, the total unassigned fund balances compared to total fund expenditures was 27.3%. The fund balance of the General Fund increased by \$1,947,926 during the current fiscal year. The increase for the year was primarily due to federal inmate revenue received and transferred to the General Fund.

The major Capital Projects Sales Tax (CPST) fund is used to account for specific revenues and debt proceeds to fund the approved capital projects under the sales tax referendum. The fund balance for this fund decreased by \$3,351,518, resulting in an ending fund balance of \$1,507,448 at June 30, 2021. The fund had \$1,892,538 in revenues from sales tax collections and allocated pooled interest. \$4,030,583 was expended on the approved capital projects and \$1,213,473 was transferred to Debt Service to pay the bonds.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (Cont'd)

The major Debt Service fund that is servicing the general obligation capital projects sales tax (CPST) bonds reported principal and interest payments of \$1,090,000 and \$123,473, respectively. The debt service payments were funded with the sales tax collections transferred from the capital project sales tax (CPST) fund.

The Debt Service fund that is servicing the debt of the Barnwell Facilities Corporation (BFC) reported principal and interest payments of \$275,000 and \$329,250, respectively, on its Series 2019 refunding bonds. This fund also received total transfers of \$604,250 from other funds to cover any shortfalls.

The general Debt Service Fund had debt service tax revenues of \$684,431 and principal and interest payments on general obligation bonds of \$611,229 and \$73,202, respectively. \$9,643 was transferred from the General Fund to cover the shortfalls.

The Self-Administered Transportation "C" funds are reported as a major special revenue fund. The fund had revenues of \$1,100,337 and expenditures/transfers out of \$773,987, resulting in an increase to fund balance of \$326,350.

Other governmental funds are used to account for specific revenues and expenditures. Total fund balances of all other governmental funds increased by \$121,402 from the prior year. Most of this increase is attributable to the federal inmate funds.

General Fund Budgetary Highlights – A summarized budget to actual statement for the General Fund is presented as required supplementary information on page 95 and other information regarding the budget can be found in the notes to the required supplementary information on pages 101-102. Detailed budget to actual information for the General Fund is also presented in the supplemental schedules of revenues and expenditures on pages 105 through 124. The expenditures incurred during the year were \$1,434,951 over the budgeted amounts and revenues were also \$2,109,734 over the budgeted amounts. Expenditures were over budget in the solid waste department including contractual services, Solid Waste Authority, and equipment maintenance. Expenditures were over budget in the Sheriff's office including salaries, overtime wages, vehicle purchases, vehicle maintenance, fuel supplies, and miscellaneous expenditures. Unbudgeted COVID and storm expenditures totaled \$132,239 adding to the overspending of the budget.

CAPITAL ASSET ADMINISTRATION

By the end of 2021, the County had invested \$25,243,916 (net of depreciation) in a broad range of capital assets, including, land, buildings, various machinery and equipment and infrastructure.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

CAPITAL ASSET ADMINISTRATION (continued)

The County's investment in capital assets for its governmental activities and business-type activities as of June 30, 2021 is stated below:

	Governmental Activities	Business-Type Activities
Land and land improvements	\$ 2,674,789	\$ 743,502
Construction in process	-	168,956
Infrastructure	444,219	1,992,852
Buildings and improvements	16,141,925	392,923
Furniture, vehicles, equipment	2,673,744	11,006
Total capital assets, net of accumulated depreciation	<u>\$ 21,934,677</u>	<u>\$ 3,309,239</u>

Additional information on the County's capital assets can be found in Note 5 on pages 54 through 59 of this report.

LONG-TERM DEBT ADMINISTRATION

At the end of the current fiscal year, Barnwell County had \$7,322,323 in general obligation bonds, which included \$4,600,000 in 2017 CPST bonds to provide funding for capital sales tax projects as outlined in the sales tax referendum, and current year issuances of \$346,000. The County also had \$7,650,000 outstanding principal on its installment purchase "refunding" revenue bonds that were issued in 2019 to refund its 2013B construction bonds. \$421,442 was paid on installment purchase contracts.

	Outstanding Debt		
	2021	2020	Change
General obligation bonds	\$ 7,322,323	\$ 8,677,552	\$(1,355,229)
Installment purchase revenue bonds	7,650,000	7,925,000	(275,000)
Installment purchase contracts	753,557	946,999	(193,442)
	<u>15,725,880</u>	<u>17,549,551</u>	<u>\$(1,823,671)</u>

Additional information on the County's long-term debt can be found in Notes 6 and 7 on pages 60 through 65 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County adopted its 2021-2022 balanced budget with revenues and expenditures projected at \$18,480,775. There shall continue to be special assessment funds for the Barnwell County Career Center, public safety in the rural areas, and rural fire protection. For said funds it is anticipated that there shall be levied 24 mills for the Career Center which shall be used for operations/maintenance, 4 mills to be levied upon the unincorporated areas of the County for operations of Public Safety in the rural area, 11 mills to be levied upon the unincorporated areas of the County for rural fire protection, and 11.70 mills to be levied for debt service countywide.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Barnwell County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to County Administrator, Barnwell County, 57 Wall Street, Barnwell, South Carolina 29812.

**BARNWELL COUNTY
BARNWELL, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

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BARNWELL COUNTY, SOUTH CAROLINA
GOVERNMENT-WIDE
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government			Barnwell County EDC June 30, 2021	Non-major Component Units June 30, 2021
	Governmental Activities	Business-type Activities	Total		
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 1,459,266	\$ 381,739	\$ 1,841,005	\$ 564,154	\$ 1,375,826
Equity in pooled cash and investments	6,570,032	-	6,570,032	-	-
Receivables:					
Property taxes	301,012	-	301,012	-	4,150
Other receivables, net	45,162	105	45,267	108,226	226,734
Due from other governments	1,160,076	-	1,160,076	-	-
Due from Fiduciary Funds - Agency	104,695	-	104,695	-	-
Inventories and prepaid items	219,596	30,750	250,346	-	31,745
Other assets	-	-	-	-	12,388
Restricted cash and cash equivalents	1,201,721	-	1,201,721	-	-
Restricted investments	1,728,850	-	1,728,850	-	-
Restricted equity in pooled cash and investments	3,216,918	-	3,216,918	-	-
Total current assets	16,007,328	412,594	16,419,922	672,380	1,650,843
Non-current assets:					
Land held for resale	-	228,979	228,979	-	-
Capital assets not subject to depreciation	2,674,789	912,458	3,587,247	-	-
Capital assets subject to depreciation, net	19,259,888	2,396,781	21,656,669	7,519,171	1,562,800
Total non-current assets	21,934,677	3,538,218	25,472,895	7,519,171	1,562,800
Total assets	37,942,005	3,950,812	41,892,817	8,191,551	3,213,643
DEFERRED OUTFLOWS OF RESOURCES					
Total deferred outflows of resources related to pensions	2,963,158	23,307	2,986,465	-	578,648
Total contributions subsequent to the measurement date for pensions	1,082,505	5,653	1,088,158	-	-
Total deferred outflows of resources related to OPEB	2,452,736	-	2,452,736	-	408,947
Deferred outflow of resources related to current refunding of bonds - debt defeasance	109,277	-	109,277	-	-
Total deferred outflows of resources	6,607,676	28,960	6,636,636	-	987,595
LIABILITIES					
Current liabilities:					
Accounts payable	278,548	-	278,548	10,085	140,967
Accrued salaries and related taxes	174,690	-	174,690	-	126,935
Installment purchase contracts payable-current portion	325,452	-	325,452	-	-
Accrued compensated absences - current portion	11,117	-	11,117	-	20,552
Line of credit	-	-	-	-	83,428
Due to other governments	32,149	-	32,149	-	-
Due to component units:					
Barnwell County Economic Development	582	-	582	-	-
Internal balances	(102,958)	102,958	-	-	-
Unearned revenue	2,069,303	-	2,069,303	25,000	33,098
Other liabilities	347,085	-	347,085	22,518	12,387

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
GOVERNMENT-WIDE
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government			Barnwell County EDC June 30, 2021	Non-major Component Units June 30, 2021
	Governmental Activities	Business-type Activities	Total		
LIABILITIES (cont'd)					
Landfill closure costs - current portion	\$ 25,000	\$ -	\$ 25,000	\$ -	\$ -
General obligation bonds payable - current portion	614,167	-	614,167	-	-
Installment purchase refunding revenue bonds - current portion, net of unamortized premium	356,632	-	356,632	-	-
Total current liabilities	4,131,767	102,958	4,234,725	57,603	417,367
Non-current liabilities:					
Accrued compensated absences	251,115	-	251,115	-	-
Accrued interest payable	130,262	-	130,262	-	-
Installment purchase contracts	428,105	-	428,105	-	-
General obligation bonds payable	6,708,156	-	6,708,156	-	-
Installment purchase refunding revenue bonds, net of unamortized premium	8,437,225	-	8,437,225	-	-
Landfill closure costs	260,000	-	260,000	-	-
Landfill postclosure care costs	351,771	-	351,771	-	-
Other post-employment benefit (OPEB) obligation	16,389,993	-	16,389,993	-	1,943,780
Aggregate Net Pension Liability	13,807,268	121,361	13,928,629	-	3,664,818
Total non-current liabilities	46,763,895	121,361	46,885,256	-	5,608,598
Total liabilities	50,895,662	224,319	51,119,981	57,603	6,025,965
DEFERRED INFLOWS OF RESOURCES					
Total deferred inflows of resources related to pensions	1,730,238	17,501	1,747,739	-	341,396
Total deferred inflows of resources related to OPEB	528,109	-	528,109	-	216,560
Total deferred inflows of resources	2,258,347	17,501	2,275,848	-	557,956
NET POSITION					
Net investment in capital assets	4,537,446	3,309,239	7,846,685	7,519,171	1,562,800
Restricted for:					
Property tax rollback program	25,707	-	25,707	-	-
Transportation - "C" Funds	1,824,808	-	1,824,808	-	-
Capital projects (CPST)	1,507,448	-	1,507,448	-	-
Capital projects (BFC)	2,332	-	2,332	-	-
Other restricted	1,137,944	-	1,137,944	-	-
Unrestricted (deficit)	(17,640,013)	428,713	(17,211,300)	614,777	(3,946,741)
Total net position (deficit)	<u>\$ (8,604,328)</u>	<u>\$ 3,737,952</u>	<u>\$ (4,866,376)</u>	<u>\$ 8,133,948</u>	<u>\$ (2,383,941)</u>

BARNWELL COUNTY, SOUTH CAROLINA
GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

	Program Revenues					Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Other	Primary Government			Barnwell County EDC June 30, 2021	Non-major Component Units June 30, 2021
						Governmental Activities	Business-Type Activities	Total		
Functions and Programs										
Primary Government:										
<u>Governmental activities:</u>										
General government	\$ (1,993,918)	\$ -	\$ -	\$ -	\$ -	\$ (1,993,918)	\$ -	\$ (1,993,918)	\$ -	\$ -
Physical environment	(5,859,253)	471,349	1,097,076	16,814	-	(4,274,014)	-	(4,274,014)	-	-
Finance and taxation	(954,085)	20,961	-	-	-	(933,124)	-	(933,124)	-	-
Judicial	(1,281,361)	71,448	34,206	-	-	(1,175,707)	-	(1,175,707)	-	-
Public safety	(6,805,480)	417,227	3,060,648	-	-	(3,327,605)	-	(3,327,605)	-	-
Health and welfare	(1,168,176)	40,550	266,912	-	-	(860,714)	-	(860,714)	-	-
Culture/recreation	(252,437)	-	-	-	-	(252,437)	-	(252,437)	-	-
Miscellaneous	(420,934)	11,475	121,526	-	-	(287,933)	-	(287,933)	-	-
Employee fringe benefits	(3,641,066)	-	302,919	-	-	(3,338,147)	-	(3,338,147)	-	-
Intergovernmental	(851,061)	-	-	-	-	(851,061)	-	(851,061)	-	-
Agencies	(320,000)	-	-	-	-	(320,000)	-	(320,000)	-	-
Interest expense	(468,970)	-	-	-	-	(468,970)	-	(468,970)	-	-
Total governmental activities	(24,016,741)	1,033,010	4,883,287	16,814	-	(18,083,630)	-	(18,083,630)	-	-
<u>Business-type activities:</u>										
Barnwell County Airport	(451,521)	199,554	-	-	-	-	(251,967)	(251,967)	-	-
Total business-type activities	(451,521)	199,554	-	-	-	-	(251,967)	(251,967)	-	-
Total primary government	<u>\$ (24,468,262)</u>	<u>\$ 1,232,564</u>	<u>\$ 4,883,287</u>	<u>\$ 16,814</u>	<u>\$ -</u>	<u>(18,083,630)</u>	<u>(251,967)</u>	<u>(18,335,597)</u>	<u>-</u>	<u>-</u>
Component Units:										
Barnwell County EDC	\$ (737,029)	\$ 205,494	\$ 93,562	\$ -	\$ -	-	-	-	(437,973)	-
Other Component Units	(3,847,788)	1,085,685	1,137,328	427,588	40,148	-	-	-	-	(1,157,039)
Total component units	<u>\$ (3,847,788)</u>	<u>\$ 1,085,685</u>	<u>\$ 1,137,328</u>	<u>\$ 427,588</u>	<u>\$ 40,148</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(437,973)</u>	<u>(1,157,039)</u>
General revenue and transfers:										
Property taxes						10,934,498	-	10,934,498	-	1,465,195
Local option sales tax						1,793,091	-	1,793,091	-	-
Capital projects sales tax						1,884,806	-	1,884,806	-	-
Special assessments - Plant Vogtle						69,097	-	69,097	-	-
Accommodations tax						107,142	-	107,142	-	-
Merchant's inventory tax						24,572	-	24,572	-	-
State shared and unallocated intergovernmental						1,835,253	-	1,835,253	-	-
Interest earnings						24,177	-	24,177	-	3,509
Net gain (losses) on sales (disposition) of assets						(139,306)	-	(139,306)	(31,113)	-
Miscellaneous						687,887	59,605	747,492	79,600	85,775
Total general revenue						<u>17,221,217</u>	<u>59,605</u>	<u>17,280,822</u>	<u>48,487</u>	<u>1,554,479</u>
Change in net position						(862,413)	(192,362)	(1,054,775)	(389,486)	397,440
Net position (deficit) - beginning of year						(7,741,915)	3,930,314	(3,811,601)	8,523,434	(2,781,381)
Net position (deficit) - end of year						<u>\$ (8,604,328)</u>	<u>\$ 3,737,952</u>	<u>\$ (4,866,376)</u>	<u>\$ 8,133,948</u>	<u>\$ (2,383,941)</u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	Self-Administered "C" Funds	American Rescue Funds	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Other Govern- mental Funds	Total Govern- mental Funds
ASSETS											
Cash and cash equivalents											
Unrestricted	\$ 1,459,266	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,459,266
Restricted	-	203,932	-	-	-	-	892,207	-	2,332	103,250	1,201,721
Investments											
Restricted	-	1,728,850	-	-	-	-	-	-	-	-	1,728,850
Equity in pooled cash											
Unrestricted	6,570,032	-	-	-	-	-	-	-	-	-	6,570,032
Restricted	-	-	-	-	-	-	407,450	1,507,448	-	1,302,020	3,216,918
Receivables											
Property taxes	666,652	-	-	-	-	-	-	-	-	22,681	689,333
Other receivables, net	45,162	-	-	-	-	-	-	-	-	-	45,162
Due from other governments	852,621	101,482	-	-	-	-	-	-	-	205,973	1,160,076
Due from other funds	964,252	-	2,026,488	-	-	-	-	-	-	78,610	3,069,350
Due from fiduciary funds - custodial	104,695	-	-	-	-	-	-	-	-	-	104,695
Prepaid items	219,596	-	-	-	-	-	-	-	-	-	219,596
Total assets	\$10,882,276	\$ 2,034,264	\$2,026,488	\$ -	\$ -	\$ -	\$1,299,657	\$1,507,448	\$ 2,332	\$1,712,534	\$19,464,999
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES											
Liabilities:											
Accounts payable	\$ 278,548	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 278,548
Accrued payroll and withholdings	174,690	-	-	-	-	-	-	-	-	-	174,690
Unearned revenue	-	-	2,026,488	-	-	-	42,815	-	-	-	2,069,303
Due to other governments	32,149	-	-	-	-	-	-	-	-	-	32,149
Due to other funds	2,105,098	209,456	-	-	-	-	267,153	-	-	384,685	2,966,392
Due to component units	582	-	-	-	-	-	-	-	-	-	582
Other payables	347,085	-	-	-	-	-	-	-	-	-	347,085
Total liabilities	2,938,152	209,456	2,026,488	-	-	-	309,968	-	-	384,685	5,868,749

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	Self-Administered "C" Funds	American Rescue Funds	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Other Govern- mental Funds	Total Govern- mental Funds
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenue - property taxes	\$ 620,663	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,985	\$ 642,648
Total deferred inflows of resources	<u>620,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,985</u>	<u>642,648</u>
Fund balances:											
Nonspendable for:											
Prepaid items	219,596	-	-	-	-	-	-	-	-	-	219,596
Restricted for:											
Property tax rollback program	25,707	-	-	-	-	-	-	-	-	-	25,707
Transportation - "C" Funds	-	1,824,808	-	-	-	-	-	-	-	-	1,824,808
Capital projects (CPST)	-	-	-	-	-	-	-	1,507,448	-	-	1,507,448
Capital projects (BFC)	-	-	-	-	-	-	-	-	2,332	-	2,332
Other restricted	-	-	-	-	-	-	-	-	-	1,137,944	1,137,944
Committed for:											
Capital projects	-	-	-	-	-	-	989,689	-	-	-	989,689
Memorial Cemetery	-	-	-	-	-	-	-	-	-	78,621	78,621
Other committed	275,040	-	-	-	-	-	-	-	-	89,299	364,339
Unassigned	<u>6,803,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,803,118</u>
Total fund balances	<u>7,323,461</u>	<u>1,824,808</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>989,689</u>	<u>1,507,448</u>	<u>2,332</u>	<u>1,305,864</u>	<u>12,953,602</u>
Total liabilities, deferred inflows and fund balances	<u>\$10,882,276</u>	<u>\$ 2,034,264</u>	<u>\$2,026,488</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,299,657</u>	<u>\$1,507,448</u>	<u>\$ 2,332</u>	<u>\$1,712,534</u>	<u>\$19,464,999</u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total Fund Balances - Governmental Funds \$ 12,953,602

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

Capital assets used in Governmental Activities are not financial resources, therefore, are not reported as assets in the governmental funds.

Cost of capital assets	\$ 42,916,639	
Accumulated depreciation	<u>(20,981,962)</u>	21,934,677

Estimated uncollectible taxes are not available to pay for current period expenditures and, therefore, are unavailable in the funds.		254,327
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Deferred charges from loss on refunding bonds (net of amortization) are not reported in the funds because they are not current financial resources, but they are reported in the statement of net position		109,277
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Pension related amounts, including the proportionate shares of the collective net pension liability, deferred outflows of resources, and deferred inflows of resources related to its participation in the State pension plans are not due and payable in the current period and therefore are not reported as liabilities in the funds. Pension amounts at year end consist of:

Aggregate proportionate share of collective net pension liability	(13,807,268)	
Deferred outflows of resources related to pensions	4,045,663	
Deferred inflows of resources related to pensions	<u>(1,730,238)</u>	(11,491,843)

Other post-employment benefit (OPEB) related amounts, including the total OPEB liability, deferred outflows of resources, and deferred inflows of resources are not due and payable in the current period and therefore are not reported as liabilities in the funds. OPEB amounts at year end consist of:

Other post-employment benefits (OPEB) liability	(16,389,993)	
Deferred outflows of resources related to OPEB	2,452,736	
Deferred inflows of resources related to OPEB	<u>(528,109)</u>	(14,465,366)

BARNWELL COUNTY, SOUTH CAROLINA
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consisted of:

General obligation bonds	\$ (7,322,323)	
Installment purchase refunding revenue bonds	(7,650,000)	
Unamortized premium on installment purchase refunding revenue bor	(1,143,857)	
Installment purchase contracts	(753,557)	
Accrued interest payable	(130,262)	
Accrued compensated absences	(262,232)	
Closure and postclosure care liabilities	(636,771)	<u>\$ (17,899,002)</u>

Total Net Position - Governmental Activities	<u><u>\$ (8,604,328)</u></u>
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BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	General	Self-Administered "C" Funds	American Rescue Funds	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Other Govern- mental Funds	Total Govern- mental Funds
REVENUE											
Property taxes	\$9,715,383	\$ -	\$ -	\$684,431	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 620,819	\$11,020,633
Local option sales tax	1,793,091	-	-	-	-	-	-	-	-	-	1,793,091
Capital projects sales tax	-	-	-	-	-	-	-	1,884,806	-	-	1,884,806
Charges for services	583,698	-	-	-	-	-	-	-	-	42,205	625,903
Fines and forfeitures	359,579	-	-	-	-	-	-	-	-	47,528	407,107
Special assessments	-	-	-	-	-	-	-	-	-	69,097	69,097
Interest	11,473	3,261	-	-	-	-	336	7,732	1	1,374	24,177
Intergovernmental	2,769,961	1,097,076	-	-	-	-	-	-	-	1,968,314	5,835,351
Miscellaneous	1,190,918	-	-	-	-	-	-	-	-	146,381	1,337,299
Total revenue	16,424,103	1,100,337	-	684,431	-	-	336	1,892,538	1	2,895,718	22,997,464
EXPENDITURES											
General government and administration	1,309,024	-	-	-	-	-	-	1,000,000	-	-	2,309,024
Physical environment	2,685,702	681,991	-	-	-	-	210,359	2,179,522	-	-	5,757,574
Finance and taxation	876,910	-	-	-	-	-	-	-	-	-	876,910
Judicial	1,157,624	-	-	-	-	-	-	-	-	-	1,157,624
Public safety	4,824,374	-	-	-	-	-	-	-	-	1,447,454	6,271,828
Health and welfare	1,090,355	-	-	-	-	-	-	-	-	47,737	1,138,092
Culture and recreation	251,610	-	-	-	-	-	-	-	-	-	251,610
Miscellaneous	376,870	-	-	-	-	-	30,000	-	-	226	407,096
Employee fringe benefits	3,072,171	-	-	-	-	-	-	-	-	-	3,072,171
Agencies	320,000	-	-	-	-	-	-	-	-	-	320,000
Intergovernmental	-	-	-	-	-	-	-	851,061	-	-	851,061
Debt service	-	-	-	694,074	1,213,473	604,250	-	-	-	-	2,511,797
Total expenditures	15,964,640	681,991	-	694,074	1,213,473	604,250	240,359	4,030,583	-	1,495,417	24,924,787
Excess (deficit) of revenue over expenditures	459,463	418,346	-	(9,643)	(1,213,473)	(604,250)	(240,023)	(2,138,045)	1	1,400,301	(1,927,323)

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	General	Self-Administered "C" Funds	American Rescue Funds	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Other Govern- mental Funds	Total Govern- mental Funds
OTHER FINANCING SOURCES (USES)											
Proceeds from general obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 346,000	\$ -	\$ -	\$ -	\$ 346,000
Proceeds from installment purchase contracts	228,000	-	-	-	-	-	-	-	-	-	228,000
Proceeds from hospital bankruptcy claim	382,305	-	-	-	-	-	-	-	-	-	382,305
Transfers in	1,396,428	-	-	9,643	1,213,473	604,250	920,733	-	-	25,533	4,170,060
Transfers (out)	(518,270)	(91,996)	-	-	-	-	(1,041,889)	(1,213,473)	-	(1,304,432)	(4,170,060)
Total other financing sources (uses)	1,488,463	(91,996)	-	9,643	1,213,473	604,250	224,844	(1,213,473)	-	(1,278,899)	956,305
Net changes in fund balances	1,947,926	326,350	-	-	-	-	(15,179)	(3,351,518)	1	121,402	(971,018)
Fund balances, beginning of year	5,375,535	1,498,458	-	-	-	-	1,004,868	4,858,966	2,331	1,184,462	13,924,620
Fund balances, end of year	<u>\$7,323,461</u>	<u>\$ 1,824,808</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 989,689</u>	<u>\$1,507,448</u>	<u>\$ 2,332</u>	<u>\$1,305,864</u>	<u>\$12,953,602</u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

Net change in fund balances - total Governmental Funds **\$ (971,018)**

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 costs of those assets are capitalized and allocated over their estimated useful lives as depreciation expense.

Capital asset additions	\$ 1,538,093	
Capital asset disposals (net)	(139,306)	
Less, current year depreciation expense	(1,560,754)	(161,967)

The issuance of long-term debt provides current financial resources, while repayment of bond principal and capital lease principal are expenditures in the governmental funds. Repayment of principal reduces long-term liabilities in the statement of net position.

Proceeds from general obligation bonds	(346,000)	
Principal payment on general obligation bonds	1,701,229	
Principal payments on installment purchase refunding revenue bonds	275,000	
Principal payments on installment purchase contracts	421,442	1,823,671

Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Amortization of installment purchase revenue bond premium	66,632	
Amortization of loss on refunding bonds	(6,366)	60,266

Because some property taxes will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues and are unavailable revenues in the governmental funds.

Change in unavailable tax revenues		(86,135)
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BARNWELL COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

Pension expense in the statement of activities differs from the amount reported in the governmental funds because the proportionate shares of collective net pension expenses are required to be reported and any contribution made subsequent to the measurement date are to be shown as deferred outflows rather than expenses.

Change in aggregate proportionate share of collective net pension expense	\$ (643,881)	
Change in contributions made subsequent to the measurement date	<u>74,986</u>	\$ (568,895)

Changes in the other postemployment benefit (OPEB) liability, deferred outflows of resources, and deferred inflows of resources for the current year are not reported in the governmental funds but are reported through expense by function in the statement of activities.

Change in other postemployment benefit (OPEB) expense		(976,840)
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Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

Change in accrued compensated absences	(6,656)	
Change in accrued interest payable	6,332	
Change in closure and postclosure cost liabilities	<u>18,829</u>	<u>18,505</u>

Change in net position of Governmental Activities.		<u>\$ (862,413)</u>
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BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2021

	Business-type Activities - Enterprise Fund County Airport
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 381,739
Accounts receivable, net	105
Inventories	30,750
Total current assets	<u>412,594</u>
Non-current assets:	
Capital assets not subject to depreciation	912,458
Capital assets subject to depreciation, net	2,396,781
Land held for resale	228,979
Total non-current assets	<u>3,538,218</u>
Total assets	<u>3,950,812</u>
DEFERRED OUTFLOWS OF RESOURCES	
Total deferred outflows of resources related to pensions	23,307
Total contributions subsequent to the measurement date for pensions	5,653
Total deferred outflows of resources	<u>28,960</u>
LIABILITIES	
Current liabilities:	
Due to General Fund	102,958
Total current liabilities	<u>102,958</u>
Noncurrent liabilities:	
Net pension liability	121,361
Total noncurrent liabilities	<u>121,361</u>
Total liabilities	<u>224,319</u>
DEFERRED INFLOWS OF RESOURCES	
Total deferred inflows of resources related to pensions	17,501
NET POSITION	
Net position:	
Net investment in capital assets	3,309,239
Unrestricted	428,713
Total net position	<u>\$ 3,737,952</u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2021

	Business-type Activities - Enterprise Fund County Airport
Operating Revenue	
Charges for services:	
Fuel and oil sales	\$ 139,105
Land rent	1,679
Hanger rent	58,770
Miscellaneous	59,605
Total operating revenue	<u>259,159</u>
Operating Expenses	
Salaries and benefits	61,588
Building and grounds	340
Depreciation	195,951
Fuel and oil purchases	116,567
Contractual services	10,844
Insurance	8,263
Printing, binding, advertising	187
Maintenance	14,440
Permits	275
Supplies	1,641
Janitorial supplies	38
Utilities	14,342
Total operating expenses	<u>451,521</u>
Operating income (loss)	<u>(192,362)</u>
Change in net position	(192,362)
Net position - beginning of year	3,930,314
Net position - end of year	<u><u>\$ 3,737,952</u></u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2021

	Business-type Activities - Enterprise Fund County Airport
Cash Flows From Operating Activities	
Cash received from customers	\$ 217,650
Cash received from operating grants	59,605
Cash payments to suppliers for goods and services	(193,982)
Cash payments to employees for services	(44,349)
Net cash provided by (used in) operating activities	<u>38,924</u>
Cash Flows From Non-Capital Financing Activities	
Interfund borrowings	<u>(21,909)</u>
Net cash provided by (used in) noncapital financing activities	<u>(21,909)</u>
Cash Flows From Capital and Related Financing Activities	
Purchases of buildings and improvements	<u>(39,765)</u>
Net cash provided by (used in) capital and related financing activities	<u>(39,765)</u>
Net decrease in cash and equivalents	(22,750)
Cash and equivalents at beginning of year	404,489
Cash and equivalents at end of year	<u><u>\$ 381,739</u></u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities	
Operating income (loss)	\$ (192,362)
Adjustments to reconcile operating income (loss) to net cash provided (used in) operating activities:	
Depreciation	195,951
Changes in certain assets and liabilities:	
(Increase) decrease in accounts receivable	115
(Increase) decrease in inventories	17,981
(Increase) decrease in deferred outflows of resources	4,876
Increase (decrease) in net pension liability	15,306
Increase (decrease) in deferred inflows of resources	(2,943)
Net Cash used in Operating Activities	<u><u>\$ 38,924</u></u>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2021

	<u>Custodial Funds</u>	<u>Expendable Trust Fund</u>	<u>Totals</u>
ASSETS			
Cash	\$ 2,805,984	\$ -	\$ 2,805,984
Equity in pooled cash and investments	6,123,251	-	6,123,251
Funds held in trust by State Treasurer	-	2,718,937	2,718,937
	<hr/>	<hr/>	<hr/>
Total assets	8,929,235	2,718,937	11,648,172
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Due to General Fund	106,437	-	106,437
Funds held for others	8,822,798	-	8,822,798
	<hr/>	<hr/>	<hr/>
Total liabilities	8,929,235	-	8,929,235
	<hr/>	<hr/>	<hr/>
NET POSITION			
Restricted for economic development	-	2,718,937	2,718,937
	<hr/>	<hr/>	<hr/>
Total net position	\$ -	\$ 2,718,937	\$ 2,718,937
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

See accompanying notes to financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
EXPENDABLE TRUST
BARNWELL ECONOMIC DEVELOPMENT FUND
YEAR ENDED JUNE 30, 2021

ADDITIONS

Investment earnings (loss)	\$ 55,395
Total additions	<u>55,395</u>

DEDUCTIONS

Capital outlay for economic development	<u>-</u>
Total deductions	<u>-</u>

CHANGE IN NET POSITION

55,395

Net position - beginning of year	<u>2,663,542</u>
Net position - ending of year	<u><u>\$ 2,718,937</u></u>

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Barnwell County, (the “County”) a political subdivision of the State of South Carolina, was chartered in 1800. Section 47-26 of the 1962 Code of Laws, as amended (Home Rule Act 283 of 1975), required that counties adopt a specific form of government, and a charter was issued for Barnwell County, South Carolina adopting the Council form of government.

The financial statements of the County have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements of Interpretations), constitutes GAAP for governmental units.

The County’s business-type activities financial statements have been prepared in accordance with reporting guidelines recommended by the Governmental Accounting Standards Board. The statements present year-end balances and results of operations for the County’s business-type activities.

Component Units

Using the criteria of GASB Statement No. 14, *The Financial Reporting Entity*, GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, the basic financial statements of the County present the reporting entity of the County 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.

Financial accountability involves either appointments of a voting majority of the separate organization’s board and either a) the ability to impose will by the primary government, or b) the possibility that the separate organization will provide specific financial benefits to, or impose a financial burden on, the primary government.

“Discretely presented” component units are reported in separate columns in the ‘government-wide’ financial statements to indicate that they are not closely related to the operations of the primary government.

Certain other political subdivisions, including the various school boards, commissions, city governments and other entities, are excluded from the County Government funds because County Council does not exert significant influence or control over the usual operations of the separate entities and, accordingly, each entity has sufficient discretion in the management of its own affairs.

However, the County Treasurer is responsible for collection of property taxes, intergovernmental and other revenues for the other political subdivisions, and the balance and the results of the fiduciary responsibility have been included as Custodial and Trust Funds in the combining financial statements.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Reporting Entity (continued)

Based upon the foregoing criteria, the following entities have been determined to be component units of Barnwell County:

Significant (Major) Discretely Presented Component Units:

The major discretely presented component units have been reported separately on the ‘government-wide’ financial statements as if they are part of the County and are as follows:

Barnwell County Economic Development Corporation

The Barnwell County Economic Development Corporation is administered by a board of directors appointed in majority by County Council. The Corporation negotiates financing arrangements and lease arrangements with corporations coming into Barnwell County. The component unit is a proprietary fund type utilizing the accrual basis of accounting and has a year end of June 30.

Other (Non-Major) Discretely Presented Component Units:

The non-major discretely presented component units have been reported as a “combined total” on the ‘government-wide’ financial statements and include the following:

Barnwell County Career Center

The Barnwell County Career Center is administered by a board of which County Council appoints most members. County Council has the authority to set millage for property taxes for the Center’s operations. The County Council also approves the budget of the Center. This component unit is comprised of governmental and fiduciary fund types. The fiduciary fund type is an agency fund to account for pupil activities. All of the above are prepared on the modified accrual basis of accounting.

Barnwell County Library Foundation

Barnwell County provides a portion of the Foundation’s funding. The Foundation’s board is appointed by Barnwell County Council. The County Administrator serves as the Foundation’s agent until the Foundation board assumes this position, and the County’s finance department handles procurement and accounting functions for the Foundation. The Foundation has a year end of June 30. The Barnwell County Library is part of a regional library system known as the Aiken, Bamberg, Barnwell, and Edgefield Library System, a separate special-purpose district. Accordingly, those financial statements are not required to be presented.

Generations Unlimited

Established as the Barnwell County Office on Aging, Generations Unlimited is designated as the single county authority for providing services to the elderly citizens of Barnwell County.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Reporting Entity (continued)

Complete financial statements for the County's Discretely Presented Component Units are available as follows:

Barnwell County Economic Development Corporation	Tommy Boyleston Barnwell, SC 29812 803-259-1263
Barnwell County Career Center	David Augustine 5214 Reynolds Road Barnwell, SC 29812
Barnwell County Library Foundation	Mary Jo Dawson, Director 314 Chesterfield Street SW Aiken, SC 29801
Generations Unlimited	Lisa Firmender, Director 10913 Ellenton Street Barnwell, SC 29812

Blended Component Unit

On August 13, 2013, Barnwell County Council passed a resolution to provide for an installment purchase plan of finance for certain capital projects in the County. The Barnwell Facilities Corporation (BFC) was formed primarily to support the governmental mission and certain activities of the County. The BFC is governed by a board appointed by County Council. The BFC financed its projects by issuing revenue bonds which are being retired exclusively by the County's rental payments for property owned by the BFC. The County is to enter a Base Lease and Conveyance Agreement with the Corporation pursuant to which it will lease real property and convey the existing county jail and administration building to the Corporation over a lease term ending September 1, 2038.

B. Measurement Focus and Basis of Accounting

The basic financial statements of the County are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to basic financial statements

1. Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus and Basis of Accounting (continued)

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government, as well as its discretely presented component units. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function.

Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues and all taxes are presented as general revenues of the County, with certain limited exceptions.

2. Fund Financial Statements

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

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

3. Governmental Funds

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

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus and Basis of Accounting (continued)

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. Non-current portions of long term receivables (special assessments) due to governmental funds are reported on their balance sheets in spite of their measurement focus. Non-current portions of other long-term receivables are offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect current net position, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long term debt are recorded as an other financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

4. Proprietary Fund

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 Barnwell County Airport as a proprietary fund.

5. Fiduciary Funds

Custodial Funds - These funds account for assets held by the entity as a custodian on behalf of others. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Expendable Trust Fund – This fund used to account for trusts where both principal and earnings on principal may be spent for the trust's intended purpose. Expendable trust funds use the same flow of current financial resources measurement focus and modified accrual basis of accounting used by governmental funds.

C. 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 and its component units 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.

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category, and the governmental and enterprise funds combined) for the determination of major funds.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. All reported capital assets except land are depreciated. Improvements are depreciated over their remaining estimated useful lives. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement.

The County has used GASB 34 minimum criteria for major fund determination and has presented the the following as its major funds. Some of these funds have been presented, even when not required, for consistency purposes. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

1. Major Governmental Funds:

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

Special Revenue Fund (Self-Administered Transportation “C” Funds) – This fund accounts for the gasoline user fees received from the State to be used in accordance with the transportation plan approved by the Barnwell County Transportation Committee (CTC).

Special Revenue Fund (American Rescue Funds) – This fund accounts for American Rescue Plan funding provided to the County to assist in responding to the effects of COVID-19.

Debt Service Fund – The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

Debt Service Fund (BFC) – The Debt Service Fund (BFC) accounts for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds related to the Barnwell Facilities Corporation, a blended component unit.

Debt Service Fund (CPST) – The Debt Service Fund (CPST) accounts for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds related to the capital penny sales tax capital projects.

Capital Projects Fund – The Capital Projects Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities.

Capital Projects Fund (BFC) – The Capital Projects Fund (BFC) accounts for financial resources related to the Barnwell Facilities Corporation, a blended component unit.

Capital Projects Fund (CPST) – The Capital Projects Fund (CPST) accounts for financial resources to be used for the capital penny sales tax capital projects.

2. Nonmajor Governmental Funds:

Special Revenue Funds – These funds are established to account for the proceeds of specific revenue sources and certain special assessments that are legally restricted to expenditures for specified purposes. Generally, it is the County's policy not to budget for all Special Revenue Funds in the form of a legally adopted budget format.

3. Fiduciary Funds:

Custodial Funds – The County's Custodial Funds primarily consist of monies collected and disbursed by the County Treasurer (an elected, constitutionally mandated official) for various governmental units and taxing entities within Barnwell County's borders as defined by South Carolina law. These monies, such as cash bonds, traffic fines, child support payments and ad valorem taxes, are not under the control of Barnwell County Council.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Expendable Trust Fund – The County’s Expendable Trust Fund set forth by South Carolina State law as trustee; consists of monies held by the South Carolina State Treasurer for the purpose of economic development in the County.

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

1. Cash and Cash Equivalents

Cash and cash equivalents as reported in the Statement of Net Position, Balance Sheet, and Statement of Cash Flows includes cash on hand, operating accounts and savings or money market accounts. The County considers all highly liquid investments (including restricted assets) with original maturities of three months or less when purchased to be cash and cash equivalents. These assets are presented at cost, which reasonably approximate fair value.

2. Restricted Assets

Restricted accounts include money or other resources, the use of which is restricted by legal or contractual requirements.

3. Investments

The County’s investment policy is designed to operate within existing statutes (which are identical for all funds and activities, fund types, and component units within the State of South Carolina) that authorize the County to invest in the following:

- a. Obligations of the United States and its agencies, the principal and interest of which is fully guaranteed by the United States.
- b. Obligations issued by the Federal Financing Bank, Federal Farm Credit Bank, the Bank of Cooperatives, the Federal Intermediate Credit Bank, the Federal Land Banks, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, the Federal Housing Administration, and the Farmers Home Administration, if, at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two rating categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- c. (i) General obligations of the State of South Carolina or any of its political units; or (ii) revenue obligations of the State of South Carolina or its political units, if at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- d. Savings and Loan Associations to the extent that the same are insured by an agency of the federal government.
- e. Certificates of deposit where the certificates are collaterally secured by securities of the type described in (a) and (b) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest;

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

3. Investments (continued)

- f. provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
- g. Repurchase agreements when collateralized by securities as set forth in this section.
- h. No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of that local government unit, political subdivision, or county treasurer if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (a), (b), (c), (f) of this subsection, and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.

The County's cash and investment objectives are preservation of capital, liquidity, and yield. The County reports its cash and investments at fair value which is normally determined by quoted market prices. The County primarily used the following investments in its operating activities:

South Carolina Local Government Investment Pool investments are invested with the South Carolina State Treasurer's Office, which established the South Carolina Pool pursuant to Section 6-6-10 of the South Carolina Code. The Pool is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any city treasurer or any governing body of a political subdivision of the State, may be deposited. The Pool is a 2a7-like pool which is not registered with the Securities and Exchange ("SEC") as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments are carried at fair value determined annually based upon quoted market prices. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.00. Financial statements for the Pool may be obtained from www.osa.sc.gov.

4. Receivables

Property tax receivables and all other receivables are shown net of an allowance for uncollectible amounts. The allowance for property taxes receivable is computed by summing the estimates of collections for each of the previous ten years' outstanding balances.

The County bills and collects property taxes for itself and all other taxing entities within the County. The County recognizes property taxes in the period for which they are levied and available for financing current expenditures. Property taxes receivable represent delinquent real and personal taxes for the past ten years, less an allowance for amounts estimated to be uncollectible. All net property taxes receivable at year-end, except those collected within 60 days, are recorded as unavailable and thus not recognized as revenue until collected in the governmental funds.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

5. Inventory and Prepaid Items

At June 30, 2021, the County Airport, a proprietary fund, had \$30,750 of fuel on hand, which is recorded as inventory, valued at cost. The cost of inventories is recorded as expense when consumed rather than when purchased. Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right-of-ways, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements.

The County has capital assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Assets are recorded at historical cost or estimated historical cost of older capital assets for which detailed records of purchase prices were not available. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction of capital assets for governmental activities is not capitalized. However, interest incurred during the construction phase of business-type activity capital assets is included in the capitalized value of the asset constructed. Construction in progress represents funds expended for construction of capital assets which have not been placed into service.

Property, plant, and equipment of the County are depreciated using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	15 – 50
Land improvements	15
Infrastructure	20 – 50
Machinery and equipment	3 – 10
Vehicles	5
Office Equipment	5 – 10

7. Revenues Received in Advance/Unearned Revenue

The County reports unearned revenue on its statement of net position and governmental funds balance sheet. In both government-wide and fund financial statements, unearned revenue consists of revenue received for which purpose restrictions have not yet been met.

8. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and/or the Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of resources that applies to a future period(s) and, therefore, will not be recognized as an outflow of resources (expense/expenditure)

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

8. Deferred Outflows/Inflows of Resources (continued)

until then. The County currently has two types of deferred outflows of resources: 1) The County reports *deferred bond refunding charges* in its Statement of Net Position. Deferred bond refunding charges, which is the difference between the reacquisition price and the net carrying amount of the defeased debt, is deferred and amortized over the life of the refunding bonds, which has the same maturity as the bonds that were refunded. Amortization of deferred bond refunding charges is included in interest expense; 2) The County also reports *deferred pension charges* in its Statements of Net Pension in connection with its participation in the South Carolina Retirement System and South Carolina Police Officers Retirement System and *deferred OPEB charges* associated with other post-employment health benefits. These deferred charges are either a) recognized in the subsequent period as a reduction of the net pension or OPEB liability (which includes contributions and benefits paid after the measurement date), or b) amortized in a systematic and rational manner and included in expense in future periods in accordance with GAAP.

In addition to liabilities, the Statement of Net Position and the Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County currently has two types of deferred inflows of resources: 1) The County reports *unavailable revenue* for property taxes in the governmental funds balance sheet; it is deferred and recognized as an inflow of resources in the period the amount become available. 2) The County also reports *deferred pension credits* in its Statements of Net Position in connection with its participation in the South Carolina Retirement System and South Carolina Police Officers Retirement System and *deferred OPEB credits* associated with other post-employment health benefits. These deferred credits are amortized in a systematic and rational manner and recognized as a reduction of expenses in future periods in accordance with GAAP.

9. Long-term Obligations

In the government-wide financial statements and proprietary 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, if material, and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

Gains or losses on debt refunding, if material, are deferred and amortized over the shorter life of the refunded debt or the new debt. Amortization of premiums, discounts, and deferred advance refunding costs is included in interest expense. Bonds payable are reported net of the applicable bond premiums or discounts

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources in the year of issuance. Payments on existing debt are recorded as debt service expenditures in the period in which the payment is made. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

10. Accrued Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The County accrues accumulated unpaid vacation leave when earned by the employee. The current portion is the amount estimated to be used in the following year. The non-current portion is the amount estimated to be used in subsequent fiscal years. Both the current and non-current estimated accrued compensated absences amounts for governmental funds are maintained separately and represent a reconciling item between the fund and government-wide presentations. Accrued sick leave is not payable upon termination. Therefore, no provision for accrued sick leave has been made in these financial statements.

11. Net Position and Fund Balances

Government-Wide and Proprietary Fund Statements

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in the Statement of Net Position. Net position is classified as net investment in capital assets, restricted (distinguished between major categories of restrictions); and unrestricted. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the county or through external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments. The remaining balance is reported as unrestricted.

Governmental Fund Statements

The County classifies governmental fund balances as follows in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*:

Nonspendable – includes amounts that inherently cannot be spent either because it is not in spendable form (i.e., prepaids, inventories, etc.) or because of legal or contractual requirements (i.e., principal on an endowment, etc.)

Restricted – includes amounts that are constrained by specific purposes which are externally imposed by (a) other governments through laws and regulations, (b) grantors and contributions through agreements, (c) creditors through debt covenants or other contracts, or (d) imposed by law through constitutional provisions or enabling legislation.

Committed – includes amounts that are constrained for specific purposes that are internally imposed by the government through formal action made by the County Council, which is the highest level of decision making authority, before the end of the reporting period. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

11. Net Position and Fund Balances (continued)

Assigned – includes amounts that are intended to be used for specific purposes that are neither considered restricted or committed and that such assignments are made before the report issuance date. The County Administrator is authorized to assign amounts for a specific purpose.

Unassigned – includes amounts that do not qualify to be accounted for and reported in any of the other fund balance categories. This classification represents the amount of fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund is the only fund that can report a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned balance.

12. Interfund Activity

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

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without requirement for repayment are reported as interfund transfers and are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds.

13. Property Taxes

Property taxes are levied by the County at varying rates per one hundred dollars (\$100) of assessed valuation of real estate and personal property owned and used in the County except exempt property as provided by the constitution and laws of the State of South Carolina and attach an enforceable lien when levied.

The Barnwell County Treasurer’s Office collects taxes for county and school purposes as a single tax bill. Taxes are collected on a calendar year basis. Real property taxes are payable without penalty on or before January 15 of each year. If taxes are not paid on or before January 15, incremental penalties are added and taxes go into execution (become delinquent) on March 16. After September 1, properties on which the taxes have not been paid may be sold to satisfy the taxes. Personal property taxes are payable on a monthly basis.

At the government-wide level, property taxes are recognized as revenue at the time of levy. At the fund level, property tax revenue is recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment obligations incurred during the fiscal year (measurable and available) are susceptible to accrual in accordance with generally accepted accounting principles. The County considers the portion of uncollected taxes at June 30, 2020 that are collected within sixty days of June 30 to be available to liquidate current liabilities.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Fund Balances (continued)

14. Accounting Estimates

The preparation of financial statements in accordance with GAAP requires the County's management to make estimates and assumptions. These 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

15. Pensions

In government-wide financial statements, pensions are required to be recognized and disclosed using the accrual basis of accounting regardless of the amount recognized as pension expenditures on the modified accrual basis of accounting. The County recognizes a net pension liability for each qualified pension plan in which it participates, which represents the excess of the total pension liability over the fiduciary net position of the qualified pension plan, or the County's proportionate share thereof in the case of a cost-sharing multiple-employer plan, measured as of the County's fiscal year-end. Changes in the net pension liability during the period are recorded as pension expense, or as deferred outflows or inflows of resources depending on the nature of the change, in the period incurred. Those changes in net pension liability that are recorded as deferred outflows or inflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average remaining service life of all participants in the respective qualified pension plan and recorded as a component of pension expense beginning with the period in which they are incurred. Projected earnings on qualified pension plan investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred outflows or inflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred.

16. Other Postemployment Benefits

In government-wide financial statements and proprietary fund statements, other postemployment benefits ("OPEB") are required to be recognized and disclosed using the accrual basis of accounting regardless of the amounts recognized as OPEB expenditures on the modified accrual basis of accounting. The County recognizes net OPEB liabilities for each plan for which it participates, which represents the excess of the total OPEB liability over the fiduciary net position of the qualified plan. Changes in the OPEB liabilities during the period are recorded as OPEB expense, or as deferred outflows or inflows of resources depending on the nature of the change, in the period incurred. Those changes in OPEB liabilities that are recorded as deferred outflows or inflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average of the remaining service life of all participants in the respective qualified plan and recorded as a component of OPEB expense beginning with the period in which they are incurred. Any projected earnings as qualified OPEB plan investments are recognized as a component of OPEB expense. Differences between projected and actual investment earnings are reported as deferred outflows or inflows of resources and amortized as a component of OPEB expense on the closed basis over a five-year period beginning with the period in which the difference occurred.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 2 - DEPOSITS AND INVESTMENTS

A. Primary Government and Custodial Funds:

Deposits

Custodial Credit Risk for Deposits:

Custodial credit risk for deposits is the risk, that in the event of a bank failure, the County and its component units' deposits may not be returned or that they will not be able to recover collateral securities in the possession of an outside party. Custodial credit risk for deposits is not formally addressed by a policy.

The cash on deposit under the direction of the County Treasurer and the County's component units consist of funds held in checking and savings accounts, money market and certificates of deposit. The County does not have a formal policy for deposits, but follows the State investment guidelines.

At June 30, 2021, the carrying amount of the County's deposits was \$12,826,371 for the primary government and \$8,928,335 for fiduciary funds. The bank balances for these funds were \$22,479,605. Cash on hand was \$3,305 for the primary government and \$900 for fiduciary funds. All deposits were insured by FDIC or collateralized by United States Government securities, Treasury notes held in the financial institution's name, or a bank letter of credit.

Investments

The County's investments are limited by and subject to State Statutes. The statutes provide that all authorized investments shall have maturities consistent with the time or times when the invested monies will be needed in cash. Statutes also allow the State Treasurer to assist local governments in investing funds.

As of June 30, 2021, the County had the following investments and maturities, with fair value amounts reflecting active market values as reported by the various financial institutions and agents holding the investments:

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Fair Value</u>	<u>Weighted Average Maturities</u>
South Carolina Local Government Investment Pool (SCLGIP)	Unrated	\$1,728,850	Less than One Year

The SCLGIP is subject to oversight by the State Treasurer, although it is not registered with the Securities and Exchange Commission.

The fair value measurements listed above are considered Level 1 in the hierarchy of valuation inputs, providing the highest level of reliability and the lowest level of risk in the disclosed values.

Interest Rate Risk:

The County does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Credit Risk for Investments:

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County does not have an investment policy for credit risk, but follows the investment policy statutes of the State of South Carolina.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

A. Primary Government and Agency Funds: (continued)

Investments (continued)

Custodial Credit Risk for Investments:

Custodial credit risk for investments is the risk that, in the event of a counterparty failure, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County does not have an investment policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina.

Concentration of Credit Risk for Investments:

The County places no limit on the amount the County may invest in any one issuer. Investments issued by or explicitly guaranteed by the U.S. Government and investments in mutual funds, external investment pools, and other pooled investments are exempt from concentration of credit risk disclosures.

Reconciliation to the Financial Statements

A reconciliation of cash and investments as shown in the Statements of Net Position for all activities is as follows:

Primary Government	Amount
Carrying amount of deposits	\$ 21,754,706
Cash on hand	4,205
Fair value of investments	1,728,850
	<u>\$ 23,487,761</u>
 Statement of Net Position	
Cash and cash equivalents	\$ 1,841,005
Equity in pooled cash and investments	6,570,032
Restricted cash and cash equivalents	1,201,721
Restricted investments	1,728,850
Restricted equity in pooled cash and investments	3,216,918
 Statement of Fiduciary Net Position	
Cash and cash equivalents	2,805,984
Equity in pooled cash and investments	6,123,251
	<u>\$ 23,487,761</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

B. Major component units:

1. Barnwell County Economic Development Corporation

At June 30, 2021, the carrying amount of the Corporation's deposits was \$564,154 and the bank balances were \$585,899 which were secured by FDIC insurance and collateral pledged in the Corporation's name. The Corporation has no policy regarding custodial credit risk for deposits.

C. Non-major component units:

1. Barnwell County Career Center

At June 30, 2021, the carrying amount of the Career Center's deposits was \$1,198,361 and the bank balance was \$1,297,808. Of the bank balance, \$250,000 was covered by Federal Depository Insurance, and \$1,047,808 was collateralized with securities held by the financial institution's trust department or agency in the Center's name.

Barnwell County Library Foundation

At June 30, 2021, the carrying amount and bank balance of the Foundation's deposits was \$30,743. All funds were covered by federal depository insurance.

2. Generations Unlimited

At June 30, 2021, the carrying amount of the Organization's deposits was \$146,502 and the bank balance was \$195,861, which was covered by federal depository insurance. Cash in the amount of \$220 was on hand at June 30, 2021.

NOTE 3 - RECEIVABLES

Primary Government:

Accounts Receivables

Receivables, consisting of real and personal property taxes, accounts and other receivables at June 30, 2021, less an estimated allowance for uncollectible accounts, are as follows:

	Governmental Activities	Business-type Activities
Property taxes receivable:		
Delinquent taxes	\$ 689,334	\$ -
Less, allowances for uncollectible accounts	(388,322)	-
	\$ 301,012	\$ -
Other Receivables:		
Landfill dumping (tipping) fees	\$ 62,123	\$ -
Hanger rent and fuel	-	220
Miscellaneous	8,113	-
Less, allowances for uncollectible accounts	(25,074)	-
	\$ 45,162	\$ 220

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 3 - RECEIVABLES (continued)

Due From Other Governments

The following are due from other governments:

	<u>Governmental Activities</u>
Due from local governments:	
Magistrate reimbursements	\$ 17,862
SRO reimbursements from schools	259,716
Clerk of Court reimbursements	52,513
E-911 reimbursements	42,597
Other reimbursements	13,119
Total due from local governments	<u>385,807</u>
Due from state governments:	
State shared revenue	232,606
Local Option Sales Tax (L.O.S.T.)	124,051
Accommodations tax	104,740
Merchants' inventory	6,143
Motor carrier	11,128
"C" Construction Program - Self-administered	101,482
E-911 reimbursements	14,117
Total due from state governments	<u>594,267</u>
Due from federal government:	
FEMA	17,821
DOE Emergency Preparedness grant	13,162
Federal inmate funds	149,019
Total due from federal government	<u>180,002</u>
Total due from other governments	<u><u>\$ 1,160,076</u></u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 3 - RECEIVABLES (continued)

Discretely Presented Component Units:

Barnwell County Economic Development Corporation (BCEDC)

The following amounts are due to the Corporation at June 30, 2021:

Revenues Receivable	\$ 93,562
Rent Receivable	<u>14,664</u>
Total Receivables	<u><u>\$ 108,226</u></u>

Non-major Component Units:

Generations Unlimited

Other receivables

Other receivables at June 30, 2021 are composed of the following:

	Generations Unlimited
Lower Savannah COG	\$ 58,807
SC Department of Transportation	116,336
ModivCare Solutions	9,902
South Carolina Regional Housing Authority	13,425
South Carolina Department on Aging	15,041
South Carolina Department of Health and Human Services	7,793
Other	1,988
	<u><u>\$ 223,292</u></u>

Non-major Component Units (continued):

Barnwell County Library Foundation

Other receivables

Other receivables at June 30, 2021 are composed of the following:

	Barnwell County Library Foundation
Rent Bonus from Citi-Trends	<u><u>\$ 3,442</u></u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 4 - INTERFUND BALANCES AND TRANSFERS

Primary Government:

Individual fund interfund receivable and payable balances at June 30, 2021, were as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 1,068,947	\$ 2,105,098
Special Revenue Funds:		
E-911	3,035	-
Plant Vogtle	-	12,815
Department of Emergency Preparedness	60,535	-
Local Energy Management Performance Grant	-	2,482
Victims Assistance	13,330	-
Federal Inmates	-	118,930
Transportation "C" Funds	-	209,456
Rural Fire District	-	250,458
American Rescue Funds	2,026,488	-
PREA Grant	1,710	-
Capital Projects Fund	-	267,153
Enterprise Fund	-	102,958
Fiduciary Funds:		
Barnwell Magistrate	-	6,078
Williston Magistrate	-	8,395
Blackville Magistrate	-	10,263
Clerk of Court	-	76,588
Delinquent Tax	-	3,371
Totals	<u>\$ 3,174,045</u>	<u>\$ 3,174,045</u>

Interfund receivable and payable amounts between the Governmental Activities and Business-type Activities (\$102,958) have been eliminated in the Statement of Net Position as net "internal balances".

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 4 - INTERFUND BALANCES AND TRANSFERS (continued)

Individual fund interfund transfers for the year ended June 30, 2021, were as follows:

	Interfund Transfers In	Interfund Transfers Out
General Fund	\$ 1,396,428	\$ 518,270
Special Revenue Funds:		
Public Safety	-	165,446
Victims' Assistance	25,533	-
Federal Inmate	-	1,138,986
Transportation "C" Funds	-	91,996
Capital Projects Fund	183,759	-
Capital Projects Fund (New Jail)	-	304,915
Capital Projects Fund (Arena)	-	736,974
Capital Projects Fund (YMCA)	736,974	-
Capital Projects Fund (CPST)	-	1,213,473
Debt Service Fund	9,643	-
Debt Service Fund (CPST)	1,213,473	-
Debt Service Fund (BFC)	604,250	-
Totals	<u>\$ 4,170,060</u>	<u>\$ 4,170,060</u>

- Transfers were made from the Public Safety special revenue fund to the General Fund to reimburse for public safety expenditures reported in various public safety departments within the General Fund.
- Transfers were made to the Victims' Service special revenue fund from the General Fund to cover excess expenditures.
- Transfers were made from the Federal Inmate special revenue fund to the General Fund for its share of the funds in accordance with an agreement between County Administration and the Barnwell County Sheriff's Office.
- Transfers were made from the Transportation "C" Funds special revenue fund to the General Fund to reimburse for expenditures incurred for State Administered projects accounted for in the General Fund.
- Transfers were made from the General Fund to the capital projects fund to cover excess capital expenditures.
- Bond proceeds and sales tax proceeds in capital projects funds were transferred to debt service funds to cover debt service principal and interest payments.
- Transfers were made from the General Fund to the debt service funds to cover debt service principal and interest payments not covered by other sources.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS

Primary Government:

Governmental Activities

Capital asset activity for the year ended June 30, 2021 was as follows:

	Balance June 30, 2020	Transfers	Additions	Retire- ments	Balance June 30, 2021
Capital assets, not being depreciated:					
Land and Land improvements	\$ 2,674,789	\$ -	\$ -	\$ -	\$ 2,674,789
Total capital assets not being depreciated	<u>2,674,789</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,674,789</u>
Capital assets, being depreciated:					
Infrastructure	6,271,701	-	-	-	6,271,701
Buildings and improvements	20,687,835	-	1,000,000	-	21,687,835
Furniture, vehicles, equipment	12,123,484	(29,615)	538,093	(349,648)	12,282,314
Totals capital assets being depreciated	<u>39,083,020</u>	<u>(29,615)</u>	<u>1,538,093</u>	<u>(349,648)</u>	<u>40,241,850</u>
Less, accumulated depreciation for:					
Infrastructure	(5,528,184)	-	(299,298)	-	(5,827,482)
Buildings and improvements	(4,955,516)	-	(590,394)	-	(5,545,910)
Furniture, vehicles, equipment	(9,177,465)	29,615	(671,062)	210,342	(9,608,570)
Total accumulated depreciation	<u>(19,661,165)</u>	<u>29,615</u>	<u>(1,560,754)</u>	<u>210,342</u>	<u>(20,981,962)</u>
Total capital assets being depreciated, net	<u>19,421,855</u>	<u>-</u>	<u>(22,661)</u>	<u>(139,306)</u>	<u>19,259,888</u>
Net capital assets - Governmental Activities	<u>\$22,096,644</u>	<u>\$ -</u>	<u>\$ (22,661)</u>	<u>\$ (139,306)</u>	<u>\$21,934,677</u>

Governmental Activities capital asset cost (inclusive of land) and depreciation expense was charged as a direct expense to departments as follows:

Department	Cost	Depreciation Expense
Finance	\$ 85,237	\$ -
Fire Coordinator	692,180	67,597
Non-departmental	19,379,252	630,376
Cemetery	66,744	-
Building inspector	19,940	-
Emergency management	180,925	26,227
Voter registration	67,860	-
Assessor	29,265	-

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BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (continued)

Primary Government (continued):

Governmental Activities (continued)

Department	Cost	Depreciation Expense
E-911	\$ 665,598	\$ -
Clerk of court	23,708	-
Probate court	7,049	-
Barnwell magistrate	17,908	-
Blackville magistrate	17,818	-
Williston magistrate	72,021	-
Buildings and grounds	232,180	4,116
Public works (Engineering)	2,211,265	89,768
Solid waste	3,393,439	102,804
Animal shelter	30,060	375
Sheriff's office	2,880,768	225,231
Coroner	38,705	1,347
Emergency services	48,545	-
Fire commission	2,975,697	112,449
Detention center	9,780,475	300,464
Total	<u>\$ 42,916,639</u>	<u>\$ 1,560,754</u>

Depreciation expense was charged to governmental functions as follows:

General government	\$ 630,376
Physical environment	197,062
Public safety	707,089
Health and welfare	26,227
	<u>\$ 1,560,754</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (continued)

Primary Government (continued):

Business-type Activities

Barnwell County Airport Enterprise Fund

	Balance June 30, 2020	Transfers	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:					
Land	\$ 743,502	\$ -	\$ -	\$ -	\$ 743,502
Construction in process	136,561	-	32,395	-	168,956
Total capital assets not being depreciated	<u>880,063</u>	<u>-</u>	<u>32,395</u>	<u>-</u>	<u>912,458</u>
Capital assets being depreciated:					
Buildings and improvements	4,567,736	-	-	-	4,567,736
Land improvements	695,158	-	-	-	695,158
Equipment	368,651	29,615	7,370	-	405,636
Total capital assets being depreciated	<u>5,631,545</u>	<u>29,615</u>	<u>7,370</u>	<u>-</u>	<u>5,668,530</u>
Less, accumulated depreciation for:					
Buildings and improvements	(2,432,102)	-	(142,782)	-	(2,574,884)
Land improvements	(260,568)	-	(41,667)	-	(302,235)
Equipment	(353,513)	(29,615)	(11,502)	-	(394,630)
Total accumulated depreciation	<u>(3,046,183)</u>	<u>(29,615)</u>	<u>(195,951)</u>	<u>-</u>	<u>(3,271,749)</u>
Total capital assets, being depreciated, net	<u>2,585,362</u>	<u>-</u>	<u>(188,581)</u>	<u>-</u>	<u>2,396,781</u>
Net capital assets - Business-type activities	<u>\$3,465,425</u>	<u>\$ -</u>	<u>\$ (156,186)</u>	<u>\$ -</u>	<u>\$ 3,309,239</u>

Depreciation expense for the year ended June 30, 2021, equaled \$195,951 for business-type activities.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (continued)

Discretely Presented Component Units:

Barnwell County Economic Development Corporation

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 1,112,698	\$ -	\$ -	\$ 1,112,698
Total capital assets not being depreciated	<u>1,112,698</u>	<u>-</u>	<u>-</u>	<u>1,112,698</u>
Capital assets being depreciated:				
Buildings	8,254,734	337,825	(252,468)	8,340,091
Infrastructure	1,114,255	-	-	1,114,255
Land improvements	2,981,059	-	-	2,981,059
Equipment	168,836	56,972	-	225,808
Signs	31,967	-	-	31,967
Total capital assets being depreciated	<u>12,550,851</u>	<u>394,797</u>	<u>(252,468)</u>	<u>12,693,180</u>
Less, accumulated depreciation for:				
Buildings	(3,576,273)	(205,351)	74,534	(3,707,090)
Infrastructure	(704,036)	(36,507)	-	(740,543)
Land improvements	(1,623,633)	(90,929)	-	(1,714,562)
Equipment	(77,658)	(14,887)	-	(92,545)
Signs	(31,967)	-	-	(31,967)
Total accumulated depreciation	<u>(6,013,567)</u>	<u>(347,674)</u>	<u>74,534</u>	<u>(6,286,707)</u>
Total capital assets, being depreciated, net	<u>6,537,284</u>	<u>47,123</u>	<u>(177,934)</u>	<u>6,406,473</u>
Capital assets, net	<u>\$ 7,649,982</u>	<u>\$ 47,123</u>	<u>\$ (177,934)</u>	<u>\$ 7,519,171</u>

Depreciation expense for the year ended June 30, 2021, equaled \$347,674.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (continued)

Other non-major component units:
Barnwell County Career Center

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, being depreciated:				
Buildings	\$ 304,437	\$ -	\$ -	\$ 304,437
Buildings and improvements	195,007	-	-	195,007
Equipment	212,537	-	-	212,537
Total capital assets being depreciated	<u>711,981</u>	<u>-</u>	<u>-</u>	<u>711,981</u>
Less, accumulated depreciation for:				
Buildings	(39,766)	(3,297)	-	(43,063)
Buildings and improvements	(147,268)	(17,444)	-	(164,712)
Equipment	(126,556)	(13,803)	-	(140,359)
Total accumulated depreciation	<u>(313,590)</u>	<u>(34,544)</u>	<u>-</u>	<u>(348,134)</u>
Total capital assets, being depreciated, net	<u>398,391</u>	<u>(34,544)</u>	<u>-</u>	<u>363,847</u>
Capital assets, net	<u><u>\$ 398,391</u></u>	<u><u>\$ (34,544)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 363,847</u></u>

Depreciation expense for the year ended June 30, 2021, equaled \$34,544.

Barnwell County Library Foundation

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 27,525	\$ -	\$ -	\$ 27,525
Total capital assets not being depreciated	<u>27,525</u>	<u>-</u>	<u>-</u>	<u>27,525</u>
Capital assets being depreciated:				
Building	494,446	-	-	494,446
Equipment	24,550	15,000	-	39,550
Land improvements	40,199	-	-	40,199
Total capital assets being depreciated	<u>559,195</u>	<u>15,000</u>	<u>-</u>	<u>574,195</u>
Less, accumulated depreciation				
Building	(192,083)	(12,361)	-	(204,444)
Equipment	(19,326)	(2,245)	-	(21,571)
Land improvements	(39,555)	(645)	-	(40,200)
Total accumulated depreciation	<u>(250,964)</u>	<u>(15,251)</u>	<u>-</u>	<u>(266,215)</u>
Total capital assets, being depreciated, net	<u>308,231</u>	<u>(251)</u>	<u>-</u>	<u>307,980</u>
Capital assets, net	<u><u>\$ 335,756</u></u>	<u><u>\$ (251)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 335,505</u></u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (continued)

Other component units: (continued)

Barnwell County Library Foundation (continued)

Depreciation expense for the year ended June 30, 2021, equaled \$15,251.

Generations Unlimited

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, being depreciated:				
Start-up costs	\$ 31,910	\$ -	\$ -	\$ 31,910
Buildings and Improvements	90,653	89,493	-	180,146
Furniture & Equipment	380,859	199,305	(72,237)	507,927
Motor Vehicles	1,308,057	141,345	(70,738)	1,378,664
Total capital assets being depreciated	<u>1,811,479</u>	<u>430,143</u>	<u>(142,975)</u>	<u>2,098,647</u>
Accumulated depreciation				
Start-up costs	(11,699)	(2,128)	-	(13,827)
Buildings and Improvements	(4,985)	(4,602)	-	(9,587)
Furniture & Equipment	(299,509)	(60,086)	72,237	(287,358)
Motor Vehicles	(836,245)	(158,920)	70,738	(924,427)
Total accumulated depreciation	<u>(1,152,438)</u>	<u>(225,736)</u>	<u>142,975</u>	<u>(1,235,199)</u>
Total capital assets, net	<u>\$ 659,041</u>	<u>\$ 204,407</u>	<u>\$ -</u>	<u>\$ 863,448</u>

Depreciation expense for the year ended June 30, 2021, equaled \$225,736.

Total Other Component Units

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 27,525	\$ -	\$ -	\$ 27,525
Total capital assets not being depreciated	<u>27,525</u>	<u>-</u>	<u>-</u>	<u>27,525</u>
Capital assets, being depreciated:				
Start-up costs	31,910	-	-	31,910
Buildings and improvements	1,124,742	89,493	-	1,214,235
Furniture & Equipment	617,946	214,305	(142,975)	689,276
Vehicles	1,308,057	141,345	-	1,449,402
Total capital assets being depreciated	<u>3,082,655</u>	<u>445,143</u>	<u>(142,975)</u>	<u>3,384,823</u>
Total accumulated depreciation	<u>(1,716,992)</u>	<u>(275,531)</u>	<u>142,975</u>	<u>(1,849,548)</u>
Total capital assets, being depreciated, net	<u>1,365,663</u>	<u>169,612</u>	<u>-</u>	<u>1,535,275</u>
Capital assets, net	<u>\$ 1,393,188</u>	<u>\$ 169,612</u>	<u>\$ -</u>	<u>\$ 1,562,800</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - LONG-TERM DEBT

Presented below is a summary of changes in long-term obligations for the year ended June 30, 2021:

Primary Government

Governmental Activities

Long-Term Obligations	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Due Within One Year
General Obligation Bonds					
<i>Direct Borrowings/Placements</i>					
Series 2016 D Bonds	\$ 1,880,000	\$ -	\$ (250,000)	\$ 1,630,000	\$ 255,000
Series 2017 CPST Bonds	5,690,000	-	(1,090,000)	4,600,000	-
Series 2017A Bonds	147,019	-	(111,839)	35,180	35,180
Series 2018A Bonds	320,749	-	(102,509)	218,240	107,678
Series 2019A Bonds	88,583	-	(18,812)	69,771	29,753
Series 2019B Bonds	202,701	-	(63,813)	138,888	44,304
Series 2020A Bonds	348,500	-	(64,256)	284,244	77,559
Series 2021A Bonds	-	346,000	-	346,000	64,693
	<u>\$ 8,677,552</u>	<u>\$ 346,000</u>	<u>\$ (1,701,229)</u>	<u>\$ 7,322,323</u>	<u>\$ 614,167</u>
Installment Purchase Revenue Bonds					
<i>Direct Borrowings/Placements</i>					
Series 2019 Refunding Bonds	7,925,000	-	(275,000)	7,650,000	290,000
	<u>7,925,000</u>	<u>-</u>	<u>(275,000)</u>	<u>7,650,000</u>	<u>290,000</u>
Premium - Series 2019 Refunding Bonds	1,210,489	-	(66,632)	1,143,857	66,632
	<u>\$ 9,135,489</u>	<u>\$ -</u>	<u>\$ (341,632)</u>	<u>\$ 8,793,857</u>	<u>\$ 356,632</u>
Other General Long-term Obligations					
Landfill Closure and Postclosure Care Costs	\$ 655,600	\$ -	\$ (18,829)	\$ 636,771	\$ 25,000
	<u>\$ 655,600</u>	<u>\$ -</u>	<u>\$ (18,829)</u>	<u>\$ 636,771</u>	<u>\$ 25,000</u>
Accrued compensated absences, net	\$ 255,576	\$ 6,656	\$ -	\$ 262,232	\$ 11,117
	<u>\$ 255,576</u>	<u>\$ 6,656</u>	<u>\$ -</u>	<u>\$ 262,232</u>	<u>\$ 11,117</u>

General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County.

On December 20, 2016, the County issued General Obligation Bonds (Series 2016D) in the amount of \$2,600,000. Interest is 2.24% due semi-annually. The bond matures in ten annual installments ending on March 1, 2027. The bonds were issued to complete the final phase of the new detention center. Accrued interest on these bonds was \$12,071 at June 30, 2021.

On November 8, 2016, voters passed a referendum to permit Barnwell County to issue general obligation bonds in one or more series, in an amount not to exceed \$13,971,328, which is intended to be repaid from the sales and use tax proceeds. On May 2, 2017, the County issued General Obligation/Capital Project Sales Tax Bonds (Series 2017 CPST) in the amount of \$8,790,000. Interest is 2.17% due semi-annually. The bond matures in eight annual principal installments which will end on July 1, 2025. Accrued interest on these bonds was \$0 at June 30, 2021 due to the annual installment being paid early in June 2021.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - LONG-TERM DEBT (continued)

Primary Government (continued)

General Obligation Bonds (continued)

On February 10, 2017, the County issued General Obligation Bonds (Series 2017A) in the amount of \$506,500. Interest is 4.79% due semi-annually. The bond matures in five annual principal installments ending on March 1, 2022. Accrued interest on these bonds was \$561 at June 30, 2021.

On February 13, 2018, the County issued General Obligation Bonds (Series 2018A) in the amount of \$510,500. Interest is 3.59% due semi-annually. The bond matures in five annual principal installments beginning March 1, 2019 and ending on March 1, 2023. Accrued interest on these bonds was \$2,590 at June 30, 2021.

On February 14, 2019, the County issued General Obligation Bonds (Series 2019A) in the amount of \$106,500. Interest is 4.02% due semi-annually. The bond matures in five annual principal installments beginning March 1, 2020 and ending on March 1, 2024. Accrued interest on these bonds was \$927 at June 30, 2021.

On August 13, 2019, the County issued General Obligation Bonds (Series 2019B) in the amount of \$225,000. Interest is 3.95% due semi-annually. The bond matures in five annual principal installments beginning March 1, 2020 and ending on March 1, 2024. Accrued interest on these bonds was \$1,854 at June 30, 2021.

On February 13, 2020, the County issued General Obligation Bonds (Series 2020A) in the amount of \$348,500. Interest is 2.87% due semi-annually. The bond matures in five annual principal installments beginning March 1, 2021 and ending on March 1, 2025. Accrued interest on these bonds was \$2,697 at June 30, 2021.

On February 10, 2021, the County issued General Obligation Bonds (Series 2021A) in the amount of \$346,000. Interest is 3.00% due semi-annually. The bond matures in five annual principal installments beginning March 1, 2022 and ending on March 1, 2026. Accrued interest on these bonds was \$2,075 at June 30, 2021.

Installment Purchase Revenue Bonds

Revenue Bonds are obligations of the County that are secured by revenue from a specific source.

On August 22, 2019, Barnwell County and Barnwell Facilities Corporation closed an installment purchase plan of finance that included the Corporation's issuance of \$8,415,000 of its Installment Purchase Refunding Revenue Bonds (Series 2019) to currently refund \$9,050,000 of the outstanding 2013A and 2013B Installment Purchase Revenue Bonds. The Corporation received a premium of \$1,266,016 and incurred bond issuance costs of \$468,986. The bonds carry interest rates ranging from 2.50% to 5.00%. The reacquisition price exceeded the net carrying amount of the old debt by \$120,948. The amount is reported as a deferred outflow in the Statement of Net Position and is being amortized to interest expense over the remaining term of the refunding bonds. Amortization of the these bond premiums totaled \$66,632 and amortization of the deferred outflow totaled \$6,366 for fiscal year 2021.

The County's outstanding debt obligations have been obtained through direct borrowings or direct placements.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - LONG-TERM DEBT (continued)

Primary Government (continued)

Debt Service Requirements to Maturity

The following is the debt service to maturity requirements for the general obligation bonds at June 30, 2021:

Year Ending June 30,	<u>Direct Borrowings/Placements</u>		
	Principal	Interest	Total
2022	\$ 614,167	\$ 118,142	\$ 732,309
2023	1,671,489	138,180	1,809,669
2024	1,630,867	98,881	1,729,748
2025	1,582,325	61,541	1,643,866
2026	1,538,475	26,653	1,565,128
2027-2031	285,000	6,384	291,384
	<u>\$ 7,322,323</u>	<u>\$ 449,781</u>	<u>\$ 7,772,104</u>

The County paid \$206,318 in interest expense on all its general obligation bonds during the fiscal year.

The following is the debt service to maturity requirements for the installment purchase revenue bonds at June 30, 2021:

Year Ending June 30,	<u>Direct Borrowings/Placements</u>		
	Principal	Interest	Total
2022	\$ 290,000	\$ 319,325	\$ 609,325
2023	300,000	306,025	606,025
2024	315,000	290,650	605,650
2025	330,000	274,525	604,525
2026	345,000	257,650	602,650
2027-2031	1,965,000	1,051,213	3,016,213
2032-2036	2,415,000	587,100	3,002,100
2037-2041	1,690,000	103,200	1,793,200
	<u>\$ 7,650,000</u>	<u>\$3,189,688</u>	<u>\$10,839,688</u>

The County paid \$329,250 in total interest expense on its installment purchase revenue bonds during the fiscal year.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 7 - INSTALLMENT PURCHASE CONTRACTS

Installment Purchase Obligations

Primary Government:

The County has entered into several purchase contracts for financing the acquisition of various machinery and equipment to provide for the day to day operations of its departments. Each of these purchase contracts are direct borrowings secured/collateralized by the underlying capital assets and are subject to acceleration clauses in case of an event of default.

Government Activities

Changes in the County's installment purchase contracts obligations (which have been recorded at the present value of the future minimum lease payments) are as follows:

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
<u>Direct Borrowings/Placements</u>				
911 Dispatch Equipment	\$ 129,272	\$ -	\$ (129,272)	\$ -
2015 Western Star Truck	25,761	-	(25,761)	-
2016 Ford Van	5,444	-	(5,444)	-
2016 410L JD Backhoe	17,676	-	(17,676)	-
2018 New Way Mammoth Loader	120,456	-	(29,038)	91,418
2015 John Deere Crawler Dozer	79,988	-	(26,028)	53,960
Two 2018 Fire Trucks	168,679	-	(83,530)	85,149
2017 Case 865B Freightliner	121,232	-	(22,857)	98,375
Two F-150s & Two Ford Explorers	67,784	-	(33,321)	34,463
2018 Case 580SN Backhoe	75,739	-	(17,439)	58,300
2018 Volvo L60H Wheel Loader	134,968	-	(31,076)	103,892
Three 2021 Ford Explorers	-	80,000	-	80,000
Four Ford Explorers & Alamo Slope Mower	-	148,000	-	148,000
Total	946,999	228,000	(421,442)	753,557
Less, current portion	(421,442)	-	95,990	(325,452)
Net installment purchase contracts	<u>\$ 525,557</u>	<u>\$ 228,000</u>	<u>\$ (325,452)</u>	<u>\$ 428,105</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 7 - INSTALLMENT PURCHASE CONTRACTS (continued)

Installment Purchase Obligations (Cont'd)

Primary Government: (Cont'd)

Governmental Activities (Cont'd)

The annual requirements to amortize installment purchase contracts are as follows:

<u>Year Ended</u>	2018	2015 JD		2017	(2) Ford
<u>30-Jun</u>	Mammoth	Crawler	(2) 2018	Case 865B	F-150s & (4)
	Loader	Dozer	Fire Trucks	Freightliner	Explorers
2022	\$ 29,744	\$ 26,658	\$ 85,149	\$ 23,532	\$ 34,463
2023	30,466	27,302	-	24,226	-
2024	31,208	-	-	24,940	-
2025	-	-	-	25,677	-
Totals	<u>\$ 91,418</u>	<u>\$ 53,960</u>	<u>\$ 85,149</u>	<u>\$ 98,375</u>	<u>\$ 34,463</u>

<u>Year Ended</u>	2018 Case	2018 Volvo		(4) Ford	
<u>30-Jun</u>	580SN	L60H Wheel	(3) 2021	Explorers &	Totals
	Backhoe	Loader	Ford Explorers	Slope Mower	
2022	\$ 18,400	\$ 32,790	\$ 26,182	\$ 48,533	\$ 325,451
2023	19,415	34,597	26,664	49,329	211,999
2024	20,485	36,505	27,154	50,138	190,430
2025	-	-	-	-	25,677
Totals	<u>\$ 58,300</u>	<u>\$ 103,892</u>	<u>\$ 80,000</u>	<u>\$ 148,000</u>	<u>\$ 753,557</u>

The County leases a plotter for the Assessor's office under an operating lease. The future minimum lease payments are as follows:

<u>Year Ended June 30</u>	Assessor's
	Office Plotter
2022	<u>\$ 1,897</u>
Total	1,897
Less amount representing interest:	(152)
Present value at June 30, 2021	<u>\$ 1,745</u>

Business-type Activities

Revenue from T-hanger space rentals is accounted for under the operating lease method. Base monthly rentals are computed on a per hanger basis and vary depending on the size of the leased hanger. Tenant leases are normally month to month with a 30 day cancellation policy for both the lessor and lessee. As such, the County makes no provision for future minimum rentals receivable on these operating leases.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 7 - INSTALLMENT PURCHASE CONTRACTS (continued)

Operating Lease Obligations

Discretely Presented Component Units:

Operating Leases – Lessor

Barnwell County Economic Development Corporation

The Corporation entered into lease agreements with the following companies who is leasing buildings or equipment owned by the Corporation. This leases are considered for accounting purposes to be operating leases:

Cascades Tissue Group

The Corporation entered into an agreement to lease a building with lease payments of \$8,333 per month beginning March 31, 2020 through March 2022.

Intelligent Lifecycle Solutions, LLC

The Corporation entered into an agreement to lease a building with lease payments of \$6,331 per month beginning July 15, 2020 through July 14, 2030.

The future minimum lease payments to be received are as follows:

June 30, 2022	\$ 149,997
June 30, 2023	75,000
June 30, 2024	75,000
June 30, 2025	50,000
June 30, 2026	50,000
June 30, 2027-2030	<u>200,000</u>
Total	<u>\$ 599,997</u>

Other Component Units:

Barnwell County Library Foundation

The Foundation leases a building to Citi-Trends, Inc. This lease is considered for accounting purposes to be an operating lease. The original lease term was renewed for an additional five years, from August 1, 2020 to July 31, 2025, with monthly rental payments of \$2,000. Either party may terminate the lease at any time after the first year term expires with sixty days prior written notice. Citi-Trends, Inc. will pay an annual rent bonus of three percent of sales over \$800,000 to the Foundation.

Future minimum lease payments under the current agreement will be as follows:

<u>Year Ended June 30</u>	<u>Building Lease</u>
2022	\$ 24,000
2023	24,000
2024	24,000
2025	24,000
2026	<u>2,000</u>
Total	<u>\$ 98,000</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 8 - LANDFILL CLOSURE AND POST CLOSURE OBLIGATION

State and federal laws and regulations require the County to place a final cover on its landfill site when they stop accepting waste and to perform certain maintenance and monitoring functions for 30 years after closure. Barnwell County's original landfill is closed, and the County's vertical expansion which allowed the stacking of municipal waste above the ground in trenches was in effect until September 1998, at which time the County began using a regional landfill.

In August 1993, the GASB issued Statement #18, *Accounting for Municipal Solid Waste Landfill Closure and Post closure Care Costs*, in order to reduce the diversity of acceptable accounting practices in this area.

GASB #18 applies to all governmental municipal solid waste landfills irrespective of what type of accounting model is used to account for the activities of a landfill. As defined by GASB #18, the basic objective is to recognize all landfill costs by the time a landfill is closed. The costs to be identified for closure and post closure care include (1) capital assets, (2) final cover, and (3) monitoring and maintenance activities.

The estimated total current cost of the landfill closure and post closure care is based on the amount that would be paid if all equipment, facilities and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2021. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. Barnwell County has committed \$112,556 to meet this additional liability. The nature and source of landfill closure and post closure care requirements are monitored by both federal and State of South Carolina environmental protection agencies. Levels of ground water pollutants are set by State agencies and the monitoring of these amounts have been reported to County officials to be in conformity and guidelines.

Because the original (municipal waste) landfill was closed in 2001, 100% of the liability for the above costs has been recognized as a long-term debt. The estimated total liability for post closure care costs equaled \$750,000 which is being amortized over 30 years. The remaining unamortized balance equaled \$351,771 at June 30, 2021. During the fiscal year, the County amortized \$25,000 for post closure care costs for their closed landfill.

The County also operates a Class II landfill, formally referred to as a Construction Demolition and Land Clearing Debris (C & D) Landfill, at its site off Reynolds Road. This site, when designed, was estimated to remain open and accept construction and demolition debris for at least 30 years. The Class II landfill originally had a capacity of 782,000 cubic yards. At June 30, 2021, the landfill had used 563,300 cubic yards or 72.0%. Total closure and post closure care costs are estimated to be \$488,571. At June 30, 2021 the County has accrued \$351,771 in closure and post closure care costs for their Class II landfill.

Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

Closure and post closure care costs accrued are as follows:

Accrued liabilities at June 30, 2020	\$ 655,600
Change in cost estimates	<u>(18,829)</u>
Accrued liability at June 30, 2021	636,771
Less, current portion	<u>(25,000)</u>
	<u>\$ 611,771</u>

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS

General Information about the Pension Plans

The South Carolina Public Employee Benefit Authority (PEBA), created July 1, 2012 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 Program and the S.C. Deferred Compensation Program, as well as the state's employee insurance programs. As such, PEBA is responsible for administering the South Carolina Retirement Systems' five defined benefit pension plans. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly Leadership, which serves as custodian, co-trustee and co-fiduciary of the Systems and the assets of the retirement trust funds. The Retirement System Investment Commission (Commission as the governing body, RSIC as the agency), created by the General Assembly in 2005, has exclusive authority to invest and manage the retirement trust funds' assets. The Commission, an eight-member board, serves as co-trustee and co-fiduciary for 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 (GAAP). For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Benefit and refund expenses are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

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

Plan Descriptions

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

The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits to 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 and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012

BARNWELL COUNTY, SOUTH CAROLINA NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

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 state 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 Provided

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 legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation. A brief summary of benefit terms for each system is presented below.

- **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 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five- or eight-year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

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

- **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.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

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

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, 2017, employee rates were increased to a capped rate of 9.00 percent for SCRS and 9.75 percent for PORS. The legislation also increased employer contribution rates beginning July 1, 2017 for both SCRS and PORS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year through July 1, 2022. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS and PORS is scheduled to be reduced over a ten-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 percent. 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 percent, then the board, effective on the following July 1, 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 percent. If contribution rates are decreased pursuant to this provision, and the most recent annual actuarial valuation of the system shows a funded ratio of less than eighty-five percent, then effective on the following July 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 percent.

- Required employee contribution rates for fiscal year 2020-2021 are as follows:

SCRS

Employee Class Two	9.00% of earnable compensation
Employee Class Three	9.00% of earnable compensation

PORS

Employee Class Two	9.75% of earnable compensation
Employee Class Three	9.75% of earnable compensation

- Required employer contribution rates for fiscal year 2020-2021 are as follows:

SCRS

Employer Class Two	15.41% of earnable compensation
Employer Class Three	15.41% of earnable compensation
Employer Incidental Death Benefit	0.15% of earnable compensation

- Required employer contribution rates for fiscal year 2020-2021 are as follows:

PORS

Employer Class Two	17.84% of earnable compensation
Employer Class Three	17.84% of earnable compensation
Employer Incidental Death Benefit	0.20% of earnable compensation
Employer Accidental Death Program	0.20% of earnable compensation

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

The governmental unit's contributions to the SCRS and PORS for the last three fiscal years were as follows:

SCRS	2021	2020	2019
Employee Contributions	\$ 370,035	\$ 367,127	\$ 376,994
Employer Contributions	\$ 633,582	\$ 628,603	\$ 603,610
Employer Group Life Contributions	\$ 6,167	\$ 6,119	\$ 6,283
Total	\$ 1,009,784	\$ 1,001,849	\$ 986,887

PORS	2021	2020	2019
Employee Contributions	\$ 239,692	\$ 203,682	\$ 183,404
Employer Contributions	\$ 438,575	\$ 372,686	\$ 316,772
Employer Group Life Contributions	\$ 9,834	\$ 8,356	\$ 7,524
Total	\$ 688,101	\$ 584,724	\$ 507,700

The governmental unit contributed 100% of the required contributions for the current year and each of the two preceding years.

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 ending June 30, 2019 for first use in the July 1, 2021 actuarial valuation.

The June 30, 2020, total pension liability (TPL), net pension liability (NPL), and sensitivity information shown in this report were determined by our consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on an actuarial valuation performed as of July 1, 2019. The total pension liability was rolled-forward from the valuation date to the plans' fiscal year end, June 30, 2020, using generally accepted actuarial principles.

The following provides a summary of the actuarial assumptions and methods used to calculate the TPL as of the June 30, 2020 measurement date:

	SCRS	PORS
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Investment rate of return	7.25%	7.25%
Projected salary increases	3.0% - 12.5%	3.5% - 9.5%
Includes inflation at	2.25%	2.25%
Benefits adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually

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

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Assumptions used in the determination of the June 30, 2020, TPL are as follows.

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

Net Pension Liability

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability (TPL) determined in accordance with GASB No. 67 less that System's fiduciary net position. As of the June 30, 2020 measurement date, NPL amounts for SCRS and PORS as a whole are presented below.

<u>System</u>	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Employers' Net Pension Liability(Asset)</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
SCRS	\$51,844,187,763	\$26,292,418,682	\$25,551,769,081	50.7%
PORS	\$8,046,386,629	\$4,730,174,642	\$3,316,211,987	58.8%

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

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 2020 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the table on the following page. For actuarial purposes, the 7.25 percent assumed annual investment rate of return used in the calculation of the TPL includes a 5.00 percent real rate of return and a 2.25 percent inflation component.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

		Expected	Long-Term
		Arithmetic	Expected
	Policy	Real Rate of	Portfolio Real
Allocation/Exposure	Target	Return	Rate of Return
Global Equity	51.0%		
Global Public Equity	35.0%	7.81%	2.73%
Private Equity	9.0%	8.91%	0.80%
Equity Options Strategies	7.0%	5.09%	0.36%
Real Assets	10.0%		
Real Estate (Private)	8.0%	5.55%	0.44%
Real Estate (REITs)	1.0%	7.78%	0.08%
Infrastructure (Private)	2.0%	4.88%	0.10%
Infrastructure (Public)	1.0%	7.05%	0.07%
Opportunistic	8.0%		
Global Tactical Asset Allocation	7.0%	3.56%	0.25%
Other Opportunistic Strategies	1.0%	4.41%	0.04%
Credit	15.0%		
High Yield Bonds/Bank Loans	4.0%	4.21%	0.17%
Emerging Markets Debt	4.0%	3.44%	0.14%
Private Debt	7.0%	5.79%	0.40%
Rate Sensitive	14.0%		
Core Fixed Income	13.0%	1.60%	0.21%
Cash and Short Duration (Net)	1.0%	0.56%	0.01%
Total Expected Real Return	100.0%		5.80%
Inflation for Actuarial Purposes			2.25%
Total Expected Nominal Return			8.05%

Discount Rate

The discount rate used to measure the TPL was 7.25 percent. 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 System's 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 TPL.

Sensitivity Analysis

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

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Governmental Activities			
Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
SCRS	\$ 11,428,779	\$ 9,221,341	\$ 7,378,189
PORS	\$ 6,070,990	\$ 4,585,927	\$ 3,393,510
Business-Type Activities			
Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
SCRS	\$ 150,413	\$ 121,361	\$ 97,104

Payables to the Pension Plan

As of June 30, 2021, the County had \$150,318 in payables outstanding to the pension plans for its legally required contributions.

Pension Liabilities and Pension Expense

At June 30, 2021, the County reported a liability of \$9,221,341 for its proportionate share of the net pension liability for SCRS and a liability of \$4,585,927 for PORS related to governmental activities. For business-type activities, its proportionate share of the net pension liability for SCRS was \$121,361. The net pension liability of each defined benefit plan was determined based on the most recent actuarial valuation as of July 1, 2019, using membership as of that date projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2020. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental units, actuarially determined. At June 30, 2021, the County's proportions for governmental activities were 0.0360890% percent and 0.138288% for SCRS and PORS, respectively. The County's proportion for business-type activities was 0.0004750% for SCRS. The County's proportionate shares were calculated on the basis of employer contributions actually remitted to the plan for the fiscal year ended June 30, 2020.

For the year ended June 30, 2021, the County recognized pension expense of \$1,652,399 related to governmental activities and \$22,891 related to business-type activities. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Governmental Activities

	Deferred	Deferred
	Outflows of	Inflows of
SCRS	Resources	Resources
Differences Between Expected and Actual Experience	\$ 106,402	\$ 34,870
Net Difference Between Projected and Actual Earnings On Pension Plan Investments	678,307	-
Assumption Changes	11,297	-
Deferred Amounts from Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Contributions	974,934	1,294,866
Contributions Subsequent to the Measurement Date	634,096	-
Totals	\$ 2,405,036	\$ 1,329,736

	Deferred	Deferred
	Outflows of	Inflows of
PORS	Resources	Resources
Differences Between Expected and Actual Experience	\$ 97,460	\$ 20,186
Net Difference Between Projected and Actual Earnings On Pension Plan Investments	469,589	-
Assumptions Changes	55,963	-
Deferred Amounts from Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Contributions	569,206	380,316
Contributions Subsequent to the Measurement Date	448,409	-
Totals	\$ 1,640,627	\$ 400,502

Business-Type Activities

	Deferred	Deferred
	Outflows of	Inflows of
SCRS	Resources	Resources
Differences Between Expected and Actual Experience	\$ 1,400	\$ 459
Net Difference Between Projected and Actual Earnings On Pension Plan Investments	8,927	-
Assumption Changes	149	-
Deferred Amounts from Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Contributions	12,831	17,042
Contributions Subsequent to the Measurement Date	5,653	-
	\$ 28,960	\$ 17,501

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date totaling \$1,082,505 for governmental activities and \$5,653 for business-type activities will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Governmental Activities			
Year ending June 30:	SCRS	PORS	TOTAL
2021	461,078	328,884	789,962
2022	(259,099)	164,835	(94,264)
2023	66,137	168,361	234,498
2024	173,088	129,636	302,724
2025	-	-	-
Thereafter	-	-	-
Total	441,203	791,716	1,232,919

Business-Type Activities			
Year ending June 30:	SCRS	PORS	TOTAL
2021	6,068	-	6,068
2022	(3,409.98)	-	(3,410)
2023	870	-	870
2024	2,278	-	2,278
2025	-	-	-
Thereafter	-	-	-
Total	5,807	-	5,807

Other Component Units:

Barnwell County Career Center:

Substantially all Career Center employees are members of the South Carolina Retirement Systems (SCRS).

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

At June 30, 2020, the Career Center reported a liability of \$2,273,341 of its proportionate share of the net pension liability for SCRS. At June 30, 2021, the Career Center's proportion was 0.008897%.

At June 30, 2021, the Center reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the measurement period ending June 30, 2020:

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Governmental Activities

	Deferred	Deferred
	Outflows of	Inflows of
SCRS	Resources	Resources
Differences Between Expected and Actual Experience	\$ 26,231	\$ 8,596
Assumptions Changes	2,785	-
Net Difference Between Projected and Actual Earnings On Pension Plan Investments	191,570	24,347
Deferred Amounts from Changes in Proportionate Share and Differences Between Employer Contributions and Proportionate Share of Total Plan Contributions	-	88,435
Contributions after the measurement date	142,814	-
Totals	\$ 363,400	\$ 121,378

The following schedule reflects the amortization of the collective deferred outflows / (inflows) of resources for the measurement period ending June 30, 2020:

Year Ending June 30,	SCRS
2021	\$ (9,117)
2022	25,355
2023	40,299
2024	42,671
2025	-
Thereafter	-
Total	<u>\$ 99,208</u>

The following presents the Career Center's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the Center's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
SCRS	\$ 2,817,527	\$ 2,273,341	\$ 1,818,938

Generations Unlimited:

Substantially all Generations Unlimited employees are members of the South Carolina Retirement Systems (SCRS).

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

At June 30, 2021, Generations Unlimited reported a liability of \$1,391,477 for its proportionate share of the net pension liability for SCRS. At June 30, 2021, Generations Unlimited's proportion was 0.005446%.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS AND PLANS (continued)

Generations Unlimited: (continued)

For the year ended June 30, 2021, Generations Unlimited recognized pension expense of \$86,147 for SCRS. At June 30, 2021, the Organization reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the measurement period ending June 30, 2020:

Governmental Activities

	Deferred	Deferred
	Outflows of	Inflows of
SCRS	Resources	Resources
Differences Between Expected and Actual Experience	\$ 16,056	\$ 5,262
Assumptions Changes	1,705	-
Net Difference Between Projected and Actual Earnings On Pension Plan Investments	102,354	-
Deferred Amounts from Changes in Proportionate Share and Differences Between Employer Contributions & Proportionate Share of Total Plan Employer Contributions	545	214,756
Contributions Subsequent to the Measurement Date	94,588	-
Totals	\$ 215,248	\$ 220,018

The amount of \$94,588 reported as deferred outflows of resources related to pensions resulting from the Organization's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. The following schedule reflects the amortization of the collective deferred outflows / (inflows) of resources for the measurement period ending June 30, 2020:

Year Ending June 30,	SCRS
2021	\$ (67,630)
2022	(53,409)
2023	(4,437)
2024	26,118
2025	-
Thereafter	-
Total	<u>\$ (99,358)</u>

The following presents Generations Unlimited's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the Organization's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
SCRS	\$ 1,724,565	\$ 1,391,477	\$ 1,113,344

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 10 - DEFERRED COMPENSATION PLANS

Primary Government:

The County offers their employees several deferred compensation plans under programs administered by the South Carolina Deferred Compensation Commission. The multiple-employer plans were created in accordance with Internal Revenue Code Sections 457 and 401(K). The plans, available to all full-time County and component unit employees, at their option, permit participants to defer a portion of their salary until future years. Only upon termination, retirement, disability, death, or an approved hardship is the deferred compensation available to an employee. During the year ended June 30, 2000, the deferred compensation plans were amended to allow for employer matching contributions of up to \$300 per year for each covered participant. The County made no contributions for the year ended June 30, 2021.

The County has elected to provide this benefit to all employees who meet the following criteria:

1. Must have one continued year of service as a permanent employee, and
2. Covered participants earning up to \$20,000 per year regardless of employee contributions, or
3. Covered participants earning more than \$20,000 subject to meeting minimum contribution levels.

Other (Non-major) Component Units

Barnwell County Career Center

The Career Center employees may participate in the 457, 403(b) and/or 401(k) deferred compensation plans available to state and local government employees through the state public employee retirement system. These programs are administered by a state approved nongovernmental third party.

NOTE 11 - RISK MANAGEMENT

The County is exposed to various risks of loss and maintains elements of both self-insurance and purchased insurance policies divided into coverage for worker's compensation, property and casualty and employee health insurance. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. The County also pays insurance premiums to certain other commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy in accordance with insurance policy and benefit program limits.

State funds accumulate assets and the State itself assumes substantially all risks for the following:

- 1) Claims of covered public employees for health and dental insurance benefits (Office of Insurance Services),
- 2) Claims of covered public employees for long-term disability and group-life insurance benefits (Retirement System), and
- 3) Claims of state employees for unemployment compensation benefits (Employment Security Commission).

The County and other entities pay premiums to the State's Insurance Reserve Fund which issues policies, accumulates assets to cover the risk of loss, and pays claims incurred for covered losses related to the following assets and activities:

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 11 - RISK MANAGEMENT (continued)

- 1) Theft of, damage to, or destruction of assets;
- 2) Real property, its contents, and other equipment;
- 3) Auto liability;
- 4) General tort liability.

The County obtains coverage through a state agency for employee worker's compensation.

The County obtains coverage through a commercial insurer for employee fidelity bond insurance for all employees for losses arising from theft or misappropriation.

The County has recorded insurance premium payments in the general fund. All claims are expected to be covered beyond the deductibles. These risks of loss (the deductibles) have not been transferred to a commercial insurer.

The County has not reported a supplemental premium assessment nor a related liability at June 30, 2021, because the requirements of GASB Statement No. 10, which states that a liability for supplemental assessments must be reported if information prior to issuance of the financial statements indicates that it is probable that an asset has been impaired or a liability has been incurred on or before June 30, 2021, and that the amount of the premium is reasonably estimable, have not been satisfied.

In management's opinion, supplemental premium assessments, if any, would not be significant enough to have a material adverse effect on the financial position of the County.

NOTE 12 - CONTINGENCIES AND COMMITMENTS

Primary Government

Solid Waste Disposal – Multi-County Agreement

The County is a member of the Three Rivers Solid Waste Authority (the Authority), a public body and politic of the State of South Carolina. Pursuant to the agreement between the County and the Authority, the County is obligated to pay its annual fee and member fee each year for the remainder of a 30 year term expiring in the year 2027. In addition to its annual obligation, the County has agreed to pay its share of closure and post closure costs assessed. The County has also committed to proportionally fund the operations of the Authority in the event another member defaults on its obligations.

Litigation

The County is party to legal proceedings that normally occur in governmental operations. County officials believe the legal proceedings are not likely to have a material adverse impact on the affected funds of the County.

Federal and State Assisted Programs

In the normal course of operations, the County 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 insure compliance with conditions precedent to the granting of funds.

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 12 - CONTINGENCIES AND COMMITMENTS (continued)

Primary Government (continued)

Such audits could result in the refund of grant monies to the grantor agencies. However, management believes that any required refunds would be immaterial and no provision has been made in the accompanying financial statements for the refund of grant monies.

Economic Development Compact

The State of South Carolina established the Barnwell Economic Development Fund pursuant to South Carolina Code of Laws section 48-46-60 (A)(5)(a). The State granted to Barnwell County the net proceeds of the payments received from members of the Northeast Interstate Low Level Radioactive Waste Commission for the purpose of economic development in the Barnwell County area. The terms of the State's membership requires the State to provide a refund to the original members of a pro rata amount of the payments received should one of two contingencies occur. The contingencies are an interruption of the availability of the disposal facility for more than six months or the 800,000 cubic feet space allotment becomes unavailable. Neither have occurred as of June 30, 2021.

However, and pursuant to the agreement, the State's potential liability is 10% of the incentive payments received or \$1,200,000 plus accrued interest. The State intends to fund the contingency from the Barnwell Economic Development fund. As of June 30, 2020 management has determined the likelihood of the State making a levy against the fund is remote.

Hospital Pension Plan

The County Council has agreed to fund the employee pension plan of Barnwell County Hospital, but contingent upon the conditions identified in County Ordinance No. 2013-2-290. The Unfunded Actuarial Accrued Liability was estimated as of October 2011 to be \$1,055,707 with an unfunded plan termination cost of \$2,264,060. The estimated annual cost to properly fund the plan is currently estimated to be \$143,000 per year for not less than 10 years. \$262,524 in contributions have been made to the plan. The fiscal year 2019-2020 budget includes a provision of \$142,300 as a contribution to the Hospital Employee Retirement Account.

Barnwell County Hospital

During the fiscal year ended June 30, 2012, County Council filed the Barnwell County Hospital for bankruptcy protection under Chapter 9 of the United States Bankruptcy Code. On June 12, 2013, the sale of the Hospital was closed, with the County retaining ownership of all cash and receivables, plus liabilities, through the date of closing.

The sales agreement also required the County to – (i) maintain “tail insurance” at its own expense for seven (7) years to insure against liabilities that may arise of the Hospital, its employees (including professional employees), and the overall business for all periods prior to the closing date, (ii) pay a “subsidy” to Purchaser for annual operations equaling to \$450,000 for three (3) years (or \$1,350,000); (iii) pay a “subsidy” to the Purchaser to offset cost of medical transportation in Barnwell County by paying (a) years 1-2, the current contract amount to the third-party provider which approximates \$1 million annually and (b) years 3-5, 25% of the current contract amount to the third-party provider, but not more than \$225,000 annually.

During the fiscal year ended June 30, 2012, the County advanced the Hospital \$650,000 for operational purposes. These advances are unsecured. The Hospital has repaid \$310,031 of the advances, but the full collectability of the remaining \$339,969 is uncertain and has been reserved as an allowance for doubtful accounts at June 30, 2021.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 12 - CONTINGENCIES AND COMMITMENTS (continued)

Primary Government (continued)

The Bankruptcy protection has been approved by the court, however the Bankruptcy estate has not been closed as of the report date and the amount of funds that will be available to settle unsecured claims is unknown. The County received \$382,305 in bankruptcy claims during 2020-21.

The Barnwell County Hospital closed its doors on January 21, 2016. The County's commitments related to the hospital, described above, will continue to be in effect with any payments/subsidies being paid directly to the rescue squad. The County paid \$950,000 to the rescue squad during 2020-21.

NOTE 13 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

For fiscal year ended June 30, 2021, General Fund expenditures totaled \$15,964,640 and exceeded the appropriated final budget of \$14,529,689 resulting in a negative variance of \$1,434,951.

NOTE 14 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Primary Government

Background

Beginning in fiscal year ended June 30, 2018, Barnwell County implemented Governmental Accounting Standards Board (GASB) Statement No. 75 which replaced the requirements of Statement No. 45 for the accounting and financial reporting of other postemployment benefits (OPEB) other than pensions offered to retirees. This scope of this statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related deferred outflows and inflows of resources, note disclosures, and, if applicable, required supplementary information (RSI) in the financial reports of state and local governmental employers. An implicit rate subsidy is an inherent subsidy of retiree healthcare costs by active employee healthcare costs when healthcare premiums paid by retirees and actives are the same. Under the current health plan, described in the next paragraph, healthcare premiums paid by retirees and actives are the same. The true healthcare costs for retirees are, on average, greater than active employees' healthcare costs. Thus, if both subgroups pay the same per-capita premium for their benefits, retirees are paying less than they would if their premiums were calculated solely based on retiree-only expected healthcare costs. With an implicit rate subsidy, the active employee premiums are subsidizing the retiree premiums, and that subsidization creates a liability that needs to be recognized.

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BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

Primary Government (continued)

Plan Description

The State Insurance Benefits Program, a community-rated plan with respect to local subdivisions which is managed by the South Carolina Public Employee Benefit Authority (PEBA), offers a variety of plans to active employees, retirees and survivors. The health, dental, Basic Life and Basic Long Term Disability plans are the core benefits the participating local subdivision must provide to each employee by paying a minimum contribution for each plan. A local subdivision or entity is defined as any employer, other than a state agency or public school district, that has the South Carolina General Assembly's approval to participate in the state insurance benefits program. More specifically, Section 1-11-720 of the 1976 South Carolina Code of Laws, as amended, gives specified local government organizations the right to participate in the state insurance benefits program.

Barnwell County must offer all eligible employees the entire package of state insurance benefits and allow employees to refuse all or any part of the benefits package. The County must ensure that all covered employees, retirees and their dependents meet the eligibility guidelines established by the S.C. PEBA or set forth in Section 1-11-730 of the 1976 S.C. Code of Laws, as amended. The County must contribute, for its active employees, no less than the same percentage the state contributes toward the premiums for active employees of state agencies and public school districts.

Benefits Provided

Under the State Insurance Benefits Program, each local subdivision develops its own policy for funding retiree insurance premiums for its eligible retirees. Therefore, Barnwell County has the option to choose the amount, if any, it wishes to contribute toward health and dental coverage for its eligible retirees. For retirees hired on or prior to January 1, 2012, the County will pay 100% of the standard insurance or Medicare supplement rates for retirees only (not including spouse or dependents) with twenty (20) years of full-time service to Barnwell County or within fifteen (15) years of full-time service and retirement at age 62 or older. To be eligible, the retiree must also remain a member of the State Retirement System and must be receiving a retirement check. The County currently requires those retirees hired after January 1, 2012 to pay 100% of their premiums. The fact that the County will no longer contribute toward retiree premiums is irrelevant when considering the implicit rate subsidy because the contribution is a matter of employer policy and is outside the scope of GASB Statement No. 75. Currently, the County has elected not to pre-fund OPEB liabilities and to fund healthcare benefits on a pay-as-you-go basis. These benefits consist of an inherent rate insurance subsidy that retirees will receive by staying on the employer provided health plan. Retirees will reimburse Barnwell County for the insurance premiums charged. The liability and expense amounts are only included on the Statement of Net Position and Statements of Activities.

Employees Covered by Benefit Terms

Active Participants	162
Retired Participants	<u>33</u>
Total	<u>195</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

Primary Government (continued)

Total OPEB Liability

The County's total OPEB liability of \$16,389,993 was measured as of June 30, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Cost Method – Individual entry age normal level percent of salary

Dates of Calculations

Actuarial valuation: June 30, 2020

Census Date: June 30, 2020

Measurement Date: June 30, 2021

Reporting Date: June 30, 2021

Employees Included in the Calculations – All active employees who are potentially eligible to receive medical benefits as a retiree. Former employees and their spouses or their survivors who are receiving benefits.

Discount Rate – Pursuant to GASB 75, for unfunded plans the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The Bond Buyer's 20 bond index is often cited as an appropriate benchmark. A discount rate of 2.16% was used for the June 30, 2021 measurement date.

Inflation Rate – 2.25% per year

Salary Increase Rate – 2.50% per year

Retirement Rates – The rates used for the "July 1, 2019 SCRS Valuation".

Mortality Rates – The rates used for the "July 1, 2019 SCRS Valuation".

Disability Rates – None assumed.

Termination Rates – The rates used for the "July 1, 2019 SCRS Valuation".

Per Capita Claims Costs – Per Capita Claims Costs include Medical, Dental and Prescription Drug and were developed based on the June 30, 2018 SC OPEB Valuation.

Healthcare Trend – The healthcare trend rates are based on the rates used for the June 30, 2018 SC OPEB Valuation.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

Primary Government (continued)

Election Percentage – It is assumed that 100% of eligible retirees and 20% of spouses will elect to receive coverage upon retirement.

Marriage Percentage – 80% of active employees are assumed to be married at retirement. Female spouses are assumed to be 3 years younger than their husbands.

Changes in the Total OPEB Liability

Balance at June 30, 2020	<u>\$ 15,724,176</u>
Changes for the year	
Service cost	462,120
Interest	344,412
Differences between expected and actual experience	-
Changes of assumptions or other inputs	140,666
Benefit payments	(242,537)
Implicit rate subsidy fulfillment	(38,844)
Net changes	<u>665,817</u>
Balance at June 30, 2021	<u><u>\$ 16,389,993</u></u>

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

The following presents the total OPEB liability, calculated using the discount rate of 2.16%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.16%) or 1-percentage point higher (3.16%) than the current rate:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB Liability	\$19,591,645	\$16,389,993	\$13,866,212

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

The following presents the total OPEB liability as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare trend rates:

	1% Decrease	Current Rates	1% Increase
Total OPEB Liability	\$13,479,318	\$16,389,993	\$20,203,667

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

Primary Government (continued)

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

For the year ended June 30, 2020, the County recognized OPEB expense of \$976,840. The following table provides a summary of the deferred inflows and outflows as of June 30, 2021.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 528,109
Changes of assumption or other inputs	<u>2,452,736</u>	<u>-</u>
Total	<u>\$ 2,452,736</u>	<u>\$ 528,109</u>

Collective amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future years as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Year Ended June 30		
2022	\$ 569,510	\$ (117,821)
2023	569,510	(117,821)
2024	569,510	(117,821)
2025	505,765	(117,821)
2026	227,975	(56,825)
Thereafter	<u>10,466</u>	<u>-</u>
Total	<u>\$ 2,452,736</u>	<u>\$ (528,109)</u>

Other (Non-major) Component Units

Barnwell County Career Center

The Career Center participates in the South Carolina Retiree Health Insurance Trust Fund (“SCRHITF”) and the South Carolina Long-Term Disability Insurance Trust Fund (“SCLTDITF”). The SCRHITF is a healthcare plan that covers retired employees of the State of South Carolina, including all agencies, and public school districts. The SCLTDITF is a long-term disability plan that covers employees of the State of South Carolina, including all agencies and public school districts and all participating local government entities.

The proportionate share of the OPEB liability and related deferred inflows/outflows of resources, as they relate to the SCLTDITF are not material to the Center’s financials. However, the OPEB liability and related deferred inflows/outflows of resources related to the SCRHITF are material to the Center’s financials and information related to those items is presented below:

The Center’s proportionate share of the collective net OPEB liability for SCRHITF is \$1,943,780.

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

Other (Non-major) Component Units (continued)

Barnwell County Career Center (continued)

At June 30, 2021, the Center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 55,594	\$ 44,267
Changes of assumption or other inputs	289,259	77,411
Differences between projected and actual investment experience	2,612	7,146
Deferred amounts from changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions	-	87,736
Contributions after measurement date	<u>61,482</u>	<u>-</u>
Total	<u>\$ 408,947</u>	<u>\$ 216,560</u>

Collective amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future years as follows:

Year Ended June 30	<u>SCRHITF</u>
2021	\$ 11,183
2022	10,557
2023	9,567
2024	26,793
2025	36,504
Thereafter	<u>36,301</u>
Total	<u>\$ 130,905</u>

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

The following presents the net OPEB liability, calculated using the discount rate of 2.45%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.45%) or 1-percentage point higher (3.45%) than the current rate:

	<u>(1.45%)</u>	<u>(2.45%)</u>	<u>(3.45%)</u>
Net OPEB Liability	\$2,319,319	\$1,943,780	\$1,643,695

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

The following presents the net OPEB liability as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare trend rates:

	<u>1% Decrease</u>	<u>Current Rates</u>	<u>1% Increase</u>
Net OPEB Liability	\$1,573,303	\$1,943,780	\$2,430,322

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 15 - OTHER RESTRICTED AND COMMITTED FUND BALANCES

The following other restricted fund balances for the non-major funds were combined and presented as a total on the governmental funds balance sheet:

E-911 Services	\$ 160,304
Plant Vogtle	36,954
DOE Emergency Preparedness Grant	73,697
Local Emergency Management Performance Grant	15,339
Sex Offender Registry	11,483
Rural Fire District	700,884
Sheriff's DSS	18,271
Sheriff's Donations	2,385
Sheriff's Drug Fund	116,917
PREA grant	1,710
Total	<u><u>\$ 1,137,944</u></u>

The following other committed fund balances for the general fund and non-major funds were combined and presented as a total on the governmental funds balance sheet:

General Fund:

Nursing Home Sale Funds	\$ 14,854
Pooled Interest	4,724
BCSO Vehicle Replacement	46,450
Technology Improvements	14,039
Case Mgmt System	20,374
Computer Replacement	14,912
Fire Commission Equipment Acquisition	2,571
Sheriff's Dare Fund	3,219
Landfill Closure	112,556
Public Works Dept	286
Building and Grounds Dept	871
Sheriff's Map & Signs	760
Drug/Gang Task Force	36,587
Solid Waste Department	2,254
Economic Development Projects	583
Total General Fund	<u>275,040</u>

Special Revenue Fund:

Federal Inmate Funds	<u>89,299</u>
 Total Committed Balances	 <u><u>\$ 364,339</u></u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 16 – TAX ABATEMENTS

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 5-year period. Additionally, before a taxpayer's project is eligible for benefits under the FILOT program, 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 the effective assessment ratio imposed by state law to a floor of 6% (or 4% in the case of certain enhanced investments as defined by state law), and (ii) a locked millage rate (or a millage rate that is allowed to increase or decrease every fifth year), for an initial term of not more than 30 years (or 40 years in the case of certain enhanced investments as defined by state law). The FILOT program also permits certain qualifying taxpayers and the County to negotiate for equalized fee-in-lieu of ad valorem property tax payments over the term of the agreement.

If the taxpayer does not make the minimum investment in a project within the 5-year period as described above, then the agreement is automatically terminated and the taxpayer is no longer entitled to any benefit under the FILOT program. On termination of an agreement, 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 associated with the project.

In addition to the minimum eligibility requirements to receive a property tax reduction under the FILOT program as described above, the taxpayer and the County may also negotiate certain other commitments by the taxpayer. For example, the taxpayer may make certain commitments to (i) invest certain amounts in taxable real and personal property at a project in an amount greater than minimum investment, and (ii) create a certain number of new, full-time jobs at a project. If the County negotiates other commitments with a taxpayer, the failure to achieve such commitments by the taxpayer may also result in the claw back of benefits received under the FILOT program.

BARNWELL COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

NOTE 16 – TAX ABATEMENTS (continued)

For tax year 2020, County property taxes abated as a result of the FILOT program (inclusive of agreements entered into pursuant to the FILOT program and the SSRC program, as described below, combined) totaled \$1,284,117. The County received \$268,475 in fees-in-lieu of ad valorem tax payments from taxpayers with active agreements under the FILOT program (inclusive of agreements entered into pursuant to the FILOT program and the SSRC program, as described below, combined) in tax year 2020.

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.

A taxpayer is eligible to receive a credit under the SSRC program, thereby reducing its property taxes, if (i) the taxpayer’s property is located in a multicounty industrial or business park, and (ii) the taxpayer uses the credit 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 a credit (in the form of a percentage or fixed dollar amount) against a taxpayer’s property tax liability.

The County uses 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 applies a credit 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.

Because the County uses the SSRC program in connection with the FILOT program, the fees-in-lieu of ad valorem tax payments abated or received by the County from taxpayers receiving benefits under the SSRC program are reflected in the report of active agreements under the FILOT program described above.

Multicounty Industrial or Business Park

The County uses multicounty industrial or business parks in connection with the SSRC program and the FILOT program. Specifically, as noted above, to receive a property tax abatement under the SSRC program, a taxpayer’s property must be located in a multicounty industrial or business park. Additionally, the County may locate a taxpayer’s property in a multicounty industrial or business park at the request of the taxpayer so the taxpayer may secure enhanced credits from certain state taxes. To locate a taxpayer’s property in a multicounty industrial or business park, the County must develop, with one or more contiguous counties, a multicounty 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 multicounty industrial or business park. The agreement must further specify how the revenues from the multicounty industrial or business park will be distributed to each taxing entity in the participating counties.

For tax year 2020, of the total payments made by taxpayers who were subject to the County’s multicounty industrial park agreements, \$237,028 would have been received by the County but for the taxpayers’ location within its multicounty industrial parks. For tax year 2020, fees-in-lieu of standard ad valorem taxes received by the County from taxpayers within its multicounty industrial parks totaled \$169,989.

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

NOTE 16 – TAX ABATEMENTS (continued)

The following summarizes the taxes abated and received under the various agreements and included the General County and effected entities:

Via Active FILOT Agreements:

<u>Taxing Entity (Effected Entities)</u>	<u>Taxes Abated</u>	<u>Taxes Received</u>
School Dist. 45 Operations & Bonds (Millage = 0.236)	\$ 1,411,482	\$ 110,689
School Dist. 19 Operations & Bonds (Millage = 0.23677)	360,248	55,345
Career Center (Millage = 0.024)	180,057	-
City of Barnwell (Millage = 0.0705)	167,191	9,797
Town of Snelling (Millage = 0.020)	8,018	18,867
Town of Blackville (Millage = 0.079)	96,348	9,907
General County (Millage = 0.156891 or 0.171891)	794,262	268,475
Total	\$ 3,017,606	\$ 473,080

Via SSRCs in Connection with Active FILOT Agreements

<u>Taxing Entity (Effected Entities)</u>	<u>Taxes Abated</u>	<u>Taxes Received</u>
School Dist. 45 Operations & Bonds (Millage = 0.236)	\$ 2,722,040	N/A
School Dist. 19 Operations & Bonds (Millage = 0.23677)	395,423	N/A
Career Center (Millage = 0.024)	316,899	N/A
City of Barnwell (Millage = 0.0705)	736,910	N/A
Town of Snelling (Millage = 0.020)	5,486	N/A
Town of Blackville (Millage = 0.079)	107,668	N/A
General County (Millage = 0.156891 or 0.171891)	489,854	N/A
Total	\$ 4,774,280	\$ -

Via MCIP Agreements:

Through FILOT Agreements

<u>Taxing Entity (Effected Entities)</u>	<u>Taxes Abated</u>	<u>Taxes Received</u>
School Dist. 45 Operations & Bonds (Millage = 0.236)	\$ 332,584	N/A
School Dist. 19 Operations & Bonds (Millage = 0.23677)	18,865	N/A
Career Center (Millage = 0.024)	35,734	N/A
City of Barnwell (Millage = 0.0705)	4,364	N/A
Town of Snelling (Millage = 0.020)	6,332	N/A
Town of Blackville (Millage = 0.079)	5,096	N/A
General County (Millage = 0.156891 or 0.171891)	223,763	N/A
Total	\$ 626,738	\$ -

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 16 – TAX ABATEMENTS (continued)

Standard Ad Valorem Taxpayers subject to MCIP Agreement

<u>Taxing Entity (Effectuated Entities)</u>	<u>Taxes Abated</u>	<u>Taxes Received</u>
School Dist. 45 Operations & Bonds (Millage = 0.236)	\$ 147,543	\$ 77,250
School Dist. 19 Operations & Bonds (Millage = 0.23677)	-	16,248
Career Center (Millage = 0.024)	15,004	-
City of Barnwell (Millage = 0.0705)	5,960	22,850
Town of Snelling (Millage = 0.020)	10,813	20,913
General County (Millage = 0.156891 or 0.171891)	13,264	169,989
Total	\$ 192,584	\$ 307,250
 Total General County	 \$ 1,521,143	 \$ 438,464
 Total Other Entities	 \$ 7,090,065	 \$ 341,866
 Total Taxes Abated/Received	 \$ 8,611,208	 \$ 780,330

NOTE 17 – SALES TAX FUND PROJECTS

On November 8, 2016, the Barnwell County voters passed a referendum to impose a one penny per dollar (1%) capital projects sales and use tax in Barnwell County from May 1, 2017 through April 30, 2025 and to permit Barnwell County to issue general obligation bonds in one or more series, in an amount not to exceed the aggregate of \$13,971,328 which Barnwell county intends to repay from the sales and use tax proceeds of which shall be distributed proportionately, as received among the following jurisdictions in the following percentages: Barnwell County (49.57%) the City of Barnwell (21.00%), the Town of Williston (13.88%), the Town of Blackville (10.64%), the Town of Hilda (1.98%), the Town of Snelling (1.21%), the Town of Kline (0.87%), and the Town of Elko (0.85%) to be used as follows:

Barnwell County projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

<u>Description</u>	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>
Transfer station renovation	\$ 200,000	\$ 200,000	\$ -	\$ 200,000
Courthouse repairs	3,600,000	778,352	2,449,295	3,227,647
Purchase/repair SCA building *	1,000,000	254,346	745,654	1,000,000
Water/sewer systems improvements (Sewage line to SCAT Park / water line from Barnwell to Hwy 78 down Reynolds Road *	2,000,000	-	-	-
Repair/replace landfill scale house	125,000	-	-	-
* Order of projects changed by resolution	\$ 6,925,000	\$ 1,232,698	\$ 3,194,949	\$ 4,427,647

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 17 – SALES TAX FUND PROJECTS (continued)

City of Barnwell projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Public safety building (Phase I)	\$ 1,800,000	\$ 1,800,000	\$ -	\$ 1,800,000
Fuller Park splash pad and playground equip	350,000	-	350,000	350,000
Sewer system improvements	650,000	-	-	-
Fuller Park restrooms	133,979	-	903	903
	<u>\$ 2,933,979</u>	<u>\$ 1,800,000</u>	<u>\$ 350,903</u>	<u>\$ 2,150,903</u>

Town of Williston projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Backhoe	\$ 35,000	\$ 35,000	\$ -	\$ 35,000
Acquire/upgrade town parks	375,000	140,751	234,249	375,000
Water system improvements	1,429,220	758,756	7,839	766,595
Water/sewer system right-of-way improv.	100,000	-	-	-
	<u>\$ 1,939,220</u>	<u>\$ 934,507</u>	<u>\$ 242,088</u>	<u>\$ 1,176,595</u>

Town of Blackville projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Water/sewer system improvements	\$ 900,000	\$ 559,900	\$ 219,950	\$ 779,850
Remediate blighted areas	500,000	-	-	-
Police substation and crime prev. equip	75,000	-	-	-
	<u>\$ 1,475,000</u>	<u>\$ 559,900</u>	<u>\$ 219,950</u>	<u>\$ 779,850</u>

Town of Hilda projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Town shed and related equipment	\$ 30,000	\$ 30,000	\$ -	\$ 30,000
Repair/renovate railroad depot	45,000	40,217	-	40,217
Repair/renovate town hall	40,000	40,000	-	40,000
	<u>\$ 115,000</u>	<u>\$ 110,217</u>	<u>\$ -</u>	<u>\$ 110,217</u>

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 17 – SALES TAX FUND PROJECTS (continued)

Town of Snelling projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Construct/purchase picnic shelter	\$ 100,000	\$ 100,000	\$ -	\$ 100,000
Town park improvements	60,000	-	23,962	23,962
	<u>\$ 160,000</u>	<u>\$ 100,000</u>	<u>\$ 23,962</u>	<u>\$ 123,962</u>

Town of Kline projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Construct/purchase town hall/community ctr	\$ 180,000	\$ 74,951	\$ 14,158	\$ 89,109

Town of Elko projects listed in the following priority with the estimated cost to be paid from the sales and use tax or bond proceeds:

Description	Project Authorization	Prior Years	Current Year	Total to Date
Water system improvement	\$ 44,000	\$ -	\$ -	\$ -
Fire hydrants	12,000	-	-	-
Construct/purchase farmers' market structure	28,000	-	-	-
	<u>\$ 84,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 18 – NEW GASB PRONOUNCEMENTS

GASB Statement No. 84, Fiduciary Activities

Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities* was effective for fiscal year ended June 30, 2021. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The County controls the assets of an activity if the County (a) holds the assets or (b) has the ability to direct the use, exchange, or employment of the assets in a manner that provides benefits to the specified or intended recipients. These types of arrangements are not fiduciary activities. The effect of this Statement on the County was reserved to some terminology changes related to the fiduciary fund and did not have a significant impact on the County's financials.

GASB Statement No. 87, Leases

Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases* is effective for fiscal year ending June 30, 2022. The objective of this Statement is to increase the usefulness of the County's financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment

BARNWELL COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 18 – NEW GASB PRONOUNCEMENTS (continued)

GASB Statement No. 87, Leases (continued)

provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The County did not early implement but will implement in fiscal year June 30, 2022.

NOTE 19 – CORONAVIRUS (COVID-19)

During fiscal year 2021, Coronavirus continued to present challenges, including new variants, inflation, and supply chain issues. As of the date of this report, we cannot reasonably estimate the length or severity of this pandemic, or the extent to which the disruption may materially impact the County's financial position, operations, and cash flows in fiscal year 2022. However, the County has applied for Coronavirus State and Local Fiscal Recovery Funds (SLFRF), which are part of the American Recovery Plan Act (ARPA), and has received the first half of the funding in the amount of \$2,024,488. The remainder of the funding will be received sometime in the following year. This program ensures that governments have the resources needed to fight the pandemic and support families and businesses struggling with its public health and economic impacts, maintain vital public services, even amid declines in revenue, and build a strong, resilient, and equitable recovery by making investments that support long-term growth opportunity.

REQUIRED SUPPLEMENTARY INFORMATION

BARNWELL COUNTY, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2021

	BUDGET ORIGINAL/ FINAL	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUE			
Property taxes	\$ 9,127,410	\$ 9,715,383	\$ 587,973
Local option sales tax	1,399,955	1,793,091	393,136
Licenses and permits	4,000	-	(4,000)
Charges for services	864,440	583,698	(280,742)
Fines and forfeitures	378,075	359,579	(18,496)
Interest	12,695	11,473	(1,222)
Intergovernmental	2,011,205	2,769,961	758,756
Miscellaneous	516,589	1,190,918	674,329
Total revenue	<u>14,314,369</u>	<u>16,424,103</u>	<u>2,109,734</u>
EXPENDITURES			
Current:			
General government and administration	1,364,450	1,309,024	55,426
Physical environment	2,212,375	2,685,702	(473,327)
Finance and taxation	713,415	876,910	(163,495)
Judicial	1,171,745	1,157,624	14,121
Public safety	4,160,730	4,824,374	(663,644)
Health and welfare	1,099,555	1,090,355	9,200
Culture and recreation	255,269	251,610	3,659
Miscellaneous	168,900	376,870	(207,970)
Employee fringe benefits	2,980,935	3,072,171	(91,236)
Agencies	320,000	320,000	-
Debt service	82,315	-	82,315
Total expenditures	<u>14,529,689</u>	<u>15,964,640</u>	<u>(1,434,951)</u>
Excess (deficit) of revenue over expenditures	(215,320)	459,463	674,783
OTHER FINANCING SOURCES (USES)			
Proceeds from installment purchase contracts	-	228,000	228,000
Hospital bankruptcy claim	-	382,305	382,305
Transfers in	424,160	1,396,428	972,268
Transfers (out)	(335,000)	(518,270)	(183,270)
Total other financing sources (uses)	<u>89,160</u>	<u>1,488,463</u>	<u>1,399,303</u>
Net changes in fund balances	(126,160)	1,947,926	2,074,086
Fund balances, beginning of year	-	5,375,535	5,375,535
Fund balances, end of year	<u>\$ (126,160)</u>	<u>\$ 7,323,461</u>	<u>\$ 7,449,621</u>

BARNWELL, SOUTH CAROLINA
SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS
YEAR ENDED JUNE, 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Total OPEB Liability										
Service cost	\$ 462,120	\$ 417,841	\$ 367,850	\$ 354,145	NA*	NA*	NA*	NA*	NA*	NA*
Interest cost	344,412	455,176	452,859	431,884	NA*	NA*	NA*	NA*	NA*	NA*
Changes in benefit terms	-	-	-	-	NA*	NA*	NA*	NA*	NA*	NA*
Difference between expected and actual experience	-	(763,751)	-	-	NA*	NA*	NA*	NA*	NA*	NA*
Changes in assumptions or other inputs	140,666	2,772,415	777,095	-	NA*	NA*	NA*	NA*	NA*	NA*
Benefit payments	(242,537)	(262,498)	(226,811)	(160,313)	NA*	NA*	NA*	NA*	NA*	NA*
Implicit rate subsidy fulfillment	(38,844)	(59,819)	(40,187)	(61,191)	NA*	NA*	NA*	NA*	NA*	NA*
Net change in total OPEB liability	<u>665,817</u>	<u>2,559,364</u>	<u>1,330,806</u>	<u>564,525</u>	NA*	NA*	NA*	NA*	NA*	NA*
Total OPEB liability - beginning	<u>15,724,176</u>	<u>13,164,812</u>	<u>11,834,006</u>	<u>11,269,481</u>	NA*	NA*	NA*	NA*	NA*	NA*
Total OPEB liability - ending	<u>\$ 16,389,993</u>	<u>\$ 15,724,176</u>	<u>\$ 13,164,812</u>	<u>\$ 11,834,006</u>	NA*	NA*	NA*	NA*	NA*	NA*
Covered-employee payroll	\$ 5,557,993	\$ 5,557,993	\$ 4,923,955	\$ 4,923,955	NA*	NA*	NA*	NA*	NA*	NA*
Total OPEB liability as a percentage of covered-employee payroll	294.89%	282.91%	267.36%	240.34%	NA*	NA*	NA*	NA*	NA*	NA*
Census date	6/30/2020	6/30/2020	6/30/2018	6/30/2018	NA*	NA*	NA*	NA*	NA*	NA*
Measurement date	6/30/2021	6/30/2020	6/30/2019	6/30/2018	NA*	NA*	NA*	NA*	NA*	NA*
Reporting date	6/30/2021	6/30/2020	6/30/2019	6/30/2018	NA*	NA*	NA*	NA*	NA*	NA*

NA* - Not Available

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

BARNWELL, SOUTH CAROLINA
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY (SCRS)
LAST 10 FISCAL YEARS
YEAR ENDED JUNE, 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
County's proportion of the net pension liability (asset)	0.036564%	0.039503%	0.046853%	0.028630%	0.038415%	0.037213%	0.040956%	0.040956%	NA*	NA*
County's proportionate share of the net pension liability (asset)	\$ 9,342,702	\$ 9,020,118	\$ 10,498,335	\$ 6,445,073	\$ 8,205,387	\$ 7,057,625	\$ 7,051,265	\$ 7,346,045	NA*	NA*
County's covered-employee payroll	\$ 4,079,190	\$ 4,188,827	\$ 4,045,255	\$ 3,829,506	\$ 3,686,443	\$ 3,626,492	\$ 3,692,370	\$ 3,769,413	NA*	NA*
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	229.03%	215.34%	259.52%	168.30%	222.58%	194.61%	190.97%	194.89%	NA*	NA*
Plan fiduciary net position as a percentage of the total pension liability	50.70%	54.40%	54.10%	53.30%	52.90%	57.00%	59.90%	59.90%	NA*	NA*

NA* - Not Available

<p>This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.</p>

BARNWELL, SOUTH CAROLINA
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY (PORS)
LAST 10 FISCAL YEARS
YEAR ENDED JUNE, 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
County's proportion of the net pension liability (asset)	0.138288%	0.130890%	0.154442%	0.097160%	0.123320%	0.131700%	0.099600%	0.099600%	NA*	NA*
County's proportionate share of the net pension liability (asset)	\$ 4,585,927	\$ 3,751,240	\$ 4,376,194	\$ 2,661,839	\$ 3,127,854	\$ 2,870,484	\$ 1,906,846	\$ 2,064,764	NA*	NA*
County's covered-employee payroll	\$ 2,089,046	\$ 1,881,068	\$ 1,686,715	\$ 1,518,117	\$ 1,512,452	\$ 1,341,422	\$ 1,198,350	\$ 1,094,034	NA*	NA*
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	219.52%	199.42%	259.45%	175.34%	206.81%	213.99%	159.12%	188.73%	NA*	NA*
Plan fiduciary net position as a percentage of the total pension liability	58.80%	62.70%	61.70%	60.90%	60.40%	64.60%	59.90%	59.90%	NA*	NA*

NA* - Not Available

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

BARNWELL, SOUTH CAROLINA
SCHEDULE OF COUNTY CONTRIBUTIONS (SCRS)
LAST 10 FISCAL YEARS
YEAR ENDED JUNE, 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 634,722	\$ 609,893	\$ 548,537	\$ 442,691	\$ 411,432	\$ 380,323	\$ 394,136	\$ 399,558	NA*	NA*
Contributions in relation to the contractually required contribution	<u>(634,722)</u>	<u>(609,893)</u>	<u>(548,537)</u>	<u>(442,691)</u>	<u>(411,432)</u>	<u>(380,323)</u>	<u>(394,136)</u>	<u>(399,558)</u>	<u>NA*</u>	<u>NA*</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 4,079,190	\$ 4,188,827	\$ 4,045,255	\$ 3,829,506	\$ 3,686,443	\$ 3,626,492	\$ 3,692,370	\$ 3,769,413	NA*	NA*
Contributions as a percentage of covered-employee payroll	15.56%	14.56%	13.56%	11.56%	11.16%	10.49%	10.67%	10.60%	NA*	NA*

NA* - Not Available

<p>This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.</p>

BARNWELL, SOUTH CAROLINA
SCHEDULE OF COUNTY CONTRIBUTIONS (PORS)
LAST 10 FISCAL YEARS
YEAR ENDED JUNE, 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 381,042	\$ 324,296	\$ 273,923	\$ 216,180	\$ 216,006	\$ 218,802	\$ 153,821	\$ 132,378	NA*	NA*
Contributions in relation to the contractually required contribution	<u>(381,042)</u>	<u>(324,296)</u>	<u>(273,923)</u>	<u>(216,180)</u>	<u>(216,006)</u>	<u>(218,802)</u>	<u>(153,821)</u>	<u>(132,378)</u>	<u>NA*</u>	<u>NA*</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 2,089,046	\$ 1,881,068	\$ 1,686,715	\$ 1,518,117	\$ 1,512,452	\$ 1,341,422	\$ 1,198,350	\$ 1,094,034	NA*	NA*
Contributions as a percentage of covered-employee payroll	18.24%	17.24%	16.24%	14.24%	14.28%	16.31%	12.84%	12.10%	NA*	NA*

NA* - Not Available

<p>This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.</p>

BARNWELL COUNTY, BARNWELL COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Note 1- Budgets and Budgetary Accounting

The County adopts an annual appropriations budget (legal-based) to fund operations and debt service for all County departments and Agencies based on estimated revenues. Annual appropriations are also legally adopted for certain line-items in Special Revenue Funds and Capital Projects Funds. In the event actual revenues exceed estimated revenues, the County has the authority to exceed the appropriated expenditure of a fund.

For Fiscal Year 2020-2021, the County adopted its annual budget of \$16,443,150 through Ordinance 2020-6-368-0 as follows: \$14,529,689 for operations (principally accounted for in the General Fund); \$994,080 for debt service; \$808,445 for selected Special Revenue Funds; \$75,936 for Airport salaries; and \$35,000 for selected Capital Project Fund improvements. The County levied 146.06 mills on all taxable property in Barnwell County to fund its budget for County operations and debt service. Additionally, mills levied for Special Assessment Funds were as follows: the Barnwell County Career Center (24 mills used for operations and maintenance), Public Safety in the Rural Areas (4 mills for rural Public Safety operations), Rural Fire Protection (11 mills for rural fire protection), and 12.03 mills to be levied for debt service countywide.

Expenditure of funds for grant programs included in the annual budget shall not be authorized unless evidence that the respective grants have been approved by the grantor agency and has been provided to the County Administrator. In such cases, total program expenditures shall be limited to the lesser of the total grant award(s), or the amount(s) designated in the approved budget. Expenditures set forth under the heading "Capital Improvements" shall be placed in Special Designated Accounts and if not expended at the end of the fiscal year, shall remain in those accounts to be expended for their allocated purposes.

All departments of the County must submit budget requests to the County Administrator by February 15 along with applicable revenue estimates. The County follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Each year, the County Administrator submits to the County Council a proposed operating budget for the fiscal year commencing the following July 1st. The operating budget includes proposed expenditures and the means of financing them.
2. Three public readings are conducted by County Council and one public hearing to obtain taxpayer comments.
3. Prior to June 30th, the budget is legally enacted through passage of an ordinance.
4. The County Administrator is authorized to administer the budget and may authorize the transfer of appropriated funds within and between departments and funds as necessary to achieve the goals of the budget. It is the practice of the County that when actual revenues exceed budgeted revenues, the County Government has the authority to exceed the appropriated expenditures of a fund.

BARNWELL COUNTY, BARNWELL COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Note 1- Budgets and Budgetary Accounting (continued)

5. Formal budgetary integration is employed as a management control device on a monthly basis during the year for the General Fund as well as selected Special Revenue Funds. Some of the Special Revenue Funds are formally budgeted by ordinance.
6. The budget at the end of the year for the General Fund represents the budget adopted and amended by County Council.
7. Unused appropriations of the General Fund's annually budget lapse at the end of the year.

Note 2- Pensions

On April 25, 2017, Governor Henry McMaster signed into law the Retirement Funding and Administration Act of 2017 which became effective on July 1, 2017. This legislation increased the employer and employee contribution rates, established a ceiling on the employee contribution rate, lowered the assumed rate of return, required a scheduled reduction of the funding period, and addressed various governance issues including the assignment of the PEBA Board as custodian of the retirement trust funds and assignment of the Retirement System Investment Commission (RSIC) and PEBA as co-trustees.

The legislation lowered the assumed rate of return to 7.25 percent effective July 1, 2017. This rate has continued and was included in the calculation of the rollforward pension liability as of the June 30, 2020 "measurement date" and fiscal year June 30, 2021.

The inflation rate used in the current calculation of the pension liability was 2.25%.

Note 3- Other Post-Employment Benefits

There was no difference between actual and expected experience.

The \$141,000 actuarial loss on the total OPEB liability for the fiscal year ending June 30, 2021 is attributable to decreasing the discount rate from 2.21% to 2.16%.

OTHER FINANCIAL INFORMATION

COMBINING AND INDIVIDUAL FUND SCHEDULES

GENERAL FUND

The General Fund is the major operating fund of the County's governmental activities and is used to accounts for all financial resources except those required to be accounts for in other funds.

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
BALANCE SHEET
JUNE 30, 2021

ASSETS

Cash and cash equivalents	\$ 1,459,266
Equity in pooled cash	6,570,032
Receivables:	
Property taxes	666,652
Other receivables, net	45,162
Due from other governments:	
State of South Carolina	477,812
Local governments	374,809
Due from other funds:	
Special Revenue Funds	594,141
Enterprise Fund	102,958
Fiduciary Fund	104,695
Capital Projects	267,153
Notes receivable from component unit:	
Barnwell County Hospital - operations	339,969
Less, allowance for doubtful accounts	(339,969)
Prepaid items	219,596
Total Assets	\$ 10,882,276

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
BALANCE SHEET
JUNE 30, 2021

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$ 278,548
Accrued payroll and withholdings	174,690
Due to other governments:	
State	32,149
Due to component units:	
Barnwell County Economic Development	582
Other payables	347,085
Due to other funds:	
Special Revenue Funds	2,105,098
Total liabilities	<u>2,938,152</u>

Deferred inflows of resources:

Unavailable revenue - property taxes	620,663
Total deferred inflows of resources	<u>620,663</u>

Fund balances:

Nonspendable:	
Prepaid items	219,596
Restricted for:	
Property tax rollback program	25,707
Committed for:	
Other	275,040
Unassigned	6,803,118
Total fund balances	<u>7,323,461</u>

Total Liabilities, Deferred Inflows, and Fund Balance	<u><u>\$ 10,882,276</u></u>
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BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUE			
Property Taxes			
Current property taxes	\$ 6,232,905	\$ 6,257,454	\$ 24,549
Tax penalties	22,140	-	(22,140)
Delinquent taxes	418,855	427,930	9,075
Collection costs on back taxes	161,880	169,365	7,485
DOE - payment in lieu of taxes	2,204,090	2,689,206	485,116
Payment in lieu - motor carrier	87,540	171,428	83,888
Total property taxes	<u>9,127,410</u>	<u>9,715,383</u>	<u>587,973</u>
Local option sales tax			
Sales tax credit fund	1,075,190	1,372,581	297,391
Sales tax revenue fund	324,765	420,510	95,745
Total local option sales tax	<u>1,399,955</u>	<u>1,793,091</u>	<u>393,136</u>
Licenses and permits			
Franchise fees	4,000	-	(4,000)
Total licenses and permits	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>
Charges for services			
Recycling	25,000	14,499	(10,501)
Building inspector fees	60,870	56,355	(4,515)
Jail fees	8,790	6,800	(1,990)
Vehicle tag stickers	15,885	17,438	1,553
Auditor's office	320	-	(320)
Solicitor's fees	1,905	-	(1,905)
Assessor's office	4,025	3,523	(502)
Animal Shelter	10,600	12,291	1,691
Landfill fees	645,500	388,204	(257,296)
Other	91,545	84,588	(6,957)
Total charges for services	<u>864,440</u>	<u>583,698</u>	<u>(280,742)</u>
Fines and forfeitures			
Fees, fines, and penalties, net of state portion	<u>378,075</u>	<u>359,579</u>	<u>(18,496)</u>
Total fines and forfeitures	<u>378,075</u>	<u>359,579</u>	<u>(18,496)</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
Interest income			
Interest	\$ 12,695	\$ 11,473	\$ (1,222)
Total interest income	12,695	11,473	(1,222)
Intergovernmental			
State:			
Accommodations tax	94,695	107,142	12,447
Merchant's inventory tax	24,570	24,572	2
Solid waste tire fees	12,000	12,855	855
Local government fund-aid to subdivisions	940,675	906,887	(33,788)
Voter registration	39,350	121,526	82,176
Clerk/Sheriff/Probate Judge supplements	6,000	6,300	300
Manufacturers exempt reimbursement	134,605	293,368	158,763
Homestead Exemption	446,210	513,504	67,294
COVID-19	-	243,560	243,560
E-911 Phase II	100,000	195,812	95,812
Grants:			
C Fund revenue	180,000	16,814	(163,186)
Other state grants	6,000	29,768	23,768
Federal:			
Veterans affairs	4,655	4,828	173
DSS utilities reimbursement	12,445	74,043	61,598
Sheriff's Department SAVE grant	-	27,906	27,906
FEMA - COVID-19	-	23,352	23,352
FEMA - Storm	-	167,724	167,724
Other grants	10,000	-	(10,000)
Total intergovernmental	2,011,205	2,769,961	758,756
Miscellaneous			
Surplus sale funds	-	13,721	13,721
School resource officer reimbursements	270,725	582,417	311,692
Other reimbursements	245,864	302,919	57,055
Drug/gang task force	-	13,380	13,380
Other miscellaneous revenue	-	278,481	278,481
Total miscellaneous	516,589	1,190,918	674,329
Total revenue	14,314,369	16,424,103	2,109,734

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Other financing sources			
Proceeds from installment purchase contracts	\$ -	\$ 228,000	\$ 228,000
Transfers in	424,160	1,396,428	972,268
Hospital bankruptcy claim	-	382,305	382,305
Total other financing sources	<u>424,160</u>	<u>2,006,733</u>	<u>1,582,573</u>
 Total revenue and other financing sources	 <u>\$ 14,738,529</u>	 <u>\$ 18,430,836</u>	 <u>\$ 3,692,307</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
GENERAL GOVERNMENT AND ADMINISTRATION:			
County Council:			
Salaries	\$ 77,000	\$ 65,114	\$ 11,886
Printing, binding, and advertising	750	2,680	(1,930)
Postage	75	-	75
Travel and training	16,830	19,283	(2,453)
Telephone	300	549	(249)
Office supplies	620	871	(251)
Dues and memberships	1,000	2,725	(1,725)
Miscellaneous	2,000	4,531	(2,531)
Office equipment, furniture	250	199	51
Special projects	3,510	978	2,532
Planning Commission	250	-	250
	<u>102,585</u>	<u>96,930</u>	<u>5,655</u>
Business Office:			
Salaries	102,065	104,414	(2,349)
Postage	200	297	(97)
Travel and training	-	318	(318)
Telephone	1,450	1,358	92
Office supplies	100	486	(386)
Dues and membership fees	25	25	-
Drug tests	50	-	50
Office equipment, furniture	-	75	(75)
	<u>103,890</u>	<u>106,973</u>	<u>(3,083)</u>
Finance:			
Salaries	88,615	83,156	5,459
Computer services	255	176	79
Office equipment maintenance	300	93	207
Printing, binding and advertising	1,775	1,903	(128)
Postage	1,300	1,410	(110)
Travel and training	100	-	100
Telephone	525	755	(230)

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
GENERAL GOVERNMENT AND ADMINISTRATION: (Cont'd)			
Finance: (Cont'd)			
Office supplies	\$ 700	\$ 589	\$ 111
Office equipment, furniture	-	65	(65)
	<u>93,570</u>	<u>88,147</u>	<u>5,423</u>
County Administrator:			
Salaries	117,465	122,611	(5,146)
Overtime wages	-	272	(272)
Computer services	250	75	175
Printing, binding and advertising	-	1,345	(1,345)
Postage	100	426	(326)
Travel and training	-	957	(957)
Telephone	1,500	2,724	(1,224)
Office supplies	-	2,349	(2,349)
Fuel supplies	-	2	(2)
Dues and membership fees	-	50	(50)
Office equipment, furniture	-	138	(138)
	<u>119,315</u>	<u>130,949</u>	<u>(11,634)</u>
Contingency Funds:			
Expense	<u>71,400</u>	<u>47,135</u>	<u>24,265</u>
Non-Departmental:			
Computer services	27,700	35,580	(7,880)
Office equipment maintenance	3,090	341	2,749
Equipment maintenance	18,130	61,289	(43,159)
Vehicle maintenance	400	-	400
Printing, binding and advertising	5,000	3,054	1,946
Postage	5,000	3,033	1,967
Utilities	140,000	172,100	(32,100)
Travel and training	50	32	18
Telephone	110,000	107,134	2,866
Data processing services and supplies	425	425	-
Office supplies	800	149	651
Janitorial supplies	53,250	40,492	12,758
Fuel supplies	-	146	(146)
Tort insurance	105,745	124,272	(18,527)
Computer insurance	7,830	9,932	(2,102)

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
GENERAL GOVERNMENT AND ADMINISTRATION: (Cont'd)			
Non-Departmental: (Cont'd)			
Auto insurance	\$ 680	\$ 504	\$ 176
Insurance - employee bond	1,000	951	49
Building insurance	38,045	41,188	(3,143)
Building/maintenance supplies	8,000	12,097	(4,097)
Employee Gifts	5,500	4,703	797
SC Dept. of Youth Services	8,000	50	7,950
Non-dept. drug test	50	75	(25)
Case management system	50,675	52,855	(2,180)
Attorney fees - special litigation	10,000	6,709	3,291
County attorney	40,000	7,490	32,510
Retiree trust acct - hospital	142,300	9,897	132,403
Accounting and auditing	63,000	116,279	(53,279)
	<u>844,670</u>	<u>810,777</u>	<u>33,893</u>
Risk Management:			
Travel and training	1,000	-	1,000
Safety equip/etc.	400	495	(95)
	<u>1,400</u>	<u>495</u>	<u>905</u>
South Carolina Association of Counties:			
County appropriation	<u>7,530</u>	<u>7,528</u>	<u>2</u>
Lower Savannah Council of Governments:			
County appropriation	<u>20,090</u>	<u>20,090</u>	<u>-</u>
Total General Government and Administration			
	<u>1,364,450</u>	<u>1,309,024</u>	<u>55,426</u>
PHYSICAL ENVIRONMENT:			
Building Inspection:			
Salaries	50,025	51,789	(1,764)
Office equipment maintenance	100	-	100
Contractual services	1,000	1,886	(886)
Vehicle maintenance	800	926	(126)
Printing & binding	200	238	(38)
Postage	25	-	25

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
PHYSICAL ENVIRONMENT: (Cont'd)			
Building Inspection: (Cont'd)			
Travel and training	\$ 1,000	\$ 1,412	\$ (412)
Telephone	750	999	(249)
Office supplies	100	164	(64)
Clothing supplies	150	353	(203)
Fuel	2,500	2,244	256
Books and publications	1,000	-	1,000
Dues and memberships	300	295	5
Insurance - auto	790	796	(6)
Office equipment, furniture	50	-	50
	<u>58,790</u>	<u>61,102</u>	<u>(2,312)</u>
Buildings and Grounds:			
Salaries	201,205	207,081	(5,876)
Overtime wages	1,050	1,416	(366)
Vehicle maintenance	8,000	6,357	1,643
Office equipment maintenance	485	-	485
Printing, binding, and advertising	-	268	(268)
Postage	35	-	35
Utilities	6,500	8,828	(2,328)
Telephone	4,500	5,880	(1,380)
Grounds	7,500	4,729	2,771
Office supplies	125	382	(257)
Clothing supplies	3,000	5,166	(2,166)
Fuel supplies	9,000	9,814	(814)
Drug tests	100	352	(252)
Insurance - auto	4,335	5,497	(1,162)
Insurance - inland marine	-	39	(39)
Office equipment, furniture	-	135	(135)
Machinery and equipment	3,000	5,667	(2,667)
Contractual services	500	-	500
Vehicle	-	40	(40)
Building maintenance	63,000	139,458	(76,458)
Misc expenses - SCA	-	5,293	(5,293)
	<u>312,335</u>	<u>406,402</u>	<u>(94,067)</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
PHYSICAL ENVIRONMENT: (Cont'd)			
Public Works:			
Salaries	\$ 354,560	\$ 266,512	\$ 88,048
Overtime wages	5,000	16,485	(11,485)
Office equipment maintenance	250	-	250
Printing, binding, advertising	300	129	171
Postage	25	-	25
Utilities	6,000	6,279	(279)
Travel and training	1,000	-	1,000
Telephone	2,200	4,123	(1,923)
Office supplies	900	1,318	(418)
Janitorial supplies	200	200	-
Clothing supplies	4,500	6,147	(1,647)
Fuel supplies	25,000	-	25,000
Expendable supplies	500	562	(62)
Background checks	100	-	100
Drug tests	100	151	(51)
Insurance - auto	20,315	17,487	2,828
Insurance - inland marine	-	4,780	(4,780)
Contractual services	-	2,599	(2,599)
Pipe and road material	7,000	6,919	81
Office equipment, furniture	250	481	(231)
Machinery and equipment	83,065	98,157	(15,092)
Building maintenance/supplies	250	37	213
Equipment maintenance and repairs	56,000	64,717	(8,717)
	<u>567,515</u>	<u>497,083</u>	<u>70,432</u>
Solid Waste:			
Salaries	353,905	380,439	(26,534)
Overtime wages	8,000	13,736	(5,736)
Vehicle maintenance	500	-	500
Printing, binding, and advertising	500	220	280
Postage	200	181	19
Utilities	21,000	22,475	(1,475)
Travel and training	500	275	225
Telephone	3,200	4,514	(1,314)
Contractual services	20,000	74,090	(54,090)
Professional services	-	9,787	(9,787)
Office supplies	250	1,999	(1,749)
Janitorial supplies	300	94	206

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
PHYSICAL ENVIRONMENT: (Cont'd)			
Solid Waste: (Cont'd)			
Scales	\$ 1,000	\$ 11,269	\$ (10,269)
Clothing supplies	3,000	5,860	(2,860)
Drug tests	100	353	(253)
Fuel supplies	35,000	50,502	(15,502)
Tires	8,000	11,287	(3,287)
Insurance - auto	16,865	16,242	623
Insurance - inland marine	-	2,356	(2,356)
Recycling	1,200	895	305
Ground water assessment	50,000	48,578	1,422
Solid Waste Authority	500,000	632,527	(132,527)
Special waste disposal	27,000	34,951	(7,951)
Office equipment/furniture	200	-	200
Machinery and equipment	108,215	113,437	(5,222)
Building maintenance	3,500	9,216	(5,716)
Equipment maintenance	34,000	101,112	(67,112)
Grant exense	-	11,493	(11,493)
	<u>1,196,435</u>	<u>1,557,888</u>	<u>(361,453)</u>
Animal Shelter:			
Salaries	43,140	67,788	(24,648)
Overtime wages	200	394	(194)
State retirement	250	-	250
Vehicle maintenance	-	35	(35)
Printing, binding, and advertising	-	647	(647)
Postage	100	37	63
Travel and training	300	288	12
Utilities	7,000	6,548	452
Telephone	2,500	1,771	729
Contractual services	6,000	168	5,832
Office supplies	500	764	(264)
Janitorial supplies	-	373	(373)
Shelter supplies	12,500	47,092	(34,592)
Clothing supplies	100	302	(202)
Fuel supplies	1,100	1,754	(654)
Drug testing	-	100	(100)
Dues and membership fees	150	125	25
Vet retainer	500	-	500

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
PHYSICAL ENVIRONMENT: (Cont'd)			
Animal Shelter: (Cont'd)			
Office equipment/furniture	\$ -	\$ 471	\$ (471)
Insurance - auto	1,360	1,730	(370)
Building materials/supplies	1,000	1,227	(227)
Dog food	600	-	600
	<u>77,300</u>	<u>131,614</u>	<u>(54,314)</u>
 C Funds:			
Salaries	-	6,278	(6,278)
Postage	-	1	(1)
Road improvements	-	25,334	(25,334)
	<u>-</u>	<u>31,613</u>	<u>(31,613)</u>
 Total Physical Environment	<u>2,212,375</u>	<u>2,685,702</u>	<u>(473,327)</u>
 FINANCE AND TAXATION:			
County Auditor:			
Salaries	113,985	125,390	(11,405)
Overtime wages	300	300	-
Computer services	71,655	70,761	894
Office equipment and maintenance	800	796	4
Deed transfer & recording	225	278	(53)
Printing, binding, and advertising	500	405	95
Postage	1,000	1,534	(534)
Travel and training	2,500	-	2,500
Telephone	750	378	372
Office supplies	1,000	2,036	(1,036)
Books and publications	2,100	2,318	(218)
Dues and membership fees	100	175	(75)
Office equipment, furniture	150	81	69
	<u>195,065</u>	<u>204,452</u>	<u>(9,387)</u>
 County Treasurer:			
Salaries	169,495	187,916	(18,421)
Overtime wages	-	502	(502)
Computer services	52,355	73,360	(21,005)
Office equipment and maintenance	100	29	71
Printing, binding, and advertising	12,310	7,123	5,187

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
FINANCE AND TAXATION: (Cont'd)			
County Treasurer: (Cont'd)			
Postage	\$ 6,000	\$ 7,684	\$ (1,684)
Travel and training	1,500	75	1,425
Telephone	2,990	3,774	(784)
Contractual services	21,000	35,637	(14,637)
Drug testing	-	75	(75)
Office supplies	1,700	3,267	(1,567)
Dues and membership fees	750	175	575
Insurance - employee bond	565	1,019	(454)
Office equipment/furniture	100	1,299	(1,199)
Miscellaneous	-	5	(5)
County attorney	-	52,788	(52,788)
Accounting and auditing	-	24,010	(24,010)
	<u>268,865</u>	<u>398,738</u>	<u>(129,873)</u>
County Tax Assessor:			
Salaries	218,325	217,955	370
Computer services	20,305	38,751	(18,446)
Office equipment and maintenance	3,600	2,527	1,073
Vehicle maintenance	-	51	(51)
Printing, binding, and advertising	200	826	(626)
Postage	500	1,003	(503)
Travel and training	1,000	1,578	(578)
Telephone	500	2,621	(2,121)
Contractual services	-	280	(280)
Registration fees	200	-	200
Office supplies	2,745	4,751	(2,006)
Dues and membership fees	50	50	-
Fuel	200	511	(311)
Books and publications	500	301	199
Insurance - auto	1,360	1,619	(259)
Office equipment, furniture	-	896	(896)
	<u>249,485</u>	<u>273,720</u>	<u>(24,235)</u>
Total Finance and Taxation	<u>713,415</u>	<u>876,910</u>	<u>(163,495)</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
JUDICIAL:			
Clerk of Court:			
Salaries	\$ 309,375	\$ 350,531	\$ (41,156)
Overtime wages	-	264	(264)
Computer services	7,000	5,002	1,998
Office equipment maintenance	1,500	1,849	(349)
Printing, binding, and advertising	1,000	1,731	(731)
Postage	9,000	3,534	5,466
Travel and training	3,000	405	2,595
Telephone	5,000	4,050	950
Audit and accounting services	1,300	1,095	205
Registration fees	1,000	-	1,000
Office supplies	1,500	2,297	(797)
Copy and reproductions	14,000	21,119	(7,119)
Court expense	20,000	24,255	(4,255)
Drug testing	-	25	(25)
Dues and membership fees	475	500	(25)
Insurance - employee bond	75	335	(260)
Insurance - malpractice	1,730	1,728	2
Office equipment, furniture	-	354	(354)
	<u>375,955</u>	<u>419,074</u>	<u>(43,119)</u>
Judge of Probate:			
Salaries	116,210	119,406	(3,196)
Computer services	1,640	2,475	(835)
Office equipment maintenance	-	81	(81)
Printing, binding, and advertising	500	592	(92)
Postage	400	637	(237)
Travel and training	1,500	589	911
Telephone	1,500	3,106	(1,606)
Office supplies	1,500	1,054	446
Books and publications	300	1,034	(734)
Dues and membership fees	235	235	-
Insurance - employee bond	250	-	250
	<u>124,035</u>	<u>129,209</u>	<u>(5,174)</u>
Magistrate - Barnwell:			
Salaries	141,490	122,072	19,418
City supplement	18,895	18,901	(6)
Office equipment, furniture	500	467	33

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
JUDICIAL: (Cont'd)			
Magistrate - Barnwell: (Cont'd)			
Printing, binding, and advertising	\$ 200	\$ 776	\$ (576)
Postage	700	475	225
Travel and training	3,500	111	3,389
Telephone	7,000	1,518	5,482
Office supplies	700	654	46
Court expense	800	784	16
Dues and membership fees	-	145	(145)
Insurance - employee bond	600	640	(40)
Office equipment/furniture	700	519	181
	<u>175,085</u>	<u>147,062</u>	<u>28,023</u>
Magistrate - Blackville:			
Salaries	120,765	103,215	17,550
City supplement	17,340	17,319	21
Office equipment and maintenance	220	-	220
Printing, binding, and advertising	600	797	(197)
Postage	700	660	40
Travel and training	4,300	2,277	2,023
Telephone	6,600	1,458	5,142
Office supplies	600	598	2
Court expense	1,200	78	1,122
Drug testing	-	25	(25)
Office equipment, furniture	500	-	500
Insurance - employee bond	630	683	(53)
	<u>153,455</u>	<u>127,110</u>	<u>26,345</u>
Magistrate - Williston:			
Salaries	110,320	89,983	20,337
City supplement	19,260	22,203	(2,943)
Office equipment and maintenance	50	-	50
Printing, binding, and advertising	50	81	(31)
Postage	625	752	(127)
Utilities	3,200	3,213	(13)
Travel and training	3,000	2,933	67
Telephone	3,500	5,135	(1,635)
Office supplies	1,000	1,001	(1)
Court expense	600	1,399	(799)
Books and publications	50	240	(190)

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
JUDICIAL: (Cont'd)			
Magistrate - Williston: (Cont'd)			
Insurance - employee bond	\$ 630	\$ 210	\$ 420
Office equipment, furniture	100	316	(216)
Building maintenance	-	96	(96)
	<u>142,385</u>	<u>127,562</u>	<u>14,823</u>
Public Defender:			
County appropriation	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Solicitor's Office:			
County appropriation	<u>135,000</u>	<u>135,000</u>	<u>-</u>
Magistrate week-end judge:			
Salaries	15,000	21,522	(6,522)
Printing, binding, and advertising	-	32	(32)
Travel and training	400	43	357
Telephone	-	170	(170)
Office supplies	100	340	(240)
Dues and membership fees	100	53	47
Drug testing	-	50	(50)
Insurance - employee bond	230	397	(167)
	<u>15,830</u>	<u>22,607</u>	<u>(6,777)</u>
Total Judicial	<u>1,171,745</u>	<u>1,157,624</u>	<u>14,121</u>
PUBLIC SAFETY:			
County Sheriff and Dispatch:			
Salaries	1,833,290	1,977,557	(144,267)
Overtime wages	25,000	99,222	(74,222)
Salary supplement - SRO	7,410	7,076	334
Computer service	2,500	2,699	(199)
Office equipment and maintenance	2,400	2,402	(2)
Vehicle maintenance	35,000	72,389	(37,389)
Printing, binding, and advertising	5,000	9,412	(4,412)
Postage	470	442	28
Utilities	2,000	1,941	59
Travel and training	-	125	(125)
Telephone	35,000	36,832	(1,832)

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
PUBLIC SAFETY: (Cont'd)			
County Sheriff and Dispatch: (Cont'd)			
In-service training	\$ 7,000	\$ 8,820	\$ (1,820)
Communications equipment maintenance	30,000	64,208	(34,208)
Contractual services	-	1,282	(1,282)
Tracking: high risk entry	7,000	5,291	1,709
Office supplies	1,500	1,364	136
Court expense - bailiffs	10,000	3,282	6,718
Drug testing	250	-	250
Animal control	700	145	555
Clothing supplies	20,000	26,442	(6,442)
Ammunitions and weapons	12,000	15,064	(3,064)
Fuel supplies	73,000	114,419	(41,419)
Expendable supplies	1,410	1,586	(176)
Dues and membership fees	1,800	2,729	(929)
Insurance - auto	41,825	55,286	(13,461)
Insurance - employee bond	180	799	(619)
Insurance - inland marine	-	62	(62)
Subsistence	470	160	310
Deputy buy-out	-	4,365	(4,365)
Investigations	8,000	11,192	(3,192)
Office equipment, furniture	500	300	200
Miscellaneous	-	30,094	(30,094)
Vehicle	115,645	335,186	(219,541)
Communication equipment	1,200	5,552	(4,352)
Grant Expense	-	29,069	(29,069)
	<u>2,280,550</u>	<u>2,926,794</u>	<u>(646,244)</u>
County Coroner:			
Salaries	34,200	36,512	(2,312)
Vehicle maintenance	200	845	(645)
Postage	200	343	(143)
Utilities	1,400	1,893	(493)
Travel and training	3,000	614	2,386
Telephone	450	622	(172)
Communications equipment maintenance	800	1,356	(556)
Autopsies and post mortem	40,000	49,469	(9,469)
Office supplies	1,530	1,202	328
Trips for volunteers	5,000	4,900	100

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
PUBLIC SAFETY: (Cont'd)			
County Coroner: (Cont'd)			
Clothing supplies	\$ 200	\$ 388	\$ (188)
Photo supplies	100	-	100
Fuel supplies	800	615	185
Dues and membership fees	200	-	200
Insurance - auto	820	828	(8)
Insurance - employee bond	30	100	(70)
Building Insurance	5	6	(1)
Office equipment, furniture	550	585	(35)
	<u>89,485</u>	<u>100,278</u>	<u>(10,793)</u>
Detention Center:			
Salaries	1,277,735	1,268,171	9,564
Overtime wages	24,000	67,023	(43,023)
Inmate payroll	10,340	5,393	4,947
Officer buy-out	-	1,292	(1,292)
Office equipment and maintenance	470	324	146
Vehicle maintenance	1,880	4,136	(2,256)
Printing and binding	470	465	5
Postage	375	518	(143)
Utilities	130,000	138,304	(8,304)
Travel and training	4,700	4,684	16
Telephone	18,800	9,666	9,134
Contractual services	30,000	30,801	(801)
Drug testing	625	555	70
Office supplies	3,760	6,251	(2,491)
Janitorial supplies	470	432	38
Clothing supplies	15,000	20,646	(5,646)
Photo supplies	95	95	-
Fuel supplies	-	137	(137)
Expendable supplies	470	475	(5)
Ammunition and weapons	940	940	-
Prisoner supplies	-	152	(152)
Laundry	5,000	5,000	-
Insurance - auto	7,610	9,994	(2,384)
Vehicle	5,575	5,576	(1)
Office equipment, furniture	940	769	171
Communication equipment	300	226	74
Physician care	73,900	109,160	(35,260)

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
PUBLIC SAFETY: (Cont'd)			
Detention Center: (Cont'd)			
Food supplies	\$ 68,090	\$ 77,558	\$ (9,468)
	<u>1,681,545</u>	<u>1,768,743</u>	<u>(87,198)</u>
E911 Phase II:			
Communication equipment	-	9,621	(9,621)
Insurance - auto	780	-	780
Telephone	99,220	16,812	82,408
	<u>100,000</u>	<u>26,433</u>	<u>73,567</u>
Friendship Fire Dept - STEM:			
County appropriation	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Road Signs:			
Road and street signs	3,200	1,221	1,979
Fuel	950	905	45
	<u>4,150</u>	<u>2,126</u>	<u>2,024</u>
	<u>4,160,730</u>	<u>4,824,374</u>	<u>(663,644)</u>
HEALTH AND WELFARE:			
Health Department:			
County appropriation	10,000	10,000	-
Emergency Services:			
Salaries	8,000	3,290	4,710
Computer services	500	56	444
Vehicle maintenance	1,000	881	119
Printing, binding, and advertising	50	-	50
Postage	50	12	38
Travel and training	1,500	729	771
Telephone	2,000	1,837	163
Office supplies	1,500	937	563
Maintenance	1,500	427	1,073
Fuel supplies	1,000	205	795
Insurance - auto	2,385	1,762	623
Insurance - inland marine	-	627	(627)
	<u>19,485</u>	<u>10,763</u>	<u>8,722</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	<u>Budget Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
HEALTH AND WELFARE: (Cont'd)			
Emergency Medical Transportation Service:			
Contractual services	\$ 950,000	\$ 950,000	\$ -
Generations Unlimited:			
County appropriation	30,000	30,000	-
Alcohol and Drug Abuse Commission:			
AXIS I - appropriation	15,000	15,000	-
Department of Social Services:			
County appropriation	40,250	40,250	-
Veteran Affairs Office:			
Salaries	25,820	26,729	(909)
Postage	100	104	(4)
Travel and training	3,500	2,696	804
Telephone	3,200	3,113	87
Office supplies	2,000	1,441	559
Office equipment, furniture	200	259	(59)
	<u>34,820</u>	<u>34,342</u>	<u>478</u>
Total Health and Welfare	<u>1,099,555</u>	<u>1,090,355</u>	<u>9,200</u>
CULTURE AND RECREATION:			
Aiken, Bamberg, Barnwell, and Edgefield Regional Library System:			
County appropriation	206,000	206,000	-
Barnwell County Museum:			
Salaries	9,194	5,729	3,465
County appropriation	15,000	14,806	194
	<u>24,194</u>	<u>20,535</u>	<u>3,659</u>
Recreation - County appropriation :			
City of Barnwell	8,500	8,500	-
Town of Williston	5,875	5,875	-
Town of Blackville	5,700	5,700	-
Town of Hilda	1,000	1,000	-
Town of Elko	1,000	1,000	-

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
CULTURE AND RECREATION: (Cont'd)			
Recreation - County appropriation : (Cont'd)			
Town of Kline	\$ 1,000	\$ 1,000	\$ -
Town of Snelling	1,000	1,000	-
Red Oak community	1,000	1,000	-
	<u>25,075</u>	<u>25,075</u>	<u>-</u>
 Total Culture and Recreation	 <u>255,269</u>	 <u>251,610</u>	 <u>3,659</u>
 MISCELLANEOUS:			
Voter Registration Office:			
Salaries	91,000	92,771	(1,771)
Poll workers	26,250	40,650	(14,400)
Office equipment maintenance	500	-	500
Printing, binding, and advertising	2,200	3,807	(1,607)
Postage	2,500	7,031	(4,531)
Travel and training	6,000	1,785	4,215
Telephone	9,600	2,711	6,889
Office supplies	850	842	8
Lease agreement	15,000	11,877	3,123
Professional fees and services	2,000	1,710	290
Office equipment, furniture	1,000	700	300
Machinery and equipment	5,000	4,795	205
Grant expense	-	41,151	(41,151)
	<u>161,900</u>	<u>209,830</u>	<u>(47,930)</u>
 Other expenditures:			
Other general expenditures	6,000	27,603	(21,603)
Storm expenditures	-	13,038	(13,038)
COVID expenditures	-	119,201	(119,201)
Information line 2-1-1 - appropriation	1,000	1,000	-
Other grant expenditures	-	6,198	(6,198)
	<u>7,000</u>	<u>167,040</u>	<u>(160,040)</u>
 Total Miscellaneous	 <u>168,900</u>	 <u>376,870</u>	 <u>(207,970)</u>

BARNWELL COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget Original/Final	Actual Amounts	Variance with Final Budget
EMPLOYEE FRINGE BENEFITS:			
Retirement match	\$ 1,061,965	\$ 984,223	\$ 77,742
Worker's compensation insurance	144,400	188,428	(44,028)
Health / life insurance	1,293,550	1,435,074	(141,524)
Unemployment	1,500	-	1,500
Social Security match	479,520	464,446	15,074
Total Employee Fringe Benefits	<u>2,980,935</u>	<u>3,072,171</u>	<u>(91,236)</u>
AGENCIES:			
Southern Carolina Alliance	60,000	60,000	-
Aiken/Barnwell Mental Health	1,000	1,000	-
Allendale/Barnwell Special Needs	1,000	1,000	-
USC Salkehatchie	5,000	5,000	-
Denmark Technical College	5,000	5,000	-
Clemson Extension	500	500	-
Medical Indigent Fund	247,000	247,000	-
Soil and Water Conservation	500	500	-
Total Agencies	<u>320,000</u>	<u>320,000</u>	<u>-</u>
DEBT SERVICE:			
General obligation bond - interest	<u>82,315</u>	<u>-</u>	<u>82,315</u>
Total Debt Service	<u>82,315</u>	<u>-</u>	<u>82,315</u>
Total Expenditures	<u>14,529,689</u>	<u>15,964,640</u>	<u>(1,434,951)</u>
OTHER FINANCING USES:			
Transfers out	<u>335,000</u>	<u>518,270</u>	<u>(183,270)</u>
	<u>\$ 14,864,689</u>	<u>\$ 16,482,910</u>	<u>\$ (1,618,221)</u>

OTHER MAJOR GOVERNMENTAL FUNDS

Major governmental funds are presented separately from non-major governmental funds when revenues/expenditures, assets/deferred outflows, or liabilities/deferred inflows meet certain quantitative thresholds or if the County believes that separately presenting the fund as major is particularly important to financial statement users.

SPECIAL REVENUE FUNDS

Special revenue funds are used to report specific revenue sources that are limited to being used for a particular purpose, such as transportation aid or federal grants.

BARNWELL COUNTY, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
BALANCE SHEET
JUNE 30, 2021

	Self- Administered "C" Funds	American Rescue Funds	Total
ASSETS			
Cash and cash equivalents	\$ 203,932	\$ -	\$ 203,932
Investments	1,728,850	-	1,728,850
Due from other governments	101,482	-	101,482
Due from General Fund	-	2,026,488	2,026,488
Total assets	<u><u>\$ 2,034,264</u></u>	<u><u>\$ 2,026,488</u></u>	<u><u>\$ 4,060,752</u></u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Unearned revenue	\$ -	\$ 2,026,488	\$ 2,026,488
Due to General Fund	209,456	-	209,456
Total liabilities	<u>209,456</u>	<u>2,026,488</u>	<u>2,235,944</u>
Fund balance:			
Restricted	1,824,808	-	1,824,808
Total fund balance	<u>1,824,808</u>	<u>-</u>	<u>1,824,808</u>
Total liabilities and fund balance	<u><u>\$ 2,034,264</u></u>	<u><u>\$ 2,026,488</u></u>	<u><u>\$ 4,060,752</u></u>

BARNWELL COUNTY, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2021

	Self- Administered "C" Funds	American Rescue Funds	Total
Revenue			
Intergovernmental	1,097,076	-	\$ 1,097,076
Interest	3,261	-	3,261
Total revenue	<u>1,100,337</u>	<u>-</u>	<u>1,100,337</u>
Expenditures			
Current:			
Physical environment	681,991	-	681,991
Total expenditures	<u>681,991</u>	<u>-</u>	<u>681,991</u>
Excess (deficit) of revenue over expenditures	418,346	-	418,346
Other Financing Sources			
Transfers (out)	(91,996)	-	(91,996)
Net other financing sources	<u>(91,996)</u>	<u>-</u>	<u>(91,996)</u>
Net change in fund balance	326,350	-	326,350
Fund balance, beginning of year	1,498,458	-	1,498,458
Fund balance, end of year	<u><u>\$ 1,824,808</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,824,808</u></u>

DEBT SERVICE FUNDS

Debt Service Funds are used to account for financial resources to be used pay principal and interest on debt as it comes due.

BARNWELL COUNTY, SOUTH CAROLINA
DEBT SERVICE FUNDS
BALANCE SHEET
JUNE 30, 2021

	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Total
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Due from General Fund	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Due to General Fund	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:				
Restricted for:				
Debt Service	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BARNWELL COUNTY, SOUTH CAROLINA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2021

	Debt Service	(CPST) Debt Service	(BFC) Debt Service	Total
Revenue				
Current property taxes	\$ 684,431	\$ -	\$ -	\$ 684,431
Total revenue	<u>684,431</u>	<u>-</u>	<u>-</u>	<u>684,431</u>
Expenditures				
Current:				
Debt service	694,074	1,213,473	604,250	2,511,797
Total expenditures	<u>694,074</u>	<u>1,213,473</u>	<u>604,250</u>	<u>2,511,797</u>
Excess (deficit) of revenue over expenditures	(9,643)	(1,213,473)	(604,250)	(1,827,366)
Other Financing Sources				
Transfers in	9,643	1,213,473	604,250	1,827,366
Net other financing sources	<u>9,643</u>	<u>1,213,473</u>	<u>604,250</u>	<u>1,827,366</u>
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities that are not financed by proprietary funds.

BARNWELL COUNTY, SOUTH CAROLINA
CAPITAL PROJECTS FUNDS
BALANCE SHEET
JUNE 30, 2021

	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Total
ASSETS				
Cash and cash equivalents	\$ 892,207	\$ -	\$ 2,332	\$ 894,539
Equity in pooled cash	407,450	1,507,448	-	1,914,898
Total assets	<u>\$ 1,299,657</u>	<u>\$ 1,507,448</u>	<u>\$ 2,332</u>	<u>\$ 2,809,437</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Unearned revenue	\$ 42,815	\$ -	\$ -	\$ 42,815
Due to General Fund	267,153	-	-	267,153
Total liabilities	<u>309,968</u>	<u>-</u>	<u>-</u>	<u>309,968</u>
Fund balance:				
Restricted for:				
Capital projects (BFC)	-	1,507,448	2,332	1,509,780
Committed for:				
Capital projects	989,689	-	-	989,689
Total fund balance	<u>989,689</u>	<u>1,507,448</u>	<u>2,332</u>	<u>2,499,469</u>
Total liabilities and fund balance	<u>\$ 1,299,657</u>	<u>\$ 1,507,448</u>	<u>\$ 2,332</u>	<u>\$ 2,809,437</u>

BARNWELL COUNTY, SOUTH CAROLINA
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2021

	Capital Projects	(CPST) Capital Projects	(BFC) Capital Projects	Total
Revenue				
Capital Projects Sales Tax	\$ -	\$ 1,884,806	\$ -	\$ 1,884,806
Interest	336	7,732	1	8,069
Total revenue	<u>336</u>	<u>1,892,538</u>	<u>1</u>	<u>1,892,875</u>
Expenditures				
Current:				
General government and administration	-	1,000,000	-	1,000,000
Physical environment	210,359	2,179,522	-	2,389,881
Intergovernmental	-	851,061	-	851,061
Bond issuance costs	30,000	-	-	30,000
Total expenditures	<u>240,359</u>	<u>4,030,583</u>	<u>-</u>	<u>4,270,942</u>
Excess (deficit) of revenue over expenditures	(240,023)	(2,138,045)	1	(2,378,067)
Other Financing Sources (Uses)				
Proceeds from general obligation bonds	346,000	-	-	346,000
Transfers in	920,733	-	-	920,733
Transfers (out)	(1,041,889)	(1,213,473)	-	(2,255,362)
Net other financing sources (Uses)	<u>224,844</u>	<u>(1,213,473)</u>	<u>-</u>	<u>(988,629)</u>
Net change in fund balance	(15,179)	(3,351,518)	1	(3,366,696)
Fund balance, beginning of year	<u>1,004,868</u>	<u>4,858,966</u>	<u>2,331</u>	<u>5,866,165</u>
Fund balance, end of year	<u>\$ 989,689</u>	<u>\$ 1,507,448</u>	<u>\$ 2,332</u>	<u>\$ 2,499,469</u>

BARNWELL COUNTY, SOUTH CAROLINA
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

Fund

- 200 E-911 - Accounts for funds received and disbursed related to the County's E-911 services.

- 201 Plant Vogtle - Accounts for funds received from Georgia Power for emergency preparedness in relation to the County's proximity to the company's nuclear power plant on the Savannah River.

- 202 DOE Emergency Preparedness Grant - Accounts for federal revenues and expenditures for emergency preparedness in relation to County's proximity to the Department of Energy's Savannah River Site nuclear facility.

- 203 Local Emergency Management Performance Grant (LEMP) - Accounts for funds from the Federal Department of Homeland Security to provide resources to assist State and local governments to sustain and enhance all-hazards emergency management capabilities.

- 204 Victim's Assistance - Accounts for court fines received from certain violators to be expended for various assistance to victims as prescribed by State of S.C. laws.

- 205 Public Safety - Accounts for special tax levy revenue for public safety.

- 206 Federal Inmates - Accounts for funds received in relation to housing federal inmates in the County detention center.

- 212 Sex Offender Registry - Accounts for expenditures for the publishing of the registry.

- 215 Rural Fire District - Accounts for special tax levy revenue for rural fire protection.

- 217 Memorial Cemetery - Accounts for the sale and upkeep of plots and activity of the Barnwell County Memorial Cemetery.

- 300 Sheriff's DSS - Accounts for funds received by the County Sherriff's Department for the processing and service of child support documentation.

- 301 Sheriff's Donations - Accounts for funds donated to the County specifically for sheriff's department use.

- 302 Sheriff's Drug - Accounts for funds confiscated by the Barnwell County Sheriff's Department.

- 400 PREA Grant - Accounts for grant funds related to the new jail.

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue Funds								
	200	201	202	203	204	205	206	212	215
			DOE						
			Emergency				Federal	Sex	Rural
	E-911	Plant	Preparedness	LEMP	Victim's	Public	Inmate	Offender	Fire
		Vogtle	Grant	Grant	Assistance	Safety	Funds	Registry	District
ASSETS									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 103,250
Equity in pooled cash	143,152	37,915	-	-	(13,330)	-	59,210	11,483	847,396
Taxes receivable, net	-	-	-	-	-	-	-	-	22,681
Due from other governments	14,117	11,854	13,162	17,821	-	-	149,019	-	-
Due from General Fund	3,035	-	60,535	-	13,330	-	-	-	-
Total assets	<u>\$ 160,304</u>	<u>\$ 49,769</u>	<u>\$ 73,697</u>	<u>\$ 17,821</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 208,229</u>	<u>\$ 11,483</u>	<u>\$ 973,327</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Due to General Fund	<u>\$ -</u>	<u>\$ 12,815</u>	<u>\$ -</u>	<u>\$ 2,482</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,930</u>	<u>\$ -</u>	<u>\$ 250,458</u>
Deferred Inflows of Resouces									
Unavailable revenue - property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,985</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,985</u>
Fund balances:									
Restricted	160,304	36,954	73,697	15,339	-	-	-	11,483	700,884
Committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>89,299</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>160,304</u>	<u>36,954</u>	<u>73,697</u>	<u>15,339</u>	<u>-</u>	<u>-</u>	<u>89,299</u>	<u>11,483</u>	<u>700,884</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 160,304</u>	<u>\$ 49,769</u>	<u>\$ 73,697</u>	<u>\$ 17,821</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 208,229</u>	<u>\$ 11,483</u>	<u>\$ 973,327</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

Special Revenue Funds						
	217	300	301	302	400	
	Memorial Cemetery	Sheriff's DSS	Sheriff's Donations	Sheriff's Drug	PREA Grant	Total Nonmajor Funds
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 103,250
Equity in pooled cash	78,621	18,271	2,385	116,917	-	1,302,020
Taxes receivable, net	-	-	-	-	-	22,681
Due from other governments	-	-	-	-	-	205,973
Due from General Fund	-	-	-	-	1,710	78,610
Total assets	<u>\$ 78,621</u>	<u>\$ 18,271</u>	<u>\$ 2,385</u>	<u>\$ 116,917</u>	<u>\$ 1,710</u>	<u>\$ 1,712,534</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Due to General Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 384,685</u>
Deferred Inflows of Resouces						
Unavailable revenue - property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,985</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,985</u>
Fund balances:						
Restricted	-	18,271	2,385	116,917	1,710	1,137,944
Committed	78,621	-	-	-	-	167,920
Total fund balances	<u>78,621</u>	<u>18,271</u>	<u>2,385</u>	<u>116,917</u>	<u>1,710</u>	<u>1,305,864</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 78,621</u>	<u>\$ 18,271</u>	<u>\$ 2,385</u>	<u>\$ 116,917</u>	<u>\$ 1,710</u>	<u>\$ 1,712,534</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds								
	200	201	202	203	204	205	206	212	215
	E-911	Plant Vogtle	DOE Emergency Preparedness Grant	LEMP Grant	Victim's Assistance	Public Safety	Federal Inmate Funds	Sex Offender Registry	Rural Fire District
REVENUE									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 165,446	\$ -	\$ -	\$ 455,373
Intergovernmental	147,806	-	-	-	-	-	1,703,481	-	-
Federal grants	-	-	54,126	59,529	-	-	-	-	-
Local grants	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	1,655	-
Fines, forfeitures, and fees	-	-	-	-	21,428	-	-	-	-
Special assessments	-	69,097	-	-	-	-	-	-	-
Interest	375	64	-	-	-	-	509	26	122
Miscellaneous	-	-	-	-	-	-	-	-	146,381
Total revenue	148,181	69,161	54,126	59,529	21,428	165,446	1,703,990	1,681	601,876
EXPENDITURES									
Current:									
Public safety	157,520	50,603	37,619	65,107	46,961	-	530,338	1,318	548,011
Health and welfare	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total expenditures	157,520	50,603	37,619	65,107	46,961	-	530,338	1,318	548,011
Excess (deficiency) of revenue over (under) expenditures	(9,339)	18,558	16,507	(5,578)	(25,533)	165,446	1,173,652	363	53,865
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	25,533	-	-	-	-
Transfers (out)	-	-	-	-	-	(165,446)	(1,138,986)	-	-
Total Other Financing Sources (Uses)	-	-	-	-	25,533	(165,446)	(1,138,986)	-	-
Net change in fund balances	(9,339)	18,558	16,507	(5,578)	-	-	34,666	363	53,865
Fund balances, beginning of year	169,643	18,396	57,190	20,917	-	-	54,633	11,120	647,019
Fund balances, end of year	\$ 160,304	\$ 36,954	\$ 73,697	\$ 15,339	\$ -	\$ -	\$ 89,299	\$ 11,483	\$ 700,884

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds					
	217	300	301	302	400	
	Memorial Cemetery	Sheriff's DSS	Sheriff's Donations	Sheriff's Drug	PREA Grant	Total Nonmajor Funds
REVENUE						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 620,819
Intergovernmental	-	-	930	-	-	1,852,217
Federal grants	-	-	-	-	-	113,655
Local grants	-	2,442	-	-	-	2,442
Charges for services	40,550	-	-	-	-	42,205
Fines, forfeitures, and fees	-	-	-	26,100	-	47,528
Special assessments	-	-	-	-	-	69,097
Interest	-	46	5	227	-	1,374
Miscellaneous	-	-	-	-	-	146,381
Total revenue	40,550	2,488	935	26,327	-	2,895,718
EXPENDITURES						
Current:						
Public safety	-	4,264	1,483	4,230	-	1,447,454
Health and welfare	47,737	-	-	-	-	47,737
Miscellaneous	226	-	-	-	-	226
Total expenditures	47,963	4,264	1,483	4,230	-	1,495,417
Excess (deficiency) of revenue over (under) expenditures	(7,413)	(1,776)	(548)	22,097	-	1,400,301
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	25,533
Transfers (out)	-	-	-	-	-	(1,304,432)
Total Other Financing Sources (Uses)	-	-	-	-	-	(1,278,899)
Net change in fund balances	(7,413)	(1,776)	(548)	22,097	-	121,402
Fund balances, beginning of year	86,034	20,047	2,933	94,820	1,710	1,184,462
Fund balances, end of year	\$ 78,621	\$ 18,271	\$ 2,385	\$ 116,917	\$ 1,710	\$ 1,305,864

PROPRIETARY FUNDS

Proprietary (enterprise) Funds account for operations that are financed and operated in a manner similar to private business enterprise. In a proprietary fund the intent is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed primarily through user charges.

The Barnwell County Airport accounts for revenue and expenses for the operations of the Barnwell County Airport as an Enterprise Fund.

BARNWELL COUNTY, SOUTH CAROLINA
ENTERPRISE FUND
COUNTY AIRPORT
BALANCE SHEET
JUNE 30, 2021

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Current assets:

Cash and cash equivalents	\$ 381,739
Accounts receivable, net	105
Inventories	30,750
Total current assets	<u>412,594</u>

Non-current assets:

Capital assets:	
Land	743,502
Construction in process	168,956
Buildings and improvements	5,668,530
	<u>6,580,988</u>
Less, accumulated depreciation	(3,271,749)
Net capital assets	3,309,239
Land held for resale	228,979
Total non-current assets	<u>3,538,218</u>
Total assets	<u>3,950,812</u>

Deferred outflows of resources

Total deferred outflows related to pension plans	23,307
Total contributions subsequent to the measurement date for pensions	5,653
	<u>28,960</u>

Total assets and deferred outflows of resources	<u>\$ 3,979,772</u>
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LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

Current liabilities:

Due to General Fund	\$ 102,958
Total current liabilities	<u>102,958</u>

Noncurrent liabilities:

Net pension liability	121,361
Total noncurrent liabilities	<u>121,361</u>

Total liabilities	<u>224,319</u>
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Deferred inflows of resources

Total deferred inflows related to pensions	<u>17,501</u>
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Net position:

Net investment in capital assets	3,309,239
Unrestricted	428,713
Total net position	<u>3,737,952</u>

Total liabilities, deferred inflows of resources, and net position	<u>\$ 3,979,772</u>
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BARNWELL COUNTY, SOUTH CAROLINA
ENTERPRISE FUND
COUNTY AIRPORT
SCHEDULE OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2021

Operating Revenue

Charges for services:

Fuel and oil sales	\$ 139,105
Land rent	1,679
Hanger rent	58,770
Miscellaneous	59,605

Total operating revenue	259,159
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Operating Expenses

Salaries and benefits	61,588
Building and grounds	340
Depreciation	195,951
Fuel and oil purchases	116,567
Contractual services	10,844
Insurance	8,263
Printing, binding, advertising	187
Maintenance	14,440
Permits	275
Supplies	1,641
Janitorial supplies	38
Utilities	14,342

Total operating expenses	451,521
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Operating loss	(192,362)
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Change in net position	(192,362)
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Total net position - beginning	3,930,314
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Total net position - ending	\$ 3,737,952
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FIDUCIARY FUNDS

Fiduciary Funds include trust and custodial funds used to account for assets received and held by the County acting in the capacity of an agent or custodian. In custodial funds, total assets equal total liabilities and, therefore, do not measure the results of operations.

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2021

	Balance June 30, 2020	Additions	Deductions	Balance June 30, 2021
Assets				
Cash	\$ 1,638,066	\$ 6,358,231	\$ (5,190,313)	\$ 2,805,984
Equity in pooled cash	7,206,115	49,016,623	(50,099,487)	6,123,251
	<u>\$ 8,844,181</u>	<u>\$ 55,374,854</u>	<u>\$ (55,289,800)</u>	<u>\$ 8,929,235</u>
Liabilities				
Due to General Fund	\$ 76,915	\$ 329,138	\$ (299,616)	\$ 106,437
Funds held for others:				
District # 19	965,858	9,147,923	(9,236,217)	877,564
District # 29	770,154	12,926,704	(13,185,763)	511,095
District # 45	5,748,094	27,768,792	(27,454,855)	6,062,031
Career Center	145,222	1,802,247	(1,950,455)	(2,986)
City of Barnwell	15,257	579,528	(586,129)	8,656
Town of Williston	3,360	433,797	(432,124)	5,033
Town of Blackville	(889)	192,927	(192,299)	(261)
Town of Snelling	33,822	14,230	(47,784)	268
Barnwell Magistrate	256	57,810	(57,937)	129
Williston Magistrate	2,359	114,447	(115,628)	1,178
Blackville Magistrate	4,051	90,675	(94,034)	692
Clerk of Court	455,347	251,611	(233,036)	473,922
Delinquent Tax Sale Escrow	521,529	874,039	(744,693)	650,875
Jail Inmates Trust Account	54,499	790,675	(666,300)	178,874
Fireman's Fund (1% State tax)	48,347	9,622	(2,241)	55,728
	<u>8,767,266</u>	<u>55,055,027</u>	<u>(54,999,495)</u>	<u>8,822,798</u>
	<u>\$ 8,844,181</u>	<u>\$ 55,384,165</u>	<u>\$ (55,299,111)</u>	<u>\$ 8,929,235</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
BARNWELL COUNTY SCHOOL DISTRICTS				
School District #19				
Assets				
Operating:				
Equity in pooled cash	\$ 965,781	\$ 8,027,732	\$ (8,359,796)	\$ 633,717
Debt service:				
Cash	77	1,120,191	(876,421)	243,847
	<u>\$ 965,858</u>	<u>\$ 9,147,923</u>	<u>\$ (9,236,217)</u>	<u>\$ 877,564</u>
Liabilities				
Funds held for others	<u>\$ 965,858</u>	<u>\$ 9,147,923</u>	<u>\$ (9,236,217)</u>	<u>\$ 877,564</u>
School District #29				
Assets				
Operating:				
Equity in pooled cash	\$ 760,735	\$ 11,921,001	\$ (12,510,003)	\$ 171,733
Debt service:				
Cash	9,419	1,005,703	(675,760)	339,362
	<u>\$ 770,154</u>	<u>\$ 12,926,704</u>	<u>\$ (13,185,763)</u>	<u>\$ 511,095</u>
Liabilities				
Funds held for others	<u>\$ 770,154</u>	<u>\$ 12,926,704</u>	<u>\$ (13,185,763)</u>	<u>\$ 511,095</u>
School District #45				
Assets				
Operating:				
Equity in pooled cash	\$ 5,234,480	\$ 26,035,539	\$ (26,018,656)	\$ 5,251,363
Debt service:				
Cash	513,614	1,733,253	(1,436,199)	810,668
	<u>\$ 5,748,094</u>	<u>\$ 27,768,792</u>	<u>\$ (27,454,855)</u>	<u>\$ 6,062,031</u>
Liabilities				
Funds held for others	<u>\$ 5,748,094</u>	<u>\$ 27,768,792</u>	<u>\$ (27,454,855)</u>	<u>\$ 6,062,031</u>
Barnwell County Career Center				
Assets				
Operating:				
Equity in pooled cash	\$ 145,222	\$ 1,802,247	\$ (1,950,455)	\$ (2,986)
Liabilities				
Funds held for others	<u>\$ 145,222</u>	<u>\$ 1,802,247</u>	<u>\$ (1,950,455)</u>	<u>\$ (2,986)</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
TOTAL SCHOOL DISTRICTS				
Assets				
Operating:				
Equity in pooled cash	\$ 7,106,218	\$ 47,786,519	\$ (48,838,910)	\$ 6,053,827
Debt service:				
Cash	523,110	3,859,147	(2,988,380)	1,393,877
	<u>\$ 7,629,328</u>	<u>\$ 51,645,666</u>	<u>\$ (51,827,290)</u>	<u>\$ 7,447,704</u>
Liabilities				
Funds held for others:				
District # 19	\$ 965,858	\$ 9,147,923	\$ (9,236,217)	\$ 877,564
District # 29	770,154	12,926,704	(13,185,763)	511,095
District # 45	5,748,094	27,768,792	(27,454,855)	6,062,031
Career Center	145,222	1,802,247	(1,950,455)	(2,986)
	<u>\$ 7,629,328</u>	<u>\$ 51,645,666</u>	<u>\$ (51,827,290)</u>	<u>\$ 7,447,704</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
MUNICIPALITIES				
City of Barnwell				
Assets				
Equity in pooled cash	\$ 15,257	\$ 579,528	\$ (586,129)	\$ 8,656
Liabilities				
Funds held for others	\$ 15,257	\$ 579,528	\$ (586,129)	\$ 8,656
Town of Williston				
Assets				
Equity in pooled cash	\$ 3,360	\$ 433,797	\$ (432,124)	\$ 5,033
Liabilities				
Funds held for others	\$ 3,360	\$ 433,797	\$ (432,124)	\$ 5,033
Town of Blackville				
Assets				
Equity in pooled cash	\$ (889)	\$ 192,927	\$ (192,299)	\$ (261)
Liabilities				
Funds held for others	\$ (889)	\$ 192,927	\$ (192,299)	\$ (261)
Town of Snelling				
Assets				
Equity in pooled cash	\$ 33,822	\$ 14,230	\$ (47,784)	\$ 268
Liabilities				
Funds held for others	\$ 33,822	\$ 14,230	\$ (47,784)	\$ 268
TOTAL MUNICIPALITIES				
Assets				
Equity in pooled cash	\$ 51,550	\$ 1,220,482	\$ (1,258,336)	\$ 13,696
Liabilities				
Funds held for others:				
City of Barnwell	\$ 15,257	\$ 579,528	\$ (586,129)	\$ 8,656
Town of Williston	3,360	433,797	(432,124)	5,033
Town of Blackville	(889)	192,927	(192,299)	(261)
Town of Snelling	33,822	14,230	(47,784)	268
	\$ 51,550	\$ 1,220,482	\$ (1,258,336)	\$ 13,696

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
MAGISTRATES				
Barnwell Magistrate				
Assets				
Cash	\$ 4,543	\$ 57,810	\$ (56,147)	\$ 6,206
Liabilities				
Due to General Fund	\$ 4,287	\$ 1,790	\$ -	\$ 6,077
Funds held for others (o/s bonds)	256	57,810	(57,937)	129
	<u>\$ 4,543</u>	<u>\$ 59,600</u>	<u>\$ (57,937)</u>	<u>\$ 6,206</u>
Williston Magistrate				
Assets				
Cash	\$ 7,720	\$ 114,447	\$ (110,851)	\$ 11,316
Liabilities				
Due to General Fund	\$ 5,361	\$ 4,777	\$ -	\$ 10,138
Funds held for others (o/s bonds)	2,359	114,447	(115,628)	1,178
	<u>\$ 7,720</u>	<u>\$ 119,224</u>	<u>\$ (115,628)</u>	<u>\$ 11,316</u>
Blackville Magistrate				
Assets				
Cash	\$ 11,570	\$ 90,675	\$ (91,290)	\$ 10,955
Liabilities				
Due to General Fund	\$ 7,519	\$ 2,744	\$ -	\$ 10,263
Funds held for others (o/s bonds)	4,051	90,675	(94,034)	692
	<u>\$ 11,570</u>	<u>\$ 93,419</u>	<u>\$ (94,034)</u>	<u>\$ 10,955</u>
TOTAL MAGISTRATES				
Assets				
Cash	\$ 23,833	\$ 262,932	\$ (258,288)	\$ 28,477
Liabilities				
Due to General Fund	\$ 17,167	\$ 9,311	\$ -	\$ 26,478
Funds held for others (o/s bonds):				
Barnwell Magistrate	256	57,810	(57,937)	129
Williston Magistrate	2,359	114,447	(115,628)	1,178
Blackville Magistrate	4,051	90,675	(94,034)	692
	<u>\$ 23,833</u>	<u>\$ 272,243</u>	<u>\$ (267,599)</u>	<u>\$ 28,477</u>

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
OTHER AGENCIES				
Clerk of Court				
Assets				
Cash	\$ 511,724	\$ 571,438	\$ (532,652)	\$ 550,510
Liabilities				
Due to General Fund	\$ 56,377	\$ 319,827	\$ (299,616)	\$ 76,588
Funds held for others	455,347	251,611	(233,036)	473,922
	<u>\$ 511,724</u>	<u>\$ 571,438</u>	<u>\$ (532,652)</u>	<u>\$ 550,510</u>
Delinquent Tax Sale Escrow				
Assets				
Cash	\$ 524,900	\$ 874,039	\$ (744,693)	\$ 654,246
Liabilities				
Due to General Fund	\$ 3,371	\$ -	\$ -	\$ 3,371
Funds held for others	521,529	874,039	(744,693)	650,875
	<u>\$ 524,900</u>	<u>\$ 874,039</u>	<u>\$ (744,693)</u>	<u>\$ 654,246</u>
Jail Inmates Trust Account				
Assets				
Cash	\$ 54,499	\$ 790,675	\$ (666,300)	\$ 178,874
Liabilities				
Funds held for others	\$ 54,499	\$ 790,675	\$ (666,300)	\$ 178,874
Fireman's Fund (1% State tax)				
Assets				
Equity in pooled cash - Barnwell Rural	\$ 11,277	\$ 5,822	\$ (1,561)	\$ 15,538
Equity in pooled cash - Red Oak	33,460	1,851	(680)	34,631
Equity in pooled cash - Long Branch	3,610	1,949	-	5,559
	<u>\$ 48,347</u>	<u>\$ 9,622</u>	<u>\$ (2,241)</u>	<u>\$ 55,728</u>
Liabilities				
Funds held for others	\$ 48,347	\$ 9,622	\$ (2,241)	\$ 55,728

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Balance</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2021</u>
TOTAL OTHER AGENCIES				
Assets				
Cash	\$ 1,091,123	\$ 2,236,152	\$ (1,943,645)	\$ 1,383,630
Equity in pooled cash	48,347	9,622	(2,241)	55,728
	<u>\$ 1,139,470</u>	<u>\$ 2,245,774</u>	<u>\$ (1,945,886)</u>	<u>\$ 1,439,358</u>
Liabilities				
Due to General Fund	\$ 59,748	\$ 319,827	\$ (299,616)	\$ 79,959
Funds held for others:				
Clerk of Court	455,347	251,611	(233,036)	473,922
Delinquent Tax Sale Escrow	521,529	874,039	(744,693)	650,875
Jail Inmates Trust Account	54,499	790,675	(666,300)	178,874
Fireman's Fund	48,347	9,622	(2,241)	55,728
	<u>\$ 1,139,470</u>	<u>\$ 2,245,774</u>	<u>\$ (1,945,886)</u>	<u>\$ 1,439,358</u>

NON-MAJOR COMPONENT UNITS

BARNWELL COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS
JUNE 30, 2021

	Generations Unlimited	Barnwell County Career Center	Barnwell County Library Foundation	Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 146,722	\$ 1,198,361	\$ 30,743	\$ 1,375,826
Receivables, net:				
Delinquent taxes (net of allowance for uncollectible taxes)	-	4,150	-	4,150
Other	223,292	-	3,442	226,734
Prepaid items	31,745	-	-	31,745
Other assets	-	-	12,388	12,388
Total current assets	401,759	1,202,511	46,573	1,650,843
Non-current assets:				
Capital assets subject to depreciation, net	863,448	363,847	335,505	1,562,800
Total non-current assets	863,448	363,847	335,505	1,562,800
Total Assets	1,265,207	1,566,358	382,078	3,213,643
Deferred Outflows of Resources				
Deferred outflows related to pensions	215,248	363,400	-	578,648
Deferred outflows related to OPEB	-	408,947	-	408,947
Total deferred outflows of resources	215,248	772,347	-	987,595
Liabilities				
Current liabilities:				
Accounts payable	91,235	49,732	-	140,967
Accrued salaries and related taxes	30,882	96,053	-	126,935
Retirement payable	11,689	-	-	11,689
Health insurance payable	698	-	-	698
Line of credit	83,428	-	-	83,428
Accrued compensated absences - current portion	20,552	-	-	20,552
Unearned revenue	4,203	26,895	2,000	33,098
Due to other funds	-	1,259	-	1,259
Total current liabilities	242,687	173,939	2,000	418,626
Long-term (non-current) liabilities:				
Net pension liability	1,391,477	2,273,341	-	3,664,818
Other post-employment benefit (OPEB) obligation	-	1,943,780	-	1,943,780
Total long-term liabilities	1,391,477	4,217,121	-	5,608,598
Total Liabilities	1,634,164	4,391,060	2,000	6,027,224
Deferred Inflows of Resources				
Deferred inflows related to pensions	220,018	121,378	-	341,396
Deferred inflows related to OPEB	-	216,560	-	216,560
Total deferred inflows of resources	220,018	337,938	-	557,956
Net Position				
Net investment in capital assets	863,448	363,847	335,505	1,562,800
Unrestricted (Deficit)	(1,237,175)	(2,754,139)	44,573	(3,946,741)
Total Net Position	\$ (373,727)	\$ (2,390,292)	\$ 380,078	\$ (2,383,941)

**BARNWELL COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS
YEAR ENDED JUNE 30, 2021**

Functions and Programs	Program Revenues					Net (Expense) Revenue and Change in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Other	Governmental Activities			Totals
						Generations Unlimited	Barnwell County Career Center	Barnwell County Library Foundation	
Generations Unlimited									
Governmental activities:									
Transportation	\$(1,362,802)	\$ 273,470	\$ 862,023	\$ 364,943	\$ -	\$ 137,634			\$ 137,634
Meals	(552,767)	527,257	8,321	-	100	(17,089)			(17,089)
Intermediate Cost Centers	(12,821)	450	-	62,645	39,192	89,466			89,466
Other	(10,116)	4,050	-	-	856	(5,210)			(5,210)
Total Generations Unlimited	<u>(1,938,506)</u>	<u>805,227</u>	<u>870,344</u>	<u>427,588</u>	<u>40,148</u>	<u>204,801</u>			<u>204,801</u>
Barnwell County Career Center									
Governmental activities:									
Instruction	(1,194,984)	253,016	266,478	-	-		\$ (675,490)		(675,490)
Support services	(690,563)	-	-	-	-		(690,563)		(690,563)
Total Barnwell County Career Center	<u>(1,885,547)</u>	<u>253,016</u>	<u>266,478</u>	<u>-</u>	<u>-</u>		<u>(1,366,053)</u>		<u>(1,366,053)</u>
Barnwell County Library Foundation									
Governmental activities:									
General Government	(23,735)	27,442	506	-	-			\$ 4,213	4,213
Total Barnwell County Library Foundation	<u>(23,735)</u>	<u>27,442</u>	<u>506</u>	<u>-</u>	<u>-</u>			<u>4,213</u>	<u>4,213</u>
Total non-major component units	<u>\$(3,847,788)</u>	<u>\$ 1,085,685</u>	<u>\$ 1,137,328</u>	<u>\$ 427,588</u>	<u>\$ 40,148</u>	<u>204,801</u>	<u>(1,366,053)</u>	<u>4,213</u>	<u>(1,157,039)</u>
General Revenues:									
General Revenue:									
Property taxes						-	1,465,195	-	1,465,195
Interest earnings						27	1,474	2,008	3,509
Proceeds from PPP loan forgiveness						85,000	-	-	85,000
Other						-	775	-	775
Total general revenues						<u>85,027</u>	<u>1,467,444</u>	<u>2,008</u>	<u>1,554,479</u>
Change in net position						289,828	101,391	6,221	397,440
Net position(deficit) - beginning						(663,555)	(2,491,683)	373,857	(2,781,381)
Net position(deficit) - ending						<u>\$ (373,727)</u>	<u>\$ (2,390,292)</u>	<u>\$ 380,078</u>	<u>\$(2,383,941)</u>

VICTIMS' RIGHTS ASSISTANCE

BARNWELL COUNTY, SOUTH CAROLINA
SCHEDULE OF COURT FINES, ASSESSMENTS, AND SURCHARGES
YEAR ENDED JUNE 30, 2021

FOR THE STATE TREASURER'S OFFICE

COUNTY/MUNICIPAL FUNDS COLLECTED BY CLERK OF COURT	General Sessions	Magistrate Court	Municipal Court	Total
Court Fines and Assessments:				
Court fines and assessments collected	\$ 57,398	\$ 231,908	\$ -	\$ 289,306
Court fines and assessments remitted to State Treasurer	(40,583)	(131,191)	-	(171,774)
Total Court Fines and Assessments retained	\$ 16,815	\$ 100,717	\$ -	\$ 117,532
Surcharges and Assessments retained for victim services:				
Surcharges collected and retained	\$ 6,173	\$ 4,169	\$ -	\$ 10,342
Assessments retained	1,587	9,499	-	11,086
Total Surcharges and Assessments retained for victim services	\$ 7,760	\$ 13,668	\$ -	\$ 21,428

FOR THE DEPARTMENT OF CRIME VICTIM COMPENSATION (DCVC)

VICTIM SERVICE FUNDS COLLECTED	Municipal	County	Total
Carryforward from previous year - beginning balance	\$ -	\$ -	\$ -
Victim Service revenue			
Victim Service Fines Retained by City/County Treasurer	-	-	-
Victim Service Assessments Retained by City/County Treasurer	-	11,086	11,086
Victim Service Surcharges Retained by City/County Treasurer	-	10,342	10,342
Interest Earned	-	-	-
Grant Funds Received			
Grant from:	-	-	-
General Funds Transferred to Victim Service Fund	-	25,533	25,533
Contribution Received from Victim Service Contracts:			
(1) Town of	-	-	-
(2) Town of	-	-	-
(3) City of	-	-	-
Total Funds Allocated to Victim Service Fund + Beginning Balance (A)	\$ -	\$ 46,961	\$ 46,961
Expenditures for Victim Service Program			
Salaries and Benefits	\$ -	\$ 46,961	\$ 46,961
Operating Expenditures	-	-	-
Victim Service Contract(s):			
(1) Entity's Name	-	-	-
(2) Entity's Name	-	-	-
Victim Service Donation(s):			
(1) Domestic Violence Shelter:	-	-	-
(2) Rape Crisis Center:	-	-	-
(3) Other local direct crime victims service agency:	-	-	-
Transferred to General Fund	-	-	-
Total Expenditures from Victim Service Fund/Program(B)	\$ -	\$ 46,961	\$ 46,961
Total Victim Service Funds Retained by Municipal/County Treasurer (A-B)	-	-	-
Less: Prior Year Fund Deficit Repayment	-	-	-
Carryforward Funds - End of Year	\$ -	\$ -	\$ -



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

The Honorable Chairman and Members of
County Council
Barnwell 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Barnwell County, South Carolina (the "County"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Barnwell County, South Carolina's basic financial statements and have issued our report thereon dated March 11, 2022. Our report includes a reference to other auditors who audited the financial statements of the Barnwell County Economic Development Corporation, Barnwell County Career Center, Barnwell County Library Foundation, and Generations Unlimited, Inc., discretely presented component units as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies: 2021-1 and 2021-2.

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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Barnwell County, South Carolina's Response to Findings

The County's response to the findings identified in our audit is described in the accompanying *Schedule of Findings and Responses*. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Highsmith & Highsmith, LLC

Highsmith & Highsmith, LLC
Travelers Rest, South Carolina

March 11, 2022

Barnwell County, South Carolina

**Schedule of Findings and Responses
Year Ended June 30, 2021**

Section I – Summary of Auditor’s Results

Financial Statements:

- | | | |
|------|--|------------|
| i. | Type of auditor’s report issued on the financial statements: | |
| a. | Governmental activities | Unmodified |
| b. | Business-type activities | Unmodified |
| c. | Aggregate discretely presented component units | Unmodified |
| d. | General fund | Unmodified |
| e. | Debt service fund | Unmodified |
| f. | Capital projects fund | Unmodified |
| g. | Other governmental funds | Unmodified |
| ii. | Internal control over financial reporting: | |
| a. | Material weaknesses identified | No |
| b. | Significant deficiencies identified | Yes |
| iii. | Noncompliance material to the financial statements | No |

Barnwell County, South Carolina

**Schedule of Findings and Responses
Year Ended June 30, 2021**

Section II – Findings – 2021 Financial Statement Audit

Significant Deficiencies

2021-1

Condition: There is a lack of segregation of accounting duties that enables the same individuals to have access to both physical assets and the related accounting records or to all phases of a transaction.

Criteria: A fundamental concept of a system of good internal control is the segregation of duties.

Effect: Because a segregation of duties does not exist, errors and irregularities could occur and not be detected in a timely manner.

Recommendation: A segregation of duties should be established and maintained, where each employee is delegated one primary task.

Management's Response: Management does not anticipate hiring additional staff; however, in an attempt to segregate duties as much as possible with the available staff, the Council contracts with an independent accountant to provide annual accounting services to the County.

Barnwell County, South Carolina
Schedule of Prior Year Audit Findings
Year Ended June 30, 2021

Significant Deficiency

2020-1

Condition: There is a lack of segregation of accounting duties that enables the same individuals to have access to both physical assets and the related accounting records or to all phases of a transaction.

Criteria: A fundamental concept of a system of good internal control is the segregation of duties.

Effect: Because a segregation of duties does not exist, errors and irregularities could occur and not be detected in a timely manner.

Recommendation: A segregation of duties should be established and maintained, where each employee is delegated one primary task.

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