

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BARNWELL, SOUTH CAROLINA**  
**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTAL INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
FINANCIAL STATEMENTS AND  
SUPPLEMENTAL INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2017**

**TABLE OF CONTENTS**

	<u>Page(s)</u>
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-8
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	3
Statement of Activities	4
Fund Financial Statements:	
Balance Sheet – Governmental Funds	5
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	6
Reconciliation of Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds to Statement of Activities	7
Statement of Fiduciary Net Position – Agency Fund	8
Notes to Financial Statements	9-21
Required Supplementary Information:	
Budgetary Comparison Schedules:	
General Fund	22-24
Special Projects Fund	25
Education Improvement Act	26

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
FINANCIAL STATEMENTS AND  
SUPPLEMENTAL INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2017**

**TABLE OF CONTENTS**

Other Supplementary Information:

Combining Statements, Individual Fund Financial Statements and Schedules:

Governmental Funds:

General Fund

Balance Sheet

27

Special Revenue Funds:

Combining Balance Sheet

28

Special Projects Fund:

Combining Schedule of Revenues, Expenditures, and Changes

In Fund Balance – Special Projects Fund

29-30

Summary Schedule of Special Revenue Funds

31

Education Improvement Act Fund:

Combining Schedule of Revenues, Expenditures, and Changes

In Fund Balance – All Programs

32

Summary Schedule by Program

33

Fiduciary Fund:

Agency Fund:

Agency Fund – Combined Statement of Changes in Assets  
And Liabilities

34

Agency Fund – School Activity – Schedule of Receipts,  
Disbursements and Changes in Due to Student Organizations

35

Schedule of Cash Receipts and Disbursements

36

Other Supplementary Schedules:

Detailed Schedule of Due to State Department of Education/  
Federal Government

37

Detail Schedule of Deferred Revenue in the Special Revenue Funds

38

Location Reconciliation Schedule

39

Report on Compliance and on Internal Control over Financial Reporting

Based on an Audit of Financial Statements Performed in Accordance  
with Government Auditing Standards

40-41

Schedule of Findings and Responses

42

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Barnwell County Career Center  
Blackville, South Carolina

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Barnwell County Career Center as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Center's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Barnwell County Career Center, as of June 30, 2017, and the respective changes in financial position and, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 22-26 presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

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

  
Dooley and Company, LLC

Lexington, South Carolina  
November 16, 2017

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
STATEMENT OF NET POSITION  
JUNE 30, 2017**

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Total</b>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 574,643	\$ 574,643
Property Taxes Receivable (net)	19,966	19,966
Due from Pupil Activity Fund	13,227	13,227
<b>Total Current Assets</b>	<b>617,409</b>	<b>617,409</b>
<b>Noncurrent Assets:</b>		
Buildings	81,750	81,750
Building Improvements	289,121	289,121
Equipment	192,319	192,319
Less: Accumulated Depreciation	(246,038)	(246,038)
<b>Total Capital Assets, Net of Depreciation</b>	<b>317,152</b>	<b>317,152</b>
<b>Total Assets</b>	<b>934,561</b>	<b>934,561</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred Outflows Related to Pensions	374,098	374,098
<b>Total Deferred Outflows of Resources</b>	<b>374,098</b>	<b>374,098</b>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	61,338	61,338
Payroll Liabilities	100,213	100,213
Deferred Revenue	39,344	39,344
<b>Total Current Liabilities</b>	<b>200,896</b>	<b>200,896</b>
<b>Long-Term Liabilities:</b>		
Net Pension Liability	2,217,153	2,217,153
<b>Total Long-Term Liabilities</b>	<b>2,217,153</b>	<b>2,217,153</b>
<b>Total Liabilities</b>	<b>2,418,049</b>	<b>2,418,049</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Infows Relating to Pensions	53,569	53,569
<b>Total Deferred Inflows of Resources</b>	<b>53,569</b>	<b>53,569</b>
<b>NET POSITION</b>		
Invested in Capital Assets, Net of Related Debt	317,152	317,152
Unrestricted	(1,480,111)	(1,480,111)
<b>TOTAL NET POSITION</b>	<b>\$ (1,162,959)</b>	<b>\$ (1,162,959)</b>

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

BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2017

Functions/Programs	Program Revenues			Net (Expenses) Revenue and Changes to Net Position	
	Expenses	Charges for	Operating	Governmental	Total
		and Sales	Grants and Contributions		
<b>Governmental Activities:</b>					
Instruction	\$1,101,106	\$ 226,544	\$ 205,718	\$ (668,844)	\$ (668,844)
Support Services	639,722			(639,722)	(639,722)
Total Governmental Activities	<b>1,740,828</b>	<b>226,544</b>	<b>205,718</b>	<b>(1,308,566)</b>	<b>(1,308,566)</b>
<b>Total School District</b>	<b>\$1,740,828</b>	<b>\$ 226,544</b>	<b>205,718</b>	<b>(1,308,566)</b>	<b>(1,308,566)</b>
<b>General Revenues:</b>					
<b>Property Taxes Levied for:</b>					
General Purpose				1,304,905	1,304,905
Unrestricted Investment Earnings				446	446
Miscellaneous				1,334	1,334
Total General Revenues				<b>1,306,684</b>	<b>1,306,684</b>
Change in Net Position				<b>(1,882)</b>	<b>(1,882)</b>
Net Position, Beginning of Year				<b>(1,161,077)</b>	<b>(1,161,077)</b>
Net Position, End of Year				<b>\$ (1,162,959)</b>	<b>\$ (1,162,959)</b>

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

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	General	Special Revenue	Education Improvement Act	Totals (Memorandum Only)
<b>ASSETS</b>				
Cash on Deposit	\$ 574,643			\$ 574,643
Due from County Treasurer	19,966			19,966
Due from General Fund		\$ 461	\$ 38,883	39,344
Due from Pupil Activity	13,227			13,227
<b>TOTAL ASSETS</b>	<b>617,409</b>	<b>461</b>	<b>38,883</b>	<b>656,754</b>
<b>LIABILITIES &amp; FUNDS BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	61,338			61,338
Accrued Salaries & Benefits	100,213			100,213
Due to Special Revenue	461			461
Due to EIA	38,883			38,883
Revenue Received in Advance		461	38,883	39,344
<b>TOTAL LIABILITIES</b>	<b>200,896</b>	<b>461</b>	<b>38,883</b>	<b>240,240</b>
<b>FUND BALANCES</b>				
Fund Balances:				
Restricted For:				
Unassigned	416,514	-	-	416,514
<b>TOTAL FUND BALANCES</b>	<b>416,514</b>	<b>-</b>	<b>-</b>	<b>416,514</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 617,409</b>	<b>\$ 461</b>	<b>\$ 38,883</b>	<b>\$ 656,754</b>

**TOTAL GOVERNMENTAL FUND BALANCES** **\$ 416,514**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Some liabilities, including net pension obligations, are not due and payable in the in the current period and, therefore, are not reported in the funds

Net Pension Liability (2,217,153)

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds

Deferred outflows of resources related to pensions of \$374,098 = 374,098

\$209,517 deferred outflows of resources relating to pensions + \$164,581  
deferred outflow of 2016 employer contributions related to pensions

Deferred inflows of resources related to pensions (53,569)

Rounding 1

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The cost of the assets is \$563,190 and the accumulated depreciation is \$246,038 317,152

Total net position of governmental activities \$ (1,162,959)



**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Special Revenue Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Special Projects</u>	<u>Education Improvement Act</u>	
<b>REVENUES</b>				
Local	\$ 1,402,235	\$ 6,946		\$ 1,409,181
State	172,058	10,744	\$ 124,476	307,278
Federal		22,488		22,488
<b>TOTAL REVENUES</b>	<b>1,574,294</b>	<b>40,177</b>	<b>124,476</b>	<b>1,738,946</b>
<b>EXPENDITURES</b>				
Instruction	932,421	28,749	82,331	1,043,502
Supporting Services	628,295	11,428	-	639,722
<b>TOTAL EXPENDITURES</b>	<b>1,560,716</b>	<b>40,177</b>	<b>82,331</b>	<b>1,683,224</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating Transfers In	42,145			42,145
Operating Transfers Out			(42,145)	(42,145)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>42,145</b>	<b>-</b>	<b>(42,145)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>55,723</b>	<b>-</b>	<b>-</b>	<b>55,723</b>
<b>FUND BALANCE - JULY 1, 2016</b>	<b>360,791</b>	<b>-</b>	<b>-</b>	<b>360,791</b>
<b>FUND BALANCE - JUNE 30, 2017</b>	<b>\$ 416,514</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 416,514</b>

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

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES OF GOVERNMENTAL FUNDS TO THE THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2017**

<b>Total net change in fund balance - governmental funds</b>	<b>\$ 55,723</b>
--	------------------

Amounts reported for governmental activities in the Statement of Activities are different because of the following:

Governmental funds report pension contributions as expenditures.	(67,161)
However in the Statement of Activities, the cost of pension benefits earned (\$231,742) net of employee contributions is reported as pension expense (\$164,581).	

Capital outlays are reported in governmental funds as expenditures, However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$36,021) exceeded depreciation (\$26,464) in the period.	9,557
--	-------

Change in net position of governmental activities	\$ (1,882)
---	------------

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

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
STATEMENT OF FIDUCIARY NET POSITION  
AGENCY FUND  
JUNE 30, 2017**

**ASSETS**

<b>Cash on Deposit</b>	<u>\$ 81,326</u>
<b>TOTAL ASSETS</b>	<u><u>81,326</u></u>

**LIABILITIES**

<b>Due to General Fund</b>	13,227
<b>Due to Student Groups</b>	<u>68,098</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$ 81,326</u></u>

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

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Barnwell County Career Center (Career Center) is considered a component unit of Barnwell County due to several factors. Barnwell County is responsible for financing deficits, is entitled to surpluses, is responsible for any debts of the Career Center, appoints the Board of Trustees, approves the budget, and levies property tax for the operation of the Career Center.

The component unit financial statements of the Career Center have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied through governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Career Center also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and proprietary funds provided they do not conflict with or contradict GASB pronouncements. The following is a summary of the more significant policies.

**A. Reporting Entity**

The Career Center's component unit financial statements include all funds over which the Board is considered to be financially accountable. The Career Center receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

**B. Basis of Presentation**

The statements of the Career Center are presented as follows:

*Government-wide Financial Statements* – The statement of net position and the statement of activities display information about the Career Center as a whole. These statements include the financial activities of the Career Center, except for fiduciary funds. For the most part, the effect of the interfund activity has been removed from these statements. The statements distinguished between those activities of the Career Center that are governmental and those that are considered business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in part by fees charged to external parties.

The government-wide statements are prepared using economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better justify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Career Center and for each function or program of the Career Center's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, including taxes, which are not classified as program revenues are presented as general revenues of the Career Center, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Career Center.

*Fund Financial Statements* – Fund financial statements report detailed information about the Career Center. The focus of the governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The Career Center has no nonmajor funds. Fiduciary funds are reported by fund type.

BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial sources.

Fiduciary funds are reported using the economic resources measurement focus.

C. Measurement Focus and Basis of Accounting

Fund Accounting

The Career Center uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Career Center functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the Career Center are grouped into the categories governmental, proprietary and fiduciary.

*Governmental Funds*

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is separated as fund balance. The following are the Career Center's major governmental funds:

*General Fund* – to account for all financial transactions not properly accounted for in another fund. The Career Center uses this fund to account for expenditures principally for administration, instruction, pupil services, operation and maintenance of plant and related fixed charges.

*Special Revenue Funds* – to account for the proceeds of specific revenue sources (other than debt service or major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. The Career Center has two special revenue funds:

- (1) The Education Improvement Act (EIA) Fund, a budgeted fund used to account for the revenue from the Education Improvement Act of 1984 and legally required to be accounted for as a specific revenue source.
- (2) Special Projects Fund, a budgeted fund used to account for financial resources provided by federal, state, and local projects and grants.

*Fiduciary Funds*

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Career Center's fiduciary funds consist of agency funds which are custodial in nature and do not involve measurement of results of operation. The agency funds used to account for amounts held student activity organizations.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**C. Measurement Focus and Basis of Accounting – (Continued)**

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. On the accrual basis accounting, revenues are recognized when earned and expenses are recognized when incurred. Under the modified accrual basis of accounting, revenues and expenditures are recognized when they become both measurable and available.

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Career Center, available means expected to be received within sixty days from fiscal year-end.

The Career Center follows Governmental Accounting Standards Board (GASB) Statement Number 33, *Accounting and Financial Reporting for Non-Exchange Transactions* to account for non-exchange revenues. Nonexchange transactions, in which the Career Center receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (see Note 2). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Career Center must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Career Center on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2015, but which have not met the revenue recognition criteria, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

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

During the year the Center implemented GASB Statement 77, *Tax Abatements*. The primary objective of the Statement is to disclose the extent of the tax abatement agreements currently outstanding.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**D. Assets, Liabilities and Equity – (Continued)**

*Cash and Investments* – South Carolina statutes authorize investments in certificates of deposit, savings accounts, repurchase agreements, the State Treasurer’s Local Governmental Investment Pool (invested in governmental guaranteed securities), obligations of the U.S. Government, and governmental agencies unconditionally guaranteed by the U.S. Government. Investments are recorded at fair market value.

The Barnwell County Treasurer invests in authorized instruments on behalf of the Career Center. At June 30, 2017, amounts on deposit with the Barnwell County Treasurer totaled \$19,966 stated at cost, which approximates market value. The Barnwell County Treasurer invests Career Center and other entity funds on a pooled basis with the Treasurer of the State of South Carolina. The State Treasurer invests in certificates of deposit, insured savings accounts, repurchase agreements, obligations of the United States government and government agencies guaranteed by the United States government.

*Receivables and Payables* – During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. On fund financial statements, these receivables and payables, if containing a balance at the end of the fiscal year, are classified as “due from other funds” or “due to other funds” on the balance sheet. These amounts are eliminated in the governmental and business-type activities columns of the statements of net position, except for net residual amounts due between governmental and business-type activities, which are presented as internal balances. No amounts are anticipated to be uncollectible or not paid.

*Prepaid Expenses* – Payments made to vendors for services benefiting future periods are recorded as prepaid expenses, using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

*Capital Assets* – General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The cost and accumulated depreciation of property sold or retired are removed from the accounts, and gains or losses, if any, are reflected in revenue or expenditures/expenses for the year. Donated fixed assets are recorded in their fair market values as of the date received. The Career Center maintains a capitalization threshold of \$5,000. The Career Center does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvement	15 - 40 years
Buildings and improvements	15 - 50 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)**

**D. Assets, Liabilities and Equity – (Continued)**

*Accrued Liabilities and Long-Term Obligations* – All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, the noncurrent portion of capital leases and compensated absences, that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

*Deferred Outflows and Inflows of Resources* – In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense) until then. The Center's one item that meets the criteria for this category is. This item is deferrals relating to pensions (See Note 4).

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial section, *Deferred Inflows of Resources*, represents acquisition of net position that applies to future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The Center's one item that qualify for reporting in this category is deferrals relating to pensions (See Note 4).

*Pensions* – For the 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 pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported in the plan. 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.

*Fund Balances, Equity and Net Position* – Fund balance is divided into five classifications based primarily on the extent to which the Center is bound to observe constraints imposed upon the use of the resources in the applicable governmental fund. The classifications are as follows:

*Nonspendable*: The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form (e.g., inventories and prepaid amounts), or are legally or contractually required to be maintained intact.

*Restricted*: Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the Center to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the Center can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

*Committed*: The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of the Board of Trustees. Those committed amounts cannot be used for any other purpose unless Board of Trustees removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to commit those amounts previously. In



**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)**

**D. Assets, Liabilities and Equity – (Continued)**

contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Trustees, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

*Assigned:* Amounts in the assigned fund balance classification are intended to be used by the Center for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the Board or by a Center official or body to which the Board has delegated the authority to assign amounts to be used for specific purposes.

*Unassigned:* Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The Center applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position invested in capital assets, net or related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances or any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Career Center or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Career Center applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

*Interfund Activity* – Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental funds and enterprise balances are eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

*Operating Revenues and Expenses* – Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)**

**D. Assets, Liabilities and Equity – (Continued)**

*Use of Estimates* – The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the Career Center’s financial position and results of operations and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

**II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

*Budgetary Accounting* – The Career Center follows these procedures in establishing the budgetary data reflected in these financial statements:

- (a) Prior to September 1, the Career Center submits to the Barnwell County Council a proposed operating budget for the General Fund for the fiscal year commencing July 1.
- (b) Public hearings are conducted to obtain taxpayer comments.
- (c) Prior to September 1, the General Fund budget is legally enacted through passage of an ordinance.
- (d) Budgets are adopted on a basis consistent with Generally Accepted Accounting Principles.
- (e) The annual budgets for the Vocational Education and restricted state grants Special Revenue Funds are not legally adopted by the Board of Trustees, but are approved in the individual grant documents by the State Department of Education. The Education Improvement Act Special Revenue Funds budgets are equal to the amount of revenue received.
- (f) The General Fund budget is approved for total appropriations only by the Barnwell County Council. The Career Center’s Board of Trustees is authorized to amend budget amounts within the General Fund. The Special Revenue Funds budgets cannot be exceeded by more than 10% on a line item basis.
- (g) Unused appropriation for all of the annually budgeted funds lapse at year-end.
- (h) The budget amounts shown in the financial statements are the final authorized amounts. The budget was not amended during the year.

*Encumbrances* – Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Career Center.

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION**

**NOTE 1 - CASH AND INVESTMENTS:**

At June 30, 2017, the carrying amount of the Career Center’s deposits was \$655,968 and the bank balance was \$658,961. Of the bank balance, \$250,000 was covered by Federal Depository Insurance, \$408,961 was collateralized by securities, and no funds uninsured and uncollateralized.

*Interest rate risk.* In accordance with its investment policy, the Center manages its exposure to declines in interest by limiting the maturity of its certificates of deposit to short periods of time.

*Credit risk.* The Center limits its credit risk by limiting its investments to certificates of deposit.

*Custodial credit risk-deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the Center's deposits may not be returned to it. It is the policy of the Center to obtain adequate collateralization on all deposits that exceed FDIC insurance coverage. As of June 30, 2017, no funds were exposed to custodial credit risk.

**NOTE 2 – PROPERTY TAXES**

Property taxes, excluding personal property taxes on motor vehicles, attach as an enforceable lien on property as of January 1, and are billed and collected by Barnwell County. Taxes are levied on October 1, and are due and payable at that time. All unpaid taxes levied October 1 become delinquent March 17 of the following year.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)**

**NOTE 2 – PROPERTY TAXES (Continued)**

Penalties are added as follows: 4% on January 16, 6% on February 2, and 7.5% on March 17.

Property tax revenues are recognized when they become available. Available means when due or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Delinquent tax payments, received throughout the year, are recognized as revenue in the year received, except for those received within 60 days of year-end, which are recognized as revenue as of June 30, 2017.

**NOTE 3 – CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2017 was as follows:

	<b>Balance July 1, 2016</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2017</b>
Governmental activities:				
Buildings	\$ 81,750			\$ 81,750
Building Improvements	285,120	\$ 4,000		289,120
Equipment	160,298	32,021		192,319
Totals at historical cost	527,168	36,021		563,189
Less accumulated depreciation				
Buildings	13,026	4,123		17,149
Building Improvements	97,082	12,926		110,008
Equipment	109,466	9,415		118,881
Total accumulated depreciation	219,574	26,464		246,038
<b>Governmental activities capital assets, net</b>	<b>\$307,594</b>	<b>\$ 9,557</b>		<b>\$317,151</b>

Depreciation expense for governmental activities was \$26,464 for the year ended June 30, 2017.

**NOTE 4 – FEDERAL AND STATE ADMINISTERED GRANT RECEIVABLES**

Federal and state administered grant receivables consist of receivables for reimbursement of expenditures under various programs and grants. All amounts are expected to be collected within the next year.

**NOTE 5 – INTERFUND RECEIVABLES AND PAYABLES:**

Interfund balances at June 30, 2017, consisted of the following individual fund receivables and payables:

<b>Fund</b>	<b>Interfund Receivables</b>	<b>Interfund Payables</b>
<b>General Fund:</b>		
Due to Special Revenue Fund		\$ 461
Due to EIA Fund		33,883
Due from Agency Fund	\$ 13,227	
<b>Special Revenue Fund:</b>		
Due from General Fund	461	
<b>EIA Fund:</b>		
Due from General Fund	33,883	
<b>Agency Fund:</b>		
Due to General Fund		13,227
<b>Total</b>	<b>\$ 47,571</b>	<b>\$ 47,571</b>

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)**

**NOTE 6 – RETIREMENT BENEFITS**

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

**Plan Description**

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 allowances and other benefits for employees of the state, its public school districts, and political subdivisions.

The State Optional Retirement Program (ORP) is a defined contribution plan that is offered as an alternative to certain newly hired state, public school, and higher education employees. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers.

**Membership**

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

- SCRS - Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 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.
- State ORP - As an alternative to membership in SCRS, newly hired state, public school, and higher education employees and individuals newly elected to the S.C. General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (State ORP), which is a defined contribution plan. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers. For this reason, State ORP programs are not considered part of the retirement systems for financial statement purposes. Employee and Employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (8 percent) and a portion of the employer contribution (5 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution and an incidental death benefit contribution, if applicable, which is retained by SCRS.

**Benefits**

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

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.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)**

**NOTE 6 – RETIREMENT BENEFITS (Continued)**

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

**Contributions**

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

- Required employee contribution rates for fiscal year 2016-2017 are as follows:

**SCRS**

Employee Class Two	8.66% of earnable compensation
Employee Class Three	8.66% of earnable compensation

**State ORP Employee**

8.16% of earnable compensation

- Required employer contributions for fiscal year 2016-2017 are as follows:

**SCRS**

Employer Class Two	11.41% of earnable compensation
Employer Class Three	11.41% of earnable compensation
Employer Incidental Death Benefit	0.15% of earnable compensation

**State ORP**

Employer Contribution	11.41% of earnable compensation <sup>1</sup>
Employer Incidental Death Benefit	0.15% of earnable compensation

<sup>1</sup> Of this employer contribution of 11.41% of earnable compensation, 5% of earnable compensation must be remitted by the employer directly to the ORP vendor to be allocated to the member's account with the remainder of the employer contribution remitted to SCRS.

**Net Pension Liability**

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB No. 67 less that System's fiduciary net position. At June 30, 2016, the Career Center reported a liability of \$2,217,153 for its proportionate share of the SRRS' net pension liability. The Career Center's proportion measured as of June 30, 2016 was 0.010380%.

BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017

III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)

NOTE 6 – RETIREMENT BENEFITS (Continued)

**Pension Expense and Deferred Outflows/Inflows of Resources**

For the year ended June 30, 2017, The Center recognized pension expense for SCRS of \$164,581. At June 30, 2017, the Center reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 209,517	
Net difference between projected and actual earnings on pension plan investments		\$ 53,569
District contributions subsequent to the measurement date	164,581	
<b>Total</b>	<b>\$ 374,098</b>	<b>\$ 53,569</b>

The \$163,505 reported as deferred outflows of resources related to SCRS pensions resulting from Center contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows or resources related to SCRS pensions will be recognized in pension expense as follows:

Year ending June 30	
2017	\$ 245,725
2018	36,208
2019	36,208
2020	55,958

**Actuarial Assumptions and Methods** Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued as of July 1, 2015. The June 30, 2016, total pension liability, net pension liability, and sensitivity information was determined by the Systems consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on July 1, 2015, actuarial valuations, as adopted by the PEBA Board and SFAA which utilized membership data as of July 1, 2015. The total pension liability was rolled-forward from the valuation date to the Systems’ fiscal year ended June 30, 2016, using general accepted actuarial principles. Information in the following schedules is based on the certification provided by GRS.

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

Actuarial assumptions:	SCRS
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Projected salary increases	Levels off at 3.5% to 12.5% (varies by service)
Benefit adjustments	Lesser of 1% or \$500

The post-retiree mortality assumption is dependent upon the member’s job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000. Assumptions used in the July 1, 2015 valuations for SCRS are as follows:

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)**

**NOTE 6 – RETIREMENT BENEFITS (Continued)**

<b>Former Job Class</b>	<b>Males</b>	<b>Females</b>
Educators	RP-2000 Males (with White Collar adjustment) multiplied by 110%	RP-2000 Feales (with White Collar adjustment) multiplied by 95%
General Employees and Members of the General Assembly	RP-2000 Males multiplied by 100%	RP-2000 Males multiplied by 90%
Public Safety, Firefighters	RP-2000 Males (with Blue Collar adjustment) multiplied by 115%	RP-2000 Females (with Blue Collar adjustment) multiplied by 115%

The long-term expected return on pension plan investments, as used in the July 1, 2016, actuarial valuations, was based upon the 30 year capital markets outlook at the end of third quarter 2015. The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees.

The expected returns, along with the inflation rates, form the basis of the revised target asset allocation adopted beginning January 1, 2016. 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 summarize in the table below. For actuarial purposes, the 7.50 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.75 percent inflation component.

<b>Asset Class</b>	<b>Target Asset Allocation</b>	<b>Expected Arithmetic Real Rate of Return</b>	<b>Long-Term Expected Portfolio Real Rate of Return</b>
<b>Global Equity</b>	<b>43.0%</b>		
Global Public Equity	34.0%	6.52%	2.22%
Private Equity	9.0%	9.30%	0.84%
<b>Real Assets</b>	<b>8.0%</b>		
Real Estate	5.0%	4.32%	0.22%
Commodities	3.0%	4.53%	0.13%
<b>Opportunistic</b>	<b>20.0%</b>		
GTAA/Risk Parity	10.0%	3.90%	0.39%
HF (Low Beta)	10.0%	3.87%	0.39%
<b>Diversified Credit</b>	<b>17.0%</b>		
Mixed Credit	5.0%	3.52%	0.17%
Emerging Markets Debt	5.0%	4.91%	0.25%
Private Debt	7.0%	4.47%	0.31%
<b>Conservative Fixed Income</b>	<b>12.0%</b>		
Core Fixed Income	10.0%	1.72%	0.17%
Cash and Short Duration (Net)	2.0%	0.71%	0.01%
<b>Total Expected Real Return</b>	<b>100.0%</b>		<b>5.10%</b>
<b>Inflation for Actuarial Purposes</b>			<b>2.75%</b>
<b>Total Expected Nominal Return</b>			<b>7.85%</b>

**Discount Rate**

The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The following table presents the sensitivity of the net pension liability to changes in the discount rate.

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**III. DETAILED NOTES ON ALL FUNDS AND OTHER INFORMATION (Continued)**

**NOTE 6 – RETIREMENT BENEFITS (Continued)**

<b>Sensitivity of the Net Pension Liability to Changes in the Discount Rate</b>		
<b>1.00% Decrease (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>1.00% Increase (8.50%)</b>
\$2,765,837	\$2,217,153	\$1,760,393

**Pension Plan Fiduciary**

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

**NOTE 7 – CONTINGENCIES**

Federal grant programs in which the Career Center participates were audited in accordance with South Carolina Department of Education guidelines. In addition, these grants are subject to financial and compliance audits by the federal government which may result in disallowed expenditures. In the opinion of management, future disallowances of current grant program expenditures, if any, would be immaterial.

**NOTE 8 – RISK MANAGEMENT**

The Career Center is exposed to various risks of loss. The Career Center is insured through the South Carolina Budget and Control Board, Office of Insurance Services for losses related to torts; theft, damage, or destruction of assets; errors or omissions; acts of God; and accident insurance. The Career Center is insured with the State Workers Compensation Fund for job-related illnesses and Blue Cross/Blue Shield for health insurance. Surety bonds are provided through commercial insurance.

**NOTE 9 – RESTRICTED NET POSITION**

The Barnwell County Career Center receives two mills each year designated for capital improvements. The amount equivalent to two mills is placed into the restricted account in February of each year when the largest tax payment is received. As of June 30, 2017, the amount in the restricted fund for capital improvements was \$1,663.

**NOTE 10 – TAX ABATEMENTS**

Barnwell County is responsible for collecting tax revenues to cover operating expenses of the Center. To encourage specific development or spending, the County may offer certain tax abatements. Users of these financial statements should review the County's notes to financial statements for specific details on current abatements.

**NOTE 11 - SUBSEQUENT EVENTS**

The Barnwell County Career Center evaluated the effects subsequent events would have on the financial statements through the date of the auditors' report, which is the date the financial statements were available for issuance.



**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>With</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
<b>REVENUES</b>				
<b>1000 Revenue From Local Sources</b>				
<b>1200 Revenue From Local Governmental Units:</b>				
1210 Ad Valorem Taxes	\$1,126,371	\$1,126,371	\$1,164,827	\$38,456
1240 Penalties and Interest on Taxes	-	-	9,084	9,084
<b>1300 Tuition:</b>				
1320 Regular Day School from other LEA's	226,544	226,544	226,544	-
1330 From Patrons for Adult/Continuing Education	-	-	0	-
<b>1500 Earnings on Investments:</b>				
1510 Interest on Investments	500	500	446	(54)
<b>1900 Other Revenue From Local Sources:</b>				
1990 Miscellaneous Local Revenue				
1999 Revenue from Other Local Sources	450	450	1,334	884
<b>Total Local Sources</b>	<b>1,353,865</b>	<b>1,353,865</b>	<b>1,402,235</b>	<b>48,370</b>
<b>3000 Revenue From State Sources</b>				
<b>3180 Fringe Benefits Employer Contributions</b>				
3181 Retiree Insurance	38,780	38,780	41,065	2,285
<b>3800 State Revenue in Lieu of Taxes:</b>				
3820 Homestead Exemption	70,000	70,000	75,974	5,974
3830 Merchant's Inventory Tax	8,400	8,400	8,429	29
3840 Manufacturer's Depreciation Reimbursement	20,000	20,000	23,127	3,127
3890 Other State Property Tax Revenues	13,000	13,000	23,463	10,463
<b>Total State Sources</b>	<b>150,180</b>	<b>150,180</b>	<b>172,058</b>	<b>21,878</b>
<b>TOTAL REVENUES - ALL SOURCES</b>	<b>1,504,045</b>	<b>1,504,045</b>	<b>1,574,294</b>	<b>70,248</b>
<b>EXPENDITURES</b>				
<b>100 INSTRUCTION</b>				
<b>110 General Instruction:</b>				
<b>115 Vocational Programs:</b>				
100 Salaries	667,770	667,770	664,554	3,216
200 Employee Benefits	269,714	269,714	254,232	15,482
300 Purchased Services	5,000	5,000	1,995	3,005
400 Supplies & Materials	30,100	30,100	11,641	18,459
<b>TOTAL INSTRUCTION</b>	<b>972,584</b>	<b>972,584</b>	<b>932,421</b>	<b>40,163</b>

BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		Actual	Variance
	Original	Final		With Final Budget
<b>200 SUPPORTING SERVICES</b>				
<b>210 Pupil Services</b>				
<b>212 Guidance:</b>				
100 Salaries	62,618	62,618	59,738	-
200 Employee Benefits	22,470	22,470	22,118	353
300 Purchased Services	1,000	1,000	977	23
400 Supplies & Materials	3,000	3,000	2,848	152
<b>220 Instructional Staff Services</b>				
<b>224 Improvement of Instruction:</b>				
300 Purchased Services	200	200	-	200
400 Supplies & Materials	500	500	59	441
<b>230 General Administration Services</b>				
<b>231 Board of Education:</b>				
300 Purchased Services	9,775	9,775	5,131	4,644
318 Audit Services	8,850	8,850	8,250	600
400 Supplies & Materials	350	350	189	161
<b>233 School Administration:</b>				
100 Salaries	102,078	102,078	89,928	12,150
200 Employee Benefits	33,643	33,643	30,292	3,351
300 Purchased Services	1,500	1,500	1,074	426
400 Supplies & Materials	1,000	1,000	897	103
500 Capital Outlay	9,500	9,500	9,703	(203)
600 Other Objects	825	825	825	-
<b>250 Finance &amp; Operation Services</b>				
<b>252 Fiscal Services:</b>				
100 Salaries	85,007	85,007	84,575	432
200 Employee Benefits	27,881	27,881	27,762	120
300 Purchased Services	2,000	2,000	1,503	497
400 Supplies & Materials	2,500	2,500	2,724	(224)
<b>254 Operations &amp; Maintenance of Plant:</b>				
100 Salaries	56,647	56,647	56,722	(75)
200 Employee Benefits	31,747	31,747	30,635	1,112
300 Purchased Services	30,000	30,000	33,909	(3,909)
321 Public Utilities	1,500	1,500	1,788	(288)
400 Supplies & Materials	12,500	12,500	10,516	1,984
470 Energy	65,000	65,000	57,002	7,998
500 Capital Outlay	7,000	7,000	5,275	1,725
600 Other Objects	3,000	3,000	2,915	85

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>With Final Budget</u>
<b>257 Internal Services:</b>				
200 Employee Benefits	30,000	30,000	32,724	(2,724)
<b>258 School Security:</b>				
300 Purchased Services	35,000	35,000	29,065	5,935
400 Supplies & Materials	500	500	52	448
500 Capital Outlay	1,500	1,500	1,500	-
<b>260 Central Support Services</b>				
<b>266 Technology and Data Processing Services:</b>				
300 Purchased Services	16,000	16,000	17,600	(1,600)
<b>TOTAL SUPPORTING SERVICES</b>	<u>665,092</u>	<u>665,092</u>	<u>628,295</u>	<u>33,917</u>
<b>TOTAL EXPENDITURES</b>	1,637,676	1,637,676	1,560,716	74,080
<b>OTHER FINANCING SOURCES (USES)</b>				
<b>Interfund Transfers, From (To) Other Funds:</b>				
5230 Transfer from Special Revenue EIA Fund	38,500	38,500	42,145	3,645
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>38,500</u>	<u>38,500</u>	<u>42,145</u>	<u>3,645</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<u>\$ (95,131)</u>	<u>\$ (95,131)</u>	55,723	<u>\$147,973</u>
<b>FUND BALANCE JULY 1, 2016</b>			<u>360,791</u>	
<b>FUND BALANCE JUNE 30, 2017</b>			<u>\$416,514</u>	

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**BUDGETARY COMPARISON SCHEDULE**  
**SPECIAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local	\$ 6,946	\$ 6,946	\$ 6,946	\$ -
State	10,744	10,744	10,744	-
Federal	22,488	22,488	22,488	-
<b>TOTAL REVENUES</b>	<b>40,177</b>	<b>40,177</b>	<b>40,177</b>	<b>-</b>
<b>EXPENDITURES</b>				
Instruction	28,749	28,749	28,749	-
Supporting Services	11,428	11,428	11,428	-
<b>TOTAL EXPENDITURES</b>	<b>40,177</b>	<b>40,177</b>	<b>40,177</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE - JULY 1, 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE - JUNE 30, 2017</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**BUDGETARY COMPARISON SCHEDULE**  
**EDUCATION IMPROVEMENT ACT**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State	\$ 124,476	\$ 124,476	\$ 124,476	\$ -
<b>TOTAL REVENUES</b>	<b>124,476</b>	<b>124,476</b>	<b>124,476</b>	<b>-</b>
<b>EXPENDITURES</b>				
Instruction	82,331	82,331	82,331	-
<b>TOTAL EXPENDITURES</b>	<b>82,331</b>	<b>82,331</b>	<b>82,331</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating Transfers Out	(42,145)	(42,145)	(42,145)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(42,145)</b>	<b>(42,145)</b>	<b>(42,145)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE - JULY 1, 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE - JUNE 30, 2017</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2017**

**ASSETS**

Cash on Deposit	\$574,643
Due from County Treasurer	19,966
Due from Pupil Activity Funds	<u>13,227</u>

<b>TOTAL ASSETS</b>	<b><u><u>617,409</u></u></b>
---------------------	------------------------------

**LIABILITIES AND FUND BALANCE**

**LIABILITIES**

Accounts Payable	61,338
Accrued Salaries & Benefits	100,213
Due to Special Revenue	<u>461</u>

<b>TOTAL LIABILITIES</b>	<b>200,896</b>
--------------------------	----------------

**FUND BALANCE**

Unassigned	<u>416,514</u>
------------	----------------

<b>TOTAL FUND BALANCE</b>	<b><u>416,514</u></b>
---------------------------	-----------------------

<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b><u><u>\$617,409</u></u></b>
---	--------------------------------

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**JUNE 30, 2017**

	<u>Special Projects Fund</u>	<u>Education Improvement Act Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Due from General Fund	\$ 461	\$ 38,883	\$ 39,344
<b>TOTAL ASSETS</b>	<u>461</u>	<u>38,883</u>	<u>39,344</u>
<b>LIABILITIES</b>			
Revenue Received in Advance	461	38,883	39,344
<b>TOTAL LIABILITIES</b>	<u>461</u>	<u>38,883</u>	<u>39,344</u>
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<u>\$ 461</u>	<u>\$ 38,883</u>	<u>\$ 39,344</u>

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**SPECIAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	Occupational Education	Restricted State Grants	Other Special Revenue Programs	Total
<b>REVENUES</b>				
<b>1000 Revenue From Local Sources</b>				
1900 Other Revenue From Local Sources:				
1990 Miscellaneous Local Revenue			\$ 6,946	\$ 6,946
<b>Total Local Sources</b>	-	-	6,946	6,946
<b>3000 Revenue From State Sources</b>				
3100 Restricted Grants				
3120 General Education:				
3113 12 Month Agriculture Program			10,744	\$ 10,744
<b>Total State Sources</b>	\$ -	\$ -	10,744	10,744
<b>4000 Revenue From Federal Sources</b>				
4200 Occupational Education:				
4210 Vocational Aid	22,488			22,488
<b>Total Federal Sources</b>	22,488	-	-	22,488
<b>TOTAL REVENUE ALL SOURCES</b>	22,488	-	17,689	40,177
<b>EXPENDITURES</b>				
<b>100 INSTRUCTION</b>				
110 General Instruction				
115 Vocational Programs:				
100 Salaries	55		10,744	10,799
300 Purchased Services	7,270			7,270
400 Supplies & Materials	3,735		6,946	10,681
<b>TOTAL INSTRUCTION</b>	11,060	-	17,689	28,749



**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**SPECIAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	Occupational Education	Restricted State Grants	Other Special Revenue Programs	Total
<b>200 SUPPORTING SERVICES</b>				
<b>210 Pupil Services</b>				
<b>212 Guidance:</b>				
100 Salaries	3,506			3,506
400 Supplies & Materials	-			0
<b>220 Instructional Staff Services</b>				
<b>221 Improvement of Instruction:</b>				
300 Purchased Services	7,922			7,922
<b>TOTAL SUPPORTING SERVICES</b>	<u>11,428</u>	-	-	<u>11,428</u>
<b>TOTAL EXPENDITURES</b>	<u>22,488</u>	-	<u>17,689</u>	<u>40,177</u>
<b>Excess(Deficiency) of Revenue Over Expenditures</b>	-	-	-	-
<b>Fund Balance July 1, 2016</b>	-	-	-	-
<b>Fund Balance June 30, 2017</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
SUMMARY SCHEDULE FOR SPECIAL REVENUE FUND  
FOR THE YEAR ENDED JUNE 30, 2017**

**FEDERAL OCCUPATIONAL EDUCATION PROGRAMS**

<u>SUBFUND</u>	<u>REVENUE</u>	<u>PROGRAMS</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>DEFERRED</u>
207	4210	Vocational Aid	\$ 22,488	\$ 22,488	\$ -

**OTHER SPECIAL REVENUE GRANTS**

<u>SUBFUND</u>	<u>REVENUE</u>	<u>PROGRAMS</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>DEFERRED</u>
220	3113	12 Month Agriculture Program	\$ 10,744	\$ 10,744	\$ -
805	1990	SC Firefighters Grant	\$ 856	\$ 856	\$ -
806	1990	MCASA	\$ 6,090	\$ 6,090	\$ -
807	1990	FFA Grant	\$ -	\$ -	\$ 461

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**EDUCATION IMPROVEMENT ACT**  
**COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**REVENUES**

**3000 Revenue from State Sources**

<b>3500 Education Improvement Act:</b>	
<b>3525 Career and Technology Equipment</b>	\$ 63,401
<b>3527 Speacial Career and Technology Education Equipment</b>	2,000
<b>3528 Industry Certification</b>	4,015
<b>3532 National Board Certification</b>	9,341
<b>3550 Teacher Salary Increase</b>	36,785
<b>3555 School Employer Contributions</b>	5,360
<b>3577 Teacher Supplies</b>	<u>3,575</u>
<b>Total State Sources</b>	<u>124,476</u>

**TOTAL REVENUE ALL SOURCES** 124,476

**EXPENDITURES**

**100 INSTRUCTION**

<b>110 General Instruction</b>	
<b>115 Vocational Programs:</b>	
<b>100 Salaries</b>	7,500
<b>200 Employee Benefits</b>	1,841
<b>400 Supplies &amp; Materials</b>	25,590
<b>500 Capital Outlay</b>	<u>47,401</u>

**TOTAL INSTRUCTION** 82,331

**TOTAL EXPENDITURES** 82,331

**OTHER FINANCING SOURCES (USES)**

<b>Transfers, From (To) Other Funds:</b>	
<b>420-710 Transfer to General Fund</b>	<u>(42,145)</u>

**TOTAL OTHER FINANCING SOURCES (USES)** (42,145)

**EXCESS(DEFICIENCY) OF REVENUES AND OTHER SOURCES  
OVER EXPENDITURES AND OTHER USES** -

**FUND BALANCE JULY 1, 2016** -

**FUND BALANCE JUNE 30, 2017** -

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**EDUCATION IMPROVEMENT ACT**  
**SUMMARY SCHEDULE BY PROGRAM**  
**FOR THE YEAR ENDED JUNE 30, 2017**

PROGRAM	<u>Revenues</u>	<u>Expenditures</u>	<u>Other Fund Transfers In/(Out)</u>	<u>Deferred Revenue</u>
<b>3500 Education Improvement Act:</b>				
3525 Career and Technology Equipment	\$ 63,401	\$ 63,401		\$ 21,953
3527 Special Career and Technology Equipmen	\$ 2,000	\$ 2,000		
3528 Industry Certification	\$ 4,015	\$ 4,015		\$ 16,930
3532 National Board Certification	9,341	9,341		
3550 Teacher Salary Increase	36,785	-	\$ (36,785)	
3555 School Employer Contributions	5,360	-	(5,360)	
3577 Teacher Supplies	3,575	\$3,575		
<b>TOTALS</b>	<u><u>\$ 124,476</u></u>	<u><u>\$ 82,331</u></u>	<u><u>(\$42,145)</u></u>	<u><u>\$ 38,883</u></u>

**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
PUPIL ACTIVITY FUND**

**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN AMOUNTS DUE TO STUDENT  
GROUPS  
FOR THE YEAR ENDED JUNE 30, 2017**

**REVENUES**

**1000 Local Sources**

**1500 Earnings on Investments:**

**1510 Interest on Investments** \$ 111

**1700 Pupil Activities:**

**1730 Pupil Organization Membership** 12,148

**1740 Student Fees** 36,717

**1790 Other** 2,528

**TOTAL REVENUE** **51,504**

**DISBURSEMENTS**

**270 Supporting Services Pupil Activity:**

**271 Pupil Service Activities:**

**660 Pupil Activity** 16,217

**272 Enterprise Activities:**

**660 Pupil Activity** 24,682

**273 Trust and Agency Activities:**

**660 Pupil Activity** 4,803

**TOTAL DISBURSEMENTS** **45,702**

**EXCESS OF RECEIPTS**

**OVER DISBURSEMENTS** **5,803**

**DUE TO STUDENT GROUPS - JULY 1, 2016** **62,296**

**DUE TO STUDENT GROUPS - JUNE 30, 2017** **\$68,099**

**BARNWELL COUNTY CAREER CENTER  
BLACKVILLE, SOUTH CAROLINA  
PUPIL ACTIVITY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Beginning Balance</u>	<u>Receipts &amp; Transfers</u>	<u>Disbursements &amp; Transfers</u>	<u>Ending Balance</u>
<b>General</b>				
Miscellaneous	\$ 5,742	\$ 4,198	\$ 4,270	\$ 5,670
Interest	\$ 192	\$ 111	\$ -	\$ 303
Auction Proceeds	\$ 4,721	\$ 500	\$ -	\$ 5,221
FCCLA	\$ 17	\$ -	\$ -	\$ 17
Honor Society	\$ -	\$ 2,528	\$ 2,011	\$ 517
HOSA	\$ 1,218	\$ 2,665	\$ 3,374	\$ 509
HOSA Fundraiser	\$ 2,170	\$ 17,008	\$ 13,440	\$ 5,738
HOSA Activity	\$ 11	\$ -	\$ -	\$ 11
Skills USA	\$ 42	\$ -	\$ -	\$ 42
Auto Tech	\$ 1,894	\$ 60	\$ 78	\$ 1,875
Bass Team	\$ 5	\$ -	\$ -	\$ 5
Computer Repair	\$ 295	\$ -	\$ -	\$ 295
Electricity	\$ 3,271	\$ 1,137	\$ 253	\$ 4,155
Building Construction	\$ 1,470	\$ 170	\$ -	\$ 1,640
Welding	\$ 9,027	\$ 6,704	\$ 4,232	\$ 11,498
Adult Education	\$ 2,446	\$ -	\$ -	\$ 2,446
NCCER & OSHA	\$ 96	\$ -	\$ -	\$ 96
FBLA	\$ 2,648	\$ -	\$ -	\$ 2,648
Business Ed	\$ 1,438	\$ 1,555	\$ 292	\$ 2,700
Protective Services	\$ 133	\$ 37	\$ 53	\$ 117
Cosmetology	\$ 4,714	\$ 2,684	\$ 2,628	\$ 4,770
My Brother's Keeper	\$ 106	\$ -	\$ 106	\$ -
Rodeo	\$ -	\$ -	\$ -	\$ -
Snack Attack	\$ 698	\$ -	\$ 693	\$ 5
FFA Dustin Richie Memorial	\$ 500	\$ -	\$ 500	\$ -
FFA	\$ 3,288	\$ 12,148	\$ 11,772	\$ 3,664
	<u>\$ 46,143</u>	<u>\$ 51,504</u>	<u>\$ 43,702</u>	<u>\$ 53,945</u>
<b>Scholarship Fund</b>	<u>\$ 16,154</u>	<u>\$ -</u>	<u>\$ 2,000</u>	<u>\$ 14,154</u>
<b>TOTALS</b>	<b>\$ 62,297</b>	<b>\$ 51,504</b>	<b>\$ 45,702</b>	<b>\$ 68,099</b>

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**DETAILED SCHEDULE TO BE DUE TO STATE DEPARTMENT OF EDUCATION/**  
**FEDERAL GOVERNMENT**  
**JUNE 30, 2017**

Program	Grant or Project Number	Revenue & Subfund Codes	Description	Amount due to State Department of Education
None				

**BARNWELL COUNTY CAREER CENTER**  
**A COMPONENT UNIT OF BARNWELL COUNTY**  
**BLACKVILLE, SOUTH CAROLINA**  
**DETAILED SCHEDULE OF DEFERRED REVENUE IN THE SPECIAL REVENUE FUNDS**  
**JUNE 30, 2017**

Program	Revenue Code	Deferred Revenue
<b>Special Projects Fund:</b>		
FFA Grant	1990	461
<b>Total</b>		<b>\$ 461</b>



**BARNWELL COUNTY CAREER CENTER  
A COMPONENT UNIT OF BARNWELL COUNTY  
BLACKVILLE, SOUTH CAROLINA  
LOCATION RECONCILIATION SCHEDULE  
JUNE 30, 2017**

<u>Name of District Served</u>	<u>Name of School Served</u>	<u>Number of Students Served</u>
District #19	Blackville-Hilda High School	43
District #29	Williston-Elko High School	74
District #45	Barnwell High School	235
Private	Jefferson Davis Academy	0
Home School	N/A	2
<b>TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS</b>		<b>354</b>

The above expenditures are reconciled to the District's financial statements as follows:

General Fund (Subfund 100's)	\$1,560,716
Special Revenue Fund (Subfunds 200's, 800's and 900's)	40,177
Special Revenue EIA Fund (Subfund 300's)	82,331
Trust and Agency Fund (Pupil Activity) (Subfund 700's)	45,702

**TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS** **\$1,728,925**

**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 Board of Trustees  
Barnwell County Career Center  
Blackville, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities of the Barnwell County Career Center, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Barnwell County Career Center's basic financial statements, and have issued our report thereon dated November 16, 2017.

**Internal Control over Financial Reporting**

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

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Barnwell County Career Center's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an

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

**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.

*Dooley and Company LLC*  
Dooley and Company, LLC

Lexington, South Carolina

November 16, 2017

**BARNWELL COUNTY CAREER CENTER  
BLACKVILLE, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND RESPONSES  
YEAR ENDED JUNE 30, 2017**

**I. SUMMARY OF INDEPENDENT AUDITORS' REPORTS**

**Financial Statements**

Type of Report issued:	Unmodified		
Internal control over financial reporting:			
Material weakness identified?	_____ Yes	_____ <u>X</u> _____ No	
Significant deficiencies identified that are not Considered to be material weaknesses?	_____ Yes	_____ <u>X</u> _____ No	
Non-compliance material to financial statements noted?	_____ Yes	_____ <u>X</u> _____ No	

**II. FINANCIAL STATEMENTS FINDINGS**

NONE

**III. SUMMARY SCHEDULE OF PRIOR YEAR FINDING**

NONE