

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
AUDITED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
AUDITED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Members of the
Clarendon County Council
Manning, South Carolina

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Clarendon County, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Clarendon County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Clarendon County, as of June 30, 2024, 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.

Basis for Opinions

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

INDEPENDENT AUDITOR'S REPORT
(continued)

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

INDEPENDENT AUDITOR'S REPORT
(continued)

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension schedules and OPEB schedules information on pages 5-12 and 82-85 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Clarendon County's basic financial statements. The accompanying combining and individual fund schedules, supplemental section, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the supplemental section, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

INDEPENDENT AUDITOR'S REPORT
(continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 6, 2025, on our consideration of Clarendon County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Clarendon County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Clarendon County's internal control over financial reporting and compliance.

McGregor & Co. LLP

Orangeburg, South Carolina
March 6, 2025

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Clarendon County's management's discussion and analysis offers readers of the County's financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and notes to the financial statements.

The government-wide financial statements include not only Clarendon County and its blended component units (known as the primary government), but also legally separate entities for which the County is financially accountable. Information included in this discussion and analysis focuses on the activities of the primary government. Accordingly, information provided does not include the activities of the discretely-presented component unit.

Financial Highlights:

- Clarendon County's assets and deferred outflows exceeded its liabilities and deferred inflows at June 30, 2024, by \$24.0 million (net position).
- The County's total net position increased \$5.2 million over the previous year. This increase was due, in large part, to growth in ad valorem taxes greater than budgeted and non-recurring funds from the State for use in roadway improvements.
- At June 30, 2024, the County's governmental fund balance sheet reported a combined ending fund balance of \$50.8 million, an increase of \$3.9 million over the previous fiscal year. This increase was a result of ad valorem taxes greater than budgeted and non-recurring funds from the State for use in roadway improvements. Of the \$50.8 million, \$22.7 million remains in the various funds of the County as committed, assigned, or unassigned.
- The General Fund reported a fund balance of \$15.4 million, reflecting a \$0.1 million increase from last fiscal year. This total ending balance equates to 49.6% of General Fund expenditures for the year. The unassigned fund balance is 32.9% of General Fund expenditures for the year.
- Total general obligation bonded debt increased a net \$0.4 million during the fiscal year.

Overview of the Financial Statements

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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

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

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

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Clarendon County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The County's governmental activities include general government, public safety, judicial, physical environment, economic environment, transportation, agencies, and cultural/recreation. Financial information in the government-wide financial statements distinguishes discretely-presented component units from the financial information for the primary government itself.

The government-wide financial statements can be found on pages 13 and 14 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. Clarendon County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

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

Clarendon County maintains 16 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Projects Fund, General County Debt Service Fund, Fire Rescue Fund and C-Program Roads Fund which are considered to be major funds. Data from other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Clarendon County adopts an annual appropriation budget for its governmental funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with the budget.

The basic governmental funds financial statements can be found on pages 15 through 17 of this report.

Proprietary funds: Clarendon County utilizes two proprietary funds associated with its Water and Sewer related activities and the Weldon Auditorium. These statements are found on pages 19 through 21.

Fiduciary fund: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

The basic fiduciary fund financial statement can be found on page 22 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 the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23 through 81 of this report.

Other information: In addition to the basic financial statements and accompanying notes, the combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 86 through 102 of this report.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Clarendon County, assets and deferred outflows exceeded liabilities and deferred inflows by \$24.0 million at the close of the most recent fiscal year. The County's increase in net position for this fiscal year amounts to \$5.2 million.

The largest portion of the County's net position (\$24.0 million) reflects its funds restricted to future investment in capital assets (\$18.5 million) and other resources that are subject to external restrictions on how they may be used or deemed to be unspendable.

**Clarendon County's Net Position
(Dollars in Thousands)**

	Governmental Activities		Business-type Activities		Total	
	2024	2023 (Restated)	2024	2023	2024	2023 (Restated)
Current and other assets	\$ 55,375	\$ 50,745	\$ 3,352	\$ 1,054	\$ 58,727	\$ 51,799
Capital assets	44,496	42,119	19,105	18,192	63,601	60,311
Total assets	99,871	92,864	22,457	19,246	122,328	112,110
Deferred outflows of resources	10,940	11,346	137	120	11,077	11,466
Long-term liabilities outstanding	79,083	76,029	13,323	11,068	92,406	87,097
Other liabilities	6,102	5,565	2,765	2,417	8,867	7,982
Total liabilities	85,185	81,594	16,088	13,485	101,273	95,079
Deferred inflows of resources	7,975	9,576	141	145	8,116	9,721
Net position						
Invested in capital assets, net of related debt	10,257	22,455	8,231	7,542	18,488	29,997
Restricted	27,945	11,463	342	434	28,287	11,897
Unrestricted	(20,551)	(20,878)	(2,208)	(2,240)	(22,759)	(23,118)
Total net position	<u>\$ 17,651</u>	<u>\$ 13,040</u>	<u>\$ 6,365</u>	<u>\$ 5,736</u>	<u>\$ 24,016</u>	<u>\$ 18,776</u>

An additional portion of the County's net position of the governmental activities (\$10.3 million) reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

The changes in net position displayed below shows the governmental and business-type activities during the fiscal year. Increases in property taxes, as well as State shared funds, resulted in a positive change in net position of \$5.2 million.

**Clarendon County's Changes in Net Position
(Dollars in Thousands)**

	Governmental Activities		Business-type Activities		<u>Total</u>	<u>2023</u> (Restated)
	<u>2024</u>	<u>2023</u> (Restated)	<u>2024</u>	<u>2023</u>		
Revenues						
Program Revenues:						
Charges for Services	\$ 5,168	\$ 4,867	\$ 1,567	\$ 1,454	\$ 6,735	\$ 6,321
Grants and Contributions	3,192	3,031	153	504	3,345	3,535
General revenues:						
Ad valorem taxes	28,394	26,849	-	-	28,394	26,849
Other taxes	5,261	5,109	-	-	5,261	5,109
State shared	5,513	8,854	-	-	5,513	8,854
Interest	2,254	1,118	85	7	2,339	1,125
Other	449	508	-	-	449	508
Total revenues	<u>50,231</u>	<u>50,336</u>	<u>1,805</u>	<u>1,965</u>	<u>52,036</u>	<u>52,301</u>
Expenses						
Government Activities:						
General government	11,720	10,384	-	-	11,720	10,384
Public safety	20,235	19,550	-	-	20,235	19,550
Physical environment	5,060	5,567	-	-	5,060	5,567
Transportation	380	301	-	-	380	301
Economic environment	1,055	1,008	-	-	1,055	1,008
Court related	2,434	2,313	-	-	2,434	2,313
Cultural and recreational	1,850	1,691	-	-	1,850	1,691
Agencies	344	352	-	-	344	352
Interest on long-term debt	1,297	1,750	-	-	1,297	1,750
Business-type Activities:						
Water and sewer fund	-	-	1,772	1,334	1,772	1,334
Weldon Auditorium	-	-	760	292	760	292
Total expenses	<u>44,375</u>	<u>42,916</u>	<u>2,532</u>	<u>1,626</u>	<u>46,907</u>	<u>44,542</u>
Transfers in (out)	<u>(1,245)</u>	<u>(1,809)</u>	<u>1,356</u>	<u>1,911</u>	<u>111</u>	<u>102</u>
Change in net position	<u>4,611</u>	<u>5,611</u>	<u>629</u>	<u>2,250</u>	<u>5,240</u>	<u>7,861</u>
Beginning Net Position	13,040	7,488	5,736	3,486	18,776	10,974
Equity Transfer	-	(59)	-	-	-	(59)
Ending Net Position	<u>\$ 17,651</u>	<u>\$ 13,040</u>	<u>\$ 6,365</u>	<u>\$ 5,736</u>	<u>\$ 24,016</u>	<u>\$ 18,776</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Primary Governmental Activities: Revenues for the County's governmental activities were \$50.2 million for fiscal year 2024. Taxes constitute the largest source of County revenues, amounting to approximately \$33.7 million for the fiscal year 2024. Real property taxes (\$20.7 million) represent 61.4% of total taxes and 41.2% of all revenue combined. Whereas, intergovernmental revenues decreased to \$5.5 million for the fiscal year end.

Financial Analysis of Clarendon County's Funds

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

Governmental funds: The focus of Clarendon County governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Clarendon County's financing requirements. In particular, non-restricted fund balances (committed, assigned and unassigned) 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, 2024, Clarendon County governmental funds reported combined fund balances of \$50.8 million, an increase of \$3.9 million from the prior year balances. This increase was primarily the result of an increase in tax collections and State intergovernmental (roadway improvements and waterway clean up).

The General Fund is the chief operating fund of the County. At June 30, 2024, total fund balance in the General Fund was \$15.4 million, of which \$11.0 million was not restricted. As a measure of the General Fund's liquidity, the total fund balance and total unrestricted and assigned fund balances compared to total fund expenditures shows percentages of 49.6% and 35.0%, respectively. The fund balance of the General Fund showed an increase of 1.0%, or \$0.1 million during the fiscal year.

General Fund Budgetary Highlights

A budget to actual statement is provided for the General Fund. A budget column for both the original budget adopted for fiscal year 2024 as well as the final budget is presented. Historically, neither grant revenue nor expenditures are budgeted. The variances reflected are primarily a result of greater tax collections, related grant activities and savings realized at the departmental level (staffing levels less than budgeted).

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Capital Asset and Debt Administration

Capital assets: Clarendon County's investment in capital assets for its governmental type activities as of June 30, 2024, amounts to \$44.5 million (net of accumulated depreciation) and \$19.1 million within its business-type activities. This investment in capital assets includes land, buildings and improvements, machinery and equipment and construction in progress. Clarendon County's investment in capital assets for the fiscal year was up 5.5% as various construction projects were completed.

**Clarendon County's Capital Assets (Net)
(Dollars in Thousands)**

	Government Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 3,473	\$ 3,167	\$ 154	\$ 154	\$ 3,627	\$ 3,321
Infrastructure	6,723	5,432	-	-	6,723	5,432
Construction in progress	206	1,185	364	2,418	570	3,603
Buildings and improvements	23,560	24,139	2,287	2,373	25,847	26,512
Leased buildings	2,621	1,035	-	-	2,621	1,035
Leased equipment	298	455	-	-	298	455
Water distribution system	-	-	15,740	13,007	15,740	13,007
Machinery and equipment	<u>7,616</u>	<u>6,706</u>	<u>560</u>	<u>240</u>	<u>8,176</u>	<u>6,946</u>
Total	<u><u>\$ 44,497</u></u>	<u><u>\$ 42,119</u></u>	<u><u>\$19,105</u></u>	<u><u>\$18,192</u></u>	<u><u>\$ 63,602</u></u>	<u><u>\$ 60,311</u></u>

Additional information on the County's capital assets can be found in Note 7 on pages 42 through 44 of this report.

Long-term debt: At the end of the current fiscal year, Clarendon County had a total bonded debt and capital leases outstanding of \$49.7 million, of which \$6.7 million is backed by the full faith and credit of the County.

**Clarendon County's Outstanding Debt
(Dollars in Thousands)**

	<u>2024</u>	<u>2023</u>
General obligation bond(s)	\$ 6,651	\$ 6,268
Revenue bonds	37,976	36,502
Financed purchases	2,137	1,879
Leases	<u>2,954</u>	<u>1,491</u>
	<u><u>\$ 49,718</u></u>	<u><u>\$ 46,140</u></u>

The County's total debt increased \$3.6 million. The County currently has a rating of "A+" from Standard & Poor's Corporation on general obligation bond issues. As of June 30, 2024, the County's general obligation debt, capital and operating lease approximated three hundred ninety-five dollars (\$395) per capita.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Additional information on Clarendon County's long-term debt can be found in Note 9 on pages 46 through 57 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Clarendon County is currently 5.7%, which represents an increase from a year ago. This compares to the state's average unemployment rate of 3.6% and the national average rate of 4.1%.
- Assessed taxable property valuation increased to \$131.1 million in 2024, an increase of 3.7% over the prior year.
- County-wide gross taxable sales decreased from \$681 million in 2023 to \$673 million in 2024 (-1.2%); however, net taxable sales increased by 2.3% to \$222 million in 2024.

All of these factors were considered in preparing the County's budget for the 2025 fiscal year. Per the Fiscal Year 2025 Adopted Budget, disbursements are budgeted at \$29.6 million, an increase of 8.8% from the fiscal year 2024 level for the General Fund. The County's commitment to programs such as public safety, health and welfare, community development, public works, and parks, recreation, and cultural activities remains strong. However, pressures on the County's budget due to the additional resources required to keep our communities safe will continue to be a challenge for the County.

Requests for Information

This financial report is designed to provide a general overview of Clarendon 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 Chief Financial Officer, 411 Sunset Drive, Manning, South Carolina 29102. Complete financial statements for the component unit may be obtained at this address as well.

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Business Development Corp.
ASSETS				
Current assets:				
Cash and investments	\$ 47,540,398	\$ 483,414	\$ 48,023,812	\$ 2,328,860
Receivables:				
Delinquent taxes	2,344,332	-	2,344,332	-
Other	775,837	229,120	1,004,957	15,874
Due from fiduciary funds	65,583	-	65,583	-
Prepaid expense	3,151	265,537	268,688	-
Due from other governments	4,541,480	-	4,541,480	445,429
Inventories	104,257	-	104,257	-
Total current assets	<u>55,375,038</u>	<u>978,071</u>	<u>56,353,109</u>	<u>2,790,163</u>
Non-current assets:				
Restricted cash and cash equivalents	-	2,374,277	2,374,277	199,456
Capital leases and notes receivable	-	-	-	518,670
Non-depreciable capital assets-net	3,678,628	517,616	4,196,244	4,758,604
Depreciable capital assets-net	40,817,888	18,587,666	59,405,554	1,417,557
Total non-current assets	<u>44,496,516</u>	<u>21,479,559</u>	<u>65,976,075</u>	<u>6,894,287</u>
Total assets	<u>99,871,554</u>	<u>22,457,630</u>	<u>122,329,184</u>	<u>9,684,450</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension deferrals	7,105,630	68,642	7,174,272	-
OPEB deferrals	<u>3,834,419</u>	<u>68,695</u>	<u>3,903,114</u>	<u>-</u>
Total deferred outflows of resources	<u>10,940,049</u>	<u>137,337</u>	<u>11,077,386</u>	<u>-</u>
LIABILITIES				
Current liabilities (payable from current assets):				
Accounts payable	1,749,641	61,204	1,810,845	818,832
Due to other governments	188,538	-	188,538	-
Internal balances	(2,387,890)	2,387,890	-	-
Unearned revenue	2,866,513	27,510	2,894,023	1,054,721
Other liabilities	170,321	-	170,321	-
Accrued compensated absences	639,419	8,504	647,923	-
Closures and maintenance costs payable	34,700	-	34,700	-
Financed purchases	613,338	-	613,338	-
Leases	214,234	-	214,234	-
Bonds payable	2,013,669	280,256	2,293,925	-
Total current liabilities	<u>6,102,483</u>	<u>2,765,364</u>	<u>8,867,847</u>	<u>1,873,553</u>
Non-current liabilities:				
Accrued compensated absences	443,138	6,958	450,096	-
Closures and maintenance costs payable	448,300	-	448,300	-
Net pension liability	27,599,049	343,038	27,942,087	-
OPEB payable	16,327,478	292,512	16,619,990	-
Financed purchases	1,523,930	-	1,523,930	-
Leases	2,739,386	-	2,739,386	-
Bonds payable, including premiums	30,001,422	12,680,725	42,682,147	-
Total long-term liabilities	<u>79,082,703</u>	<u>13,323,233</u>	<u>92,405,936</u>	<u>-</u>
Total liabilities	<u>85,185,186</u>	<u>16,088,597</u>	<u>101,273,783</u>	<u>1,873,553</u>
DEFERRED INFLOWS OF RESOURCES				
Pension deferrals	395,275	5,031	400,306	-
OPEB deferrals	<u>7,580,050</u>	<u>135,799</u>	<u>7,715,849</u>	<u>-</u>
Total deferred inflows of resources	<u>7,975,325</u>	<u>140,830</u>	<u>8,116,155</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	10,257,068	8,231,723	18,488,791	6,176,161
Restricted:				
Debt service	6,253,587	304,989	6,558,576	-
Water system asset replacement	-	37,142	37,142	-
Drug interdiction	592,788	-	592,788	-
Third circuit solicitor	37,515	-	37,515	-
E-911 call center	1,149,675	-	1,149,675	-
Local option sales tax	4,430,776	-	4,430,776	-
Future Capital Projects	15,450,067	-	15,450,067	-
I-95 Mega-site	30,379	-	30,379	1,158,796
Unrestricted	<u>(20,550,763)</u>	<u>(2,208,314)</u>	<u>(22,759,077)</u>	<u>475,940</u>
Total net position (deficit)	<u>\$ 17,651,092</u>	<u>\$ 6,365,540</u>	<u>\$ 24,016,632</u>	<u>\$ 7,810,897</u>

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	Primary Government	Expenses	Net (Expense) Revenue and Changes in Net Position						Component Units	
			Program Revenues			Primary Government				
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total		
Governmental activities:										
Public safety	\$ 20,234,543	\$ 2,182,527	\$ 1,301,772	\$ 39,592	\$ (16,710,652)	\$ -	\$ -	\$ (16,710,652)	Business	
General government	11,720,004	297,605	-	-	(11,422,399)	-	-	(11,422,399)	Development	
Physical environment	5,059,815	1,749,740	101,386	1,150,176	(2,058,513)	-	-	(2,058,513)	Corporation	
Court related	2,434,252	719,614	-	-	(1,714,638)	-	-	(1,714,638)		
Agencies	344,215	-	-	-	(344,215)	-	-	(344,215)		
Culture/Recreation	1,850,374	107,104	58,631	-	(1,684,639)	-	-	(1,684,639)		
Economic environment	1,055,176	54,132	250,400	-	(750,644)	-	-	(750,644)		
Transportation	379,868	57,081	290,152	-	(32,635)	-	-	(32,635)		
Interest	1,296,565	-	-	-	(1,296,565)	-	-	(1,296,565)		
Total governmental activities	<u>44,374,812</u>	<u>5,167,803</u>	<u>2,002,341</u>	<u>1,189,768</u>	<u>(36,014,900)</u>	<u>-</u>	<u>-</u>	<u>(36,014,900)</u>		
Business-Type Activities:										
Water & Sewer Utility	1,772,146	1,518,617	-	152,868	-	(100,661)	-	(100,661)		
Weldon Auditorium	760,223	48,630	-	-	-	(711,593)	-	(711,593)		
Total business-type activities	<u>2,532,369</u>	<u>1,567,247</u>	<u>-</u>	<u>152,868</u>	<u>-</u>	<u>(812,254)</u>	<u>-</u>	<u>(812,254)</u>		
Total Primary Government:	\$ 46,907,181	\$ 6,735,050	\$ 2,002,341	\$ 1,342,636	(36,014,900)	(812,254)	(36,827,154)			
Component Unit:										
Business Development Corporation	<u>\$ 947,511</u>	<u>\$ 158,075</u>	<u>\$ 708,016</u>	<u>\$ 561,462</u>				<u>\$ 480,042</u>		
General Revenues:										
Taxes:										
Property taxes, levied for general purposes				25,507,797	-	25,507,797	-	-		
Property taxes, levied for debt services				2,885,799	-	2,885,799	-	-		
Sales and use taxes				5,261,358	-	5,261,358	-	-		
Franchise fees				103,008	-	103,008	-	-		
State shared revenues				5,512,907	-	5,512,907	-	-		
Interest earnings				2,253,700	85,450	2,339,150		27,962		
Gain (loss) on sale of capital assets				73,807	-	73,807	-	-		
Miscellaneous				272,664	-	272,664		30,000		
Total general revenues				<u>41,871,040</u>	<u>85,450</u>	<u>41,956,490</u>		<u>57,962</u>		
Transfers				<u>(1,244,837)</u>	<u>1,355,726</u>	<u>110,889</u>		<u>-</u>		
Total general revenues, transfers and contributions				<u>40,626,203</u>	<u>1,441,176</u>	<u>42,067,379</u>		<u>57,962</u>		
Change in net position				<u>4,611,303</u>	<u>628,922</u>	<u>5,240,225</u>		<u>538,004</u>		
Net position - beginning - as restated				<u>13,039,789</u>	<u>5,736,618</u>	<u>18,776,407</u>		<u>7,272,893</u>		
Net position - ending				<u>\$ 17,651,092</u>	<u>\$ 6,365,540</u>	<u>\$ 24,016,632</u>		<u>\$ 7,810,897</u>		

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

CLARENCEON COUNTY, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	GENERAL	CAPITAL PROJECTS	GENERAL COUNTY DEBT SVC	FIRE RESCUE	C-PROGRAM ROADS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS							
Cash and cash equivalents	\$ 12,581,865	\$ 16,586,474	\$ 5,932,530	\$ 2,627,153	\$ 6,838,743	\$ 2,973,633	\$ 47,540,398
Accounts receivable							
Property taxes	1,691,078	-	123,940	324,226	-	205,088	2,344,332
Other	136,298	-	-	429,081	-	210,458	775,837
Due from other funds	2,180	1,721,432	-	-	-	3,256	1,726,868
Due from fiduciary funds	65,583	-	-	-	-	-	65,583
Due from business enterprise	2,517,748	-	-	-	-	-	2,517,748
Due from other governments	3,935,842	301,000	-	-	300,287	4,351	4,541,480
Prepaid expense	-	-	-	-	-	3,151	3,151
Supplies inventory	104,257	-	-	-	-	-	104,257
Total assets	<u>\$ 21,034,851</u>	<u>\$ 18,608,906</u>	<u>\$ 6,056,470</u>	<u>\$ 3,380,460</u>	<u>\$ 7,139,030</u>	<u>\$ 3,399,937</u>	<u>\$ 59,619,654</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,170,067	\$ 28,714	\$ -	\$ 41,147	\$ 1,906	\$ 19,415	\$ 1,261,249
Accrued payroll and withholdings	461,759	-	-	26,633	-	-	488,392
Due to other funds	1,724,688	-	-	-	-	2,180	1,726,868
Due to business enterprise	-	129,858	-	-	-	-	129,858
Due to other governments	188,538	-	-	-	-	-	188,538
Unearned revenue	2,123,172	743,341	-	-	-	-	2,866,513
Advance mobile home revenue	7,026	-	-	-	-	-	7,026
Other liabilities	158,111	-	-	5,184	-	-	163,295
Total liabilities	<u>5,833,361</u>	<u>901,913</u>	<u>-</u>	<u>72,964</u>	<u>1,906</u>	<u>21,595</u>	<u>6,831,739</u>
Deferred Inflows of Resources							
Unavailable Revenue-Property							
Taxes	1,485,526	-	105,386	274,536	-	168,858	2,034,306
Total Deferred Inflows of Resources	<u>1,485,526</u>	<u>-</u>	<u>105,386</u>	<u>274,536</u>	<u>-</u>	<u>168,858</u>	<u>2,034,306</u>
Fund balances:							
Nonspendable	104,257	-	-	-	-	3,151	107,408
Restricted	4,430,776	15,450,097	5,951,084	-	-	2,082,483	27,914,440
Committed	-	-	-	-	2,848,305	-	2,848,305
Assigned	663,036	535,464	-	3,032,960	4,288,819	1,123,850	9,644,129
Unassigned	10,239,327	-	-	-	-	-	10,239,327
Total fund balances	<u>15,437,396</u>	<u>15,985,561</u>	<u>5,951,084</u>	<u>3,032,960</u>	<u>7,137,124</u>	<u>3,209,484</u>	<u>50,753,609</u>
Total Liabilities, Deferred Inflows of Resources, and Fund balances	<u>\$ 22,756,283</u>	<u>\$ 16,887,474</u>	<u>\$ 6,056,470</u>	<u>\$ 3,380,460</u>	<u>\$ 7,139,030</u>	<u>\$ 3,399,937</u>	
Amounts reported for governmental activities in the statement of net position are different because:							
Capital assets used in governmental activities are not financial resources; therefore, are not reported in funds.							44,496,516
Long-term liabilities, including bonds payable (\$31,666,229), financed purchases (\$2,137,268), Leases (\$2,953,620), accrued compensated absences (\$1,082,557), closure and maintenances costs payable (\$483,000) and bond premium (\$348,862) are not reported in funds.							(38,671,536)
Other Post Employment Benefits (OPEB) liability and deferred inflows/outflows represent the future unfunded costs associated with current benefits design.							(20,073,109)
Net pension liability and deferred outflow/inflows represent the proportionate share of the future unfunded costs associated with County's participation in the South Carolina Retirement System and Police Officer's Retirement System							(20,888,694)
Delinquent taxes receivable are not financial resources in the current period and, therefore, are reported as unearned revenue in the funds.							<u>2,034,306</u>
Total net position - total governmental activities							<u>\$ 17,651,092</u>

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	GENERAL	CAPITAL PROJECTS	GENERAL COUNTY DEBT SVC	FIRE RESCUE	C-PROGRAM ROADS	OTHER GOVERNMENTAL FUNDS	TOTAL
REVENUES							
Taxes	\$ 21,782,052	\$ 34,435	\$ 2,560,775	\$ 4,625,350	\$ -	\$ 4,065,369	\$ 33,067,981
Licenses and permits	262,479	-	-	-	-	-	262,479
Intergovernmental	4,528,428	1,451,576	-	39,816	1,979,288	690,139	8,689,247
Charges for services	2,367,432	-	-	1,659,588	-	197,489	4,224,509
Fines and forfeitures	369,344	-	-	-	-	74,118	443,462
Interest	641,250	826,493	222,731	103,512	310,236	149,477	2,253,699
Miscellaneous	568,039	-	-	4,976	-	21,115	594,130
Total revenues	<u>30,519,024</u>	<u>2,312,504</u>	<u>2,783,506</u>	<u>6,433,242</u>	<u>2,289,524</u>	<u>5,197,707</u>	<u>49,535,507</u>
EXPENDITURES							
Current:							
General government	9,089,669	74,350	-	-	759,102	333,719	10,256,840
Public safety	9,314,167	64,870	-	8,131,581	-	495,648	18,006,266
Physical environment	4,583,217	50,000	-	-	-	-	4,633,217
Transportation	276,899	-	-	-	-	-	276,899
Economic environment	1,011,985	50	-	-	-	-	1,012,035
Agencies	348,053	-	-	-	-	-	346,053
Culture/Recreation	754,677	-	-	-	-	916,732	1,671,409
Court Related	2,082,165	-	-	-	-	278,570	2,360,735
Debt service:							
Principal	323,194	-	2,180,878	-	-	100,602	2,604,674
Interest and fiscal charges	93,944	-	1,271,863	-	-	25,894	1,391,701
Capital outlay	<u>3,260,893</u>	<u>1,415,123</u>	<u>-</u>	<u>190,261</u>	<u>846,146</u>	<u>161,410</u>	<u>5,873,833</u>
Total expenditures	<u>31,136,863</u>	<u>1,604,393</u>	<u>3,452,741</u>	<u>8,321,842</u>	<u>1,605,248</u>	<u>2,312,575</u>	<u>48,433,662</u>
Excess of revenues over (under) expenditures	(617,839)	708,111	(669,235)	(1,888,600)	684,276	2,885,132	1,101,845
OTHER FINANCING SOURCES (USES)							
Sale of assets	30,950	-	-	4,100	-	47,200	82,250
Bond proceeds	-	-	1,357,581	-	-	-	1,357,581
Financed purchases proceeds	-	925,000	-	-	-	-	925,000
Lease proceeds	1,696,147	-	-	-	-	-	1,696,147
Transfers	(961,904)	(1,100,176)	-	3,021,413	-	(2,204,170)	(1,244,837)
Net other financing sources (uses)	<u>765,193</u>	<u>(175,176)</u>	<u>1,357,581</u>	<u>3,025,513</u>	<u>-</u>	<u>(2,156,970)</u>	<u>2,816,141</u>
Net changes in fund balances	147,354	532,935	688,346	1,136,913	684,276	728,162	3,917,986
Fund balances at beginning of year - as restated	<u>15,290,042</u>	<u>15,452,626</u>	<u>5,262,738</u>	<u>1,896,047</u>	<u>6,452,848</u>	<u>2,481,322</u>	<u>46,835,623</u>
Fund balances at end of year	<u>\$ 15,437,396</u>	<u>\$ 15,985,561</u>	<u>\$ 5,951,084</u>	<u>\$ 3,032,960</u>	<u>\$ 7,137,124</u>	<u>\$ 3,209,484</u>	<u>\$ 50,753,609</u>

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

CLARENDON COUNTY, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Net Changes in fund balances - total governmental funds	\$ 3,917,986
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.	
Expenditures for capital assets	\$ 5,873,833
Adjustment to capital assets	4,535
Less current year depreciation	<u>(3,492,762)</u>
	2,385,606
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	
Difference between proceeds and book value of assets sold.	<u>(8,443)</u>
	(8,443)
Lease and bond proceeds provide current financial resources to government funds, but incurring debt increases long-term liabilities in the statement of net position.	
Bond proceeds	(1,357,581)
Capital lease proceeds	(925,000)
Operating lease proceeds	<u>(1,696,147)</u>
	(3,978,728)
Repayment of long-term debt is reported as an expense in government funds. The repayment reduces long-term liabilities in the statement of net position.	
Bond principal payment	1,704,536
Bond premium amortization	95,136
Financing purchase payment	667,120
Lease payment	<u>233,018</u>
	2,699,810
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 compensated absences	(148,913)
Change in OPEB liability, deferred outflows and inflows	237,543
Change in Pension liability, deferred outflows and inflows	(1,107,946)
Change in closure and maintenance costs payable	<u>(7,250)</u>
	(1,026,566)
Some property tax will not be collected for several months after the County's fiscal year-end, they are not considered "available" revenues in the governmental funds.	
	<u>621,638</u>
Change in net position of governmental activities.	<u>\$ 4,611,303</u>

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Budget Basis (Note 2)	Final Budget Favorable (Unfavorable)
REVENUES				
Taxes	\$ 20,703,130	\$ 20,703,130	\$ 21,782,052	\$ 1,078,922
Licenses and permits	217,500	217,500	262,479	44,979
Intergovernmental	2,928,650	2,928,650	4,528,428	1,599,778
Charges for services	2,272,800	2,272,800	2,367,432	94,632
Fines and forfeitures	337,500	337,500	369,344	31,844
Interest	75,000	75,000	641,250	566,250
Miscellaneous	531,000	531,000	568,039	37,039
Total revenues	<u>27,065,580</u>	<u>27,065,580</u>	<u>30,519,024</u>	<u>3,453,444</u>
EXPENDITURES				
Current:				
General government	7,226,720	8,431,720	9,804,162	(1,372,442)
Public safety	10,769,020	10,769,020	10,327,056	441,964
Physical environment	4,850,730	4,850,730	4,894,208	(43,478)
Transportation	277,350	277,350	276,899	451
Economic environment	969,590	969,590	1,011,054	(41,464)
Culture/Recreation	662,330	662,330	736,976	(74,646)
Court related	2,061,090	2,061,090	1,935,387	125,703
Agencies	346,050	346,050	346,053	(3)
Total expenditures	<u>27,162,880</u>	<u>28,367,880</u>	<u>29,331,795</u>	<u>(963,915)</u>
Excess of revenues over (under) expenditures	(97,300)	(1,302,300)	1,187,229	2,489,529
OTHER FINANCING SOURCES (USES)				
Sale of assets	50,000	50,000	30,950	(19,050)
Transfers In/(out)	47,300	(947,700)	(961,904)	(14,204)
Net other financing sources (uses)	<u>97,300</u>	<u>(897,700)</u>	<u>(930,954)</u>	<u>(33,254)</u>
Excess of revenues over (under) expenditures and other financing sources (uses)	\$ -	\$ (2,200,000)	256,275	\$ 2,456,275
Fund balance at beginning of year as restated			14,624,677	
Fund balance at end of year			<u>\$ 14,880,952</u>	

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

CLARENCE COUNTY, SOUTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS					
	WATER UTILITY	SEWER UTILITY	TOTAL UTILITY	WELDON AUDITORIUM	TOTAL ENTERPRISE FUNDS
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	107,613	\$ 345,424	\$ 453,037	\$ 483,414
Accounts receivable, net of allowance		206,099	23,021	229,120	229,120
Prepaid expense		-	-	265,537	265,537
Total current assets		313,712	368,445	682,157	978,071
Noncurrent Assets					
Restricted cash and cash equivalents		269,558	-	269,558	2,374,277
Capital assets:					
Land		114,764	38,771	153,535	153,535
Buildings and improvements		13,478	-	13,478	3,451,652
Machinery and equipment		927,430	28,026	955,456	980,884
Water and sewer system		15,290,794	3,458,805	18,749,599	18,749,599
Construction in Progress		335,150	-	335,150	364,081
Less: Accumulated Depreciation		(3,183,962)	(245,702)	(3,429,664)	(4,594,469)
Total noncurrent assets		13,767,212	3,279,900	17,047,112	21,479,559
TOTAL ASSETS		14,080,924	3,648,345	17,729,269	22,457,630
DEFERRED OUTFLOWS OF RESOURCES					
Pension deferrals		43,473	4,830	48,303	68,642
OPEB deferrals		51,521	5,855	57,376	68,695
Total deferred outflows of resources		94,994	10,685	105,679	137,337
LIABILITIES					
Current Liabilities:					
Accounts payable		48,266	7,468	55,734	5,268
Accrued payroll and withholdings		-	-	-	202
Due to other funds		1,439,156	344,418	1,783,574	604,316
Unearned revenue		24,649	2,861	27,510	-
Accrued compensated absences		4,815	535	5,350	3,154
Bond payable		180,256	-	180,256	8,504
Total current liabilities		1,697,142	355,282	2,052,424	100,000
Noncurrent Liabilities:					
Accrued compensated absences		3,940	438	4,378	2,580
Bond payable		8,395,724	-	8,395,724	4,285,001
Pension liability		217,257	24,140	241,397	101,641
Net OPEB liability		219,384	24,930	244,314	48,198
Total noncurrent liabilities		8,836,305	49,508	8,885,813	292,512
TOTAL LIABILITIES		10,533,447	404,790	10,938,237	13,323,233
DEFERRED INFLOWS OF RESOURCES					
Pension deferrals		3,186	354	3,540	1,491
OPEB deferrals		101,849	11,574	113,423	5,031
Total deferred inflows of resources		105,035	11,928	116,963	135,799
NET POSITION					
Net investment in capital assets		4,921,673	3,310,050	8,231,723	-
Restricted:					
Debt service		269,558	-	269,558	35,431
Replacement		37,142	-	37,142	-
Unrestricted		(1,690,937)	(67,738)	(1,758,675)	(449,639)
TOTAL NET POSITION		\$ 3,537,436	\$ 3,242,312	\$ 6,779,748	\$ 6,365,540

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				TOTAL ENTERPRISE FUNDS
	WATER UTILITY	SEWER UTILITY	TOTAL UTILITY	WELDON AUDITORIUM	
OPERATING REVENUES					
Charges for services	\$ 1,228,756	\$ 289,861	\$ 1,518,617	\$ 48,630	\$ 1,567,247
Total operating revenues	<u>1,228,756</u>	<u>289,861</u>	<u>1,518,617</u>	<u>48,630</u>	<u>1,567,247</u>
OPERATING EXPENSES					
Cost of sales & services	383,743	130,852	514,595	-	514,595
Production expense	-	-	-	1,751	1,751
Personnel & benefits	226,303	25,825	252,128	83,531	335,659
Administration	245,750	81,916	327,666	94,355	422,021
Depreciation	425,775	45,684	471,459	88,497	559,956
Total operating expenses	<u>1,281,571</u>	<u>284,277</u>	<u>1,565,848</u>	<u>268,134</u>	<u>1,833,982</u>
OPERATING INCOME (LOSS)	<u>(52,815)</u>	<u>5,584</u>	<u>(47,231)</u>	<u>(219,504)</u>	<u>(266,735)</u>
NON-OPERATING REVENUE (EXPENSES)					
Investment income	14,481	10,924	25,405	60,045	85,450
Interest and fiscal charges	(206,298)	-	(206,298)	(492,089)	(698,387)
Total non-operating revenue (expenses)	<u>(191,817)</u>	<u>10,924</u>	<u>(180,893)</u>	<u>(432,044)</u>	<u>(612,937)</u>
NET INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	<u>(244,632)</u>	<u>16,508</u>	<u>(228,124)</u>	<u>(651,548)</u>	<u>(879,672)</u>
CAPITAL CONTRIBUTIONS AND TRANSFERS					
Capital contributions	152,868	-	152,868	-	152,868
Transfers	74,463	1,015,713	1,090,176	265,550	1,355,726
Net other financing sources (uses)	<u>227,331</u>	<u>1,015,713</u>	<u>1,243,044</u>	<u>265,550</u>	<u>1,508,594</u>
CHANGE IN NET POSITION					
Net position at beginning of year	(17,301)	1,032,221	1,014,920	(385,998)	628,922
NET POSITION AT END OF YEAR	<u>\$ 3,537,436</u>	<u>\$ 3,242,312</u>	<u>\$ 6,779,748</u>	<u>\$ (414,208)</u>	<u>\$ 6,365,540</u>

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	WATER & SEWER UTILITY	WELDON AUDITORIUM	TOTAL ENTERPRISE FUNDS
Cash Flows From Operating Activities:			
Cash received from customers	\$ 1,406,688	\$ 50,730	\$ 1,457,418
Cash paid to suppliers for goods and services	(904,958)	(360,667)	(1,265,625)
Cash paid to employees for services	(203,431)	(82,803)	(286,234)
Internal activity-payments to other funds	303,367	157,813	461,180
Net Cash Provided (Used) By Operating Activities	601,666	(234,927)	366,739
Cash Flows from Noncapital Financing Activities			
Transfers	1,090,176	265,550	1,355,726
Cash Flows From Capital and Related Financing Activities:			
Bond proceeds	-	4,385,000	4,385,000
Principal payments	(175,987)	(2,005,000)	(2,180,987)
Interest paid on debt	(206,298)	(492,089)	(698,387)
Capital contributions	152,868	-	152,868
Purchase of capital assets	(1,443,926)	(28,931)	(1,472,857)
Net Cash Provided (Used) By Capital and Related Financing Activities	(1,673,343)	1,858,980	185,637
Cash Flow From Investing Activities:			
Interest income	25,405	60,045	85,450
Net Cash Provided (Used) By Investing Activities	25,405	60,045	85,450
Net Increase (Decrease) in Cash and Cash Equivalents	43,904	1,949,648	1,993,552
Cash and Cash Equivalents at Beginning of Year	678,691	185,448	864,139
Cash and Cash Equivalents at End of Year	\$ 722,595	\$ 2,135,096	\$ 2,857,691
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by operating Activities			
Operating income (loss)	\$ (47,231)	\$ (219,504)	\$ (266,735)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation expense	471,459	88,497	559,956
Adjustments for retirement and OPEB expense	45,915	(1,269)	44,646
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(41,782)	2,100	(39,682)
(Increase) decrease in prepaids	-	(265,537)	(265,537)
Increase (decrease) in accounts payable	(62,697)	976	(61,721)
Increase (decrease) in due to other funds	303,367	157,813	461,180
Increase (decrease) in accrued compensated absences	2,782	1,997	4,779
Increase (decrease) in unearned revenue	(70,147)	-	(70,147)
Net Cash Provided by (Used for) Operating Activities	\$ 601,666	\$ (234,927)	\$ 366,739

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

CLARENDON COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2024

ASSETS

Cash and investments	\$ 10,972,174
Delinquent taxes receivable	1,585,594
Due from other magistrates	103
Total Assets	<u>12,557,871</u>

LIABILITIES

Due to Treasurer - General Fund	65,583
Due to Treasurer - cash overage (shortage)	6,617
Due to other magistrates	103
Total Liabilities	<u>72,303</u>

NET POSITION

Restricted for individuals, organizations, and other governments	<u>12,485,568</u>
Total net position	<u><u>\$ 12,485,568</u></u>

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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

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**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Clarendon County, South Carolina (the “County”) is a political subdivision of the state of South Carolina. Incorporated in 1855, the County encompasses 599 square miles of land with an estimated population of 31,024. The County is governed by an elected five-member council.

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.

A. Reporting Entity

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The reporting entity’s financial statements should allow users to distinguish between the primary government (the County) and its component units. However, some component units, because of the closeness of their relationships with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented.

The following entities have been determined to be blended and discretely presented component units of Clarendon County:

Blended Component Unit:

The Clarendon Facilities Corporation (Facilities Corporation), a not-for-profit organization, was established in 2011 to acquire, construct and lease facilities to be used by the County. While the County does not appoint members to the Facilities Corporation’s Board of Directors, it has a financial burden to the Facilities Corporation in that it is obligated for lease payments equaling the amount of debt to be relieved and associated interest payments. Activities of the Facilities Corporation are reported as major capital projects and debt service funds. Separate financial statements for the Facilities Corporation are not issued.

Discretely Presented Component Unit:

Business Development Corporation of Clarendon County (BDC)

Clarendon County has the ability to influence operations of the Business Development Corporation of Clarendon County significantly. Separate financial statements for the BDC are available.

Because the component units have been reported as if they are part of the County, there are limited instances where special note reference or separation will be required. If no separate note reference or categorization is made, the user should assume that information presented is equally applicable.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation

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

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

1. Government-wide Financial Statements

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 (including its blended component unit), as well as its discretely presented component unit. For the most part, 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 unit for which the primary government is financially accountable.

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

Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. The County chooses to eliminate the indirect costs between governmental activities to avoid a "doubling up" effect.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

2. Fund Financial Statements

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statement includes financial information for the agency funds. The agency funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

Governmental Funds

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected 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. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied. All other revenue items are considered to be measurable only when cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation
(continued)

Governmental Funds (continued)

Non-current portions of long-term receivables (special assessments) due to governmental funds are reported on their balance sheets in spite of their spending 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 exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, 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.

C. Description of Funds

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 combined) for the determination of major funds. The County has used GASB 34 minimum criteria for major fund determination and has also electively disclosed funds which either had debt outstanding or specific community focus as major funds. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section.

1. Governmental Major 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.

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

General County Debt Service Fund – The General County Debt Service fund is established for the purpose of accumulating resources for the payment of principal and interest on general long-term debt.

Fire Rescue Department – The Fire Rescue Department accounts for ad valorem taxes and other revenues to be used for the operations of the Fire Department and the provision of EMS services.

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Description of Funds (continued)

1. Governmental Major Funds: (continued)

C-Program Roads – The C-Program fund accounts for fuel taxes collected for the construction and repair of public roads.

2. Other Governmental Funds:

Other Non-Major 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. It is the County's policy not to budget for all Special Revenue Funds in the form of a legally adopted budget format.

Debt Service Fund – These funds are established for the purpose of accumulating resources for the payment of principal and interest on general long-term debt other than those payable from Special Revenue Funds.

3. Other Fund Types:

Proprietary Funds

There are two proprietary funds representing the Water and Sewer fund and the Weldon Auditorium. The Water and Sewer fund is used to account for the cost of providing water and sewer services to unincorporated areas of the County. The Weldon Auditorium Fund is used to account for the operations of the Weldon Auditorium.

Custodial Fund – The Custodial Fund is used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, child support payments and ad valorem taxes.

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

The deposits and investments of the County are invested pursuant to statutes established by the State of South Carolina. The statutes allow for the investment of money in the following investments:

- (a) Obligations of the United States and its agencies.
- (b) General obligations of the State of South Carolina or any of its political units.
- (c) Savings and loan association deposits to the extent they are insured by the Federal Deposit Insurance Corporation (FDIC).

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

- (d) Certificates of deposit which are collaterally secured by securities of the type described above held by a third party as escrow agent or custodian, or a market value not less than the amount of certificates of deposit so secured, including interest; provided however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
- (e) Collateralized repurchase agreements which are collateralized by securities as set forth in (a) and (b) above and held by the County, the Authority, or a third party as escrow agent or custodian.
- (f) South Carolina State Investment Pool established and maintained by the State Treasurer.

Finally, 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 by the County is limited to obligations of the United States, State of South Carolina, or repurchase agreements collateralized by the aforementioned country or state, and 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. Investment purchases and sales are recorded as of the trade date. Dividend income is recognized on the ex-dividend date. Other investment income is recognized when earned. Investments are reported at fair value. Fair value is the amount reasonably expected to be received for an investment in a current sale between a willing buyer and a willing seller. Fixed income securities are generally valued based on published market prices and quotations from national security exchanges and securities pricing services. The South Carolina State Investment Pool shares are valued at fair value, and net appreciation (depreciation) is determined by calculating the change in the fair value of investments between the beginning of the year and the end of the year, less purchases of investments at cost, plus sales of investments at fair value. Investment expenses consist of external expenses directly related to the County's investment operations.

2. Cash and Cash Equivalents

Cash includes operating accounts and cash invested in the South Carolina Local Government Investment Pool with maturities less than three months. These investments are presented at cost which reasonably approximates fair value.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

3. Receivables and Payables

The accounts receivable of the Water and Sewer Enterprise Fund consists of unpaid user charges for the water and sewer systems of the County. The amount of unpaid charges is reported net of an allowance for doubtful accounts.

The accounts receivable of the Fire Rescue Fund consists of charges for EMS services. The amount of unpaid charges is reported net of the allowance for doubtful accounts.

Activity 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".

4. Inventory

Inventory represents the parts available for use by fleet maintenance. This inventory is stated at cost.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right-of-ways, water and sewer distribution systems and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Assets are recorded at historical cost. 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.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	15 – 50
Machinery and equipment	3 – 10
Infrastructure	25

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

6. 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 so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position and/or 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 resources that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

7. Amortization of Bond Premiums

Bond premiums are amortized over the terms of the bonds using the effective interest method and are recorded as a deduction from interest expense in the governmental activities.

8. Tax Abatements

The County implemented GASB Statement No. 77, *Tax Abatement Disclosures* (GASB 77) for the year ended June 30, 2017. The primary objective of GASB 77 was to provide tax abatement information to financial statement users so that they could more readily evaluate a government's ability to raise resources. This includes limitations on revenue-raising capacity resulting from government programs that use tax abatements to induce behavior by individuals and entities that is beneficial to the government or its citizens.

Although many governments offer tax abatements, the information necessary to assess how tax abatements affect their financial position and results of operations, including their ability to raise resources in the future, is lacking. GASB 77 requires disclosures of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

See Note 16 for more information regarding tax abatements that affect the County.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

9. Accrued Compensated Absences

The County accrues accumulated unpaid vacation and sick 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.

10. Landfill Closure Costs

Under the terms of current state and federal regulations, the County is required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of up to thirty years after closure. The County recognizes these costs of closure and post-closure maintenance over the active life of each landfill area, based on landfill capacity use during the period. Required obligations for closure and post-closure costs are recognized in the governmental activities' column in the government-wide statement of net position.

11. Nature and Purpose of Restrictions of Fund Equity

GASB Statement 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement 54 provides for two major types of fund balances, which are non-spendable and spendable. Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items and inventories. The County has inventories that are considered non-spendable; however, the County's primary government does not have any prepaid items.

In addition to the non-spendable fund balances, GASB Statement 54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints:

- Restricted – fund balances that are constrained by external parties, constitutional provisions or enabling legislation;
- Committed – fund balances that contain self-imposed constraints of the County from its highest level of decision-making authority; that is, County Council;
- Assigned – fund balances that contain self-imposed constraints of the County to be used for a particular purpose; and,

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

- Unassigned – fund balance of the general fund that is not constrained for any particular purpose.

Committed fund balances are identified by County Council through the enactment of various ordinances. County Council, through ordinances, can remove a self-imposed constraint as well. Additionally, encumbrances are considered as assigned through the issuance of a purchase order or contract; thus, the County has approved the purchase activity even though the other party has not performed. In other words, even though a formal “liability” does not exist, assets are assigned to the purchase of these goods or services.

For the purposes of fund balance classification, expenditures are to be spent from restricted fund balances first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The County CFO has the authority to deviate from this policy if it is in the best interest of the County.

12. Net Position

Net position represents the difference between assets/deferred outflows of resources and liabilities/deferred inflows of resources. Net position in government-wide and proprietary fund financial statements is classified as net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds; restricted; and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute. The government-wide statement of net position reports \$28,286,918 of restricted net position which \$4,430,776 is restricted by enabling legislation. The County will use restricted amounts first when both restricted and unrestricted fund balances are available. Additionally, the County would use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

13. Pensions

The Governmental Accounting Standards Board (GASB) issued Statement No. 68 entitled *Accounting and Financial Reporting for Pension Plans* in June 2012, and issued GASB No. 71 (an amendment of GASB No. 68) entitled *Pension Transition for Contributions Made Subsequent to the Measurement Date* in November 2013. The disclosure requirements applicable to employers participating in the South Carolina Retirement System or the Police Officers Retirement System are prescribed in paragraphs 48 through 82 of GASB 68. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

the fiduciary net position of the South Carolina Retirement System and additions to/deductions from the South Carolina Retirement System's fiduciary net position have been determined on the same basis as they are reported by the South Carolina Retirement System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

14. Other Postemployment Benefits (OPEB)

The Governmental Accounting Standards Board (GASB) issued Statement No. 75 entitled *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* in June 2015 and is effective for fiscal years commencing after June 15, 2017.

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

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

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 1. 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 30, the budget is legally enacted through passage of an ordinance.
4. The County Administrator is authorized to transfer budgeted amounts between departments within any fund, but this transfer cannot exceed \$25,000 or 25% of said department's budget; however, any revisions that alter the total expenditures of any fund must be approved by the County Council.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

Budgets and Budgetary Accounting (continued)

5. Formal budgetary integration is employed as a management control device during the year for the General Fund and Revenue Funds (Accommodation Tax Fund and the Fire Rescue Department).
6. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP) except for encumbrances. Budgetary comparisons presented for the General Fund in this report are on this non-GAAP budgetary basis.
7. Budgeted amounts are as originally adopted, or as amended by the County Council as close to June 30 as possible. Individual amendments were not material in relation to the original appropriations which were adopted.

Budgetary Basis of Accounting

The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual presents a comparison of the County's legally adopted budget of the General Fund with actual data on the budgetary basis of accounting. Budgetary accounting principles, however, differ from generally accepted accounting principles (GAAP). These different accounting principles result in the following differences in the excess (deficiency) of revenues and other financing sources (uses) over expenditures at June 30, 2024:

	<u>General Fund</u>
Excess (deficiency) of revenues and other financing sources (uses) over expenditures - budgetary basis	\$ 256,275
Timing differences:	
Net change in encumbrances	<u>(108,921)</u>
Excess (deficiency) of revenues and other financing sources (uses) over expenditures - GAAP basis	<u>\$ 147,354</u>

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the County's general fund. Encumbrances outstanding at year end are reported as assignments of fund balances since they do not constitute expenditures or liabilities. Encumbrances are reported as expenditures in all budgetary basis statements.

Excess Expenditures Over Appropriations

Actual expenditures exceeded those budgeted by \$963,915 because grant expenditures are not budgeted (as grant revenues are not budgeted).

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS

Primary Government

At June 30, 2024, the carrying amount of the County's deposits and investments was \$61,370,263 and the bank balances and investment pool balances were \$61,386,191. To reconcile this information to the financial statements, we include the following:

Cash and investments	\$ 61,367,833
Cash on hand	<u>2,430</u>
 Total cash	 <u>\$ 61,370,263</u>
 Business-Type activities	 \$ 2,857,691
Fiduciary funds	10,972,174
Governmental activities	<u>47,540,398</u>
 Total all funds	 <u>\$ 61,370,263</u>

For purposes of the cash flow statement, cash and cash equivalents include restricted cash, as follows:

	Water and Sewer	Weldon	Total
Cash and cash equivalents	\$ 453,037	\$ 30,377	\$ 483,414
Restricted cash and cash equivalents	<u>269,558</u>	<u>2,104,719</u>	<u>2,374,277</u>
Total cash – Statement of Cash Flows	<u>\$722,595</u>	<u>\$2,135,096</u>	<u>\$2,857,691</u>

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of June 2024, none of the County's bank balance of \$3,123,817 was exposed to custodial credit risk.

Credit Risk: State law limits investments to obligations of the U.S. and its agencies, general obligations of this State or any of its political subdivisions, savings and loan associations if their deposits are insured by an agency of the federal government, and certificates of deposits. Also, no load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940 are allowed under state law.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk – Deposits (continued)

The County has investments in the State Treasurer's Investment Pool and Morgan Stanley Institutional Liquidity Government Portfolio Fund.

	<u>Maturities</u>	<u>Fair Value</u>
State investment pool	18 months to 2 years	\$ 37,566,419
Treasury money market	71-day weighted average	<u>20,695,955</u>
		<u>\$ 58,262,374</u>

The local government investment pool is a 2a7-like pool which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The South Carolina State Treasurer oversees the pool. The fair value of the position in the pool is the same as the value of the pool shares. The Pool is included as an investment trust fund in the State of South Carolina Comprehensive Annual Financial Report. At June 30, 2024, the underlying security ratings of the County's investment in the Local Government Investment Pool (LGIP) is classified in risk category "A" and may be obtained from the LGIP's complete financial statements by writing to the following address:

Office of the State Treasurer
Local Government Investment Pool
Post Office Box 11778
Columbia, South Carolina 29211

Interest Rate Risk: In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than twelve months.

It is the policy of the State Treasurer's Office that no derivatives of the U.S. Government Securities or Federal Agency Security or A1/P1 Commercial Paper be purchased by or for the S. C. Local Government Investment Pool. It is the policy of the State Treasurer's Office that the weighted average maturity (WAM) of the LGIP portfolio not exceed 60 days.

Foreign Currency Risk: The County has no foreign currency investments.

Discretely Presented Component Units

Business Development Corporation of Clarendon County (BDC)

As of June 30, 2024, the book balance of the BDC's deposits totaled \$2,528,316. The bank balance of \$2,252,706 and an additional \$275,610 in a certificate of deposit were covered by the Federal Depository Insurance Corporation (FDIC) or collateralized by securities pledged by the bank in the Corporation's name.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 4 – ACCOUNTS RECEIVABLE

Receivables at June 30, 2024, consist of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts receivable:			
EMS charges	\$ 1,891,457	\$ -	\$ 1,891,457
Landfill charges	39,295	-	39,295
Water and sewer billings	-	244,120	244,120
Property taxes	2,344,332	-	2,344,332
Other receivables	<u>307,668</u>	<u>-</u>	<u>307,668</u>
Gross receivables	<u>4,582,752</u>	<u>244,120</u>	<u>4,826,872</u>
Less, allowance for uncollectibles	<u>(1,462,583)</u>	<u>(15,000)</u>	<u>(1,477,583)</u>
Net receivables	<u><u>\$ 3,120,169</u></u>	<u><u>\$ 229,120</u></u>	<u><u>\$ 3,349,289</u></u>

NOTE 5 – 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.

In Clarendon County, taxes are collected for county and school purposes as a single tax bill which must be paid in full by the individual taxpayer. Taxes are collected on a calendar year basis. Real and personal taxes in the County are payable without penalty on or before January 15 of each year (except taxes on motor vehicles, which are payable on a monthly basis). If taxes are not paid on or before January 15, a penalty of 3% is added thereon. If taxes are not paid on or before February 1, an additional penalty of 7% is added. If taxes are not paid on or before March 16, an additional 5% thereon is added plus all costs incurred and the property goes into execution. In September, properties on which the taxes have not been paid are advertised for public sale in a local newspaper for three consecutive weeks. The first Monday in October the property is sold. The County Treasurer is responsible for the collection of delinquent taxes and is empowered to sell so much of the defaulting taxpayer's estate - real, personal or both - as may be sufficient to satisfy the taxes. As collections are made, the delinquent tax revenue is remitted to the County Treasurer. Uncollectible property taxes are not material and have not been reported.

Property taxes at the fund level are recorded as receivables and unearned revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with generally accepted accounting principles have been recognized as revenue.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 6 – NOTES RECEIVABLE AND LEASE AGREEMENTS

Discretely Presented Component Units

Business Development Corporation of Clarendon County (BDC)

The BDC had a note receivable from a local industry dated January 14, 2013. Loan amount is \$150,000 with no interest. Upon satisfying a minimum investment threshold of \$3.5 million, credit was given at the rate of \$2,500 for each full-time or full-time equivalent job created by borrower, measured as of December 31, 2018. As of the extension date of January 8, 2019, the company had satisfied the minimum investment threshold and created 37 full-time equivalent jobs; therefore, the note receivable was reduced to \$57,500. The principal balance of the note was due January 8, 2023, but has been extended to January 8, 2025. Any principal unpaid after said date will be due in full.

The Corporation has a note receivable from a local industry dated September 3, 2014. Loan amount is \$50,000 with no interest. Credit will be given at the rate of \$4,166 for each full-time employee hired above the current 33 employees. The entire outstanding principal balance of the note shall be due and payable in full on the maturity date of September 3, 2023. The maturity date has been extended to September 3, 2025.

The BDC has a note receivable from a local industry dated March 8, 2021 under an infrastructure credit agreement. The loan amount is \$70,000 with no interest. The Company must make a minimum investment of \$5.8 million and create a minimum of 75 jobs within five years of the effective date of the agreement (or March 8, 2026) to receive full credit against the repayment of the note. The Company will repay a prorated amount based upon the actual investment and jobs created.

The Corporation has a note receivable from a local industry (Quality Glass Fabrication, Inc.) dated December 11, 2023, under an infrastructure credit agreement. The loan amount is \$150,000 with no interest. The company must make a minimum investment of \$7,370,000 and create a minimum of 50 new, full time equivalent jobs within eight years of the effective date of this agreement (or December 11, 2031) to receive full credit against the repayment of the note. The Company will repay a prorated amount based upon the actual investment and jobs created. If the Company fails to meet at least 50% of the minimum investment requirement and 50% of the minimum jobs required by the end of the minimum jobs and investment period, then the Company shall repay 100% of the funds.

The Corporation has elected the package of practical expedients provided under ASU No. 2016-02, Leases (Topic 842-10-65-1(f)) whereby an entity need not reassess 1) whether any expired or existing contracts are or contain leases, 2) the lease classification for any expired or existing leases unless incorrectly classified under previous guidance, and 3) initial direct costs for any existing leases. Therefore, the leases existing upon adoption of ASU No. 2016-02, Leases (Topic 842) have retained their previous classifications of operating leases and sale-type leases.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 6 – NOTES RECEIVABLE AND LEASE AGREEMENTS (continued)

Discretely Presented Component Units (continued)

Business Development Corporation of Clarendon County (BDC) (continued)

The Corporation has billboard leases and lease agreements with various farmers to grow hay on unimproved and unleased Corporation property. These leases are considered operating leases. Lease income is \$12,125 for the year ending June 30, 2024.

June 30, 2025	\$ 5,729
June 30, 2026	<u>5,729</u>
Total	<u>\$ 11,458</u>

As of year-end, the BDC had entered into lease agreements with the following companies who are leasing buildings owned by the BDC:

Meritor Heavy Vehicle Systems, LLC

The BDC leases a building to Meritor Heavy Vehicle Systems, LLC for \$12,162.50 per month. The BDC entered into a five-year lease agreement commencing on March 1, 2014. The lease was extended for a period of 3 years commencing on April 1, 2024, and expiring March 31, 2027. Meritor also makes an annual payment in December to reimburse the BDC for the property taxes on the property. This lease is classified as an operating lease. The cost of the building is \$1,800,000 and the accumulated depreciation is \$1,535,000. Lease income is \$145,950 for the year ending June 30, 2024.

The required future minimum lease payments to be received are:

June 30, 2025	\$ 145,950
June 30, 2026	145,950
June 30, 2027	109,463

Select Laboratories-SC, LLC

The BDC leases a building to Select Laboratories-SC, LLC for \$3,711.19 per month. These payments were used by the BDC to pay the notes payable on the property until the note was paid off in 2022. The original amount of the lease receivable was \$509,000. After the initial lease term signed on May 10, 2010 expired, and every five years thereafter, the amount of rent was renegotiated based on the recalculation of interest on the note and mortgage entered into between the corporation and the lessee. There are no nonlease components contained in the monthly lease payments. The lessee is responsible for the property taxes and insurance on the building. The lease has a current maturity date of June 10, 2029. At the end of the lease, the building transfers to Select Laboratories-SC, LLC. This lease is classified as a sales-type lease.

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 – NOTES RECEIVABLE AND LEASE AGREEMENTS (continued)

Select Laboratories-SC, LLC (continued)

Interest income recognized on this lease is \$12,428 for the year ending June 30, 2024.

The future minimum lease payments are as follows:

June 30,	
2025	\$ 44,534
2026	44,534
2027	44,534
2028	44,534
2029	<u>42,764</u>
 Total minimum lease payments	220,900
 Less amount representing interest	<u>(29,730)</u>
 Present value of minimum lease payments	<u>\$ 191,170</u>
 Current portion \$34,389 and long-term \$156,781	

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**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 7 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance (Restated)</u>	<u>Construction Completed</u>	<u>Additions</u>	<u>Retire- ments</u>	<u>Ending Balance</u>
Governmental Activities					
Capital assets not being depreciated:					
Land	\$ 3,166,907	\$ -	\$ 305,902	\$ -	\$ 3,472,809
Construction in progress	<u>1,184,921</u>	<u>(1,178,898)</u>	<u>199,796</u>	<u>-</u>	<u>205,819</u>
Total capital assets not being depreciated	<u>4,351,828</u>	<u>(1,178,898)</u>	<u>505,698</u>	<u>-</u>	<u>3,678,628</u>
Capital assets being depreciated:					
Buildings and improvements	34,419,805	104,125	53,255	-	34,577,185
Infrastructure	13,117,707	1,059,661	869,595	-	15,046,963
Equipment	22,202,988	15,112	2,749,138	428,042	24,539,196
Leased buildings	1,163,000	-	1,696,147	-	2,859,147
Leased equipment	<u>938,620</u>	<u>-</u>	<u>-</u>	<u>155,239</u>	<u>783,381</u>
Total capital assets being depreciated	<u>71,842,120</u>	<u>1,178,898</u>	<u>5,368,135</u>	<u>583,281</u>	<u>77,805,872</u>
Less accumulated depreciation for:					
Buildings and improvements	10,280,216	-	736,679	-	11,016,895
Infrastructure	7,685,566	-	638,878	-	8,324,444
Equipment	15,496,944	-	1,850,404	424,134	16,923,214
Leased buildings	127,930	-	110,126	-	238,056
Leased equipment	<u>483,939</u>	<u>-</u>	<u>156,675</u>	<u>155,239</u>	<u>485,375</u>
Total accumulated depreciation	<u>34,074,595</u>	<u>-</u>	<u>3,492,762</u>	<u>579,373</u>	<u>36,987,984</u>
Total capital assets being depreciated, net	<u>37,767,525</u>	<u>1,178,898</u>	<u>1,875,373</u>	<u>3,908</u>	<u>40,817,888</u>
Governmental activities capital assets, net	<u>\$ 42,119,353</u>	<u>\$ -</u>	<u>\$ 2,381,071</u>	<u>\$ 3,908</u>	<u>\$ 44,496,516</u>

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

Governmental activities:		
Public Safety		\$ 1,523,909
General Government		1,356,395
Physical Environment		347,705
Cultural/Recreation		137,527
Transportation		93,573
Court Related		13,901
Economic Environment		<u>19,752</u>
Total depreciation expense-governmental activities		<u>\$ 3,492,762</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 7 – CAPITAL ASSETS (continued)

	<u>Beginning Balance</u>	<u>Construction Completed</u>	<u>Additions</u>	<u>Ending Balance</u>
Business-Type Activities				
Water and Sewer				
Capital assets not being depreciated:				
Land	\$ 153,535	\$ -	\$ -	\$ 153,535
Construction in Progress	<u>2,417,983</u>	<u>(2,417,983)</u>	<u>335,150</u>	<u>335,150</u>
Total capital assets not being depreciated	<u>\$2,571,518.</u>	<u>(2,417,983)</u>	<u>335,150</u>	<u>488,685</u>
Capital assets being depreciated:				
Buildings and improvements	13,478	-	-	13,478
Water system	15,585,378	2,137,408	1,026,813	18,749,599
Equipment	<u>592,918</u>	<u>280,575</u>	<u>81,963</u>	<u>955,456</u>
Total capital assets being depreciated	<u>16,191,774</u>	<u>2,417,983</u>	<u>1,108,776</u>	<u>19,718,533</u>
Less accumulated depreciation for:				
Buildings and improvements	3,752	-	575	4,327
Water system	2,577,998	-	430,924	3,008,922
Equipment	<u>376,455</u>	<u>-</u>	<u>39,960</u>	<u>416,415</u>
Total accumulated depreciation	<u>2,958,205</u>	<u>-</u>	<u>471,459</u>	<u>3,429,664</u>
Total capital assets being depreciated, net	<u>13,233,569</u>	<u>-</u>	<u>637,317</u>	<u>16,288,869</u>
Business-Type activities capital assets, net	<u>\$ 15,805,087</u>	<u>\$ -</u>	<u>\$ 972,467</u>	<u>\$ 16,777,554</u>
	<u>Beginning Balance</u>	<u>Construction Completed</u>	<u>Additions</u>	<u>Ending Balance</u>
Weldon Auditorium				
Capital assets not being depreciated:				
Construction in Progress	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,931</u>	<u>\$ 28,931</u>
Capital assets being depreciated:				
Buildings and improvements	3,438,171	-	-	3,438,171
Equipment	<u>25,428</u>	<u>-</u>	<u>-</u>	<u>25,428</u>
Total capital assets being depreciated	<u>3,463,599</u>	<u>-</u>	<u>-</u>	<u>3,463,599</u>
Less accumulated depreciation for:				
Buildings and improvements	1,074,426	-	85,954	1,160,380
Equipment	<u>1,879</u>	<u>-</u>	<u>2,543</u>	<u>4,422</u>
Total accumulated depreciation	<u>1,076,305</u>	<u>-</u>	<u>88,497</u>	<u>1,164,802</u>
Total capital assets being depreciated, net	<u>2,387,294</u>	<u>-</u>	<u>(88,497)</u>	<u>2,298,797</u>
Business-Type activities capital assets, net	<u>\$ 2,387,294</u>	<u>\$ -</u>	<u>\$ (59,566)</u>	<u>\$ 2,327,728</u>
Grand Total Business-Type	<u>\$ 18,192,381</u>	<u>\$ -</u>	<u>\$ 912,901</u>	<u>\$ 19,105,282</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 7 – CAPITAL ASSETS (continued)

Component Units

Business Development Corporation of Clarendon County (BDC)

Capital asset activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Land, Building and Equipment not being depreciated:				
Land restricted for I-95				
Mega-site	\$ 961,855	\$ -	\$ -	\$ 961,855
Land	2,913,406	- -	- -	2,913,406
Construction WIP	318,490	561,562	- -	880,052
Easement	3,291	- -	- -	3,291
Total land, building and equipment not being depreciated	<u>4,197,042</u>	<u>561,562</u>	<u>- -</u>	<u>4,758,604</u>
Land, Building and Equipment being depreciated:				
Buildings and improvements	1,812,497	- -	- -	1,812,497
Infrastructure	1,341,329	- -	- -	1,341,329
Signage	56,608	- -	- -	56,608
Total land, building and equipment being depreciated	<u>3,210,434</u>	<u>- -</u>	<u>- -</u>	<u>3,210,434</u>
Less accumulated depreciation for:				
Buildings and improvements	1,475,413	60,833	- -	1,536,246
Infrastructure	192,453	44,711	- -	237,164
Signage	13,806	5,661	- -	19,467
Total accumulated depreciation	<u>1,681,672</u>	<u>111,205</u>	<u>- -</u>	<u>1,792,877</u>
Total land, building and equipment being depreciated, net	<u>1,528,762</u>	<u>(111,205)</u>	<u>- -</u>	<u>1,417,557</u>
Total land, building and equipment, net	<u>\$ 5,725,804</u>	<u>\$ 450,357</u>	<u>\$ - -</u>	<u>\$ 6,176,161</u>

The BDC uses the following estimated useful lives to compute depreciation:

Building, Improvements and Infrastructure	15 – 30 years
Signage	10 years

Depreciation expense for the year ended June 30, 2024, was \$111,205.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 8 – INTERFUND BALANCES

Individual fund interfund receivable and payable balances at June 30, 2024, were as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental/Enterprise Funds		
General Fund	\$ 2,519,928	\$ 1,724,688
Capital Projects Fund	1,721,432	129,858
Other Governmental	3,256	2,180
Weldon Auditorium	-	604,316
Water & Sewer Fund	<u>129,858</u>	<u>1,913,432</u>
Enterprise Funds	<u>4,374,474</u>	<u>4,374,474</u>
Fiduciary Funds		
General Fund	65,583	-
Fiduciary Fund Types:		
School District Debt Service	-	166
Probate	-	4,276
Magistrates		
General & Civil	-	35,834
Clerk of Court	<u>-</u>	<u>25,307</u>
Fiduciary Funds	<u>65,583</u>	<u>65,583</u>
	<u><u>\$ 4,440,057</u></u>	<u><u>\$ 4,440,057</u></u>

Interfund balances reflect amounts due for the last month's collections, amounts loaned for the water system purchase or other short term interfund arrangements.

<u>Operating Transfers</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 135,889	\$ 1,097,793
Capital Projects	-	1,100,176
Fire Operating Fund	3,021,413	-
Water & Sewer	1,100,176	10,000
Weldon Auditorium	265,550	-
Non Major Funds	112,793	2,316,963
Fiduciary Funds	<u>-</u>	<u>110,889</u>
	<u><u>\$ 4,635,821</u></u>	<u><u>\$ 4,635,821</u></u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT

A. Primary Government

Governmental Activities

General Obligation Bonds

\$720,000 Bond issued September 6, 2013, (Series 2013B) to fund acquisition of self contained breathing apparatus for the Fire service. Due in equal annual installments of \$62,518 (principal and interest) beginning September 6, 2014 and ending September 1, 2028. Interest accrues at a rate of 3.50%.

\$ 282,208

\$3,500,000 Bond issued April 10, 2014, (Series 2014B) to fund construction of new office building for Dept. of Social Services, State Probation and Parole, and County Coroner office. Due in annual installments beginning March 1, 2017, of \$105,000 and ending March 1, 2039, of \$220,000. Interest accrues at a blended rate of 3.61% and is payable semi-annually on March 1 and September 1 each year to maturity.

2,565,000

\$500,000 Bond issued October 13, 2015, (Series 2015B) to fund acquisition of fire engine. Due in annual principal and interest installments beginning October 1, 2016, of \$42,645 and ending October 13, 2030. Interest accrues at a rate of 3.25%.

262,121

\$750,000 Bond issued May 17, 2017, (Series 2017B) to fund renovations to office building for Dept. of Social Services, State Probation and Parole, and County Coroner office. Due in annual installments beginning September 1, 2017, of \$36,998 and ending March 1, 2027, of \$41,601. Interest accrues at a rate of 2.35% and is payable semi-annually on March 1 and September 1 each year to maturity.

242,473

\$1,800,000 Bond issued August 19, 2019, (Series 2019B) to fund various capital improvement projects. Due in annual installments beginning March 1, 2021, of \$185,052 and ending March 1, 2029, of \$215,630. Interest accrues at a rate of 1.93% and is payable semi-annually on March 1 and September 1 each year to maturity.

1,038,088

\$500,000 Bond issued December 20, 2019, (Series 2019C) to acquire and equip new ambulance as well as facility improvements to fire station. Due in annual installments beginning March 1, 2021, of \$95,830 and ending March 1, 2025, of \$104,259. Interest accrues at a rate of 2.13% and is payable semi-annually on March 1 and September 1 each year to maturity.

104,259

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

General Obligation Bonds (continued)

\$1,040,000 Bond issued February 13, 2023, (Series 2023A) to fund semi-annual installment lease purchase obligations on Courthouse Project and IPRB Projects (Series 2022). Due in annual installments beginning March 1, 2024, of \$240,501 and ending March 1, 2027, of \$278,881. Interest accrues at a rate of 4.72% and is payable semi-annually on March 1 and September 1 each year to maturity.

\$ 799,499

\$1,357,581 Bond issued February 8, 2024, (Series 2024A) to fund semi-annual installment lease purchase obligation on Courthouse Project and IPRB Projects (Series 2022). Due in annual installments beginning March 1, 2025, of \$310,744 and ending March 1, 2028, of \$366,777. Interest accrues at a rate of 5% and is payable annually on March 1 each year to maturity.

1,357,581

Total General Obligations Bonds Payable \$ 6,651,229

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**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

General Obligation Bonds (continued)

The annual debt service payments for General Obligation bonds outstanding at June 30, 2024 are as follows:

General Obligation Bonds

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 1,163,668	\$ 257,214
2026	1,106,828	209,751
2027	1,150,523	166,331
2028	819,212	121,517
2029	464,704	90,024
2030 – 2034	921,293	312,384
2035 – 2039	<u>1,025,001</u>	<u>126,202</u>
	<u><u>\$ 6,651,229</u></u>	<u><u>\$1,283,423</u></u>

Blended Component Unit – Clarendon Facilities Corporation

In July 2015, the Clarendon Facilities Corporation (CFC) issued Installment Purchase Refunding Revenue Bonds (Series 2015) in the amount of \$5,460,000 to mature September 1, 2030, pursuant to an Installment Purchase and Use Agreement ("Agreement") between the County and the CFC. Proceeds were to be used to defease Clarendon Facilities Corp IPRB (Series 2010), originally issued in the amount of \$6,500,000 in December 2010 for the acquisition and construction of the County Administrative Complex.

In August 2020, the Clarendon Facilities Corporation (CFC) issued Installment Purchase Refunding Revenue Bonds (Series 2020) in the amount of \$7,460,000 to mature September 1, 2042, pursuant to an Installment Purchase and Use Agreement ("Agreement") between the County and the CFC. Proceeds were to be used to refund Clarendon Facilities Corp IPRB (Series 2012), originally issued in the amount of \$6,970,000 in October 2012 for the improvements and renovations to the County Courthouse.

In December 2022, the Clarendon Facilities Corporation (CFC) issued Installment Purchase Revenue Bonds (Series 2022) in the amount of \$15,265,000 to mature September 1, 2047, pursuant to an Installment Purchase and Use Agreement ("Agreement") between the County and the CFC. Proceeds will be used to acquire land and build several new facilities for the County's use (E911/Emergency Operations Center, Turbeville Fire Station, Public works and Fleet maintenance facility and Sheriff department animal control annex.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Blended Component Unit – Clarendon Facilities Corporation (continued)

The County will purchase the capital projects from CFC over twenty (20) years as required by the Agreements. The Agreements obligate the County to make payments to CFC in amounts calculated to be sufficient to enable CFC to pay the principal and interest on the outstanding bonds. The County's obligations under the Agreements are from year to year only and do not constitute a mandatory payment obligation of the County in any fiscal year in which funds are not appropriated by the County to pay the installment payments of the purchase price due in such fiscal year. It is anticipated that the payments will be funded by the County with the future issuance of short-term general obligation bonds or restricted Fee-in-Lieu of revenue.

The CFC bonds are not a debt of the County; however, as CFC is blended with the operations of the County, the debt of CFC is included with the County's other obligations as required by GAAP.

June 30, 2024	<u>\$ 25,015,000</u>
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The annual debt service payments for Clarendon Facilities Corporation Installment Purchase Revenue bonds outstanding at June 30, 2024, are as follows:

Revenue Bonds

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 850,000	\$ 918,663
2026	800,000	888,517
2027	835,000	857,793
2028	870,000	822,732
2029	905,000	783,531
2030 – 2034	4,985,000	3,318,855
2035 – 2039	5,850,000	2,372,706
2040 – 2044	6,215,000	1,362,247
2045 - 2048	<u>3,705,000</u>	<u>342,788</u>
	<u>\$ 25,015,000</u>	<u>\$11,667,832</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Financed Purchases

\$450,881 – Lease/purchase agreement to finance the purchase of energy efficient lighting fixtures/systems for several facilities. Due in monthly payments from \$7,515, no interest. First payment due October 14, 2020, and ending payment due September 4, 2024. The lightings gross cost is \$450,881 and the accumulated depreciation is \$95,812.	\$ 22,544
\$250,000 – Lease/purchase agreement to finance the purchase of several motor vehicles. Due in monthly payments of \$4,451, including interest. First payment due January 1, 2021, and ending payment due December 1, 2025. The vehicles' gross cost is \$204,399 and the accumulated depreciation is \$151,152.	78,819
\$250,000 – Lease/purchase agreement to finance the purchase of heavy equipment and motor vehicles for use within Public Works department. Due in monthly payments of \$4,430, including interest. First payment due January 1, 2021, and ending payment due December 1, 2025. The vehicles' gross cost is \$205,078 and the accumulated depreciation is \$77,930.	78,441
\$350,000 – Lease/purchase agreement to finance the purchase of heavy equipment for use within Public Works department. Due in monthly payments of \$6,266, including interest. First payment due January 1, 2022, and ending payment due December 1, 2026. The vehicles' gross cost is \$311,247 and the accumulated depreciation is \$75,620.	182,665
\$350,000 – Lease/purchase agreement to finance the purchase of several motor vehicles. Due in monthly payments of \$6,391, including interest. First payment due January 1, 2023, and ending payment due December 1, 2027. The vehicles' gross cost is \$320,645 and the accumulated depreciation is \$138,414.	255,496
\$554,000 – Lease/purchase agreement to finance the purchase of compactor for use at the landfill. Due in monthly payments of \$10,326, including interest. First payment due January 1, 2023 and ending payment due December 1, 2027. The equipment's Gross cost is \$568,432 and the accumulated depreciation is \$61,580.	405,730

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Financed Purchases (continued)

\$316,000 – Lease/purchase agreement to finance the purchase of a motor grader for use in Public Works. Due in monthly payments of \$5,964, including interest. First payment due January 1, 2023 and ending payment due December 1, 2027. The equipment's Gross cost is \$321,335 and the accumulated depreciation is \$37,489.

\$ 229,604

\$350,000 – Lease/purchase agreement to finance the purchase of several motor vehicles. Due in monthly payments of \$6,661, including interest. First payment due January 1, 2024, and ending payment due December 1, 2028. The vehicles' gross cost is \$317,800 and the accumulated depreciation is \$63,995.

324,616

\$575,000 – Lease/purchase agreement to finance the purchase of a fire engine. Due in monthly payments of \$10,661, including interest. First payment due May 1, 2024, and ending payment due April 1, 2029. The vehicles' gross cost is \$860,000 and the accumulated depreciation is \$21,513.

559,353

Total Financed Purchases \$ 2,137,268

Future minimum lease payments under financed purchases, together with the present value of the net minimum lease payments, as of June 30, 2024:

Year Ending	
June 30,	
2025	\$ 684,423
2026	608,977
2027	518,202
2028	345,163
2029	<u>146,532</u>
Total Minimum Lease Payment	2,303,297
Less Amount Representing Interest	<u>(166,029)</u>
Present Value of Net Minimum Lease Payment	<u>\$ 2,137,268</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Leases

In September 2019, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 650K dozer for the Landfill. An initial lease liability was recorded in the amount of \$112,610. As of June 30, 2024, the value of the lease liability was \$3,978. The County is required to make monthly principal and interest payments in the amount of \$1,999. The lease has an interest rate of 2.44%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$3,754 and had accumulated amortization of \$108,856.

In October 2019, the County entered into a five-year lease agreement as lessee for the acquisition and use of office equipment for the Family Court office. An initial lease liability was recorded in the amount of \$9,108. As of June 30, 2024, the value of the lease liability was \$496. The County is required to make monthly principal and interest payments in the amount of \$165. The lease has an interest rate of 2.44%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$455 and had accumulated amortization of \$8,652.

In October 2019, the County entered into a five-year lease agreement as lessee for the acquisition and use of a postage meter system for the Administration office. An initial lease liability was recorded in the amount of \$14,261. As of June 30, 2024, the value of the lease liability was \$755. The County is required to make monthly principal and interest payments in the amount of \$253. The lease has an interest rate of 2.44%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$713 and had accumulated amortization of \$13,548.

In November 2019, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 670G motor grader for the Public Works department. An initial lease liability was recorded in the amount of \$97,580. As of June 30, 2024, the value of the lease liability was \$6,880. The County is required to make monthly principal and interest payments in the amount of \$1,733. The lease has an interest rate of 2.44%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$6,506 and had accumulated amortization of \$91,074.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Leases (continued)

In October 2020, the County entered into a twenty-five-year lease agreement as lessee for the use of office building used as court annex for the Clerk of Court. An initial lease liability was recorded in the amount of \$1,163,000. As of June 30, 2024, the value of the lease liability was \$973,451. The County is required to make monthly principal and interest payments in the amount of \$6,400 and then \$4,100 effective October 2030 to end of lease. The lease has an interest rate of 2.44%. The space has a twenty five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$988,550 and had accumulated amortization of \$174,450.

In December 2020, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 670G motor grader for the Public Works department. An initial lease liability was recorded in the amount of \$149,000. As of June 30, 2024, the value of the lease liability was \$44,074. The County is required to make monthly principal and interest payments in the amount of \$2,645. The lease has an interest rate of 2.44%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$42,217 and had accumulated amortization of \$106,783.

In March 2022, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 410L loader for the Public Works department. An initial lease liability was recorded in the amount of \$97,400. As of June 30, 2024, the value of the lease liability was \$53,683. The County is required to make monthly principal and interest payments in the amount of \$1,749. The lease has an interest rate of 2.88%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$51,947 and had accumulated amortization of \$45,453.

In May 2022, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 6110M Tractor/mower for the Public Works department. An initial lease liability was recorded in the amount of \$127,930. As of June 30, 2024, the value of the lease liability was \$74,739. The County is required to make monthly principal and interest payments in the amount of \$2,297. The lease has an interest rate of 2.88%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$72,494 and had accumulated amortization of \$55,436.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

A. Primary Government (continued)

Governmental Activities (continued)

Leases (continued)

In December 2022, the County entered into a five-year lease agreement as lessee for the acquisition and use of office equipment (twenty-five copiers) for various departments. An initial lease liability was recorded in the amount of \$175,492. As of June 30, 2024, the value of the lease liability was \$124,471. The County is required to make monthly principal and interest payments in the amount of \$3,315. The lease has an interest rate of 4.89%. The equipment has a five-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$119,919 and had accumulated amortization of \$55,573.

In October 2023, the County entered into a twenty-year lease agreement as lessee for the use of office building used as voter registration office for Voter Registration. An initial lease liability was recorded in the amount of \$1,696,147. As of June 30, 2024, the value of the lease liability was \$1,671,093. The County is required to make monthly principal and interest payments in the amount of \$8,920 and then \$11,248 effective October 2028 to end of lease. The lease has an interest rate of 5.24%. The space has a twenty-year estimated useful life and the value of the right-to-use asset as of the end of the current fiscal was \$1,632,541 and had accumulated amortization of \$63,605.

The annual debt service requirements to maturity for the lease liabilities as of June 30, 2024, are as follows:

		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2025	\$ 214,234	\$ 105,101	\$ 319,335
	2026	192,702	98,235	290,937
	2027	176,092	91,722	267,814
	2028	123,319	86,038	209,357
	2029	125,206	81,929	207,135
	2030-2034	613,815	341,570	955,385
	2035-2039	699,288	221,596	920,884
	2040-2044	749,529	70,123	819,652
	2045-2046	<u>59,435</u>	<u>2,064</u>	<u>61,499</u>
	Total	<u>\$ 2,953,620</u>	<u>\$ 1,098,378</u>	<u>\$ 4,051,998</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

B. Business Type Activities

Enterprise Revenue Bond – Weldon Auditorium

On October 4, 2023, the County issued a \$4,385,000 Enterprise Charge Limited Obligation Refunding Revenue Bond. The net proceeds (plus available sinking fund monies) were used to refund \$1,920 million balance of the \$2,250,000 Enterprise Charge Limited Obligation Bond issued March 14, 2019, originally used to finance a capital project. These securities were deposited in an irrevocable trust with an escrow agent to provide all future debt service payments. Due in annual installments beginning July 1, 2024, of \$100,000 and ending July 1, 2043, of \$340,000. Interest accrues at 5.09% and is payable annually on July 1 each year until maturity. Revenue from County's Hospitality charge has been dedicated for required debt service. \$ 4,385,000

The annual debt service payments for Weldon Auditorium Enterprise Charge Limited Obligation bonds outstanding at June 30, 2024, are as follows:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 100,000	\$ 165,537
2026	140,000	218,107
2027	145,000	210,980
2028	155,000	203,600
2029	160,000	195,771
2030 – 2034	945,000	846,212
2035 – 2039	1,200,000	581,278
2040 – 2044	<u>1,540,000</u>	<u>243,048</u>
	<u>\$ 4,385,000</u>	<u>\$ 2,664,533</u>

Enterprise Revenue Bonds – Water & Sewer

\$2,533,000 Bond issued April 19, 2012, (Series 2012A) to fund water system expansion. Interest only, due April 19, 2013, and April 19, 2014. Due in equal monthly installments thereafter beginning May 1, 2014, of \$8,967 and ending April 19, 2052. Interest accrues at a rate of 2.75%. \$ 2,089,905

\$1,007,800 Bond issued April 19, 2012, (Series 2012B) to fund water system expansion. Interest only, due April 19, 2013, and April 19, 2014. Due in equal monthly installments thereafter beginning May 1, 2014, of \$3,568 and ending April 19, 2052. Interest accrues at a rate of 2.75%. 831,523

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 9 – LONG-TERM DEBT (continued)

B. Business Type Activities (continued)

Enterprise Revenue Bonds – Water & Sewer (continued)

\$1,179,000 Bond issued October 28, 2016, (Series 2016A) to fund construction of elevated water tank and accompanying well. Due in equal monthly installments thereafter beginning November 28, 2016, of \$3,502 and ending October 28, 2056. Interest accrues at a rate of 1.875%.	\$ 1,016,232
\$257,000 Bond issued October 28, 2016, (Series 2016B) to fund construction of elevated water tank and accompanying well. Due in equal monthly installments thereafter beginning November 28, 2016, of \$764 and ending October 28, 2056. Interest accrues at a rate of 1.875%.	221,533
\$2,501,000 Bond issued February 14, 2020, (Series 2020A) to fund water system expansion. Due in equal monthly installments thereafter beginning March 14, 2020, of \$7,929 and ending February 14, 2060. Interest accrues at a rate of 2.25%.	2,326,043
\$2,248,000 Bond issued February 14, 2020, (Series 2020B) to fund water system expansion. Due in equal monthly installments thereafter beginning March 14, 2020, of \$7,127 and ending February 14, 2060. Interest accrues at a rate of 2.25%.	<u>2,090,745</u>
Balance at June 30, 2024	<u><u>\$ 8,575,981</u></u>

The annual debt service payments for Water and Sewer Enterprise Revenue bonds outstanding at June 30, 2024, are as follows:

Revenue Bonds

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 180,256	\$ 202,028
2026	184,630	197,654
2027	189,114	193,170
2028	193,708	188,576
2029	198,415	183,869
2030 – 2034	1,066,865	844,555
2035 – 2039	1,203,297	708,123
2040 – 2044	1,357,523	553,897
2045 - 2049	1,531,868	379,552
2050 - 2054	1,393,597	191,913
2055 - 2059	957,277	65,531
2060	<u>119,431</u>	<u>1,018</u>
	<u><u>\$ 8,575,981</u></u>	<u><u>\$ 3,709,886</u></u>

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 9 – LONG-TERM DEBT (continued)

C. Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance (Restated)</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
General Obligation Bonds					
- Series 2013B	\$ 333,069	\$ -	\$ 50,861	\$ 282,208	\$ 52,641
- Series 2014B	2,695,000	- -	130,000	2,565,000	130,000
- Series 2015B	296,212	- -	34,091	262,121	33,018
- Series 2017B	319,593	- -	77,120	242,473	78,943
- Series 2019B	1,234,062	- -	195,974	1,038,088	199,757
- Series 2019C	206,344	- -	102,085	104,259	104,259
- Series 2022A	143,904	- -	143,904	-	-
- Series 2023A	1,040,000	- -	240,501	799,499	254,307
- Series 2024A	- -	1,357,581	- -	1,357,581	310,744
Revenue Bonds					
- IPRB (Admin) Refunding	3,350,000	- -	380,000	2,970,000	385,000
- IPRB (Courthouse) Refunding	7,130,000	- -	110,000	7,020,000	115,000
- IPRB Series 2022	15,265,000	- -	240,000	15,025,000	350,000
- Issuance Premiums	443,998	- -	95,136	348,862	-
Total Bonds	<u>32,457,182</u>	<u>1,357,581</u>	<u>1,799,672</u>	<u>32,015,091</u>	<u>2,013,669</u>
Other Liabilities					
Compensated Absences	933,644	148,913	- -	1,082,557	639,419
Closure & Maintenance	475,750	7,250	- -	483,000	34,700
Financed Purchases	1,879,388	925,000	667,120	2,137,268	613,338
Leases	1,490,491	1,696,147	233,018	2,953,620	214,234
Net Pension Liability	25,896,248	1,702,801	- -	27,599,049	-
OPEB Payable	15,965,417	362,061	- -	16,327,478	-
Total Other Liabilities	<u>46,640,938</u>	<u>4,842,172</u>	<u>900,138</u>	<u>50,582,972</u>	<u>1,501,691</u>
Governmental Activities					
Long Term Liabilities	<u>79,098,120</u>	<u>6,199,753</u>	<u>2,699,810</u>	<u>82,598,063</u>	<u>3,515,360</u>
Business Type Activities					
Revenue Bonds					
Weldon Refunding 2019	2,005,000	- -	2,005,000	- -	-
Weldon Refunding 2023	- -	4,385,000	- -	4,385,000	100,000
Water Expansion (2012A)	2,139,188	- -	49,283	2,089,905	50,658
Water Expansion (2012B)	851,130	- -	19,607	831,523	20,154
Water Expansion (2016A)	1,038,822	- -	22,590	1,016,232	23,022
Water Expansion (2016B)	226,456	- -	4,923	221,533	5,016
Water Expansion (2020A)	2,367,955	- -	41,912	2,326,043	42,872
Water Expansion (2020B)	2,128,416	- -	37,671	2,090,745	38,534
Total Bonds	<u>10,756,967</u>	<u>4,385,000</u>	<u>2,180,986</u>	<u>12,960,981</u>	<u>280,256</u>
Other Liabilities					
Compensated Absences	10,683	4,779	- -	15,462	8,504
Net Pension Liability	326,256	16,782	- -	343,038	-
OPEB Payable	243,128	49,384	- -	292,512	-
Total Other Liabilities	<u>580,067</u>	<u>70,945</u>	<u>- -</u>	<u>651,012</u>	<u>8,504</u>
Business Type Activities					
Long Term Liabilities	<u>11,337,034</u>	<u>4,455,945</u>	<u>2,180,986</u>	<u>13,611,993</u>	<u>288,760</u>
Total Combined	<u>\$ 90,435,154</u>	<u>\$ 10,655,698</u>	<u>\$ 4,880,796</u>	<u>\$ 96,210,056</u>	<u>\$ 3,804,120</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 10 – PROVISION FOR CLOSURE COSTS

State and federal laws and regulations as governed by Solid Waste management Regulation R.61-107.258, Subpart C, Section (c) and the South Carolina Solid Waste Policy and Management Act of 1991, Section 44-96-390 require that Clarendon County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. In August 1993, the GASB issued GASB-18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure 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 postclosure care include (1) capital assets, (2) final cover and (3) monitoring and maintenance activities.

While Clarendon County's original landfill was closed and capped in 2002 to municipal waste, the construction demolition and land clearing debris (C&D) landfill is still open with a life expectancy of seventeen years. The county landfill's liability at June 30, 2024, is \$483,000. See Note 9.

The nature and source of landfill closure and postclosure 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 with guidelines. The County annually obtains updated and revised estimates of total future closure and post-closure costs from its consulting engineers. The provision for closure costs reported in the financial statements as operating expense represents the portion of these estimated future outlays which are allocable to the current year based on the amount of capacity used. 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, 2024. 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. Clarendon County has not accumulated or segregated funds to meet this reserve.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS

Description of the Entity

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 benefit programs of the state of South Carolina, including the State Optional Retirement Program and the S.C. Deferred Compensation Program, as well as the state's employee insurance programs. 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 an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available 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 ACFR for the state.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Plan Descriptions

- The South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan, was established 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 and participating charter schools, public higher education institutions, other participating local subdivisions of government and individuals first elected to the South Carolina General Assembly at or after the general election in November 2012.
- The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established 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.

In addition to the plans described above, PEBA also administers three single employer defined benefit pensions plans, which are not covered in this report. They are the Retirement System for Members of the General Assembly of the State of South Carolina (GARS), the Retirement System for Judges and Solicitors of the State of South Carolina (JSRS), and the South Carolina National Guard Supplemental Retirement Plan (SCNG).

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 at or after the general election in November 2012. A 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; be a coroner in a full-time permanent position; or be 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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Membership (continued)

devote at least 1,600 hours per year to this work, unless exempted by statute. A member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. A member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

Benefits

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

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

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.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Benefits (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. Effective July 1, 2017, employee rates were increased and capped at 9 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 until reaching 18.56 percent for SCRS and 21.24 percent for PORS. The legislation included a further provision that if the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board would increase the employer contribution rates as necessary to meet the funding periods set for the applicable year.

Pension reform legislation modified statute such that the employer contribution rates for SCRS and PORS to be further increased, not to exceed one-half of one percent in any one year if necessary, in order to improve the funding of the plans. The statute set rates intended to reduce the unfunded liability of SCRS and PORS to the maximum amortization period of 20 years from 30 years over a ten-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for SCRS and PORS may not be decreased until the plans are at least 85 percent funded.

Required employee contribution rates¹ are as follows:

	<u>Fiscal Year 2024¹</u>	<u>Fiscal Year 2023¹</u>
<u>SCRS</u>		
Employee Class Two	9.00%	9.00%
Employee Class Three	9.00%	9.00%
<u>PORS</u>		
Employee Class Two	9.75%	9.75%
Employee Class Three	9.75%	9.75%

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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Contributions (continued)

Required employer contribution rates¹ are as follows:

	<u>Fiscal Year 2024</u> ¹	<u>Fiscal Year 2023</u> ¹
SCRS		
Employer Class Two	18.41%	17.41%
Employer Class Three	18.41%	17.41%
Employer Incidental		
Death Benefit	0.15%	0.15%
PORS		
Employer Class Two	20.84%	19.84%
Employer Class Three	20.84%	19.84%
Employer Incidental		
Death Benefit	0.20%	0.20%
Employer Accidental		
Death Program	0.20%	0.20%

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

The County's and Harvin Clarendon County Library's contributions to the SCRS and PORS for the last three fiscal years were are follows:

County:

SCRS	2024	2023	2022¹
Employee Contributions	\$ 646,912	\$ 599,480	\$ 545,153
Employer Contributions	1,323,294	1,159,659	993,994
Employer Group Life Contributions	<u>10,782</u>	<u>9,991</u>	<u>9,086</u>
Total	<u>\$ 1,980,988</u>	<u>\$ 1,769,130</u>	<u>\$ 1,548,233</u>
PORS			
Employee Contributions	\$ 946,972	\$ 855,070	\$ 749,682
Employer Contributions	2,024,093	1,739,958	1,448,614
Employer Group Life Contributions	<u>38,850</u>	<u>35,080</u>	<u>30,756</u>
Total	<u>\$ 3,009,915</u>	<u>\$ 2,630,108</u>	<u>\$ 2,229,052</u>

¹Adjusted to include Harvin Clarendon Library, reflected as a Component Unit in prior fiscal years

The County (and the Library as a Component Unit in 2022) have contributed 100% of the required contributions for the current year and in each of the two preceding years.

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11 – RETIREMENT PLANS (continued)

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

At June 30, 2024, the County reported a liability of \$12,705,127 for its proportionate share of the net pension liability for SCRS and a liability of \$15,236,960 for its proportionate share of the net pension liability for PORS. The net pension liability of the defined benefit plan was determined based on the most recent actuarial valuation as of July 1, 2022, 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, 2023. 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 the retirement plan's year end of June 30, 2023, the County's proportion was .05255 percent and .500541 percent for SCRS and PORS, respectively.

For the year ended June 30, 2024, the County recognized pension expense of \$4,496,331, including \$1,498,232 for SCRS and \$2,998,099 for PORS, respectively. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
SCRS		
Differences between Expected and Actual Experience	\$ 220,583	\$ 35,233
Assumption Changes	194,661	-
Net Difference between Projected and Actual Investment Earnings	-	17,390
Deferred Amounts from Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	792,951	133,694
Direct Contributions Subsequent to the Measurement Date	<u>1,334,076</u>	-
Total	<u>\$ 2,542,271</u>	<u>\$ 186,317</u>
PORS		
Differences between Expected and Actual Experience	\$ 717,065	\$ 187,839
Assumption Changes	331,619	-
Net Difference between Projected and Actual Investment Earnings	-	26,150
Deferred Amounts from Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	1,520,374	-
Direct Contributions Subsequent to the Measurement Date	<u>2,062,943</u>	-
Total	<u>\$ 4,632,001</u>	<u>\$ 213,989</u>

The amounts of \$1,334,076 for SCRS and \$2,062,943 for PORS reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

As discussed in GASB 68, collective deferred outflows/inflows of resources arising from differences between projected and actual pension plan investment earnings in different measurement periods should be aggregated and included as a net collective deferred outflow or inflow of resources related to pensions. The following schedules reflect the County's proportionate share of amortization of collective deferred outflow (inflows) of resources related to pensions outstanding at June 30, 2024.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

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

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the SCRS and PORS will increase (decrease) pension expense as follows:

<u>Year Ending June 30,</u>	<u>County</u>	
	<u>SCRS</u>	<u>PORS</u>
2025	\$ 474,219	\$ 1,576,697
2026	(10,900)	(31,029)
2027	566,010	825,341
2028	<u>(7,451)</u>	<u>(15,940)</u>
Total	<u>\$ 1,021,878</u>	<u>\$ 2,355,069</u>

Actuarial Assumptions and Methods

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

The June 30, 2023, total pension liability (TPL), net pension liability (NPL), and sensitivity information shown in the Systems' report were determined by their consulting actuary, Gabriel Roeder Smith & Company (GRS) and are based on an actuarial valuation performed as of July 1, 2022. The total pension liability was rolled-forward from the valuation date to the plans' fiscal year end, June 30, 2023, using generally accepted actuarial principles. There was no legislation enacted during the 2023 legislative session that had a material change in the benefit provisions for any of the systems.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Actuarial Assumptions and Methods (continued)

The following table provides a summary of the actuarial assumptions and methods used to calculate the TPL as of June 30, 2023.

	<u>SCRS</u>	<u>PORS</u>
Actuarial Cost Method	Entry age normal	Entry age normal
Investment rate of return ¹	7.0%	7.0%
Projected salary increases	3.0% - 11.0% (varies by service) ¹	3.5% - 10.5% (varies by service) ¹
Benefit adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually
<i>¹ Includes inflation at 2.25%</i>		

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

Assumptions used in the determination of the Jun 30, 2023, TPL are as follows.

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

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLANS (continued)

Net Pension Liability

The NPL is calculated separately for each system and represents that particular system's TPL determined in accordance with GASB No. 67 less that System's fiduciary net position. NPL totals, as of June 30, 2023, for SCRS and PORS are presented below.

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$58,464,402,454	\$34,286,961,942	\$24,177,440,512	58.6%
PORS	9,450,021,576	6,405,925,370	3,044,096,206	67.8%

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 rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2023 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the following table. For actuarial purposes, the 7.0 percent assumed annual investment rate of return used in the calculation of the TPL includes a 4.75 percent real rate of return and a 2.25 percent inflation component.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 11 – RETIREMENT PLAN (continued)

Long-term Expected Rate of Return (continued)

Allocation / Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Public Equity	46.0%	6.62%	3.04%
Bonds	26.0%	0.31%	0.08%
Private Equity ¹	9.0%	10.91%	0.98%
Private Debt ¹	7.0%	6.16%	0.43%
Real Assets	12.0%		
Real Estate ¹	9.0%	6.41%	0.58%
Infrastructure ¹	3.0%	6.62%	0.20%
Total Expected Return ²	100.0%		5.31%
Inflation for Actuarial Purposes			2.25%
			7.56%

¹ RSIC staff and consultant will notify the Commission if the collective exposure to Private Equity, Private Debt and Private Real Estate Assets exceeds 30 percent of the total plan assets.

² Portable Alpha Strategies, which are not included in the Policy Target, will be capped at 15% of total assets; hedge funds (including all hedge funds used in portable alpha implementation) are capped at 15% of total assets.

Discount Rate

The discount rate used to measure the TPL was 7.0 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 7.0 percent, as well as what the employers' NPL would be if it were calculated using a discount rate that is 1.0 percent lower (6 percent) or 1 percent higher (8 percent) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
SCRS	\$ 16,416,235	\$ 12,705,127	\$ 9,620,581
PORS	21,494,036	15,236,960	10,111,635

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11 – RETIREMENT PLAN (continued)

Additional Financial and Actuarial Information

Information contained in these Notes to the Schedules of Employer and Nonemployer Allocations and Schedules of Pension Amounts by Employer (Schedules) was compiled from the System's audited financial statements for the fiscal year ended June 30, 2023, and the accounting valuation report as of June 30, 2023. Additional financial information supporting the preparation of the Schedules (including the unmodified audit opinion on the financial statements and required supplementary information) is available in the System's ACFR.

Payables to the Pension Plan

As of June 30, 2024, the County had \$423,420 in payables outstanding to the pension plans for its legally required contributions.

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**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS

Background

The County follows Governmental Accounting Standards Board (GASB) Statement No. 75 (implemented July 1, 2017) for other post-employment benefits (OPEB) offered to retirees. This standard addresses how local governments should account for and report their costs related to post-employment health care and other non-pension benefits, such as the County's retiree health benefit subsidy. Historically, the County's subsidy was funded on a pay-as-you-go basis, but GASB 75 (previously GASB 45) requires that the County accrue the cost of retiree health subsidy and other post-employment benefits during the period of the employees' active employment, while the benefits are being earned, and disclose the unfunded actuarial liability in order to accurately account for the total future cost of post-employment benefits and the financial impact on the County. This funding methodology mirrors the funding approach used for pension benefits.

Plan Description

The County's defined benefit OPEB plan provides OPEB for all permanent full-time general and public safety employees of the County. The plan is a single-employer defined benefit OPEB plan administered by the County. Pursuant to Section 1-11-710/720 of the State Code of Laws, the County is allowed to provide OPEB benefits and establish and amend the benefit terms and financing requirements of the County. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Other postemployment benefits provided by the County include a retiree health insurance premium contribution plan that covers retirees.

Some retirees, who are referred to as "non-funded retirees," are eligible for insurance but must pay the full premium, which includes the retiree share plus the employer contribution. These retirees worked in an insurance-eligible position prior to May 2, 2008, with an employer participating in the state insurance program and include:

- Employees who retire at age 55 with at least 25 years of retirement service credit (including at least 10 years of earned service credit with an employer that participates in the state insurance program). This is commonly referred to as the "55/25 rule." These retirees must pay the full insurance premium until they reach age 60 or the date they would have had 28 years of service credit, whichever occurs first. At that time, they will be eligible for funded retiree rates. This rule applies only to SCRS participants.
- Employees who are eligible to retire and have at least five years, but fewer than 10 years, of earned SCRS service credit with a participating state insurance program employer.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)

- Former County Council members who served on Council for at least 12 years and were covered under the state's plan when they left the Council. It is up to the County Council to decide whether to allow former members to have this coverage.

Whether you are a funded or a non-funded retiree, the following types of service do not count toward your earned service credit requirement for insurance eligibility: non-qualified, federal, military, out-of-state employment, educational service, leave of absence, unused sick leave or service with employers that do not participate in the state insurance program. Earned service credit does not include any purchased service credit not considered earned service in the retirement plans (e.g., non-qualified service) or service accrued with an employer that does not participate in the State Health Plan. Retirees under the retiree health plan prior to July 1, 2005, will be grandfathered into the system, with their (retiree) monthly premiums paid by the County. A retiree who has elected to cover their spouse and/or eligible dependent children will continue to be responsible for paying the entire cost of the dependent's monthly insurance premium as set by the State Employee Insurance Program.

Employees Hired Before May 2, 2008

If you worked in an insurance-eligible position prior to May 2, 2008, with an employer participating in the state insurance program, your health insurance benefits in retirement are eligible for funding if you fall into one of these categories:

- Employees who leave employment when they are eligible to retire and have at least 10 years of earned service credit with Clarendon County.
- Employees who leave employment before they are eligible to retire and who have at least 20 years of earned SCRS service credit with Clarendon County. These employees are not eligible for insurance coverage until age 60 when they are eligible to receive a retirement check. Employees who qualify under the Police Officers Retirement System (PORS) become eligible at age 55.

Employees Hired on or After May 2, 2008

New retiree insurance provisions were created by Act 195 of 2008 that apply to new employees hired on or after May 2, 2008. At retirement, you must meet established insurance eligibility rules, and funding for your health insurance will be determined by calculating the number of years of earned service with an employer participating in the state insurance program.

These new funding provisions apply to SCRS and PORS participants, as follows:

- a) If an employee retires with 25 or more years of earned service credit with Clarendon County, the County pays 100 percent of the employer's share of the premium. The retiree pays the retiree's share.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)

- b) If an employee retires with 15 years, but fewer than 25 years of earned service credit with Clarendon County, the County pays 50 percent of the employer's share of the premium. The retiree pays the retiree's share plus the remaining 50 percent of the employer's contribution.
- c) If an employee retires with 5 years, but fewer than 15 years, of earned service credit with Clarendon County, the retiree pays the full premium. There is no County contribution.

Duty Death in Service/Non-Duty Death Retirement Benefits

Spouses or children who are covered as dependents under the State Health Plan must pay the full premium to continue coverage. Dental premiums are not waived; however, survivors can continue dental coverage by paying the full premium. County does not pay premiums for spouse or dependents that were covered by the employee at time of employees' death. Spouse or dependents pay premiums at survivor rate.

Duty and Non-Duty Disabled Retirement Benefits

Eligibility for health insurance is determined by the guidelines previously stated in Funded Retirees and Non-funded Retirees sections.

Benefits for Spouses of Eligible Retired Employees

Spouses of retired employees are eligible to receive retiree health care benefits. Retirees must pay the entire cost of the dependent's monthly insurance premium as set by the State Employee Insurance Program.

Vision Coverage

Retirees and covered dependents are eligible for the discount vision program the same as active regular full-time employees.

Dental Coverage

Retirees and covered dependents are eligible for dental benefits the same as active regular full-time employees.

Employees covered by benefit terms in the Plan as of June 30, 2022:

Inactive Plan members or beneficiaries currently receiving benefits	85
Active plan members	<u>298</u>
Total Plan members	<u>383</u>

The County's total OPEB liability of \$16,619,990 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2022.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)

Funding Policy

The County established a policy to fund the “OPEB” Obligation on a pay-as-you-go basis “PAYGO” (no funding of the future obligation). The County will review the funding policy and contribution annually. No assets are accumulated in a Trust that meets the criteria in paragraph 4 of GASB Statement 75.

Actuarial Methods and Assumptions

The total OPEB liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry-Age Normal
Discount rate	3.86% as of June 30, 2023
Inflation	2.25%
Salary increases	3.5% to 10.5% for PORS and 3.0% to 9.5% for SCRS, including inflation
Demographic assumptions	Based on the experience study covering the five-year period ending June 30, 2019 as conducted for the South Carolina Retirement Systems (SCRS). For the OPEB valuation, the standard SCRS retirement rates were adjusted to reflect the impact of the County's retiree medical plan design.
Mortality	For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with the following multipliers applied to the base tables: 97% for male SCRS members, 107% for female SCRS members, 127% for male PORS members, and 107% for female PORS members. The rates are projected on a fully generational basis using 80% of the ultimate rates of Scale MP-2019 to account for future mortality.
Health care trend rates	6.0% decreasing to an ultimate rate of 4.0% over 13 years.
Participation rates	It was assumed that 90% of retirees who are eligible for the full County premium subsidy, 60% of retirees who are eligible for a partially funded County subsidy and 20% of retirees who are not eligible for any subsidy would choose to receive retiree health care benefits through the Plan.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)

Changes in the Total OPEB Liability

Balance at June 30, 2023	\$ 16,208,545
Changes for the year	
Service cost	772,411
Interest on the OPEB liability	601,385
Changes of benefit terms	-
Difference between expected and actual experience of the total OPEB liability	43,643
Changes of assumptions	(411,896)
Benefit payments	<u>(594,098)</u>
Net change in total OPEB liability	<u>(411,445)</u>
Balance at June 30, 2024	<u><u>\$ 16,619,990</u></u>

Changes of assumptions reflect a change in the discount rate from 3.69% as of June 30, 2022, to 3.86% as of June 30, 2023.

The following table presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	Current Discount		
	1% Decrease	Rate Assumption	1% Increase
	2.86%	3.86%	4.86%
Total OPEB liability	\$ 19,281,377	\$ 16,619,990	\$ 14,478,029

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the Plan's total liability, calculated using the assumed trend rates as well as what the Plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	Current Healthcare cost		
	1% Decrease	Rate Assumption	1% Increase
	14,025,753	\$ 16,619,990	\$ 19,956,136
Total OPEB liability	\$ 14,025,753	\$ 16,619,990	\$ 19,956,136

For the year ended June 30, 2024, the County recognized OPEB benefit of \$(187,226).

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)

At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 354,929	\$ 3,515,869
Changes in assumptions	2,855,539	4,199,980
Contributions subsequent to the measurement date	<u>692,646</u>	-
Total	<u>\$ 3,903,114</u>	<u>\$ 7,715,849</u>

The County reported deferred outflows of resources related to contributions subsequent to the measurement date which will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. The difference between expected and actual experience and changes in assumptions are reported as deferred outflows (inflows) of resources and will be amortized over the average of the expected remaining service lives of all employees that are provided OPEB through the OPEB Plan (active and inactive members) determined as of the beginning of the measurement period. Average remaining service lives of all employees for purposes of recognizing the applicable deferred outflows and inflows of resources that are provided OPEB through the OPEB Plan at the June 30, 2023, measurement date was 7.1063 years. The following schedule reflects the amortization of the County's net balance of remaining deferred outflows/(inflows) at June 30, 2023:

<u>Year ending June 30,</u>	<u>Net Deferred Outflows/(Inflows)</u>
2025	\$ (814,805)
2026	(561,176)
2027	(600,982)
2028	(1,011,636)
2029	(1,316,532)
Thereafter	<u>(200,250)</u>
Total	<u>\$ (4,505,381)</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 13 – FUND BALANCE REPORTING

The County and Library have classified their fund balances with the following hierarchy: Nonspendable, Restricted, Committed, Assigned and Unassigned according to GASB Statement 54.

The County fund balance as of June 30, 2024, was classified as follows:

<u>Description</u>	<u>General Fund</u>	<u>Capital Projects</u>	<u>General County Debt Svc</u>	<u>Fire Rescue</u>	<u>C-Program Roads</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
Nonspendable:							
Inventory	\$ 104,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 104,257
Prepays	-	-	-	-	-	3,151	3,151
Restricted:							
LOST Reserve	4,430,776	-	-	-	-	-	4,430,776
Local drug interdiction	-	-	-	-	-	592,788	592,788
Solicitor's office	-	-	-	-	-	37,515	37,515
Debt service	-	-	5,951,084	-	-	302,503	6,253,587
I-95 Megasite	-	-	-	-	-	-	-
911 Center improvements	-	-	-	-	-	1,149,677	1,149,677
Future capital projects	-	15,450,097	-	-	-	-	15,450,097
Committed:							
Road improvements	-	-	-	-	2,848,305	-	2,848,305
Assigned:							
Encumbrances	556,473	-	-	1,087,705	-	15,212	1,659,390
Fire protection	-	-	-	1,945,255	-	22,166	1,967,421
Facility improvements	-	363,070	-	-	-	-	363,070
Infrastructure fund	-	172,394	-	-	-	-	172,394
Law enforcement goodwill	-	-	-	-	-	-	-
Sex offender registry	37,885	-	-	-	-	-	37,885
Special taxing entities	-	-	-	-	-	1,743	1,743
Road improvements	-	-	-	-	4,288,819	-	4,288,819
Tourism related efforts	-	-	-	-	-	931,802	931,802
Clerk of Court Title IV-D	57,112	-	-	-	-	-	57,112
Clerk of Court discretion	9,040	-	-	-	-	-	9,040
Archives collection	2,526	-	-	-	-	-	2,526
Library	-	-	-	-	-	152,927	152,927
Unassigned:	10,239,327	-	-	-	-	-	10,239,327
Total fund balances	\$ 15,437,396	\$15,985,561	\$ 5,951,084	\$3,032,960	\$ 7,137,124	\$ 3,209,484	\$50,753,609

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 14 – 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) and
- 2) Claims of covered public employees for long-term disability and group-life insurance benefits (Retirement System).

The County assumes the risk for unemployment compensation benefits by paying directly to the Employment Security Commission actual claims filed against the County.

Employees elect health coverage of either a health maintenance organization or through the State's self-insured plan. All other insurance coverages listed above are through the applicable State self-insured plan except dependent and optional life premiums which are remitted to commercial carriers.

The County has recorded insurance premium expenditures in the applicable functional expenditure categories of the unrestricted current funds. These expenditures do not include estimated claim losses and estimable premium adjustments.

The County has not reported a supplemental premium assessment expenditure, and the related liability at June 30, 2024, because the requirements of GASB Statement No. 10, which state 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, 2024, 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.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 15 – CONTINGENCIES AND COMMITMENTS

Grants:

The County participates in a number of federally assisted grant programs and state funded grant programs. These programs are subject to financial compliance audits by the County's auditors and by auditors of the federal or state grantor agencies. Upon audit, should it be determined that the County has failed to comply with applicable requirements of the grants, then some or all of the grant expenditures may be disallowed and a portion of the grant expenditures may become reimbursable to the grantor.

Construction Commitments:

In January 2024, the County entered into a contract with a construction company in the amount of \$1,969,710 to design and construct Turbeville Fire Station. As of June 30, 2024, the County had incurred expenses of \$73,466.

In August 2023, the County entered into a contract with an architectural firm in the amount of \$248,000 to design and project manage improvements to various paved roadways within the County. As of June 30, 2024, the County had incurred \$11,072 in engineering costs. In January 2024, the County entered into a contract with a builder in the amount of \$2,070,076.45 (increased to \$2,487,396.85 after change orders) to make associated roadway improvements. The project is anticipated to be completed January 2025.

In August 2023, the County entered into a contract with an architectural firm in the amount of \$44,806.80 to design and project manage improvements Racoon Road Drainage Improvements within the County. As of June 30, 2024, the County had incurred \$25,452.80 in engineering costs. In March 2024, the County entered into a contract with a builder in the amount of \$87,780 to make associated roadway improvements. The project was completed October 2024.

In February 2024 the County entered into a contract with an architectural firm for a design build total costs not to exceed \$7,500,000 for the E-911 Facility. As of June 30, 2024, the County had incurred expenses of \$76,654.43.

In October 2023, the County entered into an engineering contract in the amount of \$658,500 for the 750-GPM Groundwater Well and 250,000 Gallon Elevated Storage Tank to serve the Southern Region of Clarendon County. In October, 2024 the County entered into a contract with a contractor for a test well in the amount of \$532,815. As of June 30, 2024, the County had incurred \$335,150 in costs. The project is anticipated to be completed June 2026.

In March 2023, the County entered into a contract with an architectural firm for a design of Turbeville Library Branch. Project costs are anticipated to be \$3,500,000.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 16 – TAX ABATEMENT DISCLOSURES

As of June 30, 2023, the County provides tax incentives under its various Fee in Lieu of Tax Agreements (FILO) and Special Source Revenue Credits. The purpose of both programs is the retention of jobs, job growth and/or capital investment. The County has entered into fee in lieu of tax agreements pursuant to the authority granted by Title 12, Chapter 44, Title 4, Chapter 29, and/or Title 4, Chapter 12 of the Code of Laws of South Carolina, 1976, as amended. Property subject to a fee in lieu of tax agreement is exempt from ad valorem property tax and is instead subject to a fee in lieu of tax equal to the product of the value of the property, an assessment ratio that is generally no lower than 6% (but may be as low as 4% for extraordinary projects that satisfy the statutory definition of an “enhanced investment”), and a millage rate that is either fixed for the life of the agreement or is adjusted every five years based on the trailing five-year average. Generally, the taxpayer must invest at least \$2.5 million within a 5 - 6-year period, beginning with the date the property is placed in service and ending five years after the last day of the property tax year in which the property is initially placed in service. For the fiscal year ended June 30, 2024, the County abated property taxes totaling \$5,676,607 under its various fee in lieu of tax agreements.

In addition, the County provides special source revenue credits, generally in conjunction with fee in lieu of tax agreements, pursuant to the authority granted by Sections 4-29-68 and 4-1-170 of the Code of Laws of South Carolina, 1976, as amended. Special source revenue credits, often referred to as SSRCs or “Infrastructure Credits”, are reductions to a taxpayer’s payments in lieu of taxes. Generally, property that receives SSRCs is added to a “multi-county industrial park” pursuant to Sections 4-1-170 – 4-1-175 of the Code of Laws of South Carolina, 1976, as amended. Most multi-county industrial park agreements allocate 1% of property tax (or fee in lieu of tax) revenue to the partner county. Generally, the SSRCs are utilized to offset costs of design, acquiring, construction, improving, or expanding improved or unimproved real estate and personal property used in the operation of a manufacturing or commercial enterprise, or infrastructure serving the project. For the fiscal year ended June 30, 2024, the County abated property taxes totaling \$1,410,866 under its special source revenue credits.

NOTE 17 – PRIOR PERIOD ADJUSTMENTS

The net position/fund balance as of June 30, 2023, was restated as follows:

Primary Government	Fund Balance	Net position Governmental Activities
	GAAP Balance	
Net position/fund balance as originally presented, June 30, 2023	\$ 46,827,409	\$ 13,031,575
Void check prior year	4,676	4,676
Correct Taxes Due to Entities prior year	1,440	1,440
Correct Due to State prior year	2,098	2,098
Net position/fund balance as restated, June 30, 2023	<u>\$ 46,835,623</u>	<u>\$ 13,039,789</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 18 – SUBSEQUENT EVENTS

In November 2024, the County entered into a five-year lease agreement as lessee for the acquisition and use of a Caterpillar D3-12LGP Bulldozer for the Public Works department. An initial lease liability was recorded in the amount of \$211,630. The County is required to make monthly principal and interest payments in the amount of \$3,527.18. The lease has an interest rate of 5.48%. The equipment has a five-year estimated useful life.

In January 2025, the County entered into a five-year lease agreement as lessee for the acquisition and use of a SmartX7DW30 postage machine for the Administration Building. An initial lease liability was recorded in the amount of \$28,563.60. The County is required to make monthly principal and interest payments in the amount of \$476.06. The lease has an interest rate of 5.48%. The equipment has a five-year estimated useful life.

In January 2025, the County entered into a five-year lease agreement as lessee for the acquisition and use of a John Deere 670G Motor Grader for the Public Works department. An initial lease liability was recorded in the amount of \$298,976. The County is required to make monthly principal and interest payments in the amount of \$4,982.93. The lease has an interest rate of 5.48%. The equipment has a five-year estimated useful life.

In February 2025, the County issued a \$1,165,872 General Obligation Revenue Bond Series 2025. Due in annual installments beginning March 1, 2026, of \$266,113 and ending March 1, 2029, of \$316,055. Interest accrues at 5.48% and is payable semi-annually on September 1 and March 1 each year until maturity.

The American Rescue Plan Act of 2021 (ARPA) included funding to states, counties and municipalities throughout the country via the Coronavirus State and Local Fiscal Recovery Funds (SLFRF). The County has been allocated \$6.6 million, funded in equal amounts over two years. County Council has identified numerous projects to utilize the funds over the next several years. All ARPA/SLFRF funding must be fully obligated by December 31, 2024, and subsequently, fully disbursed by December 31, 2026.

REQUIRED SUPPLEMENTARY INFORMATION

CLARENDON COUNTY
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COUNTY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS

LAST 10 FISCAL YEARS ENDING JUNE 30

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Service Cost	\$ 772,411	\$ 1,412,315	\$ 1,156,404	\$ 881,722	\$ 739,007	\$ 740,010	\$ 903,965	N/A *	N/A *	N/A *
Interest	601,385	477,543	527,095	541,205	550,513	629,848	541,509	N/A *	N/A *	N/A *
Changes in Benefit Terms	-	-	-	-	-	(2,260,857)	-	-	-	-
Differences Between Expected and Actual										
Experience	43,643	(4,457,887)	(8,368)	667,061	(3,908)	(1,624,020)	207,669	N/A *	N/A *	N/A *
Changes of Assumptions or Other Inputs	(411,896)	(5,096,984)	2,117,227	2,514,306	1,212,615	520,199	(1,889,754)	N/A *	N/A *	N/A *
Benefit Payments	(594,098)	(584,626)	(540,122)	(496,739)	(475,748)	(503,213)	(564,603)	N/A *	N/A *	N/A *
Net Change in Total OPEB Liability	411,445	(8,249,639)	3,252,236	4,107,555	2,022,479	(2,498,033)	(801,214)	N/A *	N/A *	N/A *
Total OPEB Liability - Beginning	16,208,545	24,458,184	21,205,948	17,098,394	15,075,915	17,573,948	18,375,162	N/A *	N/A *	N/A *
Total OPEB Liability - Ending	<u>\$ 16,619,990</u>	<u>\$ 16,208,545</u>	<u>\$ 24,458,184</u>	<u>\$ 21,205,949</u>	<u>\$ 17,098,394</u>	<u>\$ 15,075,915</u>	<u>\$ 17,573,948</u>	N/A *	N/A *	N/A *
Covered - Employee Payroll	\$ 15,510,475	\$ 13,412,445	\$ 12,642,389	\$ 10,470,906	\$ 9,958,111	\$ 9,655,694	\$ 9,559,233	N/A *	N/A *	N/A *
Total OPEB Liability as a Percentage of Covered - Employee Payroll	107.15%	120.85%	193.46%	202.52%	171.70%	156.13%	183.84%	N/A *	N/A *	N/A *

*N/A 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.

Notes to Schedule

The discount rate was updated from 3.69% to 3.86 % as of June 30, 2023.

Medical per capita costs were changed to the rates shown above based on updated premium information and census data.

The mortality table was updated from 2020 Public Retirees of SC MortalityTables for males and females.

The retirement rates were updated to reflect the rates used for "General Employees" in the South Carolina Retirement System Actuarial Valuation as of July 1, 2021

See Independent Auditor's Report on Required Supplementary Information

CLARENDON COUNTY
SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS (OPEB)

LAST 10 FISCAL YEARS ENDING JUNE 30

Fiscal Year	Employer Contribution Information										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	
Contractually Determined Employer Contribution	\$ 692,646	\$ 594,098	\$ 584,626	\$ 540,122	\$ 496,739	\$ 475,748	\$ 513,099	N/A *	N/A *	N/A *	
Actual Employer Contribution	\$ (692,646)	\$ (594,098)	\$ (584,626)	\$ (540,122)	\$ (496,739)	\$ (475,748)	\$ (513,099)	N/A *	N/A *	N/A *	
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A *	N/A *	N/A *	
Covered - Employee payroll	\$ 15,510,475	\$ 13,412,445	\$ 12,642,389	\$ 11,768,419	\$ 10,470,906	\$ 9,958,111	\$ 9,655,694	N/A *	N/A *	N/A *	
Contributions as Percent of Covered Payroll	4.47%	4.43%	4.62%	4.59%	4.74%	4.78%	5.37%	N/A *	N/A *	N/A *	

* N/A 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.

See Independent Auditor's Report on Required Supplementary Information

CLARENDON COUNTY, SOUTH CAROLINA
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (SCRS and PORS)
Last 10 Fiscal Years

SCRS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's proportion of the net pension liability (asset)	0.052550%	0.048065%	0.049288%	0.048691%	0.048676%	0.049312%	0.049605%	0.051076%	0.050338%	0.051777%
County's proportionate share of the net pension liability (asset)	\$ 12,705,127	\$ 11,651,989	\$ 10,666,596	\$ 12,441,421	\$ 11,114,808	\$ 11,049,215	\$ 11,166,883	\$ 10,909,758	\$ 9,546,844	\$ 8,914,283
County's covered-employee payroll	\$ 6,660,878	\$ 5,723,413	\$ 5,572,683	\$ 5,432,149	\$ 5,140,294	\$ 5,108,606	\$ 4,991,257	\$ 4,946,164	\$ 4,719,753	\$ 4,700,195
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	190.74%	203.58%	191.41%	229.03%	216.23%	216.29%	223.73%	220.57%	202.27%	189.66%
Plan fiduciary net position as a percentage of the total pension liability	58.60%	57.10%	60.70%	50.70%	54.40%	54.10%	53.30%	52.90%	57.00%	59.90%

PORS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's proportion of the net pension liability (asset)	0.500540%	0.485850%	0.477380%	0.339828%	0.329710%	0.324085%	0.332450%	0.348660%	0.344100%	0.343190%
County's proportionate share of the net pension liability (asset)	\$ 15,236,960	\$ 14,570,515	\$ 12,282,573	\$ 11,269,427	\$ 9,449,383	\$ 9,183,074	\$ 9,107,560	\$ 8,843,800	\$ 7,499,560	\$ 6,570,219
County's covered-employee payroll	\$ 8,769,949	\$ 7,688,032	\$ 7,178,310	\$ 5,133,611	\$ 4,782,357	\$ 4,485,815	\$ 4,476,972	\$ 4,445,013	\$ 4,262,881	\$ 4,127,257
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	173.74%	189.52%	171.11%	219.52%	197.59%	204.71%	203.43%	198.96%	175.93%	159.19%
Plan fiduciary net position as a percentage of the total pension liability	67.80%	66.40%	70.40%	58.80%	62.70%	61.70%	60.90%	60.40%	64.60%	67.50%

Source: Audit report on the schedules of employer allocations, schedules of pension amounts by employer, and related notes of the South Carolina Retirement Systems, as administered by the SC Public Employee Benefits Authority for the year ended June 20, 2023.

CLARENDON COUNTY, SOUTH CAROLINA
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF COUNTY CONTRIBUTIONS (SCRS and PORS)

Last 10 Fiscal Years

SCRS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,323,294	\$ 1,159,659	\$ 947,797	\$ 867,109	\$ 845,242	\$ 748,427	\$ 692,727	\$ 576,989	\$ 547,030	\$ 514,453
Contributions in relation to the contractually required contribution	\$ (1,323,294)	\$ (1,159,659)	\$ (947,797)	\$ (867,109)	\$ (845,242)	\$ (748,427)	\$ (692,727)	\$ (576,989)	\$ (547,030)	\$ (514,453)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 7,187,911	\$ 6,660,878	\$ 5,723,413	\$ 5,572,683	\$ 5,432,149	\$ 5,140,294	\$ 5,108,606	\$ 4,991,257	\$ 4,946,164	\$ 4,719,753
Contributions as a percentage of covered-employee payroll	18.41%	17.41%	16.56%	15.56%	15.56%	14.56%	13.56%	11.56%	11.06%	10.90%

PORS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 2,024,093	\$ 1,739,958	\$ 1,479,370	\$ 1,309,324	\$ 936,371	\$ 824,478	\$ 728,497	\$ 637,524	\$ 610,745	\$ 571,651
Contributions in relation to the contractually required contribution	\$ (2,024,093)	\$ (1,739,958)	\$ (1,479,370)	\$ (1,309,324)	\$ (936,371)	\$ (824,478)	\$ (728,497)	\$ (637,524)	\$ (610,745)	\$ (571,651)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 9,712,539	\$ 8,769,949	\$ 7,688,032	\$ 7,178,310	\$ 5,133,611	\$ 4,782,357	\$ 4,485,815	\$ 4,476,972	\$ 4,445,013	\$ 4,262,881
Contributions as a percentage of covered-employee payroll	20.84%	19.84%	19.24%	18.24%	18.24%	17.24%	16.24%	14.24%	13.74%	13.41%

Source: County quarterly retirement contribution reports.

See Independent Auditor's Report on Required Supplementary Information

COMBINING AND INDIVIDUAL FUND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Bureau of Tourism Accommodations	To account for the County's portion of accommodations taxes.
Hospitality Tax	To account for the County's collection of hospitality taxes.
Library	To account for the County's operation of the Library.
Drug Enforcement and Other Sheriff's Funds	To account for restricted revenues received by the Sheriff.
Special Purpose District	To account for ad valorem taxes collected to be used for F. E. DuBose Career Center (vocational training).
E-911	To account for fees collected by telephone companies to be used to provide emergency assistance through the nationwide 911 system.
Emergency Services Tax District	To account for the accumulation of ad valorem taxes to pay the costs associated with provision of EMS services throughout county.
Victims Advocate	To account for state assessments and surcharges on fines to be used for victim services.
Third Circuit Drug Court	To account for restricted revenue for operation of drug court.

DEBT SERVICE FUNDS

Fire Protection	To account for the accumulation of ad valorem taxes to pay the principal, interest, and fiscal charges.
Emergency Medical Svcs	To account for the accumulation of ad valorem taxes to pay the principal, interest, and fiscal charges.

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue						
	Bureau of Tourism Accommodation Fund	Hospitality Tax Fund	Library Fund	Drug Enforcement and Other Sheriff's Fund	Special Purpose District	E-911	
ASSETS							
Cash and cash equivalents	\$ 285,705	\$ 567,651	\$ 166,520	\$ 592,788	\$ -	\$ 1,027,183	
Accounts receivable	30,770	50,362	-	-	-	129,326	
Prepaid expenses	-	-	3,151	-	-	-	
Due from other funds	-	-	-	-	-	-	
Due from other governments	-	-	4,351	-	-	-	
Delinquent taxes receivable	-	-	29,039	-	48,323	-	
 Total Assets	 \$ 316,475	 \$ 618,013	 \$ 203,061	 \$ 592,788	 \$ 48,323	 \$ 1,156,509	
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 2,704	\$ -	\$ 9,671	\$ -	\$ -	\$ 6,834	
Due to other funds	-	-	-	-	2,180	-	
Total Liabilities	 2,704	 -	 9,671	 -	 2,180	 6,834	
Deferred Inflows of Resources:							
Unavailable Revenue - Property Taxes	-	-	22,100	-	44,395	-	
Total Deferred Inflows of Resources	 -	 -	 22,100	 -	 44,395	 -	
Fund Balances:							
Nonspendable	-	-	3,151	-	-	-	
Restricted	-	-	-	592,788	-	1,149,675	
Assigned	 313,771	 618,013	 168,139	 -	 1,748	 -	
Total Fund	 313,771	 618,013	 171,290	 592,788	 1,748	 1,149,675	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 \$ 316,475	 \$ 618,013	 \$ 203,061	 \$ 592,788	 \$ 48,323	 \$ 1,156,509	

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue			Debt Service			Total Nonmajor Governmental Funds
	Emergency Services Fund	Victims Advocate Fund	Third Circuit Drug Court	Fire Protection	EMS Debt Service		
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ 37,721	\$ 209,862	\$ 86,203	\$ 2,973,633	
Accounts receivable	-	-	-	-	-	210,458	
Prepaid expenses	-	-	-	-	-	3,151	
Due from other funds	-	-	-	-	3,256	3,256	
Due from other governments	-	-	-	-	-	4,351	
Delinquent taxes receivable	111,235	-	-	12,310	4,181	205,088	
Total Assets	\$ 111,235	\$ -	\$ 37,721	\$ 222,172	\$ 93,640	\$ 3,399,937	
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 206	\$ -	\$ -	\$ 19,415	
Due to other funds	-	-	-	-	-	2,180	
Total Liabilities	-	-	206	-	-	21,595	
Deferred Inflows of Resources:							
Unavailable Revenue - Property Taxes	89,056	-	-	10,158	3,149	168,858	
Total Deferred Inflows of Resources	89,056	-	-	10,158	3,149	168,858	
Fund Balances:							
Nonspendable	-	-	-	-	-	-	3,151
Restricted	-	-	37,515	212,014	90,491	2,082,483	
Assigned	22,179	-	-	-	-	-	1,123,850
Total Fund Balances	22,179	-	37,515	212,014	90,491	3,209,484	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 111,235	\$ -	\$ 37,721	\$ 222,172	\$ 93,640	\$ 3,399,937	

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue						E-911
	Bureau of Tourism Accommodation Fund	Hospitality Tax Fund	Library Fund	Drug Enforcement and Other Sheriff's Fund	Special Purpose District		
REVENUES							
Taxes	\$ 299,947	\$ 483,722	\$ 624,361	\$ -	\$ 332,796	\$ -	-
Intergovernmental	172,207	-	155,066	-	-	-	204,362
Charges for services	-	-	-	-	-	-	197,489
Fines and forfeitures	-	-	16,321	18,930	-	-	-
Interest	5,648	32,343	7,983	25,349	-	-	67,107
Miscellaneous	-	-	6,565	14,550	-	-	-
Total Revenues	<u>477,802</u>	<u>516,065</u>	<u>810,296</u>	<u>58,829</u>	<u>332,796</u>	<u>468,958</u>	
EXPENDITURES							
Current:							
General government	-	-	-	-	333,719	-	-
Public safety	-	-	-	19,403	-	-	326,081
Culture/Recreation	219,604	14,961	682,167	-	-	-	-
Court related	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and fees	-	-	-	-	-	-	-
Capital outlay	-	62,257	6,882	85,311	-	-	6,960
Total Expenditures	<u>219,604</u>	<u>77,218</u>	<u>689,049</u>	<u>104,714</u>	<u>333,719</u>	<u>333,041</u>	
Excess of revenues over (under) expenditures	<u>258,198</u>	<u>438,847</u>	<u>121,247</u>	<u>(45,885)</u>	<u>(923)</u>	<u>135,917</u>	
OTHER FINANCING SOURCES (USES)							
Sale of Assets	-	-	-	47,200	-	-	-
Transfers in (out)	-	(275,550)	10,000	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(275,550)</u>	<u>10,000</u>	<u>47,200</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>258,198</u>	<u>163,297</u>	<u>131,247</u>	<u>1,315</u>	<u>(923)</u>	<u>135,917</u>	
Fund balances at beginning of year - as restated	<u>55,573</u>	<u>454,716</u>	<u>40,043</u>	<u>591,473</u>	<u>2,671</u>	<u>1,013,758</u>	
Fund balances at end of year	<u>\$ 313,771</u>	<u>\$ 618,013</u>	<u>\$ 171,290</u>	<u>\$ 592,788</u>	<u>\$ 1,748</u>	<u>\$ 1,149,675</u>	

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue			Debt Service		Total Nonmajor Governmental Funds
	Emergency Services Fund	Victims Advocate Fund	Third Circuit Drug Court	Fire Protection	EMS Debt Service	
REVENUES						
Taxes	\$ 2,036,559	\$ -	\$ -	\$ 197,515	\$ 90,469	\$ 4,065,369
Intergovernmental	-	8,504	150,000	-	-	690,139
Charges for services	-	-	-	-	-	197,489
Fines and forfeitures	-	38,867	-	-	-	74,118
Interest	-	-	5,588	5,437	22	149,477
Miscellaneous	-	-	-	-	-	21,115
Total Revenues	2,036,559	47,371	155,588	202,952	90,491	5,197,707
EXPENDITURES						
Current:						
General government	-	-	-	-	-	333,719
Public safety	-	150,164	-	-	-	495,648
Culture/Recreation	-	-	-	-	-	916,732
Court related	-	-	278,570	-	-	278,570
Debt service:						
Principal	-	-	-	100,602	-	100,602
Interest and fees	-	-	-	25,894	-	25,894
Capital outlay	-	-	-	-	-	161,410
Total Expenditures	-	150,164	278,570	126,496	-	2,312,575
Excess of revenues over (under) expenditures	2,036,559	(102,793)	(122,982)	76,456	90,491	2,885,132
OTHER FINANCING SOURCES (USES)						
Sale of Assets	-	-	-	-	-	47,200
Transfers in (out)	(2,036,413)	102,793	(5,000)	-	-	(2,204,170)
Total Other Financing Sources (Uses)	(2,036,413)	102,793	(5,000)	-	-	(2,156,970)
Net change in fund balances	146	-	(127,982)	76,456	90,491	728,162
Fund balances at beginning of year - as restated	22,033	-	165,497	135,558	-	2,481,322
Fund balances at end of year	\$ 22,179	\$ -	\$ 37,515	\$ 212,014	\$ 90,491	\$ 3,209,484

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)			
	Original	Final							
REVENUES									
Taxes									
Real estate taxes	\$ 11,942,930	\$ 11,942,930	\$ 13,319,668	\$ -	\$ 13,319,668	\$ 1,376,738			
Local option sales tax	4,300,000	4,300,000	4,477,689	-	4,477,689	177,689			
Vehicle taxes	2,193,000	2,193,000	2,212,416	-	2,212,416	19,416			
Watercraft taxes	367,200	367,200	377,466	-	377,466	10,266			
Delinquent taxes	1,400,000	1,400,000	1,013,329	-	1,013,329	(386,671)			
Payment in lieu of taxes	50,000	50,000	52,803	-	52,803	2,803			
Treasurer's cost to cities	25,000	25,000	34,590	-	34,590	9,590			
Payment in lieu - motor carrier	425,000	425,000	294,091	-	294,091	(130,909)			
Total taxes	20,703,130	20,703,130	21,782,052	-	21,782,052	1,078,922			
Licenses and permits									
Moving permits	2,500	2,500	2,680	-	2,680	180			
Building permits	215,000	215,000	259,799	-	259,799	44,799			
Total licenses and permits	217,500	217,500	262,479	-	262,479	44,979			
Charges for services									
Assessors fees	1,000	1,000	519	-	519	(481)			
Master in Equity fees	4,000	4,000	10,851	-	10,851	6,851			
Probate fees	80,000	80,000	59,260	-	59,260	(20,740)			
Planning and public service fees	11,000	11,000	13,805	-	13,805	2,805			
ROD fees and charges	250,000	250,000	290,459	-	290,459	40,459			
Coroner fees	200	200	-	-	-	(200)			
Animal control fees	750	750	617	-	617	(133)			
Landfill fees	350,000	350,000	375,168	-	375,168	25,168			
Solid Waste user fee	910,000	910,000	905,486	-	905,486	(4,514)			
County road user fee	460,000	460,000	469,086	-	469,086	9,086			
Municipal law enforcement	199,750	199,750	234,775	-	234,775	35,025			
Municipal inmate housing	6,100	6,100	7,406	-	7,406	1,306			
Total charges for services	2,272,800	2,272,800	2,367,432	-	2,367,432	94,632			
Fines and forfeitures									
Clerk of court fines and fees	118,000	118,000	134,405	-	134,405	16,405			
Magistrate fines and fees	210,000	210,000	221,143	-	221,143	11,143			
Sex offender registry fees	7,000	7,000	10,300	-	10,300	3,300			
Sheriff's fines and fees	2,500	2,500	3,496	-	3,496	996			
	337,500	337,500	369,344	-	369,344	31,844			
Investment income									
	75,000	75,000	641,250	-	641,250	566,250			
Miscellaneous									
Hangar rent	55,000	55,000	57,081	-	57,081	2,081			
Multi-County Industrial Park	85,000	85,000	40,327	-	40,327	(44,673)			
Miscellaneous revenue	206,000	206,000	259,629	-	259,629	53,629			
Recreation Programs	74,500	74,500	90,783	-	90,783	16,283			
Franchise fees	110,000	110,000	103,008	-	103,008	(6,992)			
Contributions	500	500	1,444	-	1,444	944			
Non-governmental grants	-	-	15,767	-	15,767	15,767			
	531,000	531,000	568,039	-	568,039	37,039			

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND**
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
Intergovernmental						
State						
Accommodations tax	36,000	36,000	34,062	-	34,062	(1,938)
Merchant's inventory tax	48,910	48,910	48,909	-	48,909	(1)
Solid waste tire fees	20,000	20,000	8,242	-	12,888	(7,112)
State aid and allocations	1,850,000	1,850,000	1,717,945	-	1,717,945	(132,055)
Election commission	52,500	52,500	66,731	-	66,731	14,231
Clerk/Sheriff/Probate Judge supplements	48,000	48,000	105,000	-	105,000	57,000
Coroner Review Board	48,000	48,000	34,783	-	34,783	(13,217)
Body worn cameras	-	-	35,075	-	35,075	35,075
Body Armor grant	-	-	22,380	-	22,380	22,380
SC Dept . Public Safety equip.			73,819	-	73,819	73,819
EMS Grant in aid	-	-	7,548	-	7,548	7,548
EMS Tuition grant	-	-	4,500	-	4,500	4,500
School Resource Officers	-	-	449,850	-	449,850	449,850
State library grants	-	-	53,565	-	53,565	53,565
State opiate grants	-	-	39,592	-	39,592	39,592
Waste oil grant(s)	-	-	3,058	-	3,058	3,058
Waste tire grant(s)	-	-	85,166	-	85,166	85,166
V-Safe fire protection	-	-	13,350	-	13,350	13,350
Economic Development grant(s)	-	-	250,000	-	250,000	250,000
Federal						
Veterans affairs	4,800	4,800	5,319	-	5,319	519
Marshal's service - inmate housing	575,000	575,000	600,286	-	600,286	25,286
Dept. Interior	33,500	33,500	34,799	-	34,799	1,299
Title IV-D Clerk of Court	176,440	176,440	124,786	-	120,140	(56,300)
Title IV-D Sheriff	5,500	5,500	3,481	-	3,481	(2,019)
DSS - Revenue	30,000	30,000	64,201	-	64,201	34,201
Emergency management grants	-	-	40,817	-	40,817	40,817
Bullet proof vest programs	-	-	7,635	-	7,635	7,635
Cares Act	-	-	39,767	-	39,767	39,767
FEMA BRIC mitigation	-	-	13,162	-	13,162	13,162
DHHS ECI grant	-	-	192,714	-	192,714	192,714
ARPA Airport	-	-	10,833	-	10,833	10,833
Airport improvement program	-	-	279,319	-	279,319	279,319
Justice Assistance grants	-	-	57,734	-	57,734	57,734
TOTAL REVENUES	\$ 27,065,580	\$ 27,065,580	\$ 30,519,024	\$ -	\$ 30,519,024	\$ 3,453,444

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
General Government and Administration:						
Administration:						
Salaries and related Operations	\$ 512,290 30,000 542,290	\$ 512,290 30,000 542,290	\$ 445,798 49,387 495,185	\$ - - -	\$ 445,798 49,387 495,185	\$ 66,492 (19,387) 47,105
County Council:						
Salaries and related Operations	173,870 18,540 192,410	173,870 18,540 192,410	177,425 99,185 276,610	- (82,276) (82,276)	177,425 16,909 194,334	(3,555) 1,631 (1,924)
Assessor:						
Salaries and related Operations	579,030 94,100 673,130	579,030 94,100 673,130	378,810 84,733 463,543	- - -	378,810 84,733 463,543	200,220 9,367 209,587
Auditor:						
Salaries and related Operations	247,910 23,640 271,550	247,910 23,640 271,550	249,446 13,862 263,308	- - -	249,446 13,862 263,308	(1,536) 9,778 8,242
Treasurer:						
Salaries and related Operations	441,180 114,900 556,080	441,180 114,900 556,080	430,352 80,138 510,490	- - -	430,352 80,138 510,490	10,828 34,762 45,590
Finance:						
Salaries and related Operations	330,370 9,080 339,450	330,370 9,080 339,450	299,198 5,563 304,761	- - -	299,198 5,563 304,761	31,172 3,517 34,689
Human Resources:						
Salaries and related Operations	214,570 14,740 229,310	214,570 14,740 229,310	214,258 9,602 223,860	- - -	214,258 9,602 223,860	312 5,138 5,450
Grants Administration						
Salaries and related Operations	145,420 5,110 150,530	145,420 5,110 150,530	142,472 2,420 144,892	- - -	142,472 2,420 144,892	2,948 2,690 5,638
Procurement						
Salaries and related Operations	233,260 11,350 244,610	233,260 21,350 254,610	198,473 56,491 254,964	- - -	198,473 56,491 254,964	34,787 (35,141) (354)
Voter Registration:						
Salaries and related Operations	221,580 122,450 344,030	221,580 122,450 344,030	273,901 132,549 406,450	- (7,877) (7,877)	273,901 124,672 398,573	(52,321) (2,222) (54,543)
Information Technology:						
Salaries and related Operations	141,700 507,870 649,570	141,700 507,870 649,570	141,632 518,962 660,594	- (20,427) (20,427)	141,632 498,535 640,167	68 9,335 9,403
Veterans Affairs:						
Salaries and related Operations	75,350 7,950 83,300	75,350 7,950 83,300	75,223 7,317 82,540	- - -	75,223 7,317 82,540	127 633 760

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
Nondepartmental Expenditures:						
Special Projects	130,100	130,100	249,635	(31,151)	218,484	(88,384)
Contract Security	97,000	97,000	106,858	-	106,858	(9,858)
Legal Assistance	25,000	25,000	40,320	-	40,320	(15,320)
Rent - Judicial Annex	106,000	106,000	105,261	-	105,261	739
Rent - Election Commission	90,000	90,000	88,014	-	88,014	1,986
Workmen's compensation	190,000	190,000	155,374	-	155,374	34,626
Audit fee	49,000	49,000	46,130	-	46,130	2,870
Unemployment	5,000	5,000	4,519	-	4,519	481
Electricity	450,000	450,000	471,079	-	471,079	(21,079)
Capital Projects	-	1,195,000	718,212	245,576	963,788	231,212
Contractual services	150,000	150,000	166,461	-	166,461	(16,461)
Printing and postage	55,000	55,000	54,888	-	54,888	112
Christmas bonus	34,000	34,000	35,941	-	35,941	(1,941)
Property and liability insurance	600,000	600,000	588,218	-	588,218	11,782
Drug screening	12,500	12,500	12,208	-	12,208	292
Water	48,000	48,000	48,555	-	48,555	(555)
Retirees' insurance	600,000	600,000	709,678	-	709,678	(109,678)
Telephone	250,000	250,000	271,588	-	271,588	(21,588)
Personnel	15,260	15,260	-	-	-	15,260
FICA expense	3,100	3,100	3,041	-	3,041	59
Police retirement	500	500	239	-	239	261
Bank fees and charges	40,000	40,000	53,775	-	53,775	(13,775)
	2,950,460	4,145,460	3,929,994	214,425	4,144,419	1,041
Grant Expense:						
Private						
Duke Energy plum case	-	-	15,767	-	15,767	(15,767)
State						
Body worn cameras	-	-	40,101	-	40,101	(40,101)
Body Armor grant	-	-	22,380	-	22,380	(22,380)
SC Dept. Public Safety equip.	-	-	78,320	-	78,320	(78,320)
EMS Grant in aid	-	-	7,681	-	7,681	(7,681)
EMS Tuition grant	-	-	4,500	-	4,500	(4,500)
School Resource Officers	-	-	320,102	-	320,102	(320,102)
Waste oil grant(s)	-	-	3,194	-	3,194	(3,194)
Waste tire grant(s)	-	-	186,923	-	186,923	(186,923)
V-Safe fire protection	-	-	13,389	-	13,389	(13,389)
SC Library grants	-	-	53,565	-	53,565	(53,565)
SC opioid response grant	-	-	39,592	-	39,592	(39,592)
Economic Development grant(s)	-	-	250,000	-	250,000	(250,000)
Federal						
Emergency management grants	-	-	43,119	-	43,119	(43,119)
Bullet proof vest programs	-	-	15,270	-	15,270	(15,270)
Cares Act	-	-	42,863	-	42,863	(42,863)
FEMA BRIC grant	-	-	18,150	-	18,150	(18,150)
DHHS ECI grant	-	-	195,276	-	195,276	(195,276)
ARPA Airport	-	-	9,889	-	9,889	(9,889)
Airport improvement program	-	-	310,355	-	310,355	(310,355)
Justice Assistance grants	-	-	12,690	-	12,690	(12,690)
	-	-	1,683,126	-	1,683,126	(1,683,126)
Total General Government and Administration	7,226,720	8,431,720	9,700,317	103,845	9,804,162	(1,372,442)

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
Court Related:						
Clerk of Court:						
Salaries and related Operations	238,850	238,850	234,512	-	234,512	4,338
38,630	38,630	31,319		-	31,319	7,311
	<u>277,480</u>	<u>277,480</u>	<u>265,831</u>	<u>-</u>	<u>265,831</u>	<u>11,649</u>
Magistrates:						
Salaries and related Operations	581,340	581,340	570,816	-	570,816	10,524
33,380	33,380	17,113		-	17,113	16,267
	<u>614,720</u>	<u>614,720</u>	<u>587,929</u>	<u>-</u>	<u>587,929</u>	<u>26,791</u>
Probate Judge:						
Salaries and related Operations	240,350	240,350	238,836	-	238,836	1,514
18,380	18,380	8,576		(1,957)	6,619	11,761
	<u>258,730</u>	<u>258,730</u>	<u>247,412</u>	<u>(1,957)</u>	<u>245,455</u>	<u>13,275</u>
Family Court:						
Salaries and related Operations	164,130	164,130	133,496	-	133,496	30,634
9,000	9,000	6,913		-	6,913	2,087
	<u>173,130</u>	<u>173,130</u>	<u>140,409</u>	<u>-</u>	<u>140,409</u>	<u>32,721</u>
Register of Deeds:						
Salaries and related Operations	130,830	130,830	141,498	-	141,498	(10,668)
31,630	31,630	161,762		(146,805)	14,957	16,673
	<u>162,460</u>	<u>162,460</u>	<u>303,260</u>	<u>(146,805)</u>	<u>156,455</u>	<u>6,005</u>
Master in Equity:						
Salaries and related Operations	43,360	43,360	44,235	-	44,235	(875)
10,420	10,420	9,612		-	9,612	808
	<u>53,780</u>	<u>53,780</u>	<u>53,847</u>	<u>-</u>	<u>53,847</u>	<u>(67)</u>
Title IV-D Funds - Clerk of Court:						
Salaries and related Operations	168,020	168,020	144,136	-	144,136	23,884
11,500	11,500	672		-	672	10,828
	<u>179,520</u>	<u>179,520</u>	<u>144,808</u>	<u>-</u>	<u>144,808</u>	<u>34,712</u>
Circuit Court Judges:						
Allowance	750	750	133	-	133	617
Solicitor:						
Allowance	195,565	195,565	195,565	-	195,565	-
Public Defender:						
Allowance	144,955	144,955	144,955	-	144,955	-
	<u>341,270</u>	<u>341,270</u>	<u>340,653</u>	<u>-</u>	<u>340,653</u>	<u>617</u>
Total Court Related	2,061,090	2,061,090	2,084,149	(148,762)	1,935,387	125,703
Public Safety:						
Sheriff:						
Salaries and related Operations	4,873,770	4,873,770	4,623,401	-	4,623,401	250,369
991,900	991,900	946,104		91,726	1,037,830	(45,930)
	<u>5,865,670</u>	<u>5,865,670</u>	<u>5,569,505</u>	<u>91,726</u>	<u>5,661,231</u>	<u>204,439</u>
Title IV-D Funds - Sheriff:						
Operations	5,500	5,500	5,378	-	5,378	122
	<u>5,500</u>	<u>5,500</u>	<u>5,378</u>	<u>-</u>	<u>5,378</u>	<u>122</u>
Emergency Preparedness:						
Salaries and related Operations	108,080	108,080	89,572	-	89,572	18,508
14,900	14,900	16,387		-	16,387	(1,487)
	<u>122,980</u>	<u>122,980</u>	<u>105,959</u>	<u>-</u>	<u>105,959</u>	<u>17,021</u>
Correctional Center:						
Salaries and related Operations	2,618,490	2,618,490	2,436,621	-	2,436,621	181,869
741,170	741,170	824,331		7,118	831,449	(90,279)
	<u>3,359,660</u>	<u>3,359,660</u>	<u>3,260,952</u>	<u>7,118</u>	<u>3,268,070</u>	<u>91,590</u>

CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
Coroner:						
Salaries and related Operations	190,450	190,450	153,572	-	153,572	36,878
	136,800	136,800	159,787	-	159,787	(22,987)
	327,250	327,250	313,359	-	313,359	13,891
Communications:						
Salaries and related Operations	1,058,460	1,058,460	946,991	-	946,991	111,469
	29,500	29,500	26,068	-	26,068	3,432
	1,087,960	1,087,960	973,059	-	973,059	114,901
Total Public Safety	10,769,020	10,769,020	10,228,212	98,844	10,327,056	441,964
Physical Environment:						
Facilities Management:						
Salaries and related Operations	628,790	628,790	652,279	-	652,279	(23,489)
	208,330	208,330	273,414	28,075	301,489	(93,159)
	837,120	837,120	925,693	28,075	953,768	(116,648)
Solid Waste:						
Salaries and related Operations	331,930	331,930	331,614	-	331,614	316
	2,426,150	2,426,150	2,295,552	6,791	2,302,343	123,807
	2,758,080	2,758,080	2,627,166	6,791	2,633,957	124,123
County Engineer:						
Salaries and related Operations	238,650	238,650	247,026	-	247,026	(8,376)
	3,150	3,150	4,017	-	4,017	(867)
	241,800	241,800	251,043	-	251,043	(9,243)
Public Works:						
Salaries and related Operations	587,730	587,730	569,380	-	569,380	18,350
	426,000	426,000	382,531	103,529	486,060	(60,060)
	1,013,730	1,013,730	951,911	103,529	1,055,440	(41,710)
Total Physical Environment	4,850,730	4,850,730	4,755,813	138,395	4,894,208	(43,478)
Economic Environment:						
Planning and Public Service Commission:						
Salaries and related Operations	519,030	519,030	527,205	-	527,205	(8,175)
	45,000	45,000	99,802	(931)	98,871	(53,871)
	564,030	564,030	627,007	(931)	626,076	(62,046)
Development Board:						
Salaries and related Operations	219,910	219,910	222,529	-	222,529	(2,619)
	185,650	185,650	162,449	-	162,449	23,201
	405,560	405,560	384,978	-	384,978	20,582
Total Economic Environment	969,590	969,590	1,011,985	(931)	1,011,054	(41,464)

**CLARENDON COUNTY, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
Transportation:						
Fleet Maintenance:						
Salaries and related Operations	220,870	220,870	219,857	-	219,857	1,013
9,800	9,800	9,800	9,217	-	9,217	583
	230,670	230,670	229,074	-	229,074	1,596
Airport Commission:						
Operations	46,680	46,680	47,825	-	47,825	(1,145)
	46,680	46,680	47,825	-	47,825	(1,145)
Total Transportation	277,350	277,350	276,899	-	276,899	451
Recreation and Culture:						
Recreation:						
Salaries and related Operations	409,260	409,260	405,536	-	405,536	3,724
149,300	149,300	149,300	536,196	(300,312)	235,884	(86,584)
	558,560	558,560	941,732	(300,312)	641,420	(82,860)
County Archives:						
Salaries and related Operations	97,610	97,610	94,807	-	94,807	2,803
6,160	6,160	6,160	749	-	749	5,411
	103,770	103,770	95,556	-	95,556	8,214
Total Recreation and Culture	662,330	662,330	1,037,288	(300,312)	736,976	(74,646)
Miscellaneous:						
Agencies:						
Santee-Lynches Council of Government	36,210	36,210	36,210	-	36,210	-
Clarendon Soil and Water Conservation	32,000	32,000	32,000	-	32,000	-
Clemson Extension	28,800	28,800	28,800	-	28,800	-
SC Association of Counties	8,670	8,670	8,672	-	8,672	(2)
Delegation allowance	20,000	20,000	20,000	-	20,000	-
Behavioral Services	5,000	5,000	5,000	-	5,000	-
SC DHEC	30,000	30,000	30,000	-	30,000	-
Indigent care	37,370	37,370	37,371	-	37,371	(1)
County Adult Education	28,000	28,000	28,000	-	28,000	-
Central Carolina Scholarship Program	20,000	20,000	20,000	-	20,000	-
Central Carolina Technical College	100,000	100,000	100,000	-	100,000	-
	346,050	346,050	346,053	-	346,053	(3)
Total Miscellaneous	346,050	346,050	346,053	-	346,053	(3)
Capital Outlay - Leases	-	-	1,696,147	(1,696,147)		
Total Expenditures	<u>\$ 27,162,880</u>	<u>\$ 28,367,880</u>	<u>\$ 31,136,863</u>	<u>\$ (1,805,068)</u>	<u>\$ 29,331,795</u>	<u>\$ (963,915)</u>
Other Financing Sources (Uses)						
Sale of Assets	\$ 50,000	\$ 50,000	\$ 30,950	\$ -	\$ 30,950	\$ (19,050)
Lease proceeds	-	-	1,696,147	(1,696,147)	-	-
Transfers In (Out)	47,300	(947,700)	(961,904)	-	(961,904)	(14,204)
	<u>\$ 97,300</u>	<u>\$ (897,700)</u>	<u>\$ 765,193</u>	<u>\$ (1,696,147)</u>	<u>\$ (930,954)</u>	<u>\$ (33,254)</u>

FIDUCIARY FUNDS

CUSTODIAL FUNDS

To account for assets held solely in a custodial capacity by the County.

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2024

	School Districts Debt Service	School Districts Operations	Forfeited Land	Probate Judge	Master-In Equity	Municipalities
ASSETS						
Cash and investments	\$ 7,985,436	\$ -	\$ 1,723	\$ 4,516	\$ 25	\$ -
Delinquent taxes receivable	42,498	1,543,096	-	-	-	-
Due from other magistrates	-	-	-	-	-	-
Total assets	8,027,934	1,543,096	1,723	4,516	25	-
LIABILITIES						
Due to Treasurer - General Fund	166	-	-	4,276	-	-
Due to Treasurer - cash overage (shortage)	-	-	-	-	-	-
Due to other magistrates	-	-	-	-	-	-
Total liabilities	166	-	-	4,276	-	-
NET POSITION						
Restricted for Individuals, organizations and other governments	8,027,768	1,543,096	1,723	240	25	-
Total net position	\$ 8,027,768	\$ 1,543,096	\$ 1,723	\$ 240	\$ 25	\$ -

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2024

	Magistrates			Clerk of Court	Tax Collector	Total
	General Account	Civil Account	Part- Time			
ASSETS						
Cash and investments	\$ 46,045	\$ 4,510	\$ 103	\$ 661,169	\$ 2,268,647	\$ 10,972,174
Delinquent taxes receivable	-	-	-	-	-	1,585,594
Due from other magistrates	103	-	-	-	-	103
Total assets	46,148	4,510	103	661,169	2,268,647	12,557,871
LIABILITIES						
Due to Treasurer - General Fund	31,324	4,510	-	25,307	-	65,583
Due to Treasurer - cash overage (shortage)	1,476	-	-	5,141	-	6,617
Due to other magistrates	-	-	103	-	-	103
Total liabilities	32,800	4,510	103	30,448	-	72,303
NET POSITION						
Restricted for Individuals, organizations and other governments	13,348	-	-	630,721	2,268,647	12,485,568
Total net position	\$ 13,348	\$ -	\$ -	\$ 630,721	\$ 2,268,647	\$ 12,485,568

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN
FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School District Debt Service	School District Operations	Forfeited Land	Probate Judge	Master-In Equity	Municipalities
ADDITIONS						
Taxes Collected	\$ 4,695,679	\$ 14,527,305	\$ -	\$ -	\$ -	\$ 2,305,735
Operating Income	-	43,486,486	-	-	-	-
Interest Income	339,492	-	81	-	-	-
Fines and Fees Collected	-	-	-	61,875	123,667	-
Total Additions	5,035,171	58,013,791	81	61,875	123,667	2,305,735
DEDUCTIONS						
Fines and Fees disbursed	-	-	-	61,875	123,667	-
Taxes Disbursed	-	14,254,326	-	-	-	2,305,628
Operating Capital Disbursed	4,569,942	43,486,486	-	-	-	-
Total Deductions	4,569,942	57,740,812	-	61,875	123,667	2,305,628
CHANGES IN NET POSITION	465,229	272,979	81	-	-	107
NET POSITION						
Beginning of Year	7,562,539	1,270,117	1,642	240	25	(107)
End of Year	\$ 8,027,768	\$ 1,543,096	\$ 1,723	\$ 240	\$ 25	\$ -

CLARENDON COUNTY, SOUTH CAROLINA
COMBINING SCHEDULE OF CHANGES IN
FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Magistrates			Clerk of Court	Tax Collector	Total
	General Account	Civil Account	Part- Time			
ADDITIONS						
Taxes Collected	\$ -	\$ -	\$ -	\$ -	\$ 373,849	\$ 21,902,568
Operating Income	-	-	-	-	-	43,486,486
Interest Income	9	-	-	-	118,108	457,690
Fines and Fees Collected	457,535	61,915	12,075	137,405	-	854,472
Total Additions	457,544	61,915	12,075	137,405	491,957	66,701,216
DEDUCTIONS						
Fines and Fees disbursed	459,622	61,831	12,075	-	-	719,070
Taxes Disbursed	-	-	-	-	110,887	16,670,841
Operating Capital Disbursed	52	84	-	-	477,025	48,533,589
Total Deductions	459,674	61,915	12,075	-	587,912	65,923,500
CHANGES IN NET POSITION	(2,130)	-	-	137,405	(95,955)	777,716
NET POSITION						
Beginning of Year	15,478	-	-	493,316	2,364,602	11,707,852
End of Year	<u>\$ 13,348</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 630,721</u>	<u>\$ 2,268,647</u>	<u>\$ 12,485,568</u>

CLARENDON COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF COURT FINES, ASSESSMENTS, AND SURCHARGES (PER ACT 96)
SPECIAL REVENUE FUND - VICTIMS' RIGHTS FUND
FOR THE YEAR ENDED JUNE 30, 2024

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	\$ 14,767	\$ 408,802	N/A	\$ 423,569
Court fines and assessments remitted to State Treasurer	9,193	187,523	N/A	196,716
Total Court Fines and Assessments retained	\$ 5,574	\$ 221,279	N/A	\$ 226,853
Surcharges and Assessments retained for victim services:				
Surcharges collected and retained	\$ 8,742	\$ 6,926	N/A	\$ 15,668
Assessments retained	2,876	20,323	N/A	23,199
Total Surcharges and Assessments retained for victim services	\$ 11,618	\$ 27,249	N/A	\$ 38,867

FOR THE DEPARTMENT OF CRIME VICTIM COMPENSATION (DCVC):

VICTIM SERVICE FUNDS COLLECTED	Municipal	County	Total
Carryforward from Previous Year - Beginning Balance	N/A	\$ -	\$ -
Victim Service Revenue:			
Victim Service Fines Retained by City/County Treasurer	N/A	-	-
Victim Service Assessments Retained by City/County Treasurer	N/A	23,199	23,199
Victim Service Surcharges Retained by City/County Treasurer	N/A	15,669	15,669
Contributions/other	N/A	-	-
Interest Earned	N/A	-	-
Grants Funds Received	N/A		
Grant from:			-
General Funds Transferred to Victim Service Fund	N/A	102,793	102,793
Contributions Received from Victim Service Contracts:	N/A		
(1) Town of Summerton	N/A	7,916	7,916
(2) Town of Turbeville	N/A	587	587
Total Funds Allocated to Victim Service Fund + Beginning Balance (A)	N/A	\$ 150,164	\$ 150,164
Expenditures for Victim Service Program:	Municipal	County	Total
Salaries and Benefits	N/A	143,524	\$ 143,524
Operating Expenditures	N/A	6,640	6,640
Victim Service Contract(s):			
(1) Entity's Name	N/A	N/A	-
(2) Entity's Name	N/A	N/A	-
Victim Service Donation(s):			
(1) Domestic Violence Shelter:	N/A	N/A	-
(2) Rape Crisis Center:	N/A	N/A	-
(3) Other local direct crime victims service agency:			
Orangeburg County	N/A	N/A	-
Transferred to General Fund	N/A	N/A	-
Total Expenditures from Victim Service Fund/Program (B)	N/A	\$ 150,164	\$ 150,164
Total Victim Service Funds Retained by Municipal/County Treasurer (A-B)	N/A	\$ -	-
Less: Prior Year Fund Deficit Repayment	N/A	-	-
Carryforward Funds - End of Year	N/A	\$ -	\$ -

CLARENDON COUNTY, SOUTH CAROLINA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2024

Real and Other Personal Property Assessed Value	\$ 95,657,330
Vehicles Assessed Value	16,119,086
Public Utilities and Railroads	8,736,370
Fee-in-Lieu-of Taxes	6,680,531
Other Business Personal Property	1,330,490
Manufacturer's Assessed Value	1,932,990
Merchants Inventory Value	<u>688,290</u>
 Total Taxable Assessed Value	 <u>131,145,087</u>
Debt Limit - Eight Percent (8%) of Total Taxable Assessed Value	10,491,607
Amount of Debt Applicable to Debt Limit:	<u>6,648,729</u>
 LEGAL DEBT MARGIN	 <u>\$ 3,842,878</u>

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
STATISTICAL SECTION**

The information in this section is not covered by the Independent Auditor's Report, but is presented as supplemental data for the benefit of the readers of the annual financial report. The objective of the statistical section information is to provide financial statement users with additional detailed information as a context for understanding what the information in the basic financial statements, notes to the basic financial statements, required supplementary information and other supplementary data says about the County's overall financial health.

Five Year Summary of the General Fund

The following is a summary of the General Fund revenues and expenditures for the fiscal year ended June 30, 2020 through 2024 (audited) and the amended budget for fiscal year 2025.

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025 Budget</u>
(000's omitted)						
REVENUES						
Taxes	\$ 18,368	\$ 18,699	\$ 20,316	\$ 22,201	\$ 21,782	\$ 22,579
Licenses and permits	139	149	167	194	263	242
Intergovernmental	2,216	2,811	4,445	3,517	4,529	3,006
Charges for service	1,643	1,967	2,385	2,338	2,367	2,413
Fine and forfeitures	281	333	332	358	369	371
Investment income	15	10	23	352	641	300
Miscellaneous	476	568	514	602	568	555
Total revenue	<u>23,138</u>	<u>24,537</u>	<u>28,182</u>	<u>29,562</u>	<u>30,519</u>	<u>29,466</u>
EXPENDITURES						
General government	5,990	6,831	8,147	7,636	9,804	7,695
Public safety	8,271	7,596	8,194	9,671	10,327	11,973
Physical environment	3,716	3,740	4,393	4,730	4,894	5,205
Transportation	196	211	252	198	277	286
Economic environment	646	664	850	1,009	1,011	1,128
Agencies	918	917	911	346	346	364
Culture and recreation	544	596	591	702	737	819
Court related	1,581	1,588	1,638	1,950	1,936	2,153
Total expenditures	<u>21,862</u>	<u>22,143</u>	<u>24,976</u>	<u>26,242</u>	<u>29,332</u>	<u>29,623</u>
Excess of revenues over/(under) expenditures	1,276	2,394	3,206	3,320	1,187	(157)
OTHER SOURCES (USES)						
Sale of assets	73	114	137	243	31	50
Operating leases	-	-	225	175	-	-
Transfers	(83)	(101)	44	(278)	(962)	107
Net other financing sources	(10)	13	406	140	(931)	157
Net change in fund balance	<u>1,266</u>	<u>2,407</u>	<u>3,612</u>	<u>3,460</u>	<u>256</u>	<u>-</u>
Fund balance at beginning of year	<u>4,545</u>	<u>5,811</u>	<u>8,218</u>	<u>11,830</u>	<u>15,290</u>	<u>15,437</u>
Fund balance at end of year	<u>\$ 5,811*</u>	<u>\$ 8,218*</u>	<u>\$ 11,830*</u>	<u>\$ 15,290</u>	<u>\$ 15,437</u>	<u>\$ 15,437</u>
Ending fund balance as % of total expenditures	26.6%	37.1%	47.4%	58.2%	52.6%	52.1%

* As restated

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
STATISTICAL SECTION**

Assessed Values of the County

The assessed value of all taxable property in the County for the last ten (10) years for which data is available is set forth below:

(000's omitted)		<u>Real Property</u>	<u>Personal</u>	<u>SCTC</u>	<u>Manufacturing</u>	<u>Vehicles</u>	<u>Fee-in-Lieu Taxes</u>	<u>Total Taxable Property*</u>
2014	75,097	1,325	9,920	712	11,542	4,305	102,901	
2015	75,725	1,297	9,863	353	12,699	4,806	104,743	
2016	71,342	1,504	9,508	179	12,585	4,752	99,870	
2017	71,705	1,549	9,357	368	12,290	4,820	100,089	
2018	73,336	1,647	9,367	1,088	12,157	4,979	102,574	
2019	74,695	1,732	9,587	266	12,677	6,594	105,551	
2020	76,849	1,876	10,469	462	13,172	5,267	108,095	
2021	79,004	2,469	10,842	654	14,448	7,279	114,696	
2022	88,709	2,634	10,650	693	15,602	6,952	125,240	
2023	92,830	2,827	11,490	510	16,119	6,681	130,457	

Source: Clarendon County Auditor

* The assessed value of Merchant's Inventory (\$688,290) is not included in this table

Note that the assessed values are established by the County Assessor and the South Carolina Department of Revenue at various rates between 4 and 10.5 percent of the estimated market value.

Largest Taxpayers

The ten (10) largest taxpayers in the County, the total amount of County taxes paid with ranking and percentage of total assessed value of the taxable property of each for the fiscal year 2023 (tax year 2022) and the prior year are reflected below:

(000's omitted)		Fiscal Year 2024 (Tax Year 2023)			Fiscal Year 2023 (Tax Year 2022)		
<u>Taxpayer</u>	<u>Total Taxes Paid</u>	<u>Rank *</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Total Taxes Paid</u>	<u>Rank *</u>	<u>Percentage of Total Taxable Assessed Value</u>	
Duke Energy Progress, Inc.	\$ 1,312	1	2.36%	\$ 1,152	2	2.13%	
Georgia Pacific Clarendon LP	1,307	2	3.93%	1,209	1	3.76%	
Santee Electric Co-op, Inc.	978	3	1.90%	1,038	3	2.13%	
Black River Electric Co-op, Inc.	360	4	0.70%	349	4	0.72%	
CSX Transportation, Inc.	321	5	0.62%	316	5	0.65%	
Wal-mart Real Estate	272	6	0.41%	269	6	0.43%	
Westinghouse Electric Co.	216	7	0.40%	237	7	0.46%	
Kent International Inc	170	8	0.38%				
SC Public Service Authority	168	9	0.37%	168	10	0.37%	
Central Electric Power Co-op	183	10	0.36%	181	9	0.37%	
Helena Chemical Co.				195	8	0.33%	
Totals	\$ 5,295		11.43%	\$ 5,114		11.35%	

Source: Clarendon County Treasurer

*Ranking based on total taxes paid and not taxable assessed value

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
STATISTICAL SECTION**

Tax Collection Record

The following table shows all of the County's property taxes levied for governmental services as of June 30 of the year following the year in which the levy was made, and the amount of delinquent taxes collected for the fiscal years shown. Delinquent taxes include taxes levied in prior years but collected in the year shown.

(000's omitted)

Fiscal Year Ended June 30th	Budgeted		Budgeted Total Collections	Current Tax Collections	Delinquent Tax Collections	Total Tax Collections	Collection Rates	
	Budgeted Tax Collections	Budgeted Delinquent Tax Collections					vs. Budgeted Tax Collections	vs. Budgeted Total Collections
2015	13,814	1,640	15,454	14,476	1,686	16,162	104.8%	104.6%
2016	14,951	1,860	16,811	14,989	1,713	16,702	100.3%	99.4%
2017	15,595	1,780	17,375	15,406	1,442	16,848	98.8%	97.0%
2018	15,949	1,800	17,749	15,759	1,463	17,222	98.8%	97.0%
2019	16,566	1,590	18,156	16,027	1,711	17,738	96.8%	97.7%
2020	17,227	1,640	18,867	17,659	1,880	19,539	102.5%	103.6%
2021	18,814	1,505	20,319	19,954	1,486	21,440	106.1%	105.5%
2022	19,859	1,200	21,059	21,641	1,437	23,078	109.0%	109.6%
2023	21,814	1,435	23,249	23,867	1,650	25,517	109.4%	109.8%
2024	21,892	1,736	23,628	25,366	1,527	26,893	115.6%	106.0%

Hospitality Fee Collections

The following table shows the County's collection of its Hospitality fee levied on prepared foods and beverages for the last five fiscal years.

	2020	2021	2022	2023	2024
July	\$ 26,220	\$ 25,594	\$ 33,808	\$ 34,769	\$ 43,001
August	27,317	41,864	31,158	36,680	33,006
September	24,391	30,084	36,610	31,488	45,824
October	23,888	28,589	29,069	35,211	35,712
November	14,685	21,724	29,791	36,567	35,319
December	42,313	31,303	34,995	48,661	40,967
January	27,350	43,437	24,292	34,859	35,416
February	39,548	25,613	41,190	35,087	35,820
March	19,993	37,495	34,805	45,407	48,204
April	16,574	34,092	32,795	48,802	39,923
May	24,654	32,720	32,589	44,383	42,010
June	<u>31,139</u>	<u>38,759</u>	<u>52,530</u>	<u>55,737</u>	<u>48,520</u>
Total	<u>\$ 318,072</u>	<u>\$ 391,274</u>	<u>\$ 413,632</u>	<u>\$ 487,651</u>	<u>\$ 483,721</u>

COMPLIANCE SECTION

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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

To the Members of the
Clarendon County Council
Manning, 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 Clarendon County, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Clarendon County's basic financial statements and have issued our report thereon dated March 6, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Clarendon County's internal control over financial reporting (internal control) as a basis for designing 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 Clarendon County's internal control. Accordingly, we do not express an opinion on the effectiveness of Clarendon 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.

**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**
(continued)

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. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

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

Clarendon County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Clarendon County, South Carolina's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Clarendon County, South Carolina's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

McGregor & Co. LLP

Orangeburg, South Carolina
March 6, 2025

McGregor & COMPANY, LLP

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Members of the
Clarendon County Council
Manning, South Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Clarendon County's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Clarendon County's major federal programs for the year ended June 30, 2024. Clarendon County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Clarendon County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

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

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**
(continued)

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**
(continued)

Report on Internal Control over Compliance

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

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

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

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

McGregor & Co. LLP

Orangeburg, South Carolina
March 6, 2025

CLARENDON COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Grantor	Grantor Number	Federal CFDA Number	Award Amount	Total Awards Expended
U. S. DEPARTMENT OF JUSTICE:				
Through SC Department of Public Safety:				
Ballistic Vests	N/A	16.803	\$ 13,326	\$ 7,636
Investigative Equip.	15PBJA-23-GG-03741	16.783	12,352	12,352
Through SC Attorney General Office:				
Criminal Domestic Violence Investigator	1K21020	16.588	45,382	45,382
U. S. DEPARTMENT OF TREASURY:				
Asset Forfeiture Program	N/A	21.016	N/A	97,603
ARPA - SLFRF - COVID 19	N/A	21.027	6,554,571	1,090,176
ARPA - LATCF -COVID 19	N/A	21.032	100,000	50,000
Through SC Department of Public Safety:				
COVID 19 Response	1CF20189	16.034	53,261	39,767
U.S. DEPARTMENT OF HOMELAND SECURITY:				
Through SC Emergency Management Division:				
FEMA - BRIC Grant	BRIC-EMA-2020-BR-194	97.047	53,625	13,162
LEMPG 2022 Supplemental	21EMPG-ARPA01	97.042	18,485	5,253
LEMPG 2022 Supplemental	22EMPG01-S	97.042	20,000	21,043
Local Emergency Mgmt. Planning 2023	22EMPG01	97.042	68,061	2,431
Local Emergency Mgmt. Planning 2024	LEMPG23-14	97.042	59,176	12,090
U. S. DEPARTMENT OF TRANSPORTATION:				
Federal Aviation Administration				
Airport Improvement Program	3-45-0038-017-2022	20.106	150,000	56,842
Airport Improvement Program	3-45-0038-019-2023	20.106	260,505	222,477
Airport ARPA	3-45-0038-016-2021	20.106	32,000	10,833
U. S. DEPARTMENT OF AGRICULTURE:				
Rural Utilities Service Grant:				
Phase 2 Water Project	11160-0014	10.760	1,481,000	79,143
Rural Development:				
Community Facilities Grant - Fire Engine	46-014-74378	10.766	301,000	301,000
U. S. Inst. Of Museum and Library Services:				
Through SC State Library	LS-253652-OLS-23	45.31	2,000	2,000
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Through Department of Health Environ Control				
ELS Equip. - Body Scanner	SOFDI CK19-1904	93.323	218,700	192,714
Through SC Office of Rural Health				
Rural Health EMS		93.913	29,068	26,536
Through Department of Social Services:				
Office of Child Support Enforcement:				
Filing Fees	G-04SC404	93.563	N/A	3,000
Federal Financial Assistance	G-04SC404	93.563	N/A	64,201
Family Court	G-04SC404	93.563	N/A	120,140
Sheriff's Department	G-04SC404	93.563	N/A	3,481
TOTAL FEDERAL ASSISTANCE				\$ 2,479,262

See Notes to Schedule of Expenditures of Federal Awards.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE A – BASIS OF PRESENTATION

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

NOTE B – BASIS OF ACCOUNTING

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principals contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards or OMB Circular A-87 – Cost Principles for State, Local and Indian Tribe Governments*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – DE MINIMUS INDIRECT COST RATE

The County has not elected to use the 10 percent de minimus indirect cost rate, except for the Child Support Enforcement grant.

**CLARENDON COUNTY
MANNING, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

SECTION A.

<u>Financial Statements</u>	<u>Summary of Auditor's Results</u>
1.) Type of auditor's report issued:	Unmodified
2.) Internal controls over financial reporting:	
a.) Material weakness identified?	Yes
b.) Significant deficiencies identified not considered to be material weaknesses?	No
3.) Noncompliance material to financial statements noted?	No
<u>Federal Awards</u>	
1.) Internal control over major programs:	
a.) Material weakness identified?	No
b.) Significant deficiencies identified not considered to be material weaknesses?	No
2.) Type of auditor's report issued on compliance for major programs:	Unmodified
3.) Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	No
4.) Identification of major programs:	
<u>CFDA Number</u>	<u>Name of Federal Program</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds
5.) Dollar Threshold used to distinguish between Type A and Type B programs?	\$750,000
6.) Auditee qualified as a low-risk auditee under The Uniform Guidance?	No

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

SECTION B – Financial Statement Findings

Material Weaknesses

2024-001 Material Audit Adjustments

Criteria: The identification by the auditor of a material misstatement to be corrected through one or more proposed journal entries is indicative of a material weakness in internal control.

Condition and context: During our audit, we noted corrections that needed to be made to the County's books in order for the resulting financial statements to be presented in accordance with generally accepted accounting principles. These were due to the following: (1) unearned grant revenues which represents amounts received from grants not yet expended as of June 30, 2024, had not been recorded in some grants; (2) accounts payables were not recorded for grant expenses for one grant; (3) some grant receivables from the State had not been recorded; (4) bond proceeds were overstated for one bond; (5) EMS receivables and allowances were not adjusted to actual; (6) a quarterly revenue payment was not accrued for an E911 revenue stream; (7) interfund receivables and payables were not recorded for two capital projects.

Cause: A change in the finance department began when accruals and deferrals are normally posted.

Effect: Without the proposed entries being made, the financial statements would have been materially misstated as of and for the year ended June 30, 2024.

Recommendation: We recommend reviewing the details of the grants for possible accruals and deferrals. We also recommend that a mechanism be put into place to help post accruals and deferrals of revenue and identify sources of revenue for assistance in posting all revenue properly.

County's response: The County agrees with the findings with the cause being a result of changes within the Finance Department. Several entries to the Trial Balance were not completed. As recommended, trial balances of all funds will be reviewed for all year-end type journal entries that are necessary prior to presenting the auditors with a final working trial balance.

SECTION C – Major Federal Award Findings

None

CLARENDON COUNTY
MANNING, SOUTH CAROLINA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

**Findings – Relating to the Basic Financial Statements in Accordance with
*Government Auditing Standards***

None.

Clarendon County Finance
Administrative Complex
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Manning, South Carolina 29102
(803) 435-8424 – Fax (803) 435-8258

March 7, 2025

McGregor & Company, LLP
1190 Boulevard NE
Orangeburg, South Carolina 29115

Finding 2024-001 Material Audit Adjustments

Name of Contact Person: Tammy Rodvansky, Chief Financial Officer

Corrective Action: The County agrees with the findings with the cause being a result of changes within the Finance department. Several entries to the Trial Balance were not completed. As recommended, trial balances of all funds will be reviewed for all year-end type journal entries that are necessary prior to presenting the auditors with a final working trial balance.

Proposed Completion Date: September 30, 2025