

CHARLESTON COUNTY COMBINING STATEMENTS - INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments of the government, on a cost reimbursement basis.

Fleet Management - This fund is used to account for all operations of the County's centrally administered vehicle operation. Functions included within this operation are writing the specifications and assisting in the purchase of all on and off-road vehicles and equipment; owning all vehicles and equipment not specifically used in other County proprietary operations; maintaining all vehicles and equipment; operating a County-wide fuel distribution and monitoring system; operating a fleet of pool cars for those departments not directly assigned vehicles; and operating a vehicle parts warehouse.

Office Support Services - This fund is used to account for the mail pick-up and delivery service, duplicating machines, postage metering service and records management. Records management includes establishing records retention schedules for all County operations, centralized storage of records and a centralized microfilming operation.

Workers' Compensation - This fund is used to account for the costs of staffing a workers' compensation division as well as the cost of providing insurance through the S.C. Association of County Commissioners Self-Insurance Fund. Funding is provided by levying a percentage charge against all departmental payrolls. In fiscal year 1996, insurance was converted to self-insurance coverage for all claims less than \$100,000.

Employee Benefits - This fund is used to account for costs of providing health and life insurance to the County's employees and retirees, as well as providing retirement benefits. Funding is provided by a percentage charge against all departmental payrolls and payments from retirees. The fund is administered by seven trustees; the Finance Director and Human Resources Director as permanent members, the Chairman of the Employee Insurance Committee for the duration of term in office, and for two year periods, trustees appointed by the 1) Elected Officials, 2) Appointed Officials, 3) County Administrator, and 4) Deputy Administrator for Finance. As of January 1, 1993, the County contracted with the South Carolina Department of Insurance to provide all of the County's health and life insurance. To provide retirement benefits to its employees, the County contracts with the South Carolina Public Employee Benefits Authority (PEBA) which administers the various retirement systems and retirement programs managed by its retirement division.

Telecommunications - This fund is used to account for the centrally administered telecommunications system, which includes pagers and cellular telephones.

COUNTY OF CHARLESTON, SOUTH CAROLINA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2022

	Fleet Management	Office Support Services	Workers' Compensation	Employee Benefits	Telecom- munications	Totals
ASSETS						
Current assets:						
Pooled cash and cash equivalents	\$ 5,345,859	\$ 239,563	\$ 5,688,247	\$ 52,156,101	\$ 295,372	\$ 63,725,142
Cash with fiscal agent	-	-	125,000	-	-	125,000
Receivables (net of allowances for uncollectibles)	41,434	-	12,442	1,992,827	-	2,046,703
Due from other funds	-	-	187,544	44,679,332	-	44,866,876
Inventories	482,699	-	-	-	-	482,699
Total current assets	5,869,992	239,563	6,013,233	98,828,260	295,372	111,246,420
Capital assets:						
Buildings	1,550,503	145,180	-	-	-	1,695,683
Machinery and equipment	43,775,508	540,430	700,708	-	991,333	46,007,979
Construction in Progress	-	-	-	-	33,377	33,377
Less accumulated depreciation	(32,298,069)	(582,375)	(604,365)	-	(732,152)	(34,216,961)
Total capital assets (net of accumulated depreciation)	13,027,942	103,235	96,343	-	292,558	13,520,078
Right to use assets:						
Machinery and equipment	-	1,695,432	-	-	-	1,695,432
Less accumulated amortization	-	(1,311,329)	-	-	-	(1,311,329)
Total right to use assets (net of accumulated amortization)	-	384,103	-	-	-	384,103
Total assets	18,897,934	726,901	6,109,576	98,828,260	587,930	125,150,601
DEFERRED OUTFLOWS OF RESOURCES						
Deferred pension charges	-	-	-	47,952,325	-	47,952,325
Deferred OPEB charges	-	-	-	18,554,391	-	18,554,391
Total deferred outflows of resources	-	-	-	66,506,716	-	66,506,716
LIABILITIES						
Current liabilities:						
Accounts payable	828,854	52,849	3,308,920	28,120	127,562	4,346,305
Accrued payroll and fringe benefits	132,313	12,160	20,432	4,455	17,919	187,279
Unearned revenue	-	6,877	-	1,149,949	-	1,156,826
Compensated absences-current	32,533	5,815	-	-	-	38,348
Intergovernmental payable	1,534	323	147,569	-	-	149,426
Lease liability - current	-	384,996	-	-	-	384,996
Total current liabilities	995,234	463,020	3,476,921	1,182,524	145,481	6,263,180
Noncurrent liabilities:						
Net OPEB liability	-	-	-	90,470,203	-	90,470,203
Compensated absences	201,209	31,723	66,348	10,344	30,681	340,305
Lease liability	-	9,239	-	-	-	9,239
Net pension liability	-	-	-	250,948,298	-	250,948,298
Total noncurrent liabilities	201,209	40,962	66,348	341,428,845	30,681	341,768,045
Total liabilities	1,196,443	503,982	3,543,269	342,611,369	176,162	348,031,225
DEFERRED INFLOWS OF RESOURCES						
Deferred pension credits	-	-	-	49,264,881	-	49,264,881
Deferred OPEB credits	-	-	-	9,060,323	-	9,060,323
Total deferred inflows of resources	-	-	-	58,325,204	-	58,325,204
NET POSITION						
Net investment in capital assets	13,027,942	93,103	96,343	-	292,558	13,509,946
Unrestricted	4,673,549	129,816	2,469,964	(235,601,597)	119,210	(228,209,058)
Total net position	\$ 17,701,491	\$ 222,919	\$ 2,566,307	\$ (235,601,597)	\$ 411,768	\$ (214,699,112)

See independent auditor's report.

THIS PAGE INTENTIONALLY LEFT BLANK



COUNTY OF CHARLESTON, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2022

	Fleet Management	Office Support Services	Workers' Compensation	Employee Benefits	Telecom- munications	Totals
Operating revenues:						
Charges for services	\$ 13,033,075	\$ 1,731,629	\$ 5,314,173	\$ 52,052,073	\$ 2,155,923	\$ 74,286,873
Total operating revenues	13,033,075	1,731,629	5,314,173	52,052,073	2,155,923	74,286,873
Operating expenses:						
Personnel services	2,670,448	660,517	527,329	116,968	429,989	4,405,251
Contractual services	2,102	47,868	4,109,644	61,014	1,518,088	5,738,716
Materials and supplies	8,587,802	303,610	90,676	4,493	2,124	8,988,705
Utilities	90,199	15,254	-	-	63,977	169,430
Repairs and maintenance	1,744,514	208,281	40,630	-	98,700	2,092,125
Rental expenses	2,400	10,807	-	-	-	13,207
Vehicle fleet charges	109,953	12,252	6,243	-	1,056	129,504
Employee benefits	-	-	-	48,053,025	-	48,053,025
Other expenses	148,194	34,955	26,326	111,885	23,692	345,052
Depreciation and amortization	3,264,321	359,216	33,394	-	93,538	3,750,469
Total operating expenses	16,619,933	1,652,760	4,834,242	48,347,385	2,231,164	73,685,484
Operating income (loss)	(3,586,858)	78,869	479,931	3,704,688	(75,241)	601,389
Nonoperating revenues (expenses):						
Interest income	10,210	-	17,428	165,539	1,052	194,229
Interest expense	-	(82,537)	-	-	-	(82,537)
Intergovernmental revenues	-	5,509	-	1,149,949	-	1,155,458
Gain (loss) on disposal of capital assets	317,709	1,600	-	-	-	319,309
Total nonoperating revenues (expenses)	327,919	(75,428)	17,428	1,315,488	1,052	1,586,459
Income (loss) before transfers and capital contributions	(3,258,939)	3,441	497,359	5,020,176	(74,189)	2,187,848
Capital contributions	9,650	-	-	-	-	9,650
Transfers in	5,019,455	35,000	-	-	-	5,054,455
Transfers out	(396,964)	-	-	-	(35,000)	(431,964)
Change in net position	1,373,202	38,441	497,359	5,020,176	(109,189)	6,819,989
Total net position - beginning	16,328,289	184,478	2,068,948	(240,621,773)	520,957	(221,519,101)
Total net position - ending	\$ 17,701,491	\$ 222,919	\$ 2,566,307	\$ (235,601,597)	\$ 411,768	\$ (214,699,112)

See independent auditor's report.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2022

	Fleet Management	Office Support Services	Workers' Compensation	Employee Benefits	Telecom- munications	Totals
Cash flows from operating activities:						
Cash received from customers	\$ 155,172	\$ -	\$ -	\$ -	\$ -	\$ 155,172
Cash receipts from interfund services provided	12,941,575	1,738,588	5,299,475	47,144,985	2,155,923	69,280,546
Cash payments to suppliers for goods and services	(10,339,247)	(615,788)	(4,293,117)	(47,016,801)	(1,732,460)	(63,997,413)
Cash payments to employees for services	(2,675,006)	(696,980)	(519,467)	(114,714)	(422,354)	(4,428,521)
Net cash provided by (used in) operating activities	<u>82,494</u>	<u>425,820</u>	<u>486,891</u>	<u>13,470</u>	<u>1,109</u>	<u>1,009,784</u>
Cash flows from noncapital financing activities:						
Transfers in	5,019,455	35,000	-	-	-	5,054,455
Transfers (out)	(396,964)	-	-	-	(35,000)	(431,964)
Capital contributions	9,650	-	-	-	-	9,650
Intergovernmental receipt	-	5,509	-	1,149,949	-	1,155,458
Net cash provided by noncapital financing activities	<u>4,632,141</u>	<u>40,509</u>	<u>-</u>	<u>1,149,949</u>	<u>(35,000)</u>	<u>5,787,599</u>
Cash flows from capital and related financing activities:						
Principal paid on long-term debt	-	(312,160)	-	-	-	(312,160)
Interest paid	-	(82,537)	-	-	-	(82,537)
Proceeds from sale of capital assets	419,180	1,600	-	-	-	420,780
Acquisition and construction of capital assets (including capitalized interest)	(5,442,695)	(64,619)	(32,772)	-	-	(5,540,086)
Net cash used in capital and related financing activities	<u>(5,023,515)</u>	<u>(457,716)</u>	<u>(32,772)</u>	<u>-</u>	<u>-</u>	<u>(5,514,003)</u>
Cash flows from investing activities:						
Interest received	10,210	-	17,428	165,539	1,052	194,229
Net cash provided by investing activities	<u>10,210</u>	<u>-</u>	<u>17,428</u>	<u>165,539</u>	<u>1,052</u>	<u>194,229</u>
Net increase (decrease) in cash and cash equivalents	(298,670)	8,613	471,547	1,328,958	(32,839)	1,477,609
Cash and cash equivalents at beginning of year	5,644,529	230,950	5,341,700	50,827,143	328,211	62,372,533
Cash and cash equivalents at end of year	<u>\$ 5,345,859</u>	<u>\$ 239,563</u>	<u>\$ 5,813,247</u>	<u>\$ 52,156,101</u>	<u>\$ 295,372</u>	<u>\$ 63,850,142</u>
Reconciliation to balance sheet:						
Pooled cash and cash equivalents	\$ 5,345,859	\$ 239,563	\$ 5,688,247	\$ 52,156,101	\$ 295,372	\$ 63,725,142
Cash with fiscal agent	-	-	125,000	-	-	125,000
Cash and cash equivalents at end of year	<u>\$ 5,345,859</u>	<u>\$ 239,563</u>	<u>\$ 5,813,247</u>	<u>\$ 52,156,101</u>	<u>\$ 295,372</u>	<u>\$ 63,850,142</u>

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2022

	Fleet Management	Office Support Services	Workers' Compensation	Employee Benefits	Telecom- munications	Totals
Reconciliation of operating income (loss)						
to net cash provided by operating activities:						
Operating (loss)	\$ (3,586,858)	\$ 78,869	\$ 479,931	\$ 3,704,688	\$ (75,241)	\$ 601,389
Adjustments to reconcile operating income (loss)						
to net cash provided by operating activities:						
Depreciation and amortization	3,264,321	359,216	33,394	-	93,538	3,750,469
Changes in assets, deferred outflows and inflows of resources, and liabilities:						
(Increase) decrease in receivables	63,672	82	(14,698)	(4,907,088)	-	(4,858,032)
(Increase) decrease in inventory	(163,787)	-	-	-	-	(163,787)
Increase (decrease) in accounts payable	509,704	24,116	(19,602)	17,187	(24,823)	506,582
Increase (decrease) in accrued payroll	(4,558)	(36,463)	7,866	2,254	7,635	(23,266)
Increase in net pension liability	-	-	-	(50,878,146)	-	(50,878,146)
Increase in net OPEB liability	-	-	-	9,802,206	-	9,802,206
Decrease in deferred outflows of resources for pensions	-	-	-	6,091,338	-	6,091,338
Increase in deferred inflows of resources for pensions	-	-	-	43,260,115	-	43,260,115
(Increase) in deferred outflows of resources for OPEB	-	-	-	(5,104,614)	-	(5,104,614)
(Decrease) in deferred inflows of resources for OPEB	-	-	-	(1,974,470)	-	(1,974,470)
Total adjustments	3,669,352	346,951	6,960	(3,691,218)	76,350	408,395
Net cash provided by (used in) operating activities	\$ 82,494	\$ 425,820	\$ 486,891	\$ 13,470	\$ 1,109	\$ 1,009,784
Noncash investing, capital, and financing activities:						
Right to use assets leased	\$ -	\$ 22,698	\$ -	\$ -	\$ -	\$ 22,698

See independent auditor's report.

THIS PAGE INTENTIONALLY LEFT BLANK

