

SUMTER COUNTY, SOUTH CAROLINA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2025

Prepared by
Department of Finance

SUMTER COUNTY, SOUTH CAROLINA

ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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FINANCIAL SECTION



Independent Auditor's Report

**To the County Council
Sumter County
Sumter, South Carolina**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **Sumter County, South Carolina** (the "County"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 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 GAAS 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 GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

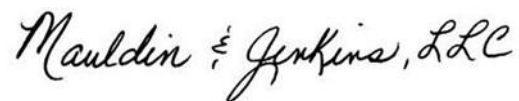
Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 - 10), the budgetary comparison information for the General Fund and the Infrastructure Fund (on pages 63 - 65), and the pension and OPEB schedules as listed in the table of contents (on pages 66 - 69), 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Uniform Schedule of Court Fines, Assessments and Surcharges, as required by the State of South Carolina, 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 GAAS. In our opinion, the combining and individual nonmajor fund financial statement and schedules, the schedule of expenditures of federal awards, and the Uniform Schedule of Court Fines, Assessments, and Surcharges are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.



Columbia, South Carolina
December 15, 2025

Management's Discussion and Analysis

This discussion and analysis of Sumter County's (the "County") financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the notes to the basic financial statements, financial statements, and supplementary information to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2025 are as follows:

- The County's Governmental Activities net position at year end was \$134,070,190.
- The County's Business-type Activities net position at year end was \$4,299,002.
- The County invested in new capital assets in the amount of \$16,958,892 for its Governmental Activities.
- The County issued \$3,500,000 General Obligation Bonds to fund the annual vehicle and equipment replacement program.
- The County increased its Governmental Activities long-term obligations by \$14,448,836 and decreased its Business-type Activities long-term obligations by \$63,255.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and an optional section that presents *supplementary information that includes combining statements* for nonmajor governmental funds. The basic financial statements are presented as follows:

- The first two statements, the Statement of Net Position and the Statement of Activities, are *government-wide financial statements* that provide both long-term and short-term information about the County's overall financial status. The Statement of Net Position offers a snapshot of balances at the end of the fiscal year while the Statement of Activities presents the results of providing governmental goods and services over the course of the fiscal year.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the County government, reporting the County's operations in *more detail* than the government-wide statements.
- The *governmental funds* statements tell how general government services like public safety were financed in the short term. The *governmental funds* balance sheet is a snapshot of available spendable financial resources and the claims against those resources at year end. The *governmental funds* statement of revenue, expenditures and changes in fund balance indicate how the government used its inflows and outflows of available spendable resources over the course of the fiscal year.
- The *proprietary fund* statements provide financial details of water services to residents of a portion of the County.
- Fiduciary fund statements provide information about 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 accounting used for *fiduciary funds* is much like that of the proprietary funds.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about our nonmajor governmental funds, each of which are added together and presented in single columns in the basic financial statements.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County and its component unit as a whole in a manner similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's *net position* and how it has changed. Net position – the difference between the County's assets and liabilities – is one way to measure the County's financial health.

- Over time, increases or decreases in the County's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional non-financial factors such as changes in the County's property tax base and the condition of the County's roads.
- Governmental activities – Most of the County's basic services are included here, such as the police, fire, public works, and parks departments, and general administration. Property taxes and state and federal grants finance most of the activities.
- Business-type activities – This area accounts for the water and sewer service to residents of a portion of the County, including user fees, costs of providing services, and depreciation of capital assets.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant *funds*. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The County Council established other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has three kinds of funds:

- *Governmental funds* – Most of the County's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them.
- *Proprietary funds* – The County provides water and sewer service to residents in a portion of the County and charges user fees based on consumption. The proprietary fund statements provide details of the fees charged, costs to provide services, capital assets and debt related to providing this service.
- *Fiduciary funds* – The County acts as agent, or fiduciary, for other entities' resources. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS

Net Position

The County's net position increased by \$17.2 million between fiscal years 2024 and 2025 ending at approximately \$134 million.

Summary of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 134,411,986	\$ 119,589,350	\$1,693,796	\$1,534,962	\$136,105,782	\$ 121,124,312
Capital assets (net)	158,865,311	149,345,203	4,276,096	3,047,096	163,141,407	152,392,299
Total assets	293,277,297	268,934,553	5,969,892	4,582,058	299,247,189	273,516,611
Deferred outflows	19,046,043	15,183,532	39,897	31,805	19,085,940	15,215,337
Long-term liabilities	7,614,230	6,757,969	868,845	944,097	8,483,075	7,702,066
OPEB liabilities	93,984,354	92,533,487	211,699	203,291	94,196,053	92,736,778
Other liabilities	54,306,754	45,698,132	582,384	233,492	54,889,138	45,931,624
Total liabilities	155,905,338	144,989,588	1,662,928	1,380,880	157,568,266	146,370,468
Deferred inflows	22,347,812	22,238,160	47,859	51,195	22,395,671	22,289,355
Net investment in capital assets	142,095,801	145,054,701	3,337,096	2,034,096	145,432,897	147,088,797
Restricted net position	65,130,106	51,010,091	-	-	65,130,106	51,010,091
Unrestricted (deficit)	(73,155,717)	(79,174,455)	961,906	1,147,692	(72,193,811)	(78,026,763)
Total net position	\$ 134,070,190	\$ 116,890,337	\$4,299,002	\$3,181,788	\$ 138,369,192	\$ 120,072,125

Changes in net position. The County's total revenues increased by \$2.9 million to \$118.9 million. Approximately 45 percent of the County's revenue comes from property and local option sales taxes, approximately 22 percent comes from fees charged for services, 18 percent is from operating and capital grants with 15 percent from other sources.

Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenue:						
Program revenue:						
Charges for services	\$ 26,552,790	\$ 25,730,071	\$ 629,477	\$ 610,110	\$ 27,182,267	\$ 26,340,181
Operating grants	21,163,195	12,127,476	1,757,678	153,132	22,920,873	12,280,608
Capital grants and contributions	300,442	15,638,222	-	-	300,442	15,638,222
General revenue:						-
Property taxes	32,974,853	31,535,412	-	-	32,974,853	31,535,412
Other taxes	20,108,193	18,444,233	-	-	20,108,193	18,444,233
Intergovernmental	5,774,364	5,533,131	-	-	5,774,364	5,533,131
Other	12,027,649	6,977,991	-	-	12,027,649	6,977,991
Total revenue	\$ 118,901,486	\$ 115,986,536	\$ 2,387,155	\$ 763,242	\$ 121,288,641	\$ 116,749,778

The total cost of all programs and services decreased approximately \$850,000, a 1 percent decrease. The County's expenses cover a range of services, with about 36 percent related to public safety and law enforcement, 34 percent related to general government administration, courts, and public works, and 9 percent related to health and welfare.

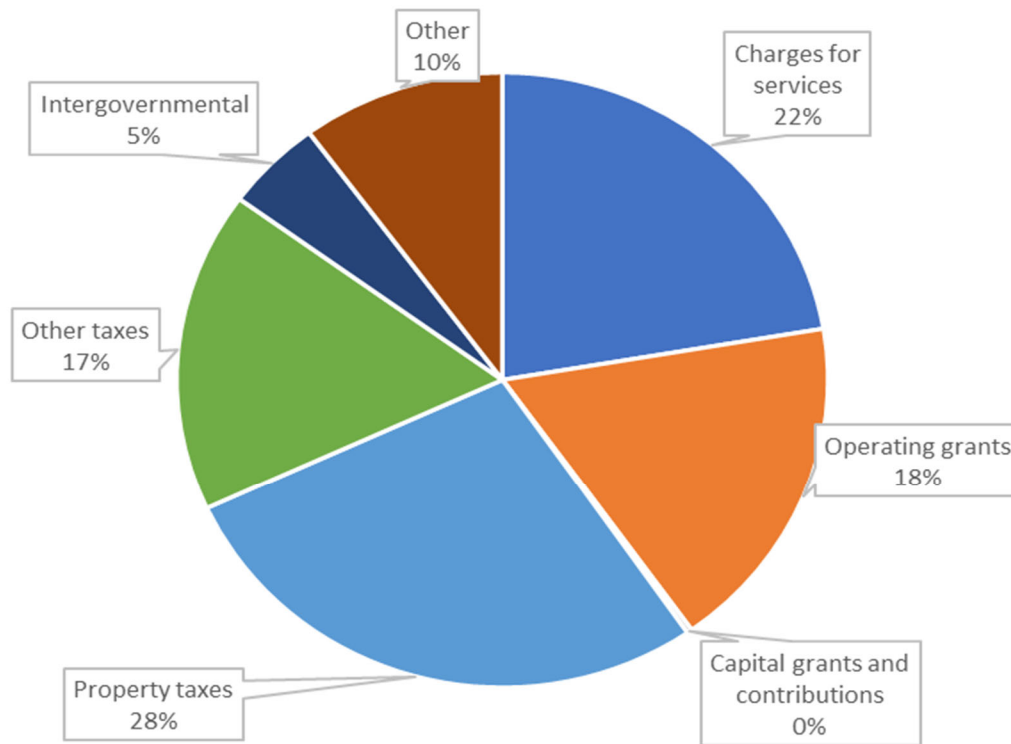
Changes in Net Position						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Expenses						
General government administration	\$17,615,896	\$15,258,876	\$ -	\$ -	\$17,615,896	\$15,258,876
Public safety	36,555,823	34,882,698	-	-	36,555,823	34,882,698
Transportation	9,500,229	6,771,567	-	-	9,500,229	6,771,567
Public works	13,175,892	12,755,255	-	-	13,175,892	12,755,255
Culture and recreation	8,645,327	7,232,269	-	-	8,645,327	7,232,269
Judicial services	4,290,082	3,965,900	-	-	4,290,082	3,965,900
Health and welfare	8,655,978	7,477,872	-	-	8,655,978	7,477,872
Economic development	3,000,115	13,955,098	-	-	3,000,115	13,955,098
Interest on long term debt	282,291	265,408	-	-	282,291	265,408
Water systems	-	-	1,269,941	743,612	1,269,941	743,612
Total expenses	101,721,633	102,564,943	1,269,941	743,612	102,991,574	103,308,555
Change in net position	17,179,853	13,421,593	1,117,214	19,630	18,297,067	13,441,223
Net position, beginning of period	116,890,337	103,468,744	3,181,788	3,162,158	120,072,125	106,630,902
Net position, end of period	\$ 134,070,190	\$ 116,890,337	\$ 4,299,002	\$ 3,181,788	\$ 138,369,192	\$ 120,072,125

General Fund Budgetary Highlights

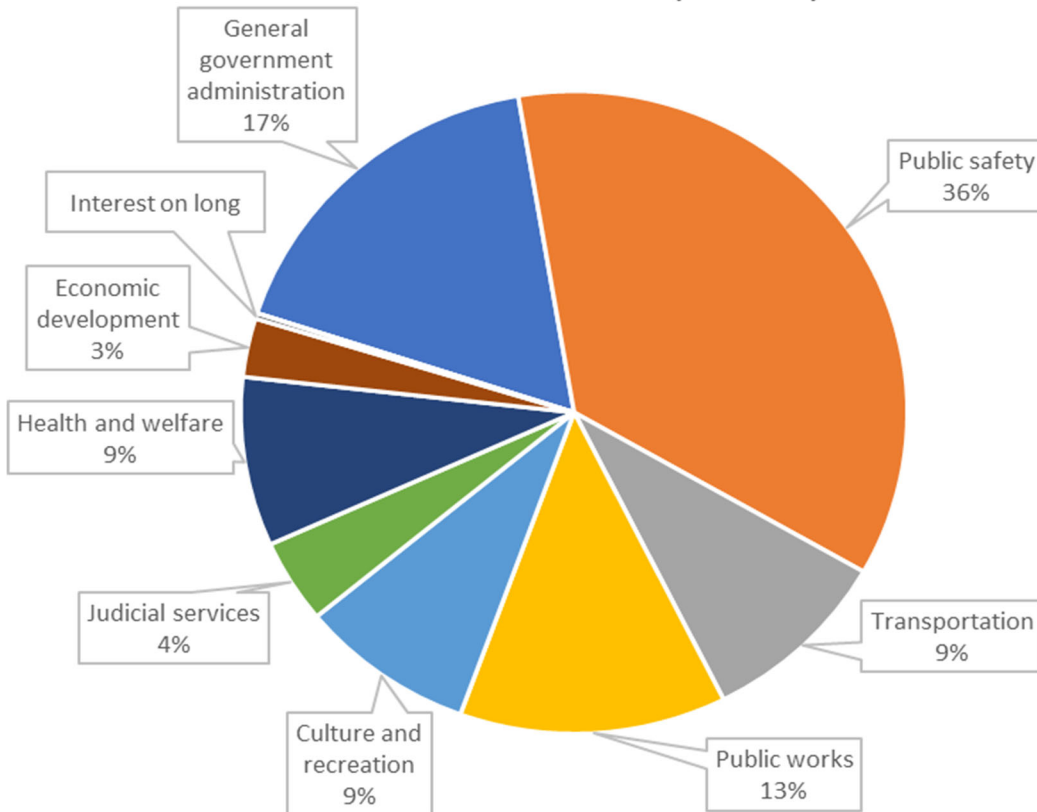
The budget for fiscal year 2025 was adopted with an approved general fund revenue budget of \$66.1 million and \$77.8 million revised. The general fund expense budget was approved at \$69.4 million and revised to \$82.3 million.

The following charts depict the allocations of revenue to fund governmental activities and the allocation of expenses incurred.

Governmental Activities - Revenue by Source



Governmental Activities - Expense by Source



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As of the end of the current fiscal year, the County's governmental funds reported an ending fund balance of \$91.8 million, an increase of \$18 million in comparison with the prior fiscal year fund balance of \$73.8 million. Of the total ending fund balances, \$21.3 million is the *Unassigned fund balance*, while available for spending at the government's discretion also complies with the fund balance policy. *Restricted Fund Balance* is \$65.2 million to be used for capital improvements, projects and infrastructure for the County, as well as the payment of debt; *Committed Fund Balance* is \$3.5 million which is intended to fund capital assets and other projects for the County; and *Nonspendable Fund Balance* is \$1.8 million which represents inventories and prepaid expenditures.

The general fund is the primary operating fund of the County. At the end of the current fiscal year, the fund balance of the general fund was \$27.8 million. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents approximately 27 percent of total general fund expenditures.

The fund balance of the County's general fund increased by \$2.4 million during the current fiscal year.

The County's capital projects sales tax funds had a fund balance of \$13 million which is restricted for penny projects.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2025, the County had invested \$163 million (net of accumulated depreciation) in a broad range of capital assets. This amount represents an increase in assets of \$10.7 million and an increase in accumulated depreciation of \$7 million.

	Capital Assets					
	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Land	\$ 12,603,780	\$ 10,438,624	\$ 32,250	\$ 32,250	\$ 12,636,030	10,470,874
Construction in progress	12,531,906	12,928,761	1,478,129	-	14,010,035	12,928,761
Buildings and improvements	132,347,028	123,803,858	86,998	86,998	132,434,026	123,890,856
Heavy equipment and vehicles	24,081,026	21,207,608	314,537	314,537	24,395,563	21,522,145
Equipment and furnishings	28,269,721	26,482,731	-	-	28,269,721	26,482,731
Subscription asset	107,430	223,915	-	-	107,430	223,915
Infrastructure	109,346,397	107,898,775	-	-	109,346,397	107,898,775
Water systems	-	-	6,118,746	6,118,746	6,118,746	6,118,746
Accumulated depreciation	(160,421,977)	(153,639,069)	(3,754,564)	(3,505,435)	(164,176,541)	(157,144,504)
Net capital assets	<u>\$ 158,865,311</u>	<u>\$ 149,345,203</u>	<u>\$ 4,276,096</u>	<u>\$ 3,047,096</u>	<u>\$ 163,141,407</u>	<u>\$ 152,392,299</u>

This year's major capital asset additions included:

- \$8.6 million in buildings and facilities construction
- \$1.8 million for Sheriff's patrol cars, ambulances, and other vehicles
-

Long-term Debt

At year-end, the County had \$16.7 million in bonds, notes, and capital lease obligations outstanding – a net increase of \$12.5 million over last year. The County issued a general obligation bond for \$3.5 million to fund the capital equipment and a bond anticipation note for \$14.1 million to fund the capital penny sales tax projects.

The state limits the amount of general obligation debt the County can issue without special referendum to 8 percent of the assessed value of all taxable property within the County's legal limits. Our outstanding general obligation debt subject to the limit is \$17.6 million on June 30, 2025, which is below the limit which is currently \$27.8 million.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The unemployment rate in Sumter County is slightly lower at 5.3% as of June 30, 2025, compared to 5.7% as of June 30, 2024. In that same time frame, unemployment in South Carolina increased to 4.1% from 3.6% and in the United States from 4.1% up to 4.1% for the same period.

Inflationary pressures and cost of living increases in the region continue to compare favorably with state and national trends. These indicators were considered when adopting the general fund budget for 2026.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives.

If you have questions about this report or need additional financial information, contact Kelsey Andrews, Finance Director, or visit the County website at www.sumtercountysc.org.

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION JUNE 30, 2025

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 44,678,002	\$ 1,624,210	\$ 46,302,212
Investments	68,909,356	-	68,909,356
Receivables:			
Taxes	3,079,307	-	3,079,307
Accounts	9,850,281	69,586	9,919,867
Due from other governments	1,759,219	-	1,759,219
Inventories	101,426	-	101,426
Prepaid expenses	1,708,443	-	1,708,443
Lease receivable	805,349	-	805,349
Assets held for resale	3,520,603	-	3,520,603
Capital assets:			
Nondepreciable	25,135,686	1,510,379	26,646,065
Depreciable, net	133,729,625	2,765,717	136,495,342
Total assets	<u>293,277,297</u>	<u>5,969,892</u>	<u>299,247,189</u>
DEFERRED OUTFLOWS OF RESOURCES			
Other postemployment benefits	9,005,543	22,570	9,028,113
Pension - South Carolina Retirement System	5,790,790	17,327	5,808,117
Pension - South Carolina Police Officers Retirement System	4,249,710	-	4,249,710
Total deferred outflows of resources	<u>19,046,043</u>	<u>39,897</u>	<u>19,085,940</u>
LIABILITIES			
Accounts payable	5,606,475	474,109	6,080,584
Accrued liabilities	1,448,342	29,938	1,478,280
Unearned revenues	31,756,959	-	31,756,959
Noncurrent liabilities:			
Due within one year	15,494,978	78,337	15,573,315
Due in more than one year	7,614,230	868,845	8,483,075
Total other postemployment benefits liability	47,278,577	118,493	47,397,070
Net pension liability:			
South Carolina Retirement System	30,975,493	93,206	31,068,699
South Carolina Police Officers Retirement System	15,730,284	-	15,730,284
Total liabilities	<u>155,905,338</u>	<u>1,662,928</u>	<u>157,568,266</u>
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits	16,517,472	41,397	16,558,869
Pension - South Carolina Retirement System	3,071,535	6,462	3,077,997
Pension - South Carolina Police Officers Retirement System	1,987,970	-	1,987,970
Deferred lease receipts	770,835	-	770,835
Total deferred inflows of resources	<u>22,347,812</u>	<u>47,859</u>	<u>22,395,671</u>
NET POSITION			
Net investment in capital assets	142,095,801	3,337,096	145,432,897
Restricted for:			
General government	158,558	-	158,558
Public safety	6,813,820	-	6,813,820
Transportation	12,848,780	-	12,848,780
Culture and recreation	4,050,380	-	4,050,380
Public works	1,772,321	-	1,772,321
Health and welfare	700,000	-	700,000
Capital projects	36,171,771	-	36,171,771
Debt service	2,614,476	-	2,614,476
Unrestricted	(73,155,717)	961,906	(72,193,811)
Total net position	<u>\$ 134,070,190</u>	<u>\$ 4,299,002</u>	<u>\$ 138,369,192</u>

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

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 17,615,896	\$ 4,374,905	\$ 4,034,865	\$ 206,475	\$ (8,999,651)	\$ -	\$ (8,999,651)
Public safety	36,555,823	6,044,953	5,781,024	-	(24,729,846)	-	(24,729,846)
Transportation	9,500,229	2,973,576	806,753	-	(5,719,900)	-	(5,719,900)
Public works	13,175,892	6,831,339	422,464	93,967	(5,828,122)	-	(5,828,122)
Culture and recreation	8,645,327	1,591,977	7,527,615	-	474,265	-	474,265
Judicial services	4,290,082	147,011	41,250	-	(4,101,821)	-	(4,101,821)
Health and welfare	8,655,978	4,589,029	2,315,575	-	(1,751,374)	-	(1,751,374)
Economic development	3,000,115	-	233,649	-	(2,766,466)	-	(2,766,466)
Interest on long-term debt	282,291	-	-	-	(282,291)	-	(282,291)
Total governmental activities	101,721,633	26,552,790	21,163,195	300,442	(53,705,206)	-	(53,705,206)
Business-type activities:							
Shiloh Water System	482,083	188,869	247,638	-	-	(45,576)	(45,576)
Wedgefield Statesburg Water District	787,858	440,608	1,510,040	-	-	1,162,790	1,162,790
Total business-type activities	1,269,941	629,477	1,757,678	-	-	1,117,214	1,117,214
Total primary government	\$ 102,991,574	\$ 27,182,267	\$ 22,920,873	\$ 300,442	(53,705,206)	1,117,214	(52,587,992)
General revenues:							
Property taxes levied for:							
General purposes					32,974,853	-	32,974,853
Solid waste					1,683,028	-	1,683,028
Debt service					5,609,301	-	5,609,301
Capital projects					278,327	-	278,327
Local option sales taxes					12,537,537	-	12,537,537
Other taxes and licenses					7,586,541	-	7,586,541
Grants and contributions not restricted for a specific purpose					5,774,364	-	5,774,364
Unrestricted investment earnings					4,330,248	-	4,330,248
Miscellaneous					110,860	-	110,860
Total general revenues					70,885,059	-	70,885,059
Change in net position					17,179,853	1,117,214	18,297,067
Net position, beginning of year					116,890,337	3,181,788	120,072,125
Net position, end of year					\$ 134,070,190	\$ 4,299,002	\$ 138,369,192

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

SUMTER COUNTY, SOUTH CAROLINA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025**

	General	(Previously Major) Capital Penny Sales Tax II	Capital Penny Sales Tax III	Infrastructure	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 10,149,430	\$ -	\$ 3,590,542	\$ 789,377	\$ 2,597,156	\$ 27,551,497	\$ 44,678,002
Investments	45,671,010	-	8,080,601	6,100,425	1,322	9,055,998	68,909,356
Taxes receivable, net	2,768,349	-	-	59,396	185,090	66,472	3,079,307
Accounts receivable, net	5,766,610	-	1,399,629	1,382,120	-	1,301,922	9,850,281
Due from other governments	1,124,486	-	-	-	-	634,733	1,759,219
Due from other funds	-	-	-	-	-	984,082	984,082
Lease receivables	805,349	-	-	-	-	-	805,349
Prepaid expenditures	1,708,443	-	-	-	-	-	1,708,443
Inventories	101,426	-	-	-	-	-	101,426
Assets held for resale	-	-	-	3,520,603	-	-	3,520,603
Total assets	<u>\$ 68,095,103</u>	<u>\$ -</u>	<u>\$ 13,070,772</u>	<u>\$ 11,851,921</u>	<u>\$ 2,783,568</u>	<u>\$ 39,594,704</u>	<u>\$ 135,396,068</u>
LIABILITIES							
Accounts payable	\$ 2,960,190	\$ -	\$ -	\$ 381,851	\$ -	\$ 2,264,434	\$ 5,606,475
Due to other funds	879,655	-	-	-	-	104,427	984,082
Accrued liabilities	1,132,843	-	-	127,677	-	135,225	1,395,745
Unearned revenue	31,756,959	-	-	-	-	-	31,756,959
Total liabilities	<u>36,729,647</u>	<u>-</u>	<u>-</u>	<u>509,528</u>	<u>-</u>	<u>2,504,086</u>	<u>39,743,261</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	2,176,153	-	-	59,396	169,092	60,966	2,465,607
Unavailable revenue - EMS charges for services	614,486	-	-	-	-	-	614,486
Deferred lease receipts	770,835	-	-	-	-	-	770,835
Total deferred inflows of resources	<u>3,561,474</u>	<u>-</u>	<u>-</u>	<u>59,396</u>	<u>169,092</u>	<u>60,966</u>	<u>3,850,928</u>
FUND BALANCES							
Nonspendable:							
Prepaid expenditures	1,708,443	-	-	-	-	-	1,708,443
Inventories	101,426	-	-	-	-	-	101,426
Restricted for:							
General government	-	-	-	-	-	158,558	158,558
Public safety	-	-	-	-	-	6,813,820	6,813,820
Transportation	-	-	-	-	-	12,848,780	12,848,780
Culture and recreation	423,933	-	-	-	-	3,626,447	4,050,380
Public works	-	-	-	-	-	1,772,321	1,772,321
Health and welfare	700,000	-	-	-	-	-	700,000
Capital projects	-	-	13,070,772	11,282,997	-	11,818,002	36,171,771
Debt service	-	-	-	-	2,614,476	-	2,614,476
Committed:							
General government	3,525,190	-	-	-	-	-	3,525,190
Unassigned	21,344,990	-	-	-	-	(8,276)	21,336,714
Total fund balances	<u>27,803,982</u>	<u>-</u>	<u>13,070,772</u>	<u>11,282,997</u>	<u>2,614,476</u>	<u>37,029,652</u>	<u>91,801,879</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 68,095,103</u>	<u>\$ -</u>	<u>\$ 13,070,772</u>	<u>\$ 11,851,921</u>	<u>\$ 2,783,568</u>	<u>\$ 39,594,704</u>	<u>\$ 135,396,068</u>

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

SUMTER COUNTY, SOUTH CAROLINA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION JUNE 30, 2025

Total fund balances for governmental funds:	\$ 91,801,879
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	158,865,311
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Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	3,080,093
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Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. All liabilities, both current and long-term, are reported in the Statement of Net Position net of issuance premiums, discounts, and refunding deferral amounts.

General obligation bonds, net of original issue premiums	\$ (14,550,000)	
Financed purchase obligations	(260,890)	
Subscription liability	(71,620)	
Loans payable	(1,887,000)	
Other post-employment benefits, net of related deferred outflows and deferred inflows of resources	(54,790,506)	
Post-closure care liabilities	(3,549,788)	
Compensated absences payable	(2,789,910)	
Net pension liability, net of related deferred outflows and deferred inflows of resources	<u>(41,724,782)</u>	(119,624,496)

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	<u>(52,597)</u>
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Net position of governmental activities	<u>\$ 134,070,190</u>
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SUMTER COUNTY, SOUTH CAROLINA

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

		(Previously Major)					
	General	Capital Penny Sales Tax II	Capital Penny Sales Tax III	Infrastructure	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Property taxes	\$ 30,614,428	\$ -	\$ -	\$ 1,712,901	\$ 5,778,393	\$ 2,081,717	\$ 40,187,439
Sales taxes	11,137,908	-	1,399,629	-	-	-	12,537,537
Other taxes	-	-	-	-	-	7,500,152	7,500,152
Intergovernmental	18,013,342	-	-	-	-	6,583,776	24,597,118
Licenses, permits and fees	2,460,213	-	-	-	-	59,798	2,520,011
Fines and forfeitures	1,584,573	-	-	-	-	2,651,510	4,236,083
Charges for services	8,286,426	-	-	-	-	9,477,817	17,764,243
Interest revenue	3,362,858	-	80,601	582,877	62	303,850	4,330,248
Other revenues	4,650,150	-	-	-	-	217,722	4,867,872
Total revenues	<u>80,109,898</u>	<u>-</u>	<u>1,480,230</u>	<u>2,295,778</u>	<u>5,778,455</u>	<u>28,876,342</u>	<u>118,540,703</u>
EXPENDITURES							
Current:							
General government	15,554,815	-	-	-	-	1,987,188	17,542,003
Public safety	29,098,350	-	-	-	-	6,314,964	35,413,314
Transportation	255,872	-	-	-	-	7,412,301	7,668,173
Public works	4,189,637	-	-	-	-	8,680,925	12,870,562
Culture and recreation	7,557,660	-	-	-	-	114,736	7,672,396
Judicial services	4,265,190	-	-	-	-	-	4,265,190
Health and welfare	6,359,992	-	-	-	-	1,723,842	8,083,834
Economic development	785,002	-	-	2,210,355	-	-	2,995,357
Capital outlay	11,210,443	-	2,425,133	872,489	-	1,732,938	16,241,003
Debt service:							
Principal	596,906	-	-	-	4,923,000	-	5,519,906
Interest	88,332	-	-	-	118,312	-	206,644
Fiscal charges	-	-	84,325	-	825	-	85,150
Total expenditures	<u>79,962,199</u>	<u>-</u>	<u>2,509,458</u>	<u>3,082,844</u>	<u>5,042,137</u>	<u>27,966,894</u>	<u>118,563,532</u>
Excess (deficiency) of revenues over (under) expenditures	<u>147,699</u>	<u>-</u>	<u>(1,029,228)</u>	<u>(787,066)</u>	<u>736,318</u>	<u>909,448</u>	<u>(22,829)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	1,185,548	-	-	-	-	4,522,108	5,707,656
Transfers out	(2,917,431)	-	-	(709,694)	-	(2,080,531)	(5,707,656)
Issuance of bonds	3,500,000	-	14,100,000	-	-	-	17,600,000
Issuance of subscription liabilities	107,430	-	-	-	-	-	107,430
Issuance of financed purchase obligations	291,484	-	-	-	-	-	291,484
Sale of capital assets	46,969	-	-	14,797	-	-	61,766
Total other financing sources (uses), net	<u>2,214,000</u>	<u>-</u>	<u>14,100,000</u>	<u>(694,897)</u>	<u>-</u>	<u>2,441,577</u>	<u>18,060,680</u>
Net change in fund balances	2,361,699	-	13,070,772	(1,481,963)	736,318	3,351,025	18,037,851
Fund balances, beginning of year, as previously reported	25,442,283	12,498,494	-	12,764,960	1,878,158	21,180,133	73,764,028
Adjustment - change within reporting entity	-	(12,498,494)	-	-	-	12,498,494	-
Fund balances, beginning of year, as adjusted	<u>25,442,283</u>	<u>-</u>	<u>-</u>	<u>12,764,960</u>	<u>1,878,158</u>	<u>33,678,627</u>	<u>73,764,028</u>
Fund balances, end of year	<u>\$ 27,803,982</u>	<u>\$ -</u>	<u>\$ 13,070,772</u>	<u>\$ 11,282,997</u>	<u>\$ 2,614,476</u>	<u>\$ 37,029,652</u>	<u>\$ 91,801,879</u>

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

SUMTER COUNTY, SOUTH CAROLINA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Net change in fund balances - total governmental funds	\$	18,037,851
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Amounts reported for governmental activities in the Statement of Activities are different because:

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

Capital outlay	\$	16,958,892	
Depreciation and amortization expense		<u>(7,283,954)</u>	9,674,938

The net effect of various miscellaneous transactions (i.e., sales and donations) is to decrease net position.	(154,830)
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Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	360,783
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. Also, any refunding deferral amount, which is the difference in the amount that is sent to the paying agent to be escrowed for payment of refunded debt and the principal amount of debt refunded, is amortized as an adjustment of interest expense in the Statement of Activities. The effects of these items are as follows:

Repayment of the principal of long-term debt	\$	5,519,906	
Issuance of long-term debt		<u>(17,998,914)</u>	(12,479,008)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The following amounts represent the net liability changes using the full accrual method of accounting:

Pension liability	\$	2,080,813	
Landfill post-closure liability		(114,924)	
Compensated absences		(404,037)	
Accrued interest on long-term debt		9,503	
Other postemployment benefits liability		<u>168,764</u>	1,740,119
			<u>\$ 17,179,853</u>

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2025

	Nonmajor Enterprise Funds		
	Wedgefield		
	Statesburg Water	Shiloh Water	
	District Fund	System Fund	Totals
ASSETS			
CURRENT ASSETS			
Cash	\$ 809,574	\$ 814,636	\$ 1,624,210
Accounts receivable, net of allowance	40,945	28,641	69,586
Total current assets	850,519	843,277	1,693,796
NONCURRENT ASSETS			
Capital assets:			
Nondepreciable	1,327,743	182,636	1,510,379
Depreciable, net of accumulated depreciation	1,463,620	1,302,097	2,765,717
Total noncurrent assets	2,791,363	1,484,733	4,276,096
Total assets	3,641,882	2,328,010	5,969,892
DEFERRED OUTFLOWS OF RESOURCES			
Other postemployment benefits	20,764	1,806	22,570
Pension - South Carolina Retirement System	15,017	2,310	17,327
Total deferred outflows of resources	35,781	4,116	39,897
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	434,494	39,615	474,109
Accrued liabilities	1,293	1,164	2,457
Accrued interest	27,481	-	27,481
Current portion - compensated absences	2,337	-	2,337
Current portion - revenue bonds payable	76,000	-	76,000
Total current liabilities	541,605	40,779	582,384
NONCURRENT LIABILITIES			
Compensated absences, net of current portion	5,845	-	5,845
Revenue bonds payable, net of current portion	863,000	-	863,000
Total other postemployment benefits liability	109,014	9,479	118,493
Net pension liability - South Carolina Retirement System	80,779	12,427	93,206
Total noncurrent liabilities	1,058,638	21,906	1,080,544
Total liabilities	1,600,243	62,685	1,662,928
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits	38,085	3,312	41,397
Pension - South Carolina Retirement System	5,600	862	6,462
Total deferred inflows of resources	43,685	4,174	47,859
NET POSITION			
Net investment in capital assets	1,852,363	1,484,733	3,337,096
Unrestricted	181,372	780,534	961,906
Total net position	\$ 2,033,735	\$ 2,265,267	\$ 4,299,002

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

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Nonmajor Enterprise Funds		
	Wedgefield		
	Statesburg Water	Shiloh Water	
	District Fund	System Fund	Totals
OPERATING REVENUES			
Charges for services:			
Customer sales	\$ 440,608	\$ 188,869	\$ 629,477
Total operating revenues	<u>440,608</u>	<u>188,869</u>	<u>629,477</u>
OPERATING EXPENSES			
Salaries and fringe benefits	51,922	46,301	98,223
Supplies	25,839	8,218	34,057
Utilities	16,334	10,416	26,750
Machinery, equipment repairs and maintenance	49,523	49,688	99,211
Professional services	517,452	-	517,452
Miscellaneous	55,880	165,433	221,313
Depreciation	47,102	202,027	249,129
Total operating expenses	<u>764,052</u>	<u>482,083</u>	<u>1,246,135</u>
Operating loss	<u>(323,444)</u>	<u>(293,214)</u>	<u>(616,658)</u>
NON-OPERATING INCOME (EXPENSE)			
Interest expense	(23,806)	-	(23,806)
Intergovernmental grants	1,510,040	247,638	1,757,678
Total non-operating income, net	<u>1,486,234</u>	<u>247,638</u>	<u>1,733,872</u>
Change in net position	1,162,790	(45,576)	1,117,214
Net position, beginning of year	<u>870,945</u>	<u>2,310,843</u>	<u>3,181,788</u>
Net position, end of year	<u>\$ 2,033,735</u>	<u>\$ 2,265,267</u>	<u>\$ 4,299,002</u>

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

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Nonmajor Enterprise Funds		
	Wedgefield		
	Statesburg Water	Shiloh Water	
	District Fund	System Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 429,039	\$ 200,275	\$ 629,314
Payments to suppliers	(350,748)	(205,970)	(556,718)
Payments to employees	(49,273)	(46,395)	(95,668)
Net cash provided by (used in) operating activities	<u>29,018</u>	<u>(52,090)</u>	<u>(23,072)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(1,327,743)	(150,386)	(1,478,129)
Intergovernmental grant	1,510,040	247,638	1,757,678
Principal paid on revenue bonds	(74,000)	-	(74,000)
Interest paid	(23,806)	-	(23,806)
Net cash provided by capital and related financing activities	<u>84,491</u>	<u>97,252</u>	<u>181,743</u>
Net change in cash and cash equivalents	113,509	45,162	158,671
Cash and cash equivalents:			
Beginning of year	<u>696,065</u>	<u>769,474</u>	<u>1,465,539</u>
End of year	<u>\$ 809,574</u>	<u>\$ 814,636</u>	<u>\$ 1,624,210</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:			
Operating loss	\$ (323,444)	\$ (293,214)	\$ (616,658)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:			
Depreciation	47,102	202,027	249,129
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(11,569)	11,406	(163)
Increase in deferred outflows of resources	(7,409)	(683)	(8,092)
Increase in accounts payable	316,920	27,785	344,705
Increase in accrued liabilities	312	286	598
Increase in total other postemployment benefits liability	13,402	1,165	14,567
Increase in compensated absences	2,337	-	2,337
Decrease in net pension liability	(5,337)	(822)	(6,159)
Decrease in deferred inflows of resources	(3,296)	(40)	(3,336)
Net cash provided by (used in) operating activities	<u>\$ 29,018</u>	<u>\$ (52,090)</u>	<u>\$ (23,072)</u>

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

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2025

	Custodial Funds
ASSETS	
Cash	\$ 21,465,573
Receivables	<u>276,832</u>
Total assets	<u>21,742,405</u>
LIABILITIES	
Due to others	<u>6,577,848</u>
Total liabilities	<u>6,577,848</u>
FIDUCIARY NET POSITION	
Restricted for individuals, organizations, and other governments	<u>15,164,557</u>
Total fiduciary net position	<u><u>\$ 15,164,557</u></u>

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

SUMTER COUNTY, SOUTH CAROLINA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Custodial Funds
ADDITIONS	
Taxes	\$ 103,550,288
Funds from state and municipalities	14,721,192
Fines and fees	53,786
Total additions	118,325,266
DEDUCTIONS	
Taxes and fees paid to other governments	116,830,133
Funds disbursed per court order	1,794,674
Total deductions	118,624,807
Change in fiduciary net position	(299,541)
Fiduciary net position, beginning of year	15,464,098
Fiduciary net position, end of year	<u><u>\$ 15,164,557</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS

SUMTER COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Sumter County, South Carolina, (the "County") is a political subdivision of the State of South Carolina. The County operates under a Council-Administrator form of government and is governed by an elected seven-member council, one of whom is the chair. The Council is the legislative body of the County and is responsible for determining the policies and direction of the County government. The administrator is responsible for the County's daily operations.

The basic financial statements of the County present the reporting entity that consists of the primary government and those organizations for which the primary government is financially accountable. The blended component unit discussed below is included in the County's reporting entity because of its significant financial relationship to the County. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County government. The County reports no discretely presented component units. Refer to Note 12.

Blended Component Unit - Sumter County Community Development Corporation (CDC) - The CDC was incorporated in 2009. The CDC's purpose is to initiate, develop, and maintain projects and programs in economically depressed or blighted areas that encourage the attraction and utilization of both public and private investment capital. The Board of Directors promotes development of sustainable business, government and community alliances to help lessen the burdens of government, reduction of physical and economic blight, combating community deterioration by fostering business attraction, retention and expansion in areas in need of permanent job opportunities, work force advancement and general growth opportunities. The CDC is reported as a special revenue fund of the County and does not issue separate financial statements. The County Council appoints the board of the CDC and can impose its will on the CDC by significantly influencing the activities of the CDC.

Blended Component Unit – Sumter County Library (The "Library") - The Library was created in 1979 pursuant to Ordinance #554-79 to serve the needs of citizens in Sumter County. The Library's Board of Trustees is appointed by County Council. The County owns the land and buildings used by the Library. The County Council appropriates a significant portion of the Library's annual budget and has pledged to continue to make such appropriations annually as a part of a County Ordinance. The County Council can impose its will on the Library and as such the Library meets the criteria set forth in generally accepted accounting principles (GAAP) for inclusion as a blended component unit. The Library does not issue separate financial statements, and its activities are blended with the activities of the County's General Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

The basic financial statements of the County have been prepared in conformity with GAAP as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles.

Government-wide Statements

The Statement of Net Position and the Statement of Activities display information about the primary government (the County). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to avoid the double counting of interfund activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed primarily by fees charged to external parties.

The Statement of Net Position reports all financial and capital resources of the County and reports the differences between assets plus deferred outflows and liabilities plus deferred inflows as net position. The Statement of Activities presents a comparison between direct expenses and program revenues for each activity of the County. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular activity. Program revenues include: (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by the programs and (b) grants and contributions that are restricted to meet the operations or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Financial Statements

The accounts of the reporting entity are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for in a separate set of self-balancing accounts comprised of assets, deferred outflows, liabilities, deferred inflows, fund balances, revenues, and expenditures or expenses, as appropriate. The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component unit. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The County reports the following major fund types:

General Fund - The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Capital Penny Sales Tax III Fund - The Capital Penny Sales Tax III fund accounts for the sales tax revenues approved by county voters in 2024 that are restricted to improve, repair, and construct infrastructure for the County.

Infrastructure Fund - The Infrastructure Fund accounts for tax revenues and intergovernmental revenues for use on County infrastructure projects.

Debt Service Fund - The Debt Service Fund accounts for the tax revenues levied and payments made on the County's General Obligation Debt.

The County reports the following nonmajor governmental fund types:

Special Revenue Funds - The special revenue funds are used to account for the proceeds of specific revenue sources (other than debt service and major capital projects) that are legally restricted or committed to expenditure for specified purposes.

Capital Projects Funds - The capital projects funds are used to account for financial resources used for all general construction projects other than enterprise fund construction.

The County reports the following nonmajor proprietary fund types:

Enterprise Funds - The Enterprise Funds are used to account for the activities of the County's water system in the Wedgefield-Statesburg and Shiloh areas of the County.

The County reports the following additional fund types:

Fiduciary Funds - These fiduciary funds are custodial in nature and are used to account for monies received, held, and disbursed on behalf of other governments, special tax districts, and certain County departments related to the collection of taxes and court related transactions.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Statements

The government-wide and proprietary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The custodial funds also use the accrual basis of accounting to recognize assets and liabilities. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and entitlements. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and entitlements is recognized in the fiscal year in which all earning requirements have been satisfied.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. For the two water utility funds, principal operating revenues include sales to existing customers for continuing water service. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Governmental Fund Financial Statements

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as the amounts become susceptible to accrual by becoming measurable and available to finance the County's operations. Revenue from the use of money and property and from intergovernmental reimbursement grants is recorded as earned. Other revenues are considered available to be used to pay liabilities of the current period if they are collectible within the current period or within 60 days thereafter. The primary revenues susceptible to accrual include property, business license, other local taxes, EMS fees, and intergovernmental revenues. In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. Expenditures are recorded when the related fund liability is incurred, except that principal and interest on general long-term debt and certain other general long-term obligations, such as compensated absences, landfill closure and post-closure care costs, and Subscription-Based Information Technology Arrangements (SBITAs), are recognized only to the extent they have matured. General capital asset acquisitions are reported as capital outlays in governmental funds. The issuance of general long-term debt and acquisitions under financed purchase obligations are reported as other financing sources. The effect of interfund activity has not been eliminated from the governmental fund financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance

Pooled Cash and Investments - The County maintains cash and temporary investments for its funds in a pooled account, except for certain cash and investments required to be maintained with fiscal agents or in separate pools or accounts in order to comply with the provisions of bond indentures. State statutes authorize the government and its component units to invest in (1) obligations of the United States and its agencies, (2) general obligations of South Carolina and its political subdivisions, (3) financial institutions if their deposits are insured by an agency of the federal government, and (4) certificates of deposit which are collaterally secured by securities of the type described at (1) and (2) above which are held by a third party. Investments, consisting of repurchase agreements, money market mutual funds, U.S. Treasury and U.S. Agency securities, are stated at fair value. Certificates of deposit are stated at amortized cost which approximates fair value.

Cash and Cash Equivalents - The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. For purposes of the statements of cash flows, the amounts reported as cash and cash equivalents for the proprietary fund types represent amounts maintained in the reporting entity's investment pool as they are considered to be demand deposits for the purpose of complying with accounting principles.

Receivables - All trade and property tax receivables are shown net of an allowance for uncollectibles. Receivables in governmental funds include revenue accruals that are recognized when they become measurable and available, as previously defined. Property taxes receivable represents delinquent and unpaid real and personal property tax billing, less an allowance for amounts estimated to be uncollectible.

Property Tax Calendar - Property is valued for taxation at December 31 of the prior fiscal year with the tax bills due between September 30 and January 15 of the current fiscal year. Unpaid taxes are assessed a 3% penalty during the period January 16 to February 1, an additional 7% penalty is assessed February 2 to March 16, and a further 5% is assessed for tax bills unpaid after March 16. South Carolina law attaches a lien on the property at the December 31 valuation date. The County Treasurer transfers the delinquent tax accounts to the delinquent tax collector after March 17 for collection efforts as prescribed by state law.

Motor vehicle taxes are billed annually to coincide with the vehicles registration month and are due by the last day of that month. Real property taxes billed but not collected within 60 days of year-end are reflected in the Governmental Funds Balance Sheet as taxes receivable and unavailable revenue.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Inventories and Prepaid Items - Inventories are valued at cost using the average cost method. The consumption method of accounting for inventories is used. Under this method, inventories are expensed as they are consumed as operating supplies and spare parts in the period to which they apply. Inventories in the general fund consist of fuel, medical and office supplies, and promotional items. Payments to vendors that reflect costs applicable to future periods are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items consist primarily of insurance coverage paid in advance.

Restricted Assets - Restricted assets are liquid assets which have third-party limitations on their use. When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Real Estate Held for Resale - Real estate held for resale is recorded at cost.

Capital Assets - Capital assets, which include property, plant, equipment, subscription assets, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for the proprietary fund. Capital assets are defined by the County as personal property with a unit or system cost in excess of \$5,000 and an estimated useful life in excess of two years and land, depreciable land improvements, buildings and improvements, and intangible assets costing in excess of \$50,000.

Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at acquisition 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 assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as the projects are constructed.

All reported capital assets are depreciated, and all reported right-to-use subscription assets are amortized. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation and amortization are computed using the straight-line method over the following useful lives:

Machinery and equipment	3 to 10 years
Subscription assets	3 years
Vehicles	5 to 10 years
Buildings and improvements	15 to 40 years
Water and sewer systems	40 to 75 years
Infrastructure	10 to 20 years

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Long-term Obligations - In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses in the period incurred.

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

There are a number of limitations and restrictions in the County's debt instruments. The County is in compliance with all significant limitations and restrictions.

Interfund Receivables and Payables - Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts as "due to/from" funds.

Compensated Absences - County employees may accumulate up to 360 hours of unused vacation and carry it forward from one year to the next. Employees separating from service are paid their regular pay rate for accrued and unused leave. Employees may accumulate sick leave, using the LIFO method, but the County does not pay employees separating from service for unused sick leave. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability is reported in governmental funds only when they mature because an employee resigns or retires. The County implemented GASB Statement No. 101, *Compensated Absences*, effective July 1, 2024, and as a result the balances reported for compensated absences in these financial statements are reported in accordance with this standard.

Deferred Outflows of Resources - In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets applicable to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has deferred outflows related to pension and other post-employment benefits.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Deferred Inflows of Resources - In addition to liabilities, the Statement of Net Position and the Governmental Funds Balance Sheet reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets applicable to future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The County has deferred inflows related to pension, other post-employment benefits, and deferred lease receipts which are reported on the government-wide and proprietary funds statements of net position, as applicable. Additionally, the County reports deferred inflows of resources on the Governmental Funds Balance Sheet for unavailable revenues from property taxes, EMS charges, and intergovernmental revenues and deferred lease receipts.

Pensions - 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 the fiduciary net position of the South Carolina Retirement System (SCRS) and the Police Officers Retirement System (PORS), and additions to/deductions from SCRS' and PORS' fiduciary net position have been determined on the same basis as they are reported by SCRS and PORS. 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.

Total Other Postemployment Benefit (OPEB) - For purposes of measuring the total OPEB liability, deferred outflows of resources, and deferred inflows of resources, benefit payments are recognized when due and payable in accordance with the benefit terms.

Net Position - Net position is comprised of three categories: Net investment in capital assets; Restricted net position; and Unrestricted net position. The first category of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds that are attributable to these capital assets. Restricted net position is restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Net position, which is neither restricted nor related to net investment in capital assets, is reported as unrestricted net position.

Nonspendable Fund Balance - includes amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

Restricted Fund Balance - includes amounts that are restricted for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Committed Fund Balance - The County Council, as the highest level of authority within the County, establishes the commitment of fund balance to purposes through the approval of the annual budget plan by ordinance. As a result, all unrestricted amounts directed toward a purpose are shown as committed.

Assigned Fund Balance - Balances shown as assigned represent balances management has allocated for a specific purpose, but which is neither restricted nor committed.

Unassigned Fund Balance - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

The County considers restricted balances to be expended first in cases where both restricted and unrestricted amounts are available. When utilizing unrestricted balances, committed balances are applied first, followed by assigned then unassigned balances. County Council has adopted a financial policy to maintain a minimum level of unrestricted fund balance (the total of committed, assigned, and unassigned components of fund balance) in the General Fund. The target level is set at two months of general fund expenditures (approximately 17%). The amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a two-year period.

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

Revenues

Program Revenues - The County's Governmental activities charges for services include ambulance fees, recreation fees, various rentals, landfill fees, and stormwater fees. The business type activities charges for services are water system revenues. The governmental activities also report operating and capital grants received to fund various programs.

General Revenues - The County's general revenues include property taxes, local option sales taxes, licenses and permits, and state aid not restricted to specific programs.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Leases

The County is the lessor for certain noncancellable leases of real property. The County recognizes a lease receivable and a deferred inflow of resources for deferred lease receipts in accordance with these transactions. At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments made. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments made at or before the lease commencement date, less certain other amounts to be paid by the County (if any). Subsequently, the deferred inflow of resources is amortized into lease revenue on a straight-line basis over the lease term. Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments: the lease agreements entered into by the County as lessor do not include stated interest rates. Therefore, the County generally uses its estimated incremental borrowing rate as the discount rate for leases; the lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments that the County will receive over the term of the lease agreement. The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflow of resources if certain changes occur that are expected to significantly affect the amount of the lease.

Subscription-Based Information Technology Arrangements

Sumter County is a party to certain noncancellable SBITAs. The County recognizes a subscription liability and subscription asset in the government-wide financial statements. The County recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a SBITA, the County initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance (Continued)

Subscription-Based Information Technology Arrangements (Continued)

Key estimates and judgments related to SBITAs include how the County determines (1) the discount rate it uses to discount the expected payments to present value, (2) agreement term, and (3) payments:

- The County uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for subscriptions.
- The subscription term includes the noncancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option prices that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term liabilities on the Statement of Net Position.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Balance

For the year ended June 30, 2025, the Sumter County CDC fund and Home Improvement Program fund reported deficit fund balances of \$7,446 and \$831, respectively. These deficits will be eliminated through the receipt of future revenues

Budgetary Information

In February of each year, all agencies/departments of the County submit requests for appropriations to the County Administrator so that a budget may be prepared. By the end of March, the proposed budget is presented to County Council for review. The County Council holds public hearings, and a final budget must be prepared and adopted by way of a County Ordinance no later than June 30. The budget ordinance appropriates amounts by activity for all governmental funds certain funds which are budgeted on a project and/or grant-by-grant basis.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Budgetary Information (Continued)

The adopted budgets specify expenditure limits appropriated to each County department. The County Administrator can approve transfers within and among departments. County Council must approve transfers between funds. The budgets are prepared on a consistent basis of accounting with actual financial statement results, including significant accruals, to provide meaningful comparisons.

Excess of Expenditures over Appropriations

For the year ended June 30, 2025, expenditures exceeded appropriations in various departments of the Infrastructure Fund, Accommodations Fee Fund, Grants Fund, Public Defender Fund, C-Funds Fund, Solid Waste Tire Fund, Hospitality and Accommodations Fees Fund, Home Improvement Program Fund, Solid Waste Fund, PSAP E911 Fund, and the Debt Service Fund. These over-expenditures were funded by (1) greater than anticipated revenues and/or (2) the use of available fund balance.

NOTE 3. CASH AND INVESTMENTS

Total deposits and investments at June 30, 2025, are summarized below:

As reported in the *Statement of Net Position*:

Primary government	
Cash and cash equivalents	\$ 46,302,212
Investments	68,909,356
Custodial Fund - cash and cash equivalents	21,465,573
	<u>\$ 136,677,141</u>
Cash deposited with financial institutions	\$ 67,767,785
SC Local Government Investment Pool	2,830,457
Certificates of deposit	250,321
Money market mutual funds	222,582
U.S. Treasury securities	64,128,418
U.S. Agency securities	1,477,578
	<u>\$ 136,677,141</u>

Custodial credit risk – Deposits. This is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County's policy regarding cash custodial credit risk is to require the banks with which the County maintains deposits to collateralize or insure the County's funds. As of June 30, 2025, the carrying amount of the County's deposits was \$68,018,106 and the bank balance was \$72,448,056.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

All of the County's deposits at year-end were covered by federal depository insurance or by collateral held in the pledging financial institutions' trust departments in the County's name. Petty cash funds of \$9,340 are reflected as cash.

As of June 30, 2025, the County has the following investments:

Investment Type	Fair Value	Investment Maturities (in years)		
		Less than 1	1-5	6-10
SC Local Government Investment Pool	\$ 2,830,457	\$ 2,830,457	\$ -	\$ -
Certificates of deposit	250,321	250,321	-	-
Money market mutual funds	222,582	222,582	-	-
U.S. Treasury securities	64,128,418	56,767,508	7,258,524	102,386
U.S. Agency securities	1,477,578	517,356	858,069	102,153
	<u>\$ 68,909,356</u>	<u>\$ 60,588,224</u>	<u>\$ 8,116,593</u>	<u>\$ 204,539</u>

Fair Value Measurements. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The County has the following recurring fair value measurements as of June 30, 2025.

Investment	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level				
U.S. Treasury securities	\$ 64,128,418	\$ -	\$ -	\$ 64,128,418
U.S. Agency securities	-	1,477,578	-	1,477,578
Money market mutual funds:				
Mutual fund taxable fixed income	222,582	-	-	222,582
Total mutual funds	222,582	-	-	222,582
Total investments by fair value level	<u>\$ 64,351,000</u>	<u>\$ 1,477,578</u>	<u>\$ -</u>	65,828,578

Investments not subject to fair value level disclosure:

SC Local Government Investment Pool	2,830,457
Certificates of deposit	250,321
Total investments	<u>\$ 68,909,356</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

The investments in money market mutual funds and U.S. Treasuries classified in Level 1 of the fair value hierarchy are valued using quoted prices in active markets for identical assets. The investment in U.S. Agencies classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The County has no investments classified in Level 3 of the fair value hierarchy.

The South Carolina Local Government Investment Pool (LGIP) is an investment pool, which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the County does not disclose investment in the LGIP within the fair value hierarchy. The LGIP is an investment trust fund, created by state legislation, in which public monies in excess of current needs, which are under the custody of any governing body of a political subdivision of the State, may be deposited. The LGIP is permitted to purchase obligations of the United States, its agencies and instrumentalities, and any corporation within the United States if such obligations bear any of the three highest ratings of the at least two nationally recognized rating services. The LGIP is not registered with the SEC. It is similar to a money market fund in that it is offered at a stable price and is guided by risk control principles such as significant overnight Repurchase Agreements for liquidity, attention to credit quality, portfolio diversification, and maintenance of short average maturity of fixed and floating rate investments.

Funds may be deposited at any time and may be withdrawn upon 24-hour notice. Monthly investment income is distributed to participants in the form of additional units in the pool and is calculated on the accrual basis of accounting, including accrued interest and amortization of premium or discount. Unrealized gains and losses on investments are not distributed to participants until realized. The LGIP does not carry any legally binding guarantees to protect participants against potential loss of investment value.

The County's deposits in the LGIP are carried at fair value based upon quoted market prices. The total fair value of the pool is apportioned to the entities with funds invested on an equal basis for each share owned. The fair value of the County's position in the pool is the same as the value of the pool shares. Shares are acquired at \$1 cost per share. The LGIP is unrated. Financial statements for the LGIP may be obtained by writing the Office of the State Treasurer, Local Government Investment Pool, Post Office Box 11778, Columbia, South Carolina 29211-1950.

Similarly, the County's investment in certificates of deposit are not disclosed in the fair value hierarchy. The investments in certificates of deposit are reported at amortized cost.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

Credit risk. This is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County's policy is to invest in only those securities allowed by state statutes and that are highly rated. The County's investments in the U.S. Government Treasuries and Agencies, including the Federal Farm Credit Banks (FFCB), Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), and the Federal National Mortgage Association (FNMA), were rated AA+ by Standard & Poor's and AAA by Moody's Investor Services. As of June 30, 2025, the County owned \$1,477,578 of government sponsored entity (GSE) debt securities and \$64,128,418 of U.S. Treasury debt securities. These investments are either directly or indirectly guaranteed by the U.S. Treasury. The County is invested in certificates of deposit with varying maturity dates and the LGIP. The County's certificates of deposit are properly collateralized for those deposits that are in excess of federal depository insurance. The LGIP is not rated, but generally, investments in this pool are collateralized by debt securities in corporate obligations, state or political subdivision obligations of investment grade or higher quality and in federal agency securities.

Interest Rate Risk. This is the risk that the fair value of securities in the portfolio will fall due to changes in the market interest rates. The County's policy is to minimize interest rate risk by investing operating funds in primarily shorter-term securities, money market funds or similar investment pools and limiting the average maturity in accordance with the County's cash requirements.

Concentration of credit risk. This is the risk of loss attributable to the magnitude of the County's investment in a single issuer. The County's policy is to minimize the concentration of credit risk by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized, although there is no formal limit on the amount the County may invest in any one issuer.

Custodial credit risk. This is the risk that, in the event of a failure of the counterparty, the County may not be able to recover the value of investments or collateral securities that are in possession of an outside party. The County's policy is to minimize custodial credit risk by limiting investments to the types of securities allowed by law and pre-qualifying the financial institutions, broker/dealer, intermediaries and advisors with which the County will do business.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES

Receivables as of June 30, 2025, for the County's governmental and proprietary funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	Capital Penny Sales Tax III	Debt Service	Infrastructure	Nonmajor Governmental
Taxes receivable	\$ 7,530,701	\$ -	\$ 535,444	\$ 69,878	\$ 181,380
Leases receivable	805,349	-	-	-	-
Accounts receivable	33,522,499	1,399,629	-	1,382,120	1,385,343
Due from other governments	1,124,486	-	-	-	634,733
Less: allowance for uncollectible accounts	(32,518,241)	-	(350,354)	(10,482)	(198,329)
Net receivables	<u>\$ 10,464,794</u>	<u>\$ 1,399,629</u>	<u>\$ 185,090</u>	<u>\$ 1,441,516</u>	<u>\$ 2,003,127</u>

	Wedgefield Statesburg Water	Shiloh Water System
Accounts receivable	\$ 106,209	\$ 56,513
Less: allowance for uncollectible accounts	(65,264)	(27,872)
Net receivables	<u>\$ 40,945</u>	<u>\$ 28,641</u>

The County is the lessor in certain lease agreements with outside parties. Future maturities, as of June 30, 2025, of the lease receivables are presented below.

Year Ending June 30,	Leases Receivable		
	Principal	Interest	Total
2026	\$ 46,724	\$ 9,004	\$ 55,728
2027	35,840	8,523	44,363
2028	35,899	8,120	44,019
2029	37,091	7,706	44,797
2030	38,320	7,277	45,597
2031 - 2035	145,864	31,330	177,194
2036 - 2040	126,353	22,869	149,222
2041 - 2045	113,622	16,651	130,273
2046 - 2050	123,158	9,803	132,961
2051 - 2055	38,852	4,783	43,635
2056 - 2060	45,799	2,378	48,177
2061 - 2062	17,827	188	18,015
	<u>\$ 805,349</u>	<u>\$ 128,632</u>	<u>\$ 933,981</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 5. INTERFUND ASSETS AND LIABILITIES

The balances of the interfund receivables and payables at June 30, 2025, were as follows:

Receivable Fund	Payable Fund	Amount
Nonmajor Governmental Funds	Nonmajor Governmental Funds	\$ 104,427
Nonmajor Governmental Funds	General Fund	879,655
		<u>\$ 984,082</u>

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

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

Total transfers during the year ended June 30, 2025, consisted of the following individual amounts:

Transfer in Fund	Transfer Out Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 475,854
Nonmajor Governmental Funds	Nonmajor Governmental Funds	1,604,677
Nonmajor Governmental Funds	General Fund	2,917,431
General Fund	Infrastructure Fund	709,694
		<u>\$ 5,707,656</u>

The transfers noted above were used to: (1) provide operational funds, (2) provide salary subsidies, and/or (3) provide funds for the construction costs associated with infrastructure for economic development for the Golden Corner Commerce Park. All were made in accordance with budgetary authorizations.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. CAPITAL ASSETS

Capital asset activity for the primary government for the year ended June 30, 2025, is as follows:

	Balance June 30, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Governmental activities					
Capital assets not being depreciated					
Land	\$ 10,438,624	\$ 2,165,156	\$ -	\$ -	\$ 12,603,780
Construction in progress	12,928,761	8,612,589	-	(9,009,444)	12,531,906
Total capital assets not being depreciated	23,367,385	10,777,745	-	(9,009,444)	25,135,686
Capital assets being depreciated/amortized					
Buildings and improvements	123,803,858	344,946	(140,379)	8,338,603	132,347,028
Heavy equipment and vehicles	21,207,608	3,165,000	(291,582)	-	24,081,026
Equipment and furnishings	26,482,731	1,116,149	-	670,841	28,269,721
Subscription asset	223,915	107,430	(223,915)	-	107,430
Infrastructure	107,898,775	1,447,622	-	-	109,346,397
Total capital assets being depreciated	279,616,887	6,181,147	(655,876)	9,009,444	294,151,602
Less accumulated depreciation/amortization					
Buildings and improvements	(42,333,907)	(2,138,279)	77,615	-	(44,394,571)
Heavy equipment and vehicles	(16,199,734)	(1,711,417)	199,516	-	(17,711,635)
Equipment and furnishings	(18,640,145)	(1,557,079)	-	-	(20,197,224)
Subscription asset	(165,911)	(93,814)	223,915	-	(35,810)
Infrastructure	(76,299,372)	(1,783,365)	-	-	(78,082,737)
Total accumulated depreciation/amortization	(153,639,069)	(7,283,954)	501,046	-	(160,421,977)
Total capital assets being depreciated/amortized, net	125,977,818	(1,102,807)	(154,830)	9,009,444	133,729,625
Governmental activities capital assets, net	\$ 149,345,203	\$ 9,674,938	\$ (154,830)	\$ -	\$ 158,865,311

Depreciation expense was charged to governmental functions/programs as follows:

General government	\$ 2,027,028
Public safety	1,877,279
Health and welfare	491,569
Public works	168,555
Culture and recreation	891,273
Transportation	1,828,250
Total Governmental Activities Depreciation Expense	<u>\$ 7,283,954</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. CAPITAL ASSETS (CONTINUED)

	Balance June 30, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Business-type activities					
Capital assets not being depreciated					
Land	\$ 32,250	\$ -	\$ -	\$ -	\$ 32,250
Construction in progress	-	1,478,129	-	-	1,478,129
Total capital assets not being depreciated	32,250	1,478,129	-	-	1,510,379
Capital assets being depreciated					
Infrastructure	6,118,746	-	-	-	6,118,746
Buildings and improvements	86,998	-	-	-	86,998
Equipment and vehicles	314,537	-	-	-	314,537
Total capital assets being depreciated	6,520,281	-	-	-	6,520,281
Less accumulated depreciation					
Infrastructure	(3,236,996)	(224,660)	-	-	(3,461,656)
Buildings and improvements	(46,010)	(17,161)	-	-	(63,171)
Equipment and vehicles	(222,429)	(7,308)	-	-	(229,737)
Total accumulated depreciation	(3,505,435)	(249,129)	-	-	(3,754,564)
Total capital assets being depreciated, net	3,014,846	(249,129)	-	-	2,765,717
Business-type activities capital assets, net	\$ 3,047,096	\$ 1,229,000	\$ -	\$ -	\$ 4,276,096

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS

A summary of changes in long-term obligations for the year ended June 30, 2025, for the County's governmental activities is as follows:

	Balance			Balance	Due within
Governmental activities	June 30, 2024	Additions	Reductions	June 30, 2025	One Year
General obligation bonds	\$ 1,873,000	\$ 17,600,000	\$ (4,923,000)	\$ 14,550,000	\$ 14,550,000
Financed purchase obligations	99,502	291,484	(130,096)	260,890	98,954
Loans payable	2,318,000	-	(431,000)	1,887,000	447,000
Post-closure care costs	3,434,864	209,289	(94,365)	3,549,788	209,289
Subscription liability	-	107,430	(35,810)	71,620	35,810
Compensated absences	2,385,873	404,037	-	2,789,910	153,925
Net pension liability	51,066,947	5,573,318	(9,934,488)	46,705,777	-
Total other postemployment benefit liability	41,466,540	5,812,037	-	47,278,577	-
	<u>\$ 102,644,726</u>	<u>\$ 29,997,595</u>	<u>\$ (15,548,759)</u>	<u>\$ 117,093,562</u>	<u>\$ 15,494,978</u>

The General Fund has typically been used in prior year to liquidate the liability for the total OPEB liability, the landfill post-closure care costs, and the subscription liabilities. Details by type of obligation and a summary of debt service requirements follows. The change in compensated absences reported above is a net change resulting from the implementation of GASB No. 101, *Compensated Absences*.

General Obligation Bonds. The County has issued general obligation bonds to provide for construction and purchase of capital assets used in carrying out its governmental activities. General obligation bonds have been issued only for governmental activities. General obligation bonds are direct obligations of the County, and the full faith and credit of the County are pledged as security. Article X, Section 14 of the Constitution of the State of South Carolina, 1895, permits the counties to issue general obligation indebtedness in an amount not exceeding eight percent of the assessed value of taxable property of said county without a referendum of voters' approving the issuance.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds (Continued). General obligation bonds are liquidated by the debt service funds. General obligation bonds outstanding as of year-end are as follows:

General Obligation Bonds	
\$3,500,000 Series 2020, payable in semi-annual installments ranging from \$430,000 to \$1,300,000 including interest at 1.40%, maturing in March 2026.	\$ 450,000
\$14,100,000 Series 2025, payable in an annual installment of \$14,100,000 including interest at 3.48%, maturing in April 2026.	14,100,000
Total general obligation bonds	<u>\$ 14,550,000</u>

Loans Payable. Loans payable at year end were as follows:

Loans Payable	
\$5,262,000 South Carolina Jobs-Economic Development Authority Taxable Qualified Energy Conservation Note (South Carolina SAVES Green Community Program - Sumter County, South Carolina) Series 2015. The note accrued interest at 3.73% and is payable in 13 annual principal and interest installments ranging from \$513,044 to \$521,684.	\$ 1,887,000

Financed Purchase Obligations. Financed Purchase Obligations at year end were as follows:

Financed Purchase Obligations	
Financed purchase obligation for the acquisition of equipment commencing in November 2020. Payments are due in annual installments including interest at 5.22%, maturing in October 2025.	\$ 29,946
Financed purchase obligation for the acquisition of equipment commencing in August 2021. Payments are due in monthly installments including an implicit interest rate of 1.14% maturing in August 2025.	4,235
Financed purchase obligation for the acquisition of equipment commencing in January 2024. Payments are due in annual installments, maturing in December 2029.	226,709
Total financed purchase obligations	<u>\$ 260,890</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

The following is a summary of debt service requirements to maturity by year for the County's governmental activities:

Year Ending June 30,	General Obligation Bonds		
	Principal	Interest	Total
2026	\$ 14,550,000	\$ 495,810	\$ 15,045,810
	<u>\$ 14,550,000</u>	<u>\$ 495,810</u>	<u>\$ 15,045,810</u>

Year Ending June 30,	Loans Payable		
	Principal	Interest	Total
2026	\$ 447,000	\$ 71,612	\$ 518,612
2027	463,000	54,648	517,648
2028	480,000	37,077	517,077
2029	497,000	18,861	515,861
	<u>\$ 1,887,000</u>	<u>\$ 182,198</u>	<u>\$ 2,069,198</u>

Year Ending June 30,	Financed Purchase Obligations		
	Principal	Interest	Total
2026	\$ 98,954	\$ 4,954	\$ 103,908
2027	64,774	4,307	69,081
2028	64,774	3,148	67,922
2029	32,388	1,967	34,355
	<u>\$ 260,890</u>	<u>\$ 14,376</u>	<u>\$ 275,266</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

Landfill Closure and Post-closure Costs. State and federal laws and regulations require the County to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. In accordance with state law, the County closed its municipal solid waste landfill in fiscal year 2001. The County closed Area B of its C & D landfill in November 2010 and opened Area C, which it considers a separate site. Management estimates that Area C was at 72% of capacity as of year-end. Capacity is being increased by opening additional cells.

Although closure and post-closure care costs are paid only near or after the date that landfills stop accepting waste, the County reports a portion of these costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$3,549,788 reported as the accrual for landfill closure and post-closure costs at June 30, 2025, is calculated as follows:

	<u>MSW</u>	<u>C&D Area B</u>	<u>C&D Area C</u>	<u>Total</u>
Total estimated current closure and post-closure care cost	\$ 382,313	\$ 548,697	\$ 3,612,107	
Percentage of landfill capacity used to date	<u>100%</u>	<u>100%</u>	<u>72%</u>	
Reported liability for closure and post-closure care cost	<u>\$ 382,313</u>	<u>\$ 548,697</u>	<u>\$ 2,618,778</u>	<u>\$ 3,549,788</u>
Total estimated current closure and post-closure care cost remaining to be recognized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 993,329</u>	
Landfill's approximate remaining life in years	<u>-</u>	<u>-</u>	<u>4</u>	

The County's landfill closure and post-closure liability represents what it would cost to perform all closure and post-closure care at June 30, 2025, and is based on engineering estimates subject to change due to inflation, deflation, technology, and/or applicable laws and regulations. Federal and state statutes and regulations require that all permitted landfills have a financial assurance mechanism in place to ensure that funds are available for clean-up of the facility at the time of closure to cover any post-closure care that may be required. The County has adopted a pay-as-you-go policy, anticipating that future available resources will be the primary source of funds to pay the cost of closure and post-closure care.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LONG-TERM OBLIGATIONS (CONTINUED)

The change in compensated absences reported below is a net change resulting from the implementation of GASB No. 101, *Compensated Absences*. A summary of changes in long-term obligations for the year ended June 30, 2025, for the County's business-type activities is as follows:

Business-type activities	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Due within One Year
Compensated absences	\$ 5,845	\$ 2,337	\$ -	\$ 8,182	\$ 2,337
Revenue bonds payable	1,013,000	-	(74,000)	939,000	76,000
Net pension liability	99,365	-	(6,159)	93,206	-
Total other postemployment benefit liability	103,926	14,567	-	118,493	-
	<u>\$ 1,222,136</u>	<u>\$ 16,904</u>	<u>\$ (80,159)</u>	<u>\$ 1,158,881</u>	<u>\$ 78,337</u>

Revenue Bonds. The County is obligated for revenue bonds, proceeds of which were used to finance construction and expansion of a water system. These bonds are secured by liens on and pledges of water revenue net of system operating and maintenance costs. The revenue bonds are liquidated by the proprietary funds. Water revenue bonds outstanding at year end were as follows:

Revenue Bonds - Direct Placement

\$1,206,000 Waterworks System Refunding Revenue Bond, Series 2021, payable in semi-annual installments ranging from \$50,000 to \$96,000 including interest at 2.35%, maturing in June 2036.	\$ 939,000
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Following is a summary of debt service requirements to maturity by year for the County's business-type activities:

Year Ending June 30,	Revenue Bonds - Direct Placement		
	Principal	Interest	Total
2026	\$ 76,000	\$ 22,067	\$ 98,067
2027	78,000	20,281	98,281
2028	79,000	18,448	97,448
2029	81,000	16,591	97,591
2030	83,000	14,688	97,688
2031-2035	446,000	43,240	489,240
2036	96,000	2,256	98,256
	<u>\$ 939,000</u>	<u>\$ 137,571</u>	<u>\$ 1,076,571</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and job-related illnesses and accidents. The County carries insurance for these risks of loss. Premiums for workers' compensation are paid to a public entity risk pool. The public entity risk pool promises to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accord with the insurance policy and benefit program limits. Management believes such coverage is sufficient to preclude any significant uninsured losses for covered risks. There has been no significant reduction in coverage and amounts of settlements have not exceeded coverage in any of the last three years.

The County is also subject to risks of loss from providing health, life, accident, dental, and other medical benefits to employees, retirees, and their dependents. The County has enrolled substantially all its employees in the State's health insurance plans administered by the South Carolina Budget and Control Board.

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION

Overview

The South Carolina Public Employee Benefit Authority (PEBA), created July 1, 2012, is the state agency responsible for the administration and management of the various Retirement Systems and retirement programs of the state of South Carolina, including the State Optional Retirement Program and the S.C. Deferred Compensation Program, as well as the State's employee insurance programs. As such, PEBA is responsible for administering the South Carolina Retirement Systems' five defined benefit pension plans. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as custodian, co-trustee, and co-fiduciary of the Systems and the assets of the retirement trust funds. The Retirement System Investment Commission (Commission as the governing body, RSIC as the agency), created by the General Assembly in 2005, has exclusive authority to invest and manage the retirement trust funds' assets. The Commission, an eight-member board, serves as co-trustee and co-fiduciary for the assets of the retirement trust funds. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions regarding the actuary of the Systems.

For purposes of measuring 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 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Overview (Continued)

PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, 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 ACFR of the state.

Plan Descriptions

The South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits for teachers and employees of the state and its political subdivisions. SCRS covers employees of state agencies, public school districts, higher education institutions, other participating local subdivisions of government, and individuals 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 effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits to police officers and firefighters. PORS also covers peace officers, coroners, probate judges and magistrates.

Membership

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Membership (Continued)

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 to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

Benefits

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

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Benefits (Continued)

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

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

Contributions

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00 percent for SCRS and 9.75 percent for PORS. The legislation also increased employer contribution rates beginning July 1, 2017, for both SCRS and PORS 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Contributions (Continued)

Required employee contribution rates are as follows:

South Carolina Retirement System

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

South Carolina Police Officers Retirement System

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

Required employer contribution rates are as follows:

South Carolina Retirement System

Employee Class Two	18.41% of earnable compensation
Employee Class Three	18.41% of earnable compensation
Employer incidental death benefit	0.15% of earnable compensation

South Carolina Police Officers Retirement System

Employee Class Two	20.84% of earnable compensation
Employee Class Three	20.84% of earnable compensation
Employer incidental death benefit	0.20% of earnable compensation
Employer accidental death program	0.20% of earnable compensation

Actuarial Assumptions and Methods

Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations, and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. The GASB Statement No. 67 valuation report prepared as of June 30, 2024, is based on the experience study report for the period ended June 30, 2019. A more recent experience report on the Systems was issued for the period ending June 30, 2023, and will be used for future valuations.

The June 30, 2024, total pension liability (TPL), net pension liability (NPL), and sensitivity information shown in PEBA's report were determined by their consulting actuary, Gabriel, Roeder, Smith, and Company (GRS) and are based on an actuarial valuation performed as of July 1, 2023. The total pension liability was rolled forward from the valuation date to the plans' fiscal year end, June 30, 2024, using generally accepted actuarial principles.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Actuarial Assumptions and Methods (Continued)

The following provides a summary of the actuarial assumptions and methods used to calculate the TPL as of June 30, 2024.

	SCRS	PORS
	Entry Age Normal	Entry Age Normal
Actuarial cost method		
Actuarial assumptions:		
Investment rate of return	7.00%	7.00%
Projected salary increases	3.0% to 11.0% (varies by service)	3.5% to 10.5% (varies by service)
Includes inflation at	2.25%	2.25%
Benefit adjustments	lesser of 1% or \$500 annually	lesser of 1% or \$500 annually

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

Former Job Class	Males	Females
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%

Net Pension Liability

The NPL is calculated separately for each system and represents that particular system's TPL determined in accordance with GASB Statement No. 67 less that System's fiduciary net position. As of June 30, 2025 (June 30, 2024 measurement date), the County's proportionate share of the NPL amounts for SCRS and PORS are presented below:

System	Total Pension Liability	Plan Fiduciary Net Position	Employer's Net Pension Liability	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	County's Proportionate Share of the Collective Net Pension Liability
SCRS	\$61,369,806,968	\$37,919,492,371	\$23,450,314,597	61.8%	0.132487%
PORS	\$10,177,904,231	\$7,178,118,865	\$2,999,785,366	70.5%	0.524380%

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Net Pension Liability (Continued)

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

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments is based upon 20-year capital markets assumptions. The long-term expected rate of returns represents 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 2024 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the table below. For actuarial purposes, the 7.00% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.25% inflation component.

Allocation/Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long-term Expected Portfolio Real Rate of Return
Public equity	46.0%	6.23%	2.86%
Bonds	26.0%	2.60%	0.68%
Private equity	9.0%	9.60%	0.86%
Private debt	7.0%	6.90%	0.48%
Real assets	12.0%		
Real estate	9.0%	4.30%	0.39%
Infrastructure	3.0%	7.30%	0.22%
	100%		
Total expected real return			5.49%
Inflation for actuarial purposes			2.25%
Total expected nominal return			7.74%

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Discount Rate

The discount rate used to measure the TPL was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL.

Sensitivity Analysis

The following table presents the County's NPL calculated using the discount rate of 7.00 percent, as well as what the NPL would be if it were calculated using a discount rate that is 1.00 percent lower (6.00 percent) or 1.00 percent higher (8.00 percent) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's portion - SCRS	\$ 40,261,524	\$ 31,068,699	\$ 22,602,836
County's portion - PORS	\$ 22,790,169	\$ 15,730,284	\$ 9,947,872

Pension Expense and Deferred Outflows and Inflows of Resources

For the year ended June 30, 2025, the County recognized pension expense of \$2,273,828 for SCRS Plan and \$1,578,468 for the PORS Plan.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Pension Expense and Deferred Outflows and Inflows of Resources (Continued)

At June 30, 2025, the County reported deferred outflows and inflows of resources related to pensions from the following sources:

SCRS	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 1,021,027	\$ 38,558
Changes of assumptions	547,736	-
Net difference between projected and actual earnings on pension plan investments	-	1,197,086
Changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions	715,566	1,842,353
Employer contributions subsequent to the measurement date	<u>3,523,788</u>	<u>-</u>
Total	<u><u>\$ 5,808,117</u></u>	<u><u>\$ 3,077,997</u></u>
PORS	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 1,477,278	\$ 90,184
Changes of assumptions	342,476	-
Net difference between projected and actual earnings on pension plan investments	-	881,902
Changes in proportionate share and differences between employer contributions and proportionate share of total plan employer contributions	18,167	1,015,884
Employer contributions subsequent to the measurement date	<u>2,411,789</u>	<u>-</u>
Total	<u><u>\$ 4,249,710</u></u>	<u><u>\$ 1,987,970</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 9. DEFINED BENEFIT PENSION PLANS INFORMATION (CONTINUED)

Pension Expense and Deferred Outflows and Inflows of Resources (Continued)

The County reported \$3,523,788 for the SCRS Plan and \$2,411,789 for the PORS Plan as deferred outflows of resources related to contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability in the measurement year ended June 30, 2025, (County's fiscal year ended June 30, 2026). Other amounts reported as deferred outflows and inflows of resources will be recognized in pension expense in future years. The following schedule reflects the amortization of the County's proportionate share of the net balance of remaining deferred outflows and inflows of resources at June 30, 2025.

Year ended June 30:	SCRS	PORS
2026	\$ (797,226)	\$ (588,093)
2027	751,409	695,520
2028	(433,486)	(24,301)
2029	(314,365)	(233,175)

NOTE 10. DEFERRED COMPENSATION PLANS

Certain County employees participate in one of two optional deferred compensation plans which are available to them in conjunction with the State Retirement System. The multiple employer plans, created under Internal Revenue Code Sections 457 and 401(k), are administered for the State Retirement System by third parties. Compensation deferred under the plans is placed in trust for the contributing employee. The County has no liability for losses under the plans. Employees may withdraw the current value of their contributions when they terminate their employment with the County. Employees may also withdraw contributions prior to termination if they meet requirements specified by the applicable plan.

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The County's defined benefit OPEB plan, Sumter County Retiree Benefits Plan (SCRBP), is a healthcare plan that covers eligible employees of the County. The OPEB plan is a single employer defined benefit plan that is self-funded for eligible retirees and their dependents. The County has the ability to amend the benefit terms and financing requirements of the Plan at any time. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB 75. Separate, publicly available financial statements are not issued for the OPEB Plan.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Eligibility

Funded Retirees. Sumter County retirees are those whose employer contributes to their retiree insurance premiums and whose last five years of employment were continuous and consecutive in a regular, full-time position with an employer that participates in the state insurance program. Funded retirees must meet one of the following guidelines:

1. Hire Date June 30, 2009, or earlier:
 - a. Retirees who are eligible and have 10 or more years earned SCRS service credit with an employer who participates in the state insurance program.
 - b. Employees who leave employment before they are eligible to retire but who have 20 or more years of earned SCRS service credit with an employer that participates in the state insurance program. However, they are not eligible for insurance coverage until they are eligible to receive a retirement check at age 60. Employees who qualify under the PORS become eligible at age 55.
2. Hire date July 1, 2009, and afterwards:
 - a. Retirees who are eligible and have 15 or more years, but fewer than 25 years earned service credit, are eligible for 50% of the employer's share of the funded premium, and the retiree shall pay the retiree's share plus the remaining 50 percent of the employer's contribution.
 - b. Retirees who are eligible and have 25 years or more of earned service credit with an employer that participates in the state insurance program are eligible for 100 percent of the employers share of the funded premium, and the retiree is responsible for the entire retiree premium.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Eligibility (Continued)

Non-funded Retirees. Non-funded retirees are those who do not qualify for funded benefits (see Funded Retirees) and who must pay the full premium, which includes the retiree share plus the employer contribution. To qualify, a retiree's last five years of employment must have been in an insurance eligible position with an employer participating in the state insurance program. Non-funded retirees include:

1. Hire Date June 30, 2009, or earlier:
 - a. Employees who are eligible and have 15 or more years, but fewer than 25 years earned service credit are eligible for 50 percent of the employer's share of the funded premium and the retiree shall pay the retiree's share plus the remaining 50 percent of the employer's contribution.
2. Hire date July 1, 2009, and afterwards:
 - a. Employees who retire with five years, but fewer than 15 years, of earned service credit shall pay the full premium. There is no employer contribution.

County contributions are neither guaranteed nor mandatory. County Council has retained the right to modify its payments for retiree health care benefits.

At June 30, 2024 (the measurement date), the following table depicts a summary of plan participants:

Active participants	507
Retirees and beneficiaries currently receiving benefits	<u>159</u>
Total	<u><u>666</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Actuarial Assumptions and Methods

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

The total OPEB liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions and other inputs:

Discount rate:	3.97% as of June 30, 2024
Healthcare cost trend rate:	6.80% - 4.25%, Ultimate Trend after 15 years
Inflation rate:	2.25%
Salary increase:	3.50% - 11.00% for PORS eligible employees and 3.00% - 9.65% for SCRS eligible employees per annum
Participation rate:	90.00% of retirees for funded premiums 60% of retirees for partially funded premiums 15% of retirees not eligible for any subsidy

Demographic assumptions are based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ended June 30, 2023.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Changes in the Total OPEB Liability

The changes in the total OPEB liability are as follows for the fiscal year ended June 30, 2025, (measurement period ended June 30, 2024):

	Total OPEB Liability
Balances beginning of year	\$ 41,570,466
Changes for the year:	
Service cost	1,973,894
Interest	1,621,424
Difference between actual and expected experience	(1,939,462)
Assumption changes	5,273,947
Benefit payments and implicit subsidy	(1,103,199)
Net changes	<u>5,826,604</u>
Balances end of year	<u><u>\$ 47,397,070</u></u>

The required schedule of changes in the total OPEB liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about the total OPEB liability.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.97% as of June 30, 2024. This rate was determined using an index rate of 20-year, tax-exempt general obligation municipal bonds with an average rating of AA or higher – which was 3.97% as determined by the Bond Buyer 20- Bond GO Index Rate as of June 30, 2024.

Sensitivity of Total OPEB Liability to the Discount Rate Assumption

The following presents the plan's total OPEB liability, calculated using a discount rate of 3.97%, as well as what the OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate		
1% Decrease (2.97%)	Current Discount Rate (3.97%)	1% Increase (4.97%)
\$ 55,459,629	\$ 47,397,070	\$ 40,927,733

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Sensitivity of Total OPEB Liability to the Healthcare Cost Trend Rate Assumption

The following presents the plan's total OPEB liability, calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

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

1% Decrease (5.80% decreasing to 3.25%)	Current Healthcare Cost Trend Rates (6.80% decreasing to 4.25%)	1% Increase (7.80% decreasing to 5.25%)
<u>\$</u>	<u>\$</u>	<u>\$</u>
40,032,172	47,397,070	56,828,710

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

For the year ended June 30, 2025, the County recognized OPEB expense as follows:

<u>Description</u>	
Service cost	\$ 1,973,894
Interest on the total OPEB liability	1,621,424
Recognition of outflow (inflow) of resources due to liabilities	490,006
Amortization of prior year outflow (inflow) of resources due to liabilities	<u>(3,081,819)</u>
Total OPEB expense	<u><u>\$ 1,003,505</u></u>

At June 30, 2025, the County reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 264,069	\$ 8,627,108
Changes of assumptions	7,591,352	7,931,761
Employer contributions subsequent to the measurement date	1,172,692	-
Total	<u><u>\$ 9,028,113</u></u>	<u><u>\$ 16,558,869</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The County reported deferred outflows of resources related to gross contributions subsequent to the measurement date of \$1,172,692 which will be recognized as a reduction of the total OPEB liability in the measurement year ended June 30, 2025 (County's fiscal year ended June 30, 2026). Other amounts reported as deferred outflows and inflows of resources will be recognized in OPEB expense in future years. The following schedule reflects the amortization of the net balance of remaining deferred outflows and inflows of resources at June 30, 2025.

Sumter County Retiree Benefit Plan

Year ended June 30:

2026	\$ (1,977,088)
2027	(1,991,474)
2028	(2,938,651)
2029	(2,554,510)
2030	363,826
Thereafter	394,449
	<u>\$ (8,703,448)</u>

NOTE 12. OTHER INFORMATION

Intergovernmental Agreements

The County has entered into various agreements with the City of Sumter, South Carolina, (the "City") regarding fire and emergency 911 services. The City assists with fire protection services in the unincorporated areas of the County by providing training, oversight, and emergency backup for the County's all-volunteer fire stations. The City provides six full-time firefighters to the County, and the County reimburses the City for their salaries and benefits. The City manages emergency 911 services throughout Sumter County.

Commitments

The County had commitments for construction contracts not yet completed at year end totaling \$6,671,376.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER INFORMATION (CONTINUED)

Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute liabilities of the applicable funds. The amount, if any, of expenditures which may be disallowed by a grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Tax Abatements

The State of South Carolina has enacted Fee-in-Lieu of Tax Acts and Special Source Revenue Credit Acts as part of Title 12 of the South Carolina Code of Laws in support of economic development. The legislation allows the County to enter into negotiated fee-in-lieu of property tax (FILOT) arrangements with entities in exchange for making investments in facilities and jobs in the County. The County can recapture abated property taxes if investment targets are not met. The FILOT's typically include millage caps and reduced assessment ratios for entities who commit to certain investment and employment targets. Some FILOT's also include Special Source Revenue Credits which further reduce the negotiated fee by a percentage for some time period.

As of June 30, 2025, the County has five entities with active FILOT's which resulted in a net tax abatement of \$4.7 million.

Changes within the Financial Reporting Entity

For the year ended June 30, 2025, the County's previously major Capital Penny Sales Tax II Fund meets the definition of a nonmajor fund. The effect of the change within the County's financial reporting entity is shown in the table below:

	Reporting Units Affected by Restatements of Beginning Balances	
	Funds	
	Capital Penny Sales Tax II	Nonmajor Governmental Funds
June 30, 2024, as previously reported	\$ 12,498,494	\$ 21,180,133
Change from major fund to nonmajor fund	(12,498,494)	12,498,494
June 30, 2024, as restated	\$ -	\$ 33,678,627

REQUIRED SUPPLEMENTARY INFORMATION

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES:				
Taxes:				
Ad valorem taxes	\$ 29,808,418	\$ 29,468,418	\$ 30,614,428	\$ 1,146,010
Local option taxes	10,794,000	11,134,000	11,137,908	3,908
Intergovernmental	7,585,873	18,648,085	18,013,342	(634,743)
Licenses, permits and fees	2,881,300	2,881,300	2,460,213	(421,087)
Fines and forfeitures	1,622,700	1,622,700	1,584,573	(38,127)
Charges for services	7,553,437	7,646,329	8,286,426	640,097
Interest revenue	1,560,000	1,560,000	3,362,858	1,802,858
Other revenues	4,325,613	4,794,703	4,650,150	(144,553)
Total revenues	66,131,341	77,755,535	80,109,898	2,354,363
EXPENDITURES:				
Current:				
General government:				
County council	503,163	503,163	493,872	9,291
Register of deeds	458,093	458,093	403,090	55,003
Finance department	574,541	574,541	560,811	13,730
Non-departmental expenditures	3,085,180	4,557,668	4,809,579	(251,911)
Human resources	400,795	400,795	402,619	(1,824)
Information technology	2,128,554	1,985,956	1,800,002	185,954
Master-in-equity	241,622	241,622	228,462	13,160
Auditor	565,380	565,380	559,060	6,320
Treasurer	886,702	886,702	808,501	78,201
Purchasing	379,314	379,314	377,969	1,345
County attorney	199,330	199,330	198,527	803
Administrator's office	838,813	878,542	806,886	71,656
Voter registration/elections	878,884	878,884	880,279	(1,395)
Assessor	1,119,018	1,119,018	1,017,261	101,757
Other agencies	2,188,686	2,280,606	2,207,897	72,709
Total general government	14,448,075	15,909,614	15,554,815	354,799
Public safety:				
Sheriff's department	14,392,435	15,057,836	15,282,473	(224,637)
Detention center	7,500,065	7,619,158	7,042,266	576,892
Traffic unit	14,000	24,000	3,236	20,764
Special operations	2,500	2,500	-	2,500
Investigations	4,000	4,000	3,665	335
Animal control	44,000	44,000	44,911	(911)
Emergency management	184,549	433,725	397,808	35,917
Fire services	5,090,073	5,267,678	5,146,128	121,550
Canine	40,000	40,000	37,353	2,647
Metro poly unit	3,000	3,000	-	3,000
Inmate program	820,500	802,660	1,140,510	(337,850)
Total public safety	28,095,122	29,298,557	29,098,350	200,207
Transportation:				
County airport	445,765	445,765	255,872	189,893
Total transportation	445,765	445,765	255,872	189,893
Public works:				
Public buildings	1,945,589	1,974,188	1,608,791	365,397
Public works	1,607,682	1,607,920	1,896,036	(288,116)
Vector control	119,730	141,525	97,673	43,852
Litter	332,080	396,729	314,326	82,403
Maintenance shop	120,000	120,000	272,811	(152,811)
Total public works	4,125,081	4,240,362	4,189,637	50,725

(Continued)

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED):				
Current (Continued):				
Culture and recreation:				
Patriot hall	\$ 2,134,022	\$ 2,135,163	\$ 1,952,554	\$ 182,609
Recreation programs	320,600	320,600	335,109	(14,509)
Parks and centers	1,524,033	2,698,535	2,122,307	576,228
Museum	523,400	523,400	516,529	6,871
Shiloh	33,441	33,441	35,156	(1,715)
SSRC	219,694	257,694	209,087	48,607
Recreation	1,644,086	1,644,086	1,612,911	31,175
Crystal lakes golf course	463,046	736,981	774,007	(37,026)
Total culture and recreation	6,862,322	8,349,900	7,557,660	792,240
Judicial services:				
Clerk of court	985,832	986,022	844,687	141,335
Family court	842,822	842,822	846,818	(3,996)
Summary Court	1,566,458	1,566,458	1,508,547	57,911
Probate court	514,656	514,656	480,761	33,895
Coroner	572,562	572,562	584,377	(11,815)
Total judicial services	4,482,330	4,482,520	4,265,190	217,330
Health and welfare:				
EMS	7,164,535	7,062,144	6,131,568	930,576
Veteran's affairs	230,554	230,554	228,424	2,130
Total health and welfare	7,395,089	7,292,698	6,359,992	932,706
Economic development:				
Development board	844,970	844,970	785,002	59,968
Capital outlay	2,119,829	10,868,203	11,210,443	(342,240)
Debt service				
Principal	539,775	539,775	596,906	(57,131)
Interest	87,968	87,968	88,332	(364)
Total debt service	627,743	627,743	685,238	(57,495)
Total expenditures	69,446,326	82,360,332	79,962,199	2,398,133
Excess (deficiency) of revenues over (under) expenditures	(3,314,985)	(4,604,797)	147,699	4,752,496
OTHER FINANCING SOURCES (USES)				
Transfers in	1,154,694	1,191,594	1,185,548	(6,046)
Transfers out	(2,264,603)	(2,264,603)	(2,917,431)	(652,828)
Issuance of bonds	3,500,000	3,500,000	3,500,000	-
Issuance of subscription liabilities	-	-	107,430	107,430
Issuance of finance purchase obligations	-	-	291,484	291,484
Sale of capital assets	85,000	100,520	46,969	(53,551)
Total other financing sources, net	2,475,091	2,527,511	2,214,000	(313,511)
Net change in fund balances	(839,894)	(2,077,286)	2,361,699	4,438,985
Fund balances, beginning of year	25,442,283	25,442,283	25,442,283	-
Fund balances, end of year	\$ 24,602,389	\$ 23,364,997	\$ 27,803,982	\$ 4,438,985

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL INFRASTRUCTURE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Property taxes	\$ 2,300,000	\$ 2,300,000	\$ 1,712,901	\$ (587,099)
Interest revenue	-	-	582,877	582,877
	<u>2,300,000</u>	<u>2,300,000</u>	<u>2,295,778</u>	<u>(4,222)</u>
EXPENDITURES				
Economic development	75,000	2,285,355	2,210,355	75,000
Capital outlay	<u>184,719</u>	<u>184,719</u>	<u>872,489</u>	<u>(687,770)</u>
Total expenditures	<u>259,719</u>	<u>2,470,074</u>	<u>3,082,844</u>	<u>(612,770)</u>
Excess (deficiency) of revenues over (under) expenditures	2,040,281	(170,074)	(787,066)	(616,992)
OTHER FINANCING SOURCES (USES)				
Transfers out	(709,694)	(709,694)	(709,694)	-
Sale of capital assets	<u>-</u>	<u>-</u>	<u>14,797</u>	<u>14,797</u>
Total other financing uses, net	<u>(709,694)</u>	<u>(709,694)</u>	<u>(694,897)</u>	<u>14,797</u>
Net change in fund balance	1,330,587	(879,768)	(1,481,963)	(602,195)
Fund balances, beginning of year	<u>12,764,960</u>	<u>12,764,960</u>	<u>12,764,960</u>	<u>-</u>
Fund balances, end of year	<u>\$ 14,095,547</u>	<u>\$ 11,885,192</u>	<u>\$ 11,282,997</u>	<u>\$ (602,195)</u>

SUMTER COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FOR THE YEARS ENDED JUNE 30, 2025

South Carolina Retirement System

Plan Year Ended June 30,	County's proportion of the net pension liability	County's proportionate share of the net pension liability	County's covered payroll	County's share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	0.132487%	\$ 31,068,699	\$ 18,210,794	170.6%	61.8%
2023	0.142433%	34,436,645	17,320,550	198.8%	58.6%
2022	0.130561%	31,650,758	15,546,349	203.6%	57.1%
2021	0.133743%	28,943,722	15,299,145	189.2%	60.7%
2020	0.138467%	35,380,792	15,447,886	229.0%	50.7%
2019	0.140303%	32,036,964	14,815,604	216.2%	54.4%
2018	0.137204%	30,743,043	14,218,149	216.2%	54.1%
2017	0.137890%	31,041,257	13,912,638	223.1%	53.3%
2016	0.135906%	29,029,321	13,160,696	220.6%	52.9%
2015	0.133690%	25,354,953	12,535,055	202.3%	57.0%

South Carolina Police Officers Retirement System

Plan Year Ended June 30,	County's proportion of the net pension liability	County's proportionate share of the net pension liability	County's covered payroll	County's share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	0.52438%	\$ 15,730,284	\$ 10,338,549	152.2%	70.5%
2023	0.54958%	16,729,667	9,629,107	173.7%	67.8%
2022	0.57380%	17,208,219	9,081,360	189.5%	66.4%
2021	0.59760%	15,375,769	9,023,863	170.4%	70.4%
2020	0.57740%	19,147,892	8,722,516	219.5%	58.8%
2019	0.57704%	16,537,668	8,369,756	197.6%	62.7%
2018	0.59989%	16,998,048	8,303,331	204.7%	61.7%
2017	0.62282%	17,062,615	8,387,409	203.4%	60.9%
2016	0.67263%	17,061,166	8,575,182	199.0%	60.4%
2015	0.68673%	14,967,168	8,507,584	175.9%	64.6%

SUMTER COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF COUNTY PENSION CONTRIBUTIONS FOR THE FISCAL YEARS ENDED JUNE 30, 2025

South Carolina Retirement System

Fiscal Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	County's covered payroll	Contributions as a percentage of covered payroll
2025	\$ 3,523,788	\$ 3,523,788	\$ -	\$ 18,985,929	18.56%
2024	3,379,923	3,379,923	-	18,210,794	18.56%
2023	3,041,489	3,041,489	-	17,320,550	17.56%
2022	2,574,475	2,574,475	-	15,546,349	16.56%
2021	2,352,428	2,352,428	-	15,299,145	15.38%
2020	2,403,691	2,403,691	-	15,447,886	15.56%
2019	2,157,152	2,157,152	-	14,815,604	14.56%
2018	1,927,981	1,927,981	-	14,218,149	13.56%
2017	1,608,301	1,608,301	-	13,912,638	11.56%
2016	1,455,573	1,455,573	-	13,160,696	11.06%

South Carolina Police Officers Retirement System

Fiscal Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	County's covered payroll	Contributions as a percentage of covered payroll
2025	\$ 2,411,789	\$ 2,411,789	\$ -	\$ 11,354,940	21.24%
2024	2,195,908	2,195,908	-	10,338,549	21.24%
2023	1,948,931	1,948,931	-	9,629,107	20.24%
2022	1,747,254	1,747,254	-	9,081,360	19.24%
2021	1,639,059	1,639,059	-	9,023,863	18.16%
2020	1,590,987	1,590,987	-	8,722,516	18.24%
2019	1,442,946	1,442,946	-	8,369,756	17.24%
2018	1,348,461	1,348,461	-	8,303,331	16.24%
2017	1,194,367	1,194,367	-	8,387,409	14.24%
2016	1,178,230	1,178,230	-	8,575,182	13.74%

SUMTER COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF COUNTY PENSION CONTRIBUTIONS FOR THE FISCAL YEARS ENDED JUNE 30, 2025

Notes to the schedule:

Actuarial assumptions used in determining the statutorily required contribution are as follows.

System	SCRS	PORS
Calculation date	July 1, 2022	July 1, 2022
Actuarial cost method	Entry Age Normal	Entry Age Normal
Asset valuation method	5-year Smoothed	5-year Smoothed
Amortization method	Level % of pay	Level % of pay
Amortization period	25-year maximum, closed period	25-year maximum, closed period
Investment return	7.00%	7.00%
Inflation	2.25%	2.25%
Salary increases	3.00% plus step-rate increases for members with less than 21 years of service.	3.50% plus step-rate increases for members with less than 21 years of service.
Mortality	The 2020 Public Retirees of South Carolina Mortality Tables for Males and Females, both projected at Scale UMP from the year 2020. Male rates multiplied by 97% for non-educators and 95% for educators. Female rates multiplied by 107% for non-educators and 94% for educators.	The 2020 Public Retirees of South Carolina Mortality Tables for Males and Females, both projected at Scale UMP from the year 2020. Male rates multiplied by 127% and female rates are multiplied by 107%.

SUMTER COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS FOR THE FISCAL YEARS ENDED JUNE 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability								
Service cost	\$ 1,973,894	\$ 1,994,031	\$ 3,482,154	\$ 2,444,792	\$ 1,897,712	\$ 1,595,553	\$ 1,646,191	\$ 2,016,037
Interest on the total OPEB liability	1,621,424	1,500,670	1,202,561	1,439,918	1,516,492	1,540,041	1,568,446	1,355,454
Difference between actual and expected experience	(1,939,462)	(45,977)	(12,064,147)	(32,884)	805,885	45,908	(2,946,946)	43,061
Assumption changes	5,273,947	(1,034,203)	(12,808,298)	497,604	6,824,097	3,579,334	(777,656)	(4,678,119)
Benefit payments	(1,103,199)	(1,031,194)	(1,034,877)	(978,881)	(1,012,701)	(995,841)	(963,399)	(864,013)
Net change in total OPEB liability	5,826,604	1,383,327	(21,222,607)	3,370,549	10,031,485	5,764,995	(1,473,364)	(2,127,580)
Total OPEB liability - beginning	41,570,466	40,187,139	61,409,746	58,039,197	48,007,712	42,242,717	43,716,081	45,843,661
Total OPEB liability - ending	\$ 47,397,070	\$ 41,570,466	\$ 40,187,139	\$ 61,409,746	\$ 58,039,197	\$ 48,007,712	\$ 42,242,717	\$ 43,716,081
 Covered-employee payroll	 \$ 29,226,998	 \$ 27,730,001	 \$ 26,411,310	 \$ 24,410,171	 \$ 24,261,299	 \$ 23,185,359	 \$ 22,521,484	 \$ 22,428,615
 Total OPEB liability as a percentage of covered-employee payroll	 162.17%	 149.91%	 152.16%	 251.57%	 239.23%	 207.06%	 187.57%	 194.91%
 Discount Rate	 3.97%	 3.86%	 3.69%	 1.92%	 2.45%	 3.13%	 3.62%	 3.56%

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

The County is not accumulating assets in a trust fund that meets the criteria in paragraph 4 of GASB Statement No. 75 for payment of future OPEB benefits.

The assumptions used in the preparation of the above schedule are disclosed in Note 11 to the financial statements.

COMBINING STATEMENTS AND SCHEDULES

SUMTER COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2025

Special Revenue Funds										
	Accommodations Fee	Grants	Solicitor	Public Defender	Title IV-D Funds	Victims Assistance	C Funds	Solid Waste Tire	Sumter County Drug Unit	Hospitality and Accommodations Fees
ASSETS										
Cash and cash equivalents	\$ 69,137	\$ 165,455	\$ 3,525,185	\$ 1,018,001	\$ 1,280,343	\$ 135,957	\$ 10,196,256	\$ -	\$ 560,002	\$ 1,535,742
Investments	-	-	-	-	-	-	-	-	-	2,033,960
Taxes receivable, net	-	-	-	-	-	-	-	-	-	-
Accounts receivable, net	27,477	6,779	-	68,695	147,323	5,471	440,006	16,957	634	59,745
Due from other governments	-	-	53,913	-	-	-	29,747	-	-	-
Due from other funds	-	-	-	-	-	-	899,095	-	-	-
Total assets	<u>96,614</u>	<u>172,234</u>	<u>3,579,098</u>	<u>1,086,696</u>	<u>1,427,666</u>	<u>141,428</u>	<u>11,565,104</u>	<u>16,957</u>	<u>560,636</u>	<u>3,629,447</u>
LIABILITIES										
Accounts payable	94,160	13,676	10,089	33,007	311	93	9,488	16,241	776	3,000
Due to other funds	2,454	-	-	-	-	-	-	715	-	-
Accrued liabilities	-	-	45,756	45,317	-	3,704	-	-	-	-
Total liabilities	<u>96,614</u>	<u>13,676</u>	<u>55,845</u>	<u>78,324</u>	<u>311</u>	<u>3,797</u>	<u>9,488</u>	<u>16,956</u>	<u>776</u>	<u>3,000</u>
DEFERRED INFLOWS OF RESOURCES										
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)										
Restricted for:										
General government	-	158,558	-	-	-	-	-	-	-	-
Public safety	-	-	3,523,253	1,008,372	1,427,355	137,631	-	-	559,860	-
Transportation	-	-	-	-	-	-	11,555,616	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	3,626,447
Public works	-	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	1	-	-
Total fund balances (deficits)	<u>-</u>	<u>158,558</u>	<u>3,523,253</u>	<u>1,008,372</u>	<u>1,427,355</u>	<u>137,631</u>	<u>11,555,616</u>	<u>1</u>	<u>559,860</u>	<u>3,626,447</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 96,614</u>	<u>\$ 172,234</u>	<u>\$ 3,579,098</u>	<u>\$ 1,086,696</u>	<u>\$ 1,427,666</u>	<u>\$ 141,428</u>	<u>\$ 11,565,104</u>	<u>\$ 16,957</u>	<u>\$ 560,636</u>	<u>\$ 3,629,447</u>

Special Revenue Funds							Capital Project Funds				Total Nonmajor Governmental Funds
Sumter County CDC	Home Improvement Program	Wastewater System	Solid Waste	Stormwater	Road User	Public Safety Answering Point (PSAP) E911	Capital Improvement	Capital Penny Sales Tax I	(Previously Major) Capital Penny Sales Tax II	RZEDB Projects	
\$ 69,994	\$ 26,305	\$ 135,133	\$ 998,027	\$ 797,877	\$ 1,790,154	\$ -	\$ 3,090,783	\$ -	\$ 2,004,673	\$ 152,473	\$ 27,551,497
-	-	-	-	-	-	-	-	-	7,022,038	-	9,055,998
-	-	-	55,528	-	-	-	10,944	-	-	-	66,472
150,815	-	-	369,242	4,016	-	4,762	-	-	-	-	1,301,922
-	550,957	-	-	-	-	116	-	-	-	-	634,733
1,852	-	-	42,591	-	-	-	-	-	40,544	-	984,082
222,661	577,262	135,133	1,465,388	801,893	1,790,154	4,878	3,101,727	-	9,067,255	152,473	39,594,704
129,138	576,670	16,300	529,505	12,446	478,786	-	-	-	340,748	-	2,264,434
99,833	1,423	-	-	-	-	2	-	-	-	-	104,427
1,136	-	-	9,298	11,810	18,204	-	-	-	-	-	135,225
230,107	578,093	16,300	538,803	24,256	496,990	2	-	-	340,748	-	2,504,086
-	-	-	50,734	-	-	-	10,232	-	-	-	60,966
-	-	-	50,734	-	-	-	10,232	-	-	-	60,966
-	-	-	-	-	-	-	-	-	-	-	158,558
-	-	-	-	-	-	4,876	-	-	-	152,473	6,813,820
-	-	-	-	-	1,293,164	-	-	-	-	-	12,848,780
-	-	-	-	-	-	-	-	-	-	-	3,626,447
-	-	118,833	875,851	777,637	-	-	-	-	-	-	1,772,321
-	-	-	-	-	-	-	3,091,495	-	8,726,507	-	11,818,002
(7,446)	(831)	-	-	-	-	-	-	-	-	-	(8,276)
(7,446)	(831)	118,833	875,851	777,637	1,293,164	4,876	3,091,495	-	8,726,507	152,473	37,029,652
\$ 222,661	\$ 577,262	\$ 135,133	\$ 1,465,388	\$ 801,893	\$ 1,790,154	\$ 4,878	\$ 3,101,727	\$ -	\$ 9,067,255	\$ 152,473	\$ 39,594,704

SUMTER COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Special Revenue Funds										
	Accommodations Fee	Grants	Solicitor	Public Defender	Title IV-D Funds	Victims Assistance	C Funds	Solid Waste Tire	Sumter County Drug Unit	Hospitality and Accommodations Fees
Revenues:										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	6,866,260	-	-	518,228
Intergovernmental	86,389	456,480	325,225	2,148,243	574,820	-	-	172,462	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	2,324,060	-	-	125,891	-	-	201,559	-
Interest revenue	-	-	-	-	-	-	-	-	-	33,960
Other revenue	-	-	94,103	-	-	-	-	-	21,948	-
Total revenues	86,389	456,480	2,743,388	2,148,243	574,820	125,891	6,866,260	172,462	223,507	552,188
Expenditures:										
Current:										
General government	-	475,095	-	-	-	-	-	-	-	-
Public safety	-	-	2,320,774	2,249,594	9,336	152,387	-	-	47,955	-
Transportation	-	-	-	-	-	-	4,857,958	-	-	-
Public works	-	-	-	-	-	-	-	300,929	-	-
Culture and recreation	56,363	-	-	-	-	-	-	-	-	58,373
Health and welfare	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	14,920	18,790
Total expenditures	56,363	475,095	2,320,774	2,249,594	9,336	152,387	4,857,958	300,929	62,875	77,163
Excess (deficiency) of revenues over (under) expenditures	30,026	(18,615)	422,614	(101,351)	565,484	(26,496)	2,008,302	(128,467)	160,632	475,025
Other financing sources (uses)										
Transfers in	-	-	713,479	225,000	-	-	-	505,383	-	-
Transfers out	(28,069)	-	(37,610)	-	(410,175)	-	-	-	-	-
Total other financing sources (uses), net	(28,069)	-	675,869	225,000	(410,175)	-	-	505,383	-	-
Net change in fund balances	1,957	(18,615)	1,098,483	123,649	155,309	(26,496)	2,008,302	376,916	160,632	475,025
Fund balances (deficits), beginning of year, as previously reported	(1,957)	177,173	2,424,770	884,723	1,272,046	164,127	9,547,314	(376,915)	399,228	3,151,422
Adjustment - change in reporting entity	-	-	-	-	-	-	-	-	-	-
Fund balances (deficits), beginning of year, as adjusted	(1,957)	177,173	2,424,770	884,723	1,272,046	164,127	9,547,314	(376,915)	399,228	3,151,422
Fund balances (deficits), end of year	\$ -	\$ 158,558	\$ 3,523,253	\$ 1,008,372	\$ 1,427,355	\$ 137,631	\$ 11,555,616	\$ 1	\$ 559,860	\$ 3,626,447

Special Revenue Funds							Capital Project Funds				Total Nonmajor Governmental Funds
Sumter County CDC	Home Improvement Program	Wastewater System	Solid Waste	Stormwater	Road User	Public Safety Answering Point (PSAP) E911	Capital Improvement	Capital Penny Sales Tax I	(Previously Major) Capital Penny Sales Tax II	RZEDB Projects	
\$ -	\$ -	\$ -	\$ 1,733,762	\$ -	\$ -	\$ -	\$ 347,955	\$ -	\$ -	\$ -	\$ 2,081,717
-	-	-	-	-	-	-	-	-	115,664	-	7,500,152
338,073	1,425,329	-	216,854	33,148	806,753	-	-	-	-	-	6,583,776
-	-	-	-	-	-	59,798	-	-	-	-	59,798
74,683	-	184,074	5,966,125	680,890	2,572,045	-	-	-	-	-	9,477,817
-	-	-	-	-	-	-	-	-	-	-	2,651,510
-	-	-	-	-	-	-	-	-	269,890	-	303,850
-	-	-	-	-	-	-	-	93,967	7,704	-	217,722
412,756	1,425,329	184,074	7,916,741	714,038	3,378,798	59,798	347,955	93,967	393,258	-	28,876,342
-	-	-	-	-	-	-	-	-	1,512,093	-	1,987,188
-	-	-	-	-	-	1,534,918	-	-	-	-	6,314,964
-	-	-	-	-	2,554,343	-	-	-	-	-	7,412,301
-	-	132,401	7,535,063	712,532	-	-	-	-	-	-	8,680,925
-	-	-	-	-	-	-	-	-	-	-	114,736
298,512	1,425,330	-	-	-	-	-	-	-	-	-	1,723,842
204,138	-	-	-	90,163	356,452	-	-	-	1,048,475	-	1,732,938
502,650	1,425,330	132,401	7,535,063	802,695	2,910,795	1,534,918	-	-	2,560,568	-	27,966,894
(89,894)	(1)	51,673	381,678	(88,657)	468,003	(1,475,120)	347,955	93,967	(2,167,310)	-	909,448
-	-	-	-	-	-	1,473,569	-	1,604,677	-	-	4,522,108
-	-	-	-	-	-	-	-	-	(1,604,677)	-	(2,080,531)
-	-	-	-	-	-	1,473,569	-	1,604,677	(1,604,677)	-	2,441,577
(89,894)	(1)	51,673	381,678	(88,657)	468,003	(1,551)	347,955	1,698,644	(3,771,987)	-	3,351,025
82,448	(830)	67,160	494,173	866,294	825,161	6,427	2,743,540	(1,698,644)	-	152,473	21,180,133
-	-	-	-	-	-	-	-	-	12,498,494	-	12,498,494
82,448	(830)	67,160	494,173	866,294	825,161	6,427	2,743,540	(1,698,644)	12,498,494	152,473	33,678,627
\$ (7,446)	\$ (831)	\$ 118,833	\$ 875,851	\$ 777,637	\$ 1,293,164	\$ 4,876	\$ 3,091,495	\$ -	\$ 8,726,507	\$ 152,473	\$ 37,029,652

**SUMTER COUNTY, SOUTH CAROLINA
GRANTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ 320,544	\$ 320,544	\$ 456,480	\$ 135,936
Total revenues	<u>320,544</u>	<u>320,544</u>	<u>456,480</u>	<u>135,936</u>
EXPENDITURES				
General government	343,862	343,862	475,095	(131,233)
Total expenditures	<u>343,862</u>	<u>343,862</u>	<u>475,095</u>	<u>(131,233)</u>
Net change in fund balance	(23,318)	(23,318)	(18,615)	4,703
FUND BALANCES, beginning of year	<u>177,173</u>	<u>177,173</u>	<u>177,173</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 153,855</u>	<u>\$ 153,855</u>	<u>\$ 158,558</u>	<u>\$ 4,703</u>

**SUMTER COUNTY, SOUTH CAROLINA
SOLICITOR FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ 1,044,079	\$ 1,044,079	\$ 325,225	\$ (718,854)
Fines and forfeitures	2,862,460	2,862,460	2,324,060	(538,400)
Other revenue	-	-	94,103	94,103
Total revenues	<u>3,906,539</u>	<u>3,906,539</u>	<u>2,743,388</u>	<u>(1,163,151)</u>
EXPENDITURES				
Public safety	3,300,850	3,552,873	2,320,774	1,232,099
Total expenditures	<u>3,300,850</u>	<u>3,552,873</u>	<u>2,320,774</u>	<u>1,232,099</u>
Excess of revenues over expenditures	605,689	353,666	422,614	68,948
Other financing sources				
Transfers in	713,479	713,479	713,479	-
Transfers out	-	(36,900)	(37,610)	(710)
Total other financing sources, net	<u>713,479</u>	<u>676,579</u>	<u>675,869</u>	<u>(710)</u>
Net change in fund balance	1,319,168	1,030,245	1,098,483	68,238
FUND BALANCES, beginning of year	<u>2,424,770</u>	<u>2,424,770</u>	<u>2,424,770</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 3,743,938</u>	<u>\$ 3,455,015</u>	<u>\$ 3,523,253</u>	<u>\$ 68,238</u>

**SUMTER COUNTY, SOUTH CAROLINA
PUBLIC DEFENDER FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ 1,798,447	\$ 1,823,037	\$ 2,148,243	\$ 325,206
Total revenues	<u>1,798,447</u>	<u>1,823,037</u>	<u>2,148,243</u>	<u>325,206</u>
EXPENDITURES				
Public safety	1,970,844	2,211,294	2,249,594	(38,300)
Total expenditures	<u>1,970,844</u>	<u>2,211,294</u>	<u>2,249,594</u>	<u>(38,300)</u>
Deficiency of revenues under expenditures	(172,397)	(388,257)	(101,351)	286,906
Other financing sources				
Transfers in	225,000	225,000	225,000	-
Total other financing sources	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>	<u>-</u>
Net change in fund balance	52,603	(163,257)	123,649	286,906
FUND BALANCES, beginning of year	<u>884,723</u>	<u>884,723</u>	<u>884,723</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 937,326</u>	<u>\$ 721,466</u>	<u>\$ 1,008,372</u>	<u>\$ 286,906</u>

SUMTER COUNTY, SOUTH CAROLINA
TITLE IV-D FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ 460,000	\$ 460,000	\$ 574,820	\$ 114,820
Total revenues	<u>460,000</u>	<u>460,000</u>	<u>574,820</u>	<u>114,820</u>
EXPENDITURES				
Public safety	26,000	26,000	9,336	16,664
Total expenditures	<u>26,000</u>	<u>26,000</u>	<u>9,336</u>	<u>16,664</u>
Excess of revenues over expenditures	434,000	434,000	565,484	131,484
Other financing uses				
Transfers out	(420,000)	(420,000)	(410,175)	9,825
Total other financing uses	<u>(420,000)</u>	<u>(420,000)</u>	<u>(410,175)</u>	<u>9,825</u>
Net change in fund balance	14,000	14,000	155,309	141,309
FUND BALANCES, beginning of year	<u>1,272,046</u>	<u>1,272,046</u>	<u>1,272,046</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 1,286,046</u>	<u>\$ 1,286,046</u>	<u>\$ 1,427,355</u>	<u>\$ 141,309</u>

**SUMTER COUNTY, SOUTH CAROLINA
VICTIMS ASSISTANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	\$ 151,200	\$ 151,200	\$ 125,891	\$ (25,309)
Total revenues	<u>151,200</u>	<u>151,200</u>	<u>125,891</u>	<u>(25,309)</u>
EXPENDITURES				
Public safety	175,105	175,105	152,387	22,718
Total expenditures	<u>175,105</u>	<u>175,105</u>	<u>152,387</u>	<u>22,718</u>
Net change in fund balance	(23,905)	(23,905)	(26,496)	(2,591)
FUND BALANCES, beginning of year	<u>164,127</u>	<u>164,127</u>	<u>164,127</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 140,222</u></u>	<u><u>\$ 140,222</u></u>	<u><u>\$ 137,631</u></u>	<u><u>\$ (2,591)</u></u>

SUMTER COUNTY, SOUTH CAROLINA
C FUNDS FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Other taxes	\$ 2,000,000	\$ 2,000,000	\$ 6,866,260	\$ 4,866,260
Total revenues	<u>2,000,000</u>	<u>2,000,000</u>	<u>6,866,260</u>	<u>4,866,260</u>
EXPENDITURES				
Transportation	2,300,000	2,300,000	4,857,958	(2,557,958)
Total expenditures	<u>2,300,000</u>	<u>2,300,000</u>	<u>4,857,958</u>	<u>(2,557,958)</u>
Net change in fund balance	(300,000)	(300,000)	2,008,302	2,308,302
FUND BALANCES, beginning of year	<u>9,547,314</u>	<u>9,547,314</u>	<u>9,547,314</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 9,247,314</u>	<u>\$ 9,247,314</u>	<u>\$ 11,555,616</u>	<u>\$ 2,308,302</u>

**SUMTER COUNTY, SOUTH CAROLINA
SOLID WASTE TIRE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ 107,602	\$ 172,462	\$ 64,860
Total revenues	-	107,602	172,462	64,860
EXPENDITURES				
Public works	-	108,352	300,929	(192,577)
Total expenditures	-	108,352	300,929	(192,577)
Other financing sources				
Transfers in	-	-	505,383	505,383
Total other financing sources	-	-	505,383	505,383
Net change in fund balance	-	(750)	376,916	377,666
FUND DEFICIT, beginning of year	(376,915)	(376,915)	(376,915)	-
FUND BALANCES (DEFICIT), end of year	<u>\$ (376,915)</u>	<u>\$ (377,665)</u>	<u>\$ 1</u>	<u>\$ 377,666</u>

SUMTER COUNTY, SOUTH CAROLINA
SUMTER COUNTY DRUG UNIT FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ 201,559	\$ 201,559
Interest revenue	500	500	21,948	21,448
Total revenues	500	500	223,507	223,007
EXPENDITURES				
Public safety	68,000	68,000	47,955	20,045
Capital outlay	-	-	14,920	(14,920)
Total expenditures	68,000	68,000	62,875	5,125
Net change in fund balance	(67,500)	(67,500)	160,632	228,132
FUND BALANCES, beginning of year	399,228	399,228	399,228	-
FUND BALANCES, end of year	<u>\$ 331,728</u>	<u>\$ 331,728</u>	<u>\$ 559,860</u>	<u>\$ 228,132</u>

**SUMTER COUNTY, SOUTH CAROLINA
HOSPITALITY AND ACCOMMODATIONS FEES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Other taxes	\$ 505,000	\$ 505,000	\$ 518,228	\$ 13,228
Interest revenue	-	-	33,960	33,960
Total revenues	505,000	505,000	552,188	47,188
EXPENDITURES				
Culture and recreation	75,000	59,000	58,373	627
Capital outlay	-	16,000	18,790	(2,790)
Total expenditures	75,000	75,000	77,163	(2,163)
Net change in fund balance	430,000	430,000	475,025	45,025
FUND BALANCES, beginning of year	3,151,422	3,151,422	3,151,422	-
FUND BALANCES, end of year	<u>\$ 3,581,422</u>	<u>\$ 3,581,422</u>	<u>\$ 3,626,447</u>	<u>\$ 45,025</u>

SUMTER COUNTY, SOUTH CAROLINA
SUMTER COUNTY CDC FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ 320,560	\$ 338,073	\$ 17,513
Charges for services	90,400	90,400	74,683	(15,717)
Total revenues	90,400	410,960	412,756	1,796
EXPENDITURES				
Health and welfare	104,134	306,486	298,512	7,974
Capital outlay	-	204,138	204,138	-
Total expenditures	104,134	510,624	502,650	7,974
Net change in fund balance	(13,734)	(99,664)	(89,894)	9,770
FUND BALANCES, beginning of year	82,448	82,448	82,448	-
FUND BALANCES (DEFICIT), end of year	<u>\$ 68,714</u>	<u>\$ (17,216)</u>	<u>\$ (7,446)</u>	<u>\$ 9,770</u>

**SUMTER COUNTY, SOUTH CAROLINA
HOME IMPROVEMENT PROGRAM FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ 927,704	\$ 1,425,329	\$ 497,625
Total revenues	-	927,704	1,425,329	497,625
EXPENDITURES				
Health and welfare	-	1,122,283	1,425,330	(303,047)
Total expenditures	-	1,122,283	1,425,330	(303,047)
Net change in fund balance	-	(194,579)	(1)	194,578
FUND DEFICIT, beginning of year	(830)	(830)	(830)	-
FUND DEFICIT, end of year	<u>\$ (830)</u>	<u>\$ (195,409)</u>	<u>\$ (831)</u>	<u>\$ 194,578</u>

**SUMTER COUNTY, SOUTH CAROLINA
WASTEWATER FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Charges for services	\$ 172,407	\$ 172,407	\$ 184,074	\$ 11,667
Total revenues	<u>172,407</u>	<u>172,407</u>	<u>184,074</u>	<u>11,667</u>
EXPENDITURES				
Public works	147,700	147,700	132,401	15,299
Total expenditures	<u>147,700</u>	<u>147,700</u>	<u>132,401</u>	<u>15,299</u>
Net change in fund balance	24,707	24,707	51,673	26,966
FUND BALANCES, beginning of year	<u>67,160</u>	<u>67,160</u>	<u>67,160</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 91,867</u>	<u>\$ 91,867</u>	<u>\$ 118,833</u>	<u>\$ 26,966</u>

**SUMTER COUNTY, SOUTH CAROLINA
SOLID WASTE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Property taxes	\$ 1,672,966	\$ 1,672,966	\$ 1,733,762	\$ 60,796
Intergovernmental	-	170,888	216,854	45,966
Charges for services	5,475,000	5,475,000	5,966,125	491,125
Total revenues	<u>7,147,966</u>	<u>7,318,854</u>	<u>7,916,741</u>	<u>597,887</u>
EXPENDITURES				
Public works	<u>7,221,117</u>	<u>7,482,845</u>	<u>7,535,063</u>	<u>(52,218)</u>
Total expenditures	<u>7,221,117</u>	<u>7,482,845</u>	<u>7,535,063</u>	<u>(52,218)</u>
Net change in fund balance	(73,151)	(163,991)	381,678	545,669
FUND BALANCES, beginning of year	<u>494,173</u>	<u>494,173</u>	<u>494,173</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 421,022</u></u>	<u><u>\$ 330,182</u></u>	<u><u>\$ 875,851</u></u>	<u><u>\$ 545,669</u></u>

**SUMTER COUNTY, SOUTH CAROLINA
STORMWATER FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 33,148	\$ 33,148
Charges for services	674,239	674,239	680,890	6,651
Total revenues	674,239	674,239	714,038	39,799
EXPENDITURES				
Public works	991,205	991,205	712,532	278,673
Capital outlay	50,000	135,000	90,163	44,837
Total expenditures	1,041,205	1,126,205	802,695	323,510
Net change in fund balance	(366,966)	(451,966)	(88,657)	363,309
FUND BALANCES, beginning of year	866,294	866,294	866,294	-
FUND BALANCES, end of year	<u>\$ 499,328</u>	<u>\$ 414,328</u>	<u>\$ 777,637</u>	<u>\$ 363,309</u>

**SUMTER COUNTY, SOUTH CAROLINA
ROAD USER FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Intergovernmental	\$ -	\$ 806,753	\$ 806,753	\$ -
Charges for services	2,590,000	2,590,000	2,572,045	(17,955)
Total revenues	<u>2,590,000</u>	<u>3,396,753</u>	<u>3,378,798</u>	<u>(17,955)</u>
EXPENDITURES				
Transportation	3,302,224	5,802,224	2,554,343	3,247,881
Capital outlay	-	333,428	356,452	(23,024)
Total expenditures	<u>3,302,224</u>	<u>6,135,652</u>	<u>2,910,795</u>	<u>3,224,857</u>
Net change in fund balance	(712,224)	(2,738,899)	468,003	3,206,902
FUND BALANCES, beginning of year	<u>825,161</u>	<u>825,161</u>	<u>825,161</u>	<u>-</u>
FUND BALANCES (DEFICIT), end of year	<u>\$ 112,937</u>	<u>\$ (1,913,738)</u>	<u>\$ 1,293,164</u>	<u>\$ 3,206,902</u>

SUMTER COUNTY, SOUTH CAROLINA
PUBLIC SAFETY ANSWERING POINT (PSAP) E911 FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Licenses and permits	\$ 50,000	\$ 50,000	\$ 59,798	\$ 9,798
Total revenues	50,000	50,000	59,798	9,798
EXPENDITURES				
Public safety	1,376,124	1,376,124	1,534,918	(158,794)
Total expenditures	1,376,124	1,376,124	1,534,918	(158,794)
Deficiency of revenues under expenditures	(1,326,124)	(1,326,124)	(1,475,120)	(148,996)
Other financing sources				
Transfers in	1,326,124	1,326,124	1,473,569	147,445
Total other financing sources	1,326,124	1,326,124	1,473,569	147,445
Net change in fund balance	-	-	(1,551)	(1,551)
FUND BALANCES, beginning of year	6,427	6,427	6,427	-
FUND BALANCES, end of year	<u>\$ 6,427</u>	<u>\$ 6,427</u>	<u>\$ 4,876</u>	<u>\$ (1,551)</u>

**SUMTER COUNTY, SOUTH CAROLINA
CAPITAL IMPROVEMENTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Property taxes	\$ 334,761	\$ 334,761	\$ 347,955	\$ 13,194
Total revenues	<u>334,761</u>	<u>334,761</u>	<u>347,955</u>	<u>13,194</u>
Net change in fund balance	334,761	334,761	347,955	13,194
FUND BALANCES, beginning of year	<u>2,743,540</u>	<u>2,743,540</u>	<u>2,743,540</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 3,078,301</u></u>	<u><u>\$ 3,078,301</u></u>	<u><u>\$ 3,091,495</u></u>	<u><u>\$ 13,194</u></u>

**SUMTER COUNTY, SOUTH CAROLINA
DEBT SERVICE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Property taxes	\$ 5,492,136	\$ 5,492,136	\$ 5,778,393	\$ 286,257
Interest revenue	-	-	62	62
Total revenues	<u>5,492,136</u>	<u>5,492,136</u>	<u>5,778,455</u>	<u>286,319</u>
EXPENDITURES				
Debt service:				
Principal	4,423,000	4,423,000	4,923,000	(500,000)
Interest	133,142	133,142	118,312	14,830
Fiscal charges	-	-	825	(825)
Total expenditures	<u>4,556,142</u>	<u>4,556,142</u>	<u>5,042,137</u>	<u>(485,995)</u>
Net change in fund balance	935,994	935,994	736,318	(199,676)
FUND BALANCES, beginning of year	<u>1,878,158</u>	<u>1,878,158</u>	<u>1,878,158</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 2,814,152</u></u>	<u><u>\$ 2,814,152</u></u>	<u><u>\$ 2,614,476</u></u>	<u><u>\$ (199,676)</u></u>

**SUMTER COUNTY, SOUTH CAROLINA
ACCOMMODATIONS FEE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	\$ 80,000	\$ 80,000	\$ 86,389	\$ 6,389
Total revenues	<u>80,000</u>	<u>80,000</u>	<u>86,389</u>	<u>6,389</u>
EXPENDITURES				
Culture and recreation	55,000	55,000	56,363	(1,363)
Total expenditures	<u>55,000</u>	<u>55,000</u>	<u>56,363</u>	<u>(1,363)</u>
Excess of revenues over expenditures	25,000	25,000	30,026	5,026
OTHER FINANCING USES				
Transfers out	(25,000)	(25,000)	(28,069)	(3,069)
Total other financing uses	<u>(25,000)</u>	<u>(25,000)</u>	<u>(28,069)</u>	<u>(3,069)</u>
Net change in fund balance	-	-	1,957	1,957
FUND DEFICITS, beginning of year	<u>(1,957)</u>	<u>(1,957)</u>	<u>(1,957)</u>	<u>-</u>
FUND DEFICITS, end of year	<u>\$ (1,957)</u>	<u>\$ (1,957)</u>	<u>\$ -</u>	<u>\$ 1,957</u>

SUMTER COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF FIDUCIARY NET POSITION CUSTODIAL FUNDS JUNE 30, 2025

ASSETS	City of Sumter Bonds Fund	School District Bonds Fund	Fireman's Fund	USC Sumter Fund	Central Carolina Technical College	Sumter TIF District Fund	City of Sumter Fund
Cash and cash equivalents	\$ 7,690	\$ 10,508,618	\$ 146,185	\$ 69,580	\$ 155,220	\$ 39,966	\$ 298,241
Receivables	-	-	-	-	-	-	34,089
Total assets	7,690	10,508,618	146,185	69,580	155,220	39,966	332,330
LIABILITIES							
Due to others	6,219	-	-	48,288	108,279	39,966	332,330
Total liabilities	6,219	-	-	48,288	108,279	39,966	332,330
FIDUCIARY NET POSITION							
Restricted for individuals, organizations and other governments	1,471	10,508,618	146,185	21,292	46,941	-	-
Total fiduciary net position	\$ 1,471	\$ 10,508,618	\$ 146,185	\$ 21,292	\$ 46,941	\$ -	\$ -

<u>Town of Pinewood Fund</u>	<u>Town of Mayesville Fund</u>	<u>Sumter School District Operating</u>	<u>SDF Pending Hearing Fund</u>	<u>Tax Sale Escrow Fund</u>	<u>Clerk of Court Fund</u>	<u>Magistrate Court Fund</u>	<u>Total</u>
\$ 1,401	\$ 1,564	\$ 6,219,951	\$ 679,109	\$ 2,700,355	\$ 365,500	\$ 272,193	\$ 21,465,573
-	-	242,743	-	-	-	-	276,832
1,401	1,564	6,462,694	679,109	2,700,355	365,500	272,193	21,742,405
1,401	216	5,362,040	679,109	-	-	-	6,577,848
1,401	216	5,362,040	679,109	-	-	-	6,577,848
-	1,348	1,100,654	-	2,700,355	365,500	272,193	15,164,557
<u>\$ -</u>	<u>\$ 1,348</u>	<u>\$ 1,100,654</u>	<u>\$ -</u>	<u>\$ 2,700,355</u>	<u>\$ 365,500</u>	<u>\$ 272,193</u>	<u>\$ 15,164,557</u>

SUMTER COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	City of Sumter Bonds Fund	School District Bonds Fund	Fireman's Fund	USC Sumter Fund	Central Carolina Technical College	Sumter TIF District Fund	City of Sumter Fund
ADDITIONS							
Taxes	\$ 492,893	\$ 23,524,998	\$ -	\$ 731,596	\$ 1,618,528	\$ 857,385	\$ 10,745,666
Funds from state and municipalities	-	-	16,068	-	-	-	-
Fines and fees	-	-	-	-	-	-	-
Total additions	492,893	23,524,998	16,068	731,596	1,618,528	857,385	10,745,666
DEDUCTIONS							
Taxes and fees paid to other governments	497,811	22,239,630	-	999,974	2,116,710	857,385	10,937,125
Funds disbursed per court order	-	-	-	-	-	-	-
Total deductions	497,811	22,239,630	-	999,974	2,116,710	857,385	10,937,125
Change in fiduciary net position	(4,918)	1,285,368	16,068	(268,378)	(498,182)	-	(191,459)
Fiduciary net position, beginning of year	6,389	9,223,250	130,117	289,670	545,123	-	191,459
Fiduciary net position, end of year	<u>\$ 1,471</u>	<u>\$ 10,508,618</u>	<u>\$ 146,185</u>	<u>\$ 21,292</u>	<u>\$ 46,941</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Town of Pinewood Fund</u>	<u>Town of Mayesville Fund</u>	<u>Sumter School District Operating</u>	<u>SDF Pending Hearing Fund</u>	<u>Tax Sale Escrow Fund</u>	<u>Clerk of Court Fund</u>	<u>Magistrate Court Fund</u>	<u>Total</u>
\$ 36,752	\$ 26,400	\$ 65,516,070	\$ -	\$ -	\$ -	\$ -	\$ 103,550,288
-	-	14,700,394	-	-	-	4,730	14,721,192
-	-	-	53,786	-	-	-	53,786
36,752	26,400	80,216,464	53,786	-	-	4,730	118,325,266
39,288	26,400	79,115,810	-	-	-	-	116,830,133
-	-	-	388,003	1,290,492	116,179	-	1,794,674
39,288	26,400	79,115,810	388,003	1,290,492	116,179	-	118,624,807
(2,536)	-	1,100,654	(334,217)	(1,290,492)	(116,179)	4,730	(299,541)
2,536	1,348	-	334,217	3,990,847	481,679	267,463	15,464,098
\$ -	\$ 1,348	\$ 1,100,654	\$ -	\$ 2,700,355	\$ 365,500	\$ 272,193	\$ 15,164,557

SUMTER COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES (per ACT 96)
FOR THE YEAR ENDED JUNE 30, 2025

FOR THE STATE TREASURER'S OFFICE:

COUNTY / MUNICIPAL FUNDS COLLECTED BY CLERK OF COURT	<u>General Sessions</u>	<u>Magistrate Court</u>	<u>Municipal Court</u>	<u>Total</u>
Court Fines and Assessments:				
Court fines and assessments collected	\$ 1,392,692	\$ 1,698,198	N/A	\$ 3,090,890
Court fines and assessments remitted to State Treasurer	602,840	831,544	N/A	1,434,384
Total Court Fines and Assessments retained	789,852	866,654	N/A	1,656,506
Surcharges and Assessments retained for victim services:				
Surcharges collected and retained	44,298	10,538	N/A	54,836
Assessments retained	8,629	62,193	N/A	70,822
Total Surcharges and Assessments retained for victim services	\$ 52,927	\$ 72,731	N/A	\$ 125,658

FOR THE DEPARTMENT OF CRIME VICTIM COMPENSATION (DCVC)

<u>VICTIM SERVICES FUNDS COLLECTED</u>	<u>Municipal</u>	<u>County</u>	<u>Total</u>
Carryforward from Previous Year – Beginning Balance	N/A	\$ 164,127	\$ 164,127
<u>Victim Service Revenue:</u>			
Victim Service Fines Retained by City/County Treasurer	N/A	-	-
Victim Service Assessments Retained by City/County Treasurer	N/A	70,822	70,822
Victim Service Surcharges Retained by City/County Treasurer	N/A	54,836	54,836
Interest Earned	N/A	-	-
Grant Funds Received			
Grant from:	N/A	-	-
General Funds Transferred to Victim Service Fund	N/A	-	-
Contribution Received from Victim Assistance Contracts:			
(1) Town of Pinewood	N/A	233	233
(2) Town of	N/A	-	-
(3) City of	N/A	-	-
Total Funds Allocated to Victim Service Fund + Beginning Balance (A)		\$ 290,018	\$ 290,018

SUMTER COUNTY, SOUTH CAROLINA
UNIFORM SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES (per ACT 96)
FOR THE YEAR ENDED JUNE 30, 2025

<u>Expenditures for Victim Assistance Program:</u>	<u>Municipal</u>	<u>County</u>	<u>Total</u>
Salaries and Benefits	N/A	\$ 143,040	\$ 143,040
Operating Expenditures	N/A	9,347	9,347
Victim Service Contract(s):			
(1) Entity's Name	N/A	-	-
(2) Entity's Name	N/A	-	-
Victim Service Donation(s):			
(1) Domestic Violence Shelter:	N/A	-	-
(2) Rape Crisis Center:	N/A	-	-
(3) Other local direct crime victims service agency:	N/A	-	-
Transferred to General Fund	N/A	-	-
Total Expenditures from Victim Assistance Fund/Program (B)	N/A	\$ 152,387	\$ 152,387
Total Victim Service Funds Retained by Municipal/County Treasurer (A-B)	N/A	(26,496)	(26,496)
Less: Prior Year Fund Deficit Repayment	N/A	-	-
Carryforward Funds – End of Year		\$ 137,631	\$ 137,631

COMPLIANCE SECTION



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

**To the County Council
Sumter County
Sumter, South Carolina**

We have audited, in accordance with auditing standards generally accepted in the United States of America (GAAS) 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, each major fund, and the aggregate remaining fund information of **Sumter County, South Carolina** (the "County") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 15, 2025.

Report on Internal Control over Financial Reporting

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

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

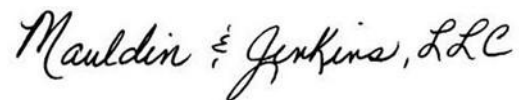
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of this Report

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



Columbia, South Carolina
December 15, 2025



Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

**To the County Council
Sumter County
Sumter, South Carolina**

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Sumter County, South Carolina's** (the "County") 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 County's major federal programs for the year ended June 30, 2025. The 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, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

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 GAAS; 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

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

material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Mauldin & Jenkins, LLC

Columbia, South Carolina
December 15, 2025

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-through Grantor/Program Title	Federal AL Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
<u>U.S. Department of Housing and Urban Development</u>				
(Passed through the SC Department of Commerce)				
Community Development Block Grant Cluster:				
Community Development Block Grant (CDBG)/Entitlement Grants	14.218	CV1-018	\$ 47,735	\$ -
Community Development Block Grant (CDBG)/Entitlement Grants	14.218	CV1-024	45,297	-
Community Development Block Grant (CDBG)/State's Program	14.228	4-RP-21--007	50,000	-
Community Development Block Grant (CDBG)/State's Program	14.228	4-RP-22--008	38,200	-
(Direct award)				
Home Investment Partnerships Program	14.239	M-17-DC-45-0206	117,526	-
Home Investment Partnerships Program	14.239	M-18-DC-45-0206	178,917	-
Home Investment Partnerships Program	14.239	M-19-DC-45-0206	612,729	-
Home Investment Partnerships Program	14.239	M-20-DC-45-0206	229,590	-
Home Investment Partnerships Program	14.239	M-21-DC-45-0206	115,267	-
Home Investment Partnerships Program	14.239	M-23DC-45-0206	13,751	-
Home Investment Partnerships Program	14.239	M-21-DP-45-0206	157,550	-
Economic Development Initiative, Community Project Funding, and Miscellaneous Grants	14.251	B-22-CP-SC-0842	293,862	-
Total U.S. Department of Housing and Urban Development			<u>1,900,424</u>	<u>-</u>
<u>U.S. Department of Interior</u>				
(Passed through the National Park Service)				
Historic Preservation Fund: Grants in Aid: Underrepresented Communities	15.904	P23AP00296-00	38,000	-
Total U.S. Department of Interior			<u>38,000</u>	<u>-</u>
<u>U.S. Department of Justice</u>				
(Passed through the SC Department of Crime Victim Assistance)				
Crime Victim Assistance Grants	16.575	N/A	68,918	-
(Direct award)				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22-GG-02549-JAGX	23,924	-
Law Enforcement Assistance Narcotics and Dangerous Drugs Organized Crime Drug Enforcement Task Forces	16.001	SE-SC-0312	24,626	-
Equitable Sharing Program	16.922	JLEO-24-0610	9,477	-
Equitable Sharing Program	16.922	JLEO-25-0610	8,147	-
Total U.S. Department of Justice			<u>135,092</u>	<u>-</u>
<u>U.S. Department of Transportation</u>				
(Passed through the SC Department of Public Safety)				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	2JC21003	400	-
State and Community Highway Safety	20.600	PT-2023-HS-10-23	2,836	-
State and Community Highway Safety	20.600	PT-2023-HS-10-24	30,148	-
State and Community Highway Safety	20.600	PT-2023-HS-10-25	53,740	-
Total Highway Safety Cluster			<u>87,124</u>	<u>-</u>
Total U.S. Department of Transportation			<u>87,124</u>	<u>-</u>
<u>U.S. Department of the Treasury</u>				
(Passed through the SC Rural Infrastructure Authority)				
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	SLFRP5410	451,700	-
(Direct award)				
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	N/A	4,159,525	-
Equitable Sharing	21.016	SC0430000	197,790	-
Total U.S. Department of the Treasury			<u>4,809,015</u>	<u>-</u>

(Continued)

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-through Grantor/Program Title	Federal AL Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
<u>Institute of Museum and Library Services</u>				
(Passed through the SC State Library)				
Library Services and Technology Act	45.310	IID-24-03	\$ 7,400	\$ -
Library Services and Technology Act	45.310	IID-23-341	2,000	-
Library Services and Technology Act	45.310	IID-24-343	2,000	-
Total Institute of Museum and Library Services			<u>11,400</u>	<u>-</u>
<u>U.S. Department of Homeland Security</u>				
(Passed through the SC Emergency Management Division)				
Emergency Management Performance Grants	97.042	23EMPG01	<u>58,680</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>58,680</u>	<u>-</u>
<u>U.S. Department of Health and Human Services</u>				
(Passed through the SC Department of Social Services)				
Child Support Enforcement	93.563	G1804SCCSES	583,244	-
(Passed through the SC Department of Public Health)				
Epidemiology and Laboratory Capacity for Prevention and Control of Infectious Diseases	93.323	NU50CK000542	23,312	-
Epidemiology and Laboratory Capacity for Prevention and Control of Infectious Diseases	93.323	NU51CK000342	<u>15,922</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>622,478</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 7,662,213</u>	<u>\$ -</u>

SUMTER COUNTY, SOUTH CAROLINA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE I. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Sumter County, South Carolina (the "County"), and is presented on the modified accrual basis of accounting for governmental fund types and the accrual basis of accounting for the proprietary fund types. The County reporting entity is defined in Note 1 to the County's basic financial statements. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE II. DE MINIMIS INDIRECT COST RATE

The County chose not to use the ten percent de Minimis indirect cost rate for the year ended June 30, 2025.

NOTE III. NONCASH ASSISTANCE AND LOANS

There were no federal awards expended in the form of noncash assistance during the fiscal year. There were also no loans or loan guarantees outstanding at year-end.

SUMTER COUNTY, SOUTH CAROLINA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

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

Unmodified

Internal control over financial reporting:

Material weaknesses identified?

_____ Yes X No

Significant deficiencies identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

Federal Awards

Internal control over major programs:

Material weaknesses identified?

_____ Yes X No

Significant deficiencies identified?

_____ Yes X None reported

Type of auditor's report issued on compliance for major programs

Unmodified

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

_____ Yes X No

Identification of major programs:

Assistance Listing Number

21.027

Name of Federal Program or Cluster

U.S. Department of the Treasury

COVID-19 Coronavirus State and Local Fiscal Recovery Fund

14.239

U.S. Department of Housing and Urban Development

Home Investment Partnerships Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

_____ Yes X No

SUMTER COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

SECTION IV
SCHEDULE OF PRIOR YEAR FINDINGS

None reported.