



FINANCIAL REPORT
FOR YEAR ENDED JUNE 30, 2019

COUNTY OF GREENSVILLE, VIRGINIA
FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2019

COUNTY OF GREENSVILLE, VIRGINIA

Financial Report
For the Year Ended June 30, 2019

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditors' Report	1-3
Management's Discussion and Analysis	4-9
<u>Basic Financial Statements:</u>	
Government-wide Financial Statements:	
Exhibit 1 Statement of Net Position	10-11
Exhibit 2 Statement of Activities	12-13
Fund Financial Statements:	
Exhibit 3 Balance Sheet—Governmental Funds	14
Exhibit 4 Reconciliation to the Balance Sheet of Governmental Funds to the Statement of Net Position	15
Exhibit 5 Statement of Revenues, Expenditures and Changes in Fund Balances—Governmental Funds	16
Exhibit 6 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Exhibit 7 Statement of Net Position—Proprietary Funds	18
Exhibit 8 Statement of Revenues, Expenses, and Changes in Net Position—Proprietary Funds	19
Exhibit 9 Statement of Cash Flows—Proprietary Funds	20
Notes to Financial Statements	21-91

Financial Report
For the Year Ended June 30, 2019

PAGE

Exhibit 10	Schedule of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual—General Fund	92
Exhibit 11	Schedule of Changes in Net Pension Liability and Related Ratios— Primary Government	93
Exhibit 12	Schedule of Employer Contributions—Pension	94
Exhibit 13	Notes to Required Supplementary Information—Pension	95
Exhibit 14	Schedule of County's Share of Net OPEB Liability— Group Life Insurance Program	96
Exhibit 15	Schedule of Employer Contributions—Group Life Insurance Program	97
Exhibit 16	Notes to Required Supplementary Information— Group Life Insurance Program	98-99
Exhibit 17	Schedule of Changes in Net OPEB Liability and Related Ratios— Health Insurance Credit (HIC) Program	100
Exhibit 18	Schedule of Employer Contributions—Health Insurance Credit (HIC) Program	101
Exhibit 19	Notes to Required Supplementary Information—Health Insurance Credit (HIC) Program	102
Exhibit 20	Schedule of Changes in Net OPEB Liability and Related Ratios— OPEB - Health Insurance Plan	103
Exhibit 21	Notes to Required Supplementary Information— OPEB - Health Insurance Plan	104

Exhibit 22	Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—Children’s Services Act Fund	105
Exhibit 23	Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—Capital Projects Fund	106
Exhibit 24	Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—Public Transportation Fund	107
Exhibit 24	Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—Fire Department Fund	108

COUNTY OF GREENSVILLE, VIRGINIA

Financial Report
For The Year Ended June 30, 2019

TABLE OF CONTENTS (CONTINUED)

	<u>PAGE</u>
<u>Other Supplementary Information:</u>	
Supporting Schedules:	
Schedule 1 Schedule of Revenues–Budget and Actual–Governmental Funds	109-112
Schedule 2 Schedule of Expenditures–Budget and Actual–Governmental Funds	113-116
<u>Statistical Information:</u>	
Table 1 Government-Wide Expenses by Function–Last Ten Fiscal Years	117
Table 2 Government-Wide Revenues–Last Ten Fiscal Years	118
Table 3 General Governmental Expenditures by Function–Last Ten Fiscal Years	119
Table 4 General Government Revenues by Source–Last Ten Fiscal Years	120
Table 5 Property Tax Levies and Collections–Last Ten Fiscal Years	121
Table 6 Assessed Value of Taxable Property–Last Ten Fiscal Years	122
Table 7 Property Tax Rates–Last Ten Fiscal Years	123
Table 8 Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita–Last Ten Fiscal Years	124
<u>Compliance:</u>	
Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	125-126
Independent Auditors’ Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	127-128
Schedule of Expenditures of Federal Awards	129-130
Notes to Schedule of Expenditures of Federal Awards	131
Schedule of Findings and Questioned Costs	132
Summary Schedule of Prior Audit Findings	133

COUNTY OF GREENSVILLE, VIRGINIA

BOARD OF SUPERVISORS

Michael W. Ferguson, Chairman

Raymond L. Bryant, Jr., Vice-Chairman

Tony M. Conwell

William B. Cain

COUNTY SCHOOL BOARD

Rhonda Jones-Gilliam, Chairman

Marva J. Dunn, Vice-Chairman

Janey V. Bush
Bessie Reed-Moore

Alexis E. Jones
Jason D. Rook

OTHER OFFICIALS

Judge of the Circuit Court
Clerk of the Circuit Court
Judge of the General District Court
Commonwealth's Attorney
Commissioner of the Revenue
Treasurer
Sheriff
Superintendent of Schools
Director of Public Welfare
County Administrator

Allan Sharrett
Linda B. Edwards
Stephen D. Bloom
Patricia T. Watson
Martha S. Swenson
Pamela Lifsey
William T. Jarratt, Jr.
Dr. Kim Evans
John Holtkamp
Brenda N. Parson



Independent Auditors' Report

**To the Honorable Members of the Board of Supervisors
County of Greenville, Virginia**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Greenville, Virginia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia. 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 auditors' 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, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Greenville, Virginia, as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 21 to the financial statements, in 2019, the County adopted new accounting guidance, GASB Statement No. 88 *Certain Disclosures Related to Debt, Including Direct Borrowing and Direct Placements*. Our opinion is not modified with respect to this matter.

Restatement of Beginning Balances

As described in Note 22 to the financial statements, in 2019, the County restated beginning balances to implement GASB 75 for the Water and Sewer Authority and to separate the fire department fund reporting from the general fund. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules related to pension and OPEB funding on pages 4-9, 92-93, and 94-104 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Greenville, Virginia's basic financial statements. The other supplementary information, and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

Other Matters: (Continued)

Supplementary and Other Information: (Continued)

The other supplementary information and the schedule of expenditures of federal awards 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 other supplementary information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The statistical information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2020, on our consideration of the County of Greenville, Virginia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of County of Greenville, Virginia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of Greenville, Virginia's internal control over financial reporting and compliance.

Robinson, Farmer, Cox Associates
Charlottesville, Virginia
January 30, 2020

This page intentionally left blank

Management's Discussion and Analysis

To the Citizens of Greenville County County of Greenville, Virginia

As management of the County of Greenville, Virginia we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2019.

Financial Highlights

Government-wide Financial Statements

The assets and deferred outflows of resources of the County (Governmental and Business-type activities) exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$67,485,431 (net position) compared to \$54,514,378 in the prior year, an increase of \$12,971,053.

Our combined (governmental and business-type activities) long-term obligations increased by a net of \$13,286,005 during the current fiscal year. This increase is due to the issuance of bonds and loans for capital projects during the year and a decrease in the net pension liability.

Fund Financial Statements

The Governmental Funds, on a current financial resource basis, reported revenues in excess of expenditures and other financing sources by \$7,828,353 (Exhibit 5) after making contributions totaling \$3,465,380 (net of debt service adjustment) to the School Board. In the prior year, fund balance increased by \$94,903. The FY 2019 increase can be attributed to the issuance of a note and bonds for capital projects.

- As of the close of the current fiscal year; the County's funds reported ending fund balances of \$15,877,653, an increase of \$7,828,353 in comparison with the prior year. The FY 2019 increase can be attributed to the issuance of a note and bonds for capital projects.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$11,305,719, or 60% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components:

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

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

Overview of the Financial Statements (Continued)

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, courts, police protection, sanitation, social services, education, cultural events, and recreation.

The Government-wide financial statements include not only the County of Greenville, Virginia itself (known as the primary government), but also a legally separate school district, an Industrial Development Authority, and a Joint Department of Social Services for which the County of Greenville, Virginia is financially accountable. Financial information for these component units is reported separately from the financial information present for the primary government itself.

Fund financial statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County of Greenville, Virginia, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and proprietary funds.

Governmental funds - Governmental funds are used to account for essentially the same functions or services reported as governmental activities in the government-wide financial statements. Whereas the government-wide financial statements are prepared on the accrual basis of accounting, the governmental fund financial statements are prepared on the modified accrual basis of accounting. The focus of modified accrual reporting is on near-term inflows and outflows of financial resources and the balance of financial resources available at the end of the fiscal year. Since the governmental funds focus is narrower than that of the government-wide financial statements, reconciliation between the two methods is provided on Exhibit 4. The County has two major governmental funds - the General Fund and the Capital Projects Fund.

Proprietary funds - Proprietary funds consist of enterprise funds. Enterprise funds are established to account for the delivery of goods and services to the general public and use the accrual basis of accounting, similar to private sector business. The Solid Waste fund provides waste services to County residents. The Water and Sewer Authority provides water services to area residents. Refer to the separately issued financial statements of the Water and Sewer Authority for further analysis and note disclosures.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Overview of the Financial Statements (Continued)

Other information - In addition to the basic financial statement and accompanying notes, this report also presents in summary from the discretely presented component units: School Board, Department of Social Services, and the Industrial Development Authority. All three component units issue separate reports and therefore are presented in summary form in the Government-wide financial statements.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a County's financial position. In the case of the County, (government and business-type) total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$67,485,431 at the close of the fiscal year ended June 30, 2019.

County of Greenville, Virginia's Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current and other assets	\$ 33,398,543	\$ 22,561,325	\$ 14,823,988	\$ 9,177,601
Capital assets	<u>31,900,932</u>	<u>30,955,419</u>	<u>60,420,634</u>	<u>47,150,738</u>
Total assets	<u>\$ 65,299,475</u>	<u>\$ 53,516,744</u>	<u>\$ 75,244,622</u>	<u>\$ 56,328,339</u>
Deferred outflows of resources	<u>\$ 493,296</u>	<u>\$ 515,648</u>	<u>\$ 174,623</u>	<u>\$ 291,719</u>
Long-term liabilities outstanding	\$ 28,431,889	\$ 23,754,193	\$ 25,069,560	\$ 16,564,820
Current liabilities	<u>2,600,821</u>	<u>1,635,659</u>	<u>2,067,517</u>	<u>879,760</u>
Total liabilities	<u>\$ 31,032,710</u>	<u>\$ 25,389,852</u>	<u>\$ 27,137,077</u>	<u>\$ 17,444,580</u>
Deferred inflows of resources	<u>\$ 15,377,828</u>	<u>\$ 13,303,640</u>	<u>\$ 178,970</u>	<u>\$ -</u>
Net position:				
Net investment				
in capital assets	\$ 9,731,913	\$ 9,111,107	\$ 38,667,448	\$ 34,002,230
Restricted for:				
Debt Service	468,378	468,565	569,411	439,020
Unrestricted	<u>9,181,942</u>	<u>5,759,228</u>	<u>8,866,339</u>	<u>4,734,228</u>
Total net position	<u>\$ 19,382,233</u>	<u>\$ 15,338,900</u>	<u>\$ 48,103,198</u>	<u>\$ 39,175,478</u>

At the end of the current fiscal year, the County's net investment in capital assets is \$9,731,913. This increase can be attributed to the repayment of principal on outstanding bonds and notes and additional capital outlays and building projects. The unrestricted net position of governmental activities at June 30, 2019 is \$9,181,942.

Government-wide Financial Analysis (Continued)

The total net position of the County increased \$12,971,053. Key elements of this increase are as follows:

County of Greenville, Virginia's Change in Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Revenues:				
Program revenues:				
Charges for services	\$ 2,157,161	\$ 2,237,243	\$ 6,310,115	\$ 5,656,898
Operating grants and contributions	3,649,009	4,432,428	-	-
Capital grants and contributions	495,429	1,326,016	8,872,481	6,051,269
General revenues:				
Property taxes	11,737,794	9,401,080	-	-
Other local taxes	2,705,426	2,782,917	-	-
Other revenue	819,711	639,730	16,703	31,806
Grants and other contributions unrestricted	<u>1,301,727</u>	<u>2,152,325</u>	<u>8,207</u>	<u>6,038</u>
Total revenues	\$ <u>22,866,257</u>	\$ <u>22,971,739</u>	\$ <u>15,207,506</u>	\$ <u>11,746,011</u>
Expenses:				
General government	\$ 2,547,449	\$ 2,334,112	\$ -	\$ -
Judicial administration	955,259	1,174,836	-	-
Public safety	4,149,369	4,901,315	-	-
Public works	1,396,146	1,417,381	6,279,786	5,594,289
Health and welfare	1,309,274	1,117,489	-	-
Education	4,384,011	3,706,698	-	-
Parks, recreation and culture	350,385	344,190	-	-
Community development	2,647,936	5,854,636	-	-
Interest	<u>1,083,095</u>	<u>754,936</u>	<u>-</u>	<u>-</u>
Total expenses	\$ <u>18,822,924</u>	\$ <u>21,605,593</u>	\$ <u>6,279,786</u>	\$ <u>5,594,289</u>
Increase (decrease) in net position	\$ 4,043,333	\$ 1,366,146	\$ 8,927,720	\$ 6,151,722
Net position - beginning, as restated	<u>15,338,900</u>	<u>13,972,754</u>	<u>39,175,478</u>	<u>33,023,756</u>
Net position - ending	\$ <u>19,382,233</u>	\$ <u>15,338,900</u>	\$ <u>48,103,198</u>	\$ <u>39,175,478</u>

For the most part, increases in governmental activities revenues and expenditures closely paralleled inflation and growth in the demand for services causing a net position increase of \$4,043,333 in governmental activities only. The net position of business-type activities increased \$8,927,720 due to increased capital construction and related grants.

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

The County's business-type activities experienced natural growth in expenses due to inflation and an increase in revenues due to an increase in water and sewer rates.

Governmental Funds - The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a County's net resources available for spending at the end of the fiscal year.

Government-wide Financial Analysis (Continued)

As of the end of the current fiscal year, the County's governmental funds reported fund balances of \$15,877,653, an increase of \$7,828,353 in comparison with the prior year. Approximately 94% of this total amount constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance is restricted and committed to indicate that is not available for new spending because it has already been committed for debt service, capital projects, and education. The increase in fund balance can be attributed to an increase in fines and forfeitures revenue as well as general property taxes.

Proprietary funds

The County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$1,323,397 and can be briefly summarized as follows:

- \$768,872 in increases in Public Safety
- \$430,939 in increases in Community Development
- \$123,586 in other budget increases

Capital Asset and Debt Administration

Capital assets - The County's investment in capital assets for its governmental operations as of June 30, 2019 amounted to \$31,900,932 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and machinery and equipment. The following is a comparison to the prior year of net capital assets as of June 30, 2019:

County of Greenville, Virginia's Capital Assets				
	Governmental Activities		Business-type Activities	
	2019	2018	2019	2018
Land	\$ 2,106,648	\$ 2,106,648	\$ 2,852,752	\$ 2,505,900
Land and landfill improvements	-	-	1,076,107	1,076,107
Infrastructure	-	-	56,238,433	45,352,502
Land improvements	1,416,126	1,416,126	-	-
Buildings and other improvements	28,074,008	28,016,008	4,729,910	2,803,808
Equipment	4,543,079	4,114,144	2,669,676	2,693,973
Tenancy in common (buildings)	8,524,808	9,381,421	-	-
Construction in progress	2,176,276	-	15,459,383	13,900,887
Total	\$ 46,840,945	\$ 45,034,347	\$ 83,026,261	\$ 68,333,177
Less accumulated depreciation	<u>(14,940,013)</u>	<u>(14,078,928)</u>	<u>(22,605,627)</u>	<u>(21,182,439)</u>
Net capital assets	\$ <u>31,900,932</u>	\$ <u>30,955,419</u>	\$ <u>60,420,634</u>	\$ <u>47,150,738</u>

Additional information on the County's capital assets can be found in the notes of this report.

Capital Asset and Debt Administration: (Continued)

Long-term obligations - At the end of the current fiscal year, the County had total governmental activities obligations outstanding of \$28,431,889. Of this amount \$5,046,824 comprises debt backed by the full faith and credit of the County, (bonded debt). The remainder of the County's obligations represents bonds secured solely by specified revenue sources (i.e., revenue bonds). The following table depicts a comparison of outstanding debt to prior year.

County of Greenville, Virginia's Outstanding Long-term Obligations				
	Governmental Activities		Business-type Activities	
	2019	2018	2019	2018
Literary loans	\$ 3,750,000	\$ 4,125,000	\$ -	\$ -
USDA loans			9,800,000	-
VPSA bonds	360,000	520,000	-	-
Revenue bonds	15,064,153	9,726,987	10,705,000	11,530,000
Loans payable	6,602,502	6,854,163	76,770	90,036
Landfill closure/post-closure	-	-	2,739,834	2,534,173
Note payable	135,048	182,126	-	-
Bond Premiums	932,227	436,036	1,171,417	1,261,011
Compensated absences	393,888	416,013	252,584	259,555
Interim financing	-	-	-	267,461
Net OPEB liabilities	659,304	621,224	114,001	123,469
Net pension liability	534,767	872,644	209,954	499,115
Total	\$ <u>28,431,889</u>	\$ <u>23,754,193</u>	\$ <u>25,069,560</u>	\$ <u>16,564,820</u>

Legislation enacted requires that debt historically reported by the School Board has been assumed by the primary government. The legislation affects the reporting of local school capital assets as well.

The County's total obligations increased by a net of \$13,182,436 during the current fiscal year. Governmental activities debt increased \$4,677,696 due to new bonds and loans and scheduled debt repayments while business-type activities debt increased \$8,504,740 due to new bonds and loans and scheduled debt repayment of bonds and loans.

Additional information on the County of Greenville, Virginia's long-term obligations can be found in Note 6 of this report.

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the County at June 30, 2019 was 3.2 percent, which is a decrease from a rate of 4.0 percent a year ago. This compares unfavorably to the state's average unemployment rate of 2.9 percent and is below the national average rate of 3.7 percent.

Inflationary trends in the region compare favorably to national indices.

The fiscal year 2020 General Fund budget increased from \$18,192,880 to \$20,545,784 or \$2,352,904 (13%). Fiscal year 2020 tax rates are as follows: \$0.67/\$100 Real Estate; \$5.00/\$100 Personal Property; \$4.00/\$100 Machinery and Tools; \$0.000/\$100 Aircraft.

Requests for Information

This financial report is designed to provide a general overview of the County of Greenville, Virginia's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Administrator, 1781 Greenville County Circle, Emporia, Virginia, 23847.

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements

COUNTY OF GREENSVILLE, VIRGINIA

Statement of Net Position
June 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 11,394,762	\$ 13,230,235	\$ 24,624,997
Receivables (net of allowance for uncollectibles):			
Taxes receivable	15,214,988	-	15,214,988
Accounts receivable	208,441	652,445	860,886
Notes receivable	-	-	-
Grant receivable	-	405,460	405,460
Loan receivable	-	39,324	39,324
Due from component units	479,381	-	479,381
Long-term advance to Greenville County School Board	275,000	-	275,000
Due from other governmental units	649,988	-	649,988
Due from City of Emporia, Virginia	-	-	-
Net pension asset	-	-	-
Restricted assets:			
Cash and cash equivalents	5,143,289	-	5,143,289
Other assets:			
Loan receivable, net of current portion	-	496,524	496,524
Investment in industrial land	-	-	-
Note receivable	-	-	-
Investment in MaMaC	32,694	-	32,694
Capital assets (net of accumulated depreciation):			
Land	2,106,648	2,852,752	4,959,400
Infrastructure	-	38,877,943	38,877,943
Buildings and other improvements	26,629,608	3,025,601	29,655,209
Machinery and equipment	988,400	204,955	1,193,355
Construction in progress	2,176,276	15,459,383	17,635,659
Total assets	\$ 65,299,475	\$ 75,244,622	\$ 140,544,097
DEFERRED OUTFLOWS OF RESOURCES			
Pension related items	\$ 403,807	\$ 166,054	\$ 569,861
OPEB related items	89,489	8,569	98,058
Total deferred outflows of resources	\$ 493,296	\$ 174,623	\$ 667,919
LIABILITIES			
Accounts payable	\$ 1,051,990	\$ 2,042,891	\$ 3,094,881
Accrued liabilities	-	-	-
Accrued interest payable	303,613	24,626	328,239
Deferred revenue	1,782	-	1,782
Due to primary government	-	-	-
Long-term advance from primary government	-	-	-
Due to City of Emporia	158,248	-	158,248
Due to Component Unit	1,085,188	-	1,085,188
Long-term advance from Emporia	-	-	-
Debt service reserve - Greenville	-	-	-
Long-term liabilities:			
Due within one year	1,668,923	989,071	2,657,994
Due in more than one year	26,762,966	24,080,489	50,843,455
Total liabilities	\$ 31,032,710	\$ 27,137,077	\$ 58,169,787
DEFERRED INFLOWS OF RESOURCES			
Deferred property tax revenue	\$ 14,942,154	\$ -	\$ 14,942,154
Pension related items	386,904	163,980	550,884
OPEB related items	48,770	14,990	63,760
Total deferred inflows of resources	\$ 15,377,828	\$ 178,970	\$ 15,556,798
NET POSITION			
Net investment in capital assets	\$ 9,731,913	\$ 38,667,448	\$ 48,399,361
Restricted:			
Debt service	468,378	569,411	1,037,789
Industry	-	-	-
Employee benefits	-	-	-
Unrestricted	9,181,942	8,866,339	18,048,281
Total net position	\$ 19,382,233	\$ 48,103,198	\$ 67,485,431

The notes to the financial statements are an integral part of this statement.

Exhibit 1

Component Units		
School Board	Department of Social Services	Industrial Development Authority
\$ 3,365,527	\$ 296,832	\$ 666,861
-	-	-
-	-	-
-	-	26,065
-	-	-
-	-	-
1,085,188	-	-
-	-	-
770,908	159,575	-
-	309,753	-
123,649	-	-
-	730	322,630
-	-	-
-	-	18,545,963
-	-	213,173
-	-	-
437,775	-	31,705
-	-	-
12,605,394	-	4,693,112
2,115,979	14,393	-
-	-	-
<u>\$ 20,504,420</u>	<u>\$ 781,283</u>	<u>\$ 24,499,509</u>
\$ 2,980,031	\$ 205,194	\$ -
357,647	17,947	-
<u>\$ 3,337,678</u>	<u>\$ 223,141</u>	<u>\$ -</u>
\$ 537,132	\$ -	\$ -
1,783,126	-	-
-	-	31,625
-	-	4,627
-	479,381	-
275,000	-	-
1,022,379	-	-
225,000	-	-
-	-	297,526
-	15,808	185,455
22,618,600	1,621,657	3,976,040
<u>\$ 26,461,237</u>	<u>\$ 2,116,846</u>	<u>\$ 4,495,273</u>
\$ -	\$ -	\$ -
2,900,608	54,278	-
216,200	8,981	-
<u>\$ 3,116,808</u>	<u>\$ 63,259</u>	<u>\$ -</u>
\$ 15,159,148	\$ 14,393	\$ 578,426
-	-	-
-	-	10,000
-	730	-
(20,895,095)	(1,190,804)	19,415,810
<u>\$ (5,735,947)</u>	<u>\$ (1,175,681)</u>	<u>\$ 20,004,236</u>

COUNTY OF GREENSVILLE, VIRGINIA

Statement of Activities

For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government administration	\$ 2,547,449	\$ 19,211	\$ 238,162	\$ -
Judicial administration	955,259	178,082	1,060,188	-
Public safety	4,149,369	1,858,332	1,397,480	29,227
Public works	1,396,146	96,770	-	-
Health and welfare	1,309,274	-	772,840	-
Education	4,384,011	-	-	-
Parks, recreation, and cultural	350,385	-	-	-
Community development	2,647,936	4,766	180,339	466,202
Interest on long-term debt	1,083,095	-	-	-
Total governmental activities	\$ 18,822,924	\$ 2,157,161	\$ 3,649,009	\$ 495,429
Business-type activities:				
Solid Waste	\$ 1,285,598	\$ 1,314,080	\$ -	\$ -
Water and Sewer Authority	4,994,188	4,996,035	-	8,872,481
Total business-type activities	\$ 6,279,786	\$ 6,310,115	\$ -	\$ 8,872,481
Total primary government	\$ 25,102,710	\$ 8,467,276	\$ 3,649,009	\$ 9,367,910
Component Units:				
School Board	\$ 27,652,007	\$ 3,320,583	\$ 21,023,554	\$ -
Department of Social Services	2,644,790	-	2,650,861	-
Industrial Development Authority	395,752	480,976	318,557	-
Total component units	\$ 30,692,549	\$ 3,801,559	\$ 23,992,972	\$ -
General revenues:				
General property taxes				
Other local taxes:				
Consumer utility				
Local sales and use taxes				
Business license taxes				
Motor vehicle licenses				
Restaurant food tax				
Other local taxes				
Unrestricted revenues from use of money and property				
Miscellaneous				
Grants and contributions not restricted to specific programs				
Total general revenues				
Change in net position				
Net position - beginning				
Net position - ending				

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position					
Primary Government			Component Units		
Governmental Activities	Business-type Activities	Total	School Board	Department of Social Services	Industrial Development Authority
\$ (2,290,076)	\$ -	\$ (2,290,076)	\$ -	\$ -	\$ -
283,011	-	283,011	-	-	-
(864,330)	-	(864,330)	-	-	-
(1,299,376)	-	(1,299,376)	-	-	-
(536,434)	-	(536,434)	-	-	-
(4,384,011)	-	(4,384,011)	-	-	-
(350,385)	-	(350,385)	-	-	-
(1,996,629)	-	(1,996,629)	-	-	-
(1,083,095)	-	(1,083,095)	-	-	-
<u>\$ (12,521,325)</u>	<u>\$ -</u>	<u>\$ (12,521,325)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ 28,482	\$ 28,482	\$ -	\$ -	\$ -
-	8,874,328	8,874,328	-	-	-
<u>\$ -</u>	<u>\$ 8,902,810</u>	<u>\$ 8,902,810</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ (12,521,325)</u>	<u>\$ 8,902,810</u>	<u>\$ (3,618,515)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ (3,307,870)	\$ -	\$ -
-	-	-	-	6,071	-
-	-	-	-	-	403,781
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,307,870)</u>	<u>\$ 6,071</u>	<u>\$ 403,781</u>
\$ 11,737,794	\$ -	\$ 11,737,794	\$ -	\$ -	\$ -
294,469	-	294,469	-	-	-
1,264,228	-	1,264,228	-	-	-
459,666	-	459,666	-	-	-
202,185	-	202,185	-	-	-
292,539	-	292,539	-	-	-
192,339	-	192,339	-	-	-
577,964	16,703	594,667	-	179	10,999
241,747	-	241,747	284,087	16,391	17,141
1,301,727	8,207	1,309,934	4,308,053	-	-
<u>\$ 16,564,658</u>	<u>\$ 24,910</u>	<u>\$ 16,589,568</u>	<u>\$ 4,592,140</u>	<u>\$ 16,570</u>	<u>\$ 28,140</u>
\$ 4,043,333	\$ 8,927,720	\$ 12,971,053	\$ 1,284,270	\$ 22,641	\$ 431,921
15,338,900	39,175,478	54,514,378	(7,020,217)	(1,198,322)	19,572,315
<u>\$ 19,382,233</u>	<u>\$ 48,103,198</u>	<u>\$ 67,485,431</u>	<u>\$ (5,735,947)</u>	<u>\$ (1,175,681)</u>	<u>\$ 20,004,236</u>

This page intentionally left blank

Fund Financial Statements

Balance Sheet
Governmental Funds
June 30, 2019

	General Fund	Fire Department Fund	Children's Services Act Fund	Capital Projects Fund	Public Transportation Fund	Total
ASSETS						
Cash and cash equivalents	\$ 11,468,216	\$ 104,992	\$ 303,496	\$ -	\$ -	\$ 11,876,704
Receivables (net of allowance for uncollectibles):						
Taxes receivable	15,214,988	-	-	-	-	15,214,988
Accounts receivable	208,441	-	-	-	-	208,441
Due from component units	479,381	-	-	-	-	479,381
Advance to Component Unit - School Board	275,000	-	-	-	-	275,000
Due from other governmental units	435,773	-	203,056	-	11,159	649,988
Due from other funds	32,764	-	-	-	-	32,764
Restricted assets:						
Cash and cash equivalents	468,378	-	-	4,674,911	-	5,143,289
Total assets	\$ 28,582,941	\$ 104,992	\$ 506,552	\$ 4,674,911	\$ 11,159	\$ 33,880,555
LIABILITIES						
Reconciled overdraft	\$ -	\$ -	\$ -	\$ 469,516	\$ 12,426	\$ 481,942
Accounts payable	255,886	9,674	174,636	611,618	176	1,051,990
Deferred grant	1,782	-	-	-	-	1,782
Due to City of Emporia	-	-	158,248	-	-	158,248
Due to other funds	-	-	32,764	-	-	32,764
Due to component unit	1,085,188	-	-	-	-	1,085,188
Total liabilities	\$ 1,342,856	\$ 9,674	\$ 365,648	\$ 1,081,134	\$ 12,602	\$ 2,811,914
DEFERRED INFLOWS OF RESOURCES						
Unavailable property tax revenue	\$ 15,190,988	\$ -	\$ -	\$ -	\$ -	\$ 15,190,988
FUND BALANCES:						
Restricted:						
Debt service	\$ 468,378	\$ -	\$ -	\$ -	\$ -	\$ 468,378
Education	275,000	-	-	-	-	275,000
Committed:						
Public safety - fire safety	-	95,318	-	-	-	95,318
Health and welfare expenditures	-	-	140,904	-	-	140,904
Assigned:						
Capital projects	-	-	-	3,593,777	-	3,593,777
Unassigned	11,305,719	-	-	-	(1,443)	14,898,053
Total fund balances	\$ 12,049,097	\$ 95,318	\$ 140,904	\$ 3,593,777	\$ (1,443)	\$ 15,877,653
Total liabilities, deferred inflows of resources and fund balances	\$ 28,582,941	\$ 104,992	\$ 506,552	\$ 4,674,911	\$ 11,159	\$ 33,880,555

The notes to the financial statements are an integral part of this statement.

Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
June 30, 2019

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds		\$	15,877,653
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			31,900,932
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the funds.			
Unavailable property taxes			248,834
Investment in joint venture - MaMaC			32,694
Deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the funds.			
Pension related items	\$	403,807	
OPEB related items		<u>89,489</u>	493,296
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:			
Accrued interest payable	\$	(303,613)	
Long-term obligations		<u>(28,431,889)</u>	(28,735,502)
Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.			
Pension related items	\$	(386,904)	
OPEB related items		<u>(48,770)</u>	<u>(435,674)</u>
Net position of governmental activities		\$	<u><u>19,382,233</u></u>

The notes to the financial statements are an integral part of this statement.

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2019

	General Fund	Fire Department Fund	Children's Services Act Fund	Capital Projects Fund	Public Transportation Fund	Total
REVENUES						
General property taxes	\$ 11,779,774	\$ -	\$ -	\$ -	\$ -	\$ 11,779,774
Other local taxes	2,705,426	-	-	-	-	2,705,426
Permits, privilege fees, and regulatory licenses	62,023	-	-	-	-	62,023
Fines and forfeitures	1,785,920	-	-	-	-	1,785,920
Revenue from the use of money and property	491,738	-	-	86,226	-	577,964
Charges for services	304,452	-	-	-	4,766	309,218
Miscellaneous	223,094	-	18,653	-	-	241,747
Recovered costs	1,492,265	78,731	146,727	-	41,918	1,759,641
Intergovernmental:						
Commonwealth	4,318,181	40,599	703,762	-	38,987	5,101,529
Federal	201,881	-	69,078	-	73,677	344,636
Total revenues	\$ 23,364,754	\$ 119,330	\$ 938,220	\$ 86,226	\$ 159,348	\$ 24,667,878
EXPENDITURES						
Current:						
General government administration	\$ 2,186,765	\$ -	\$ -	\$ -	\$ -	\$ 2,186,765
Judicial administration	1,278,298	-	-	-	-	1,278,298
Public safety	4,754,942	235,619	-	-	-	4,990,561
Public works	1,654,050	-	-	-	-	1,654,050
Health and welfare	342,971	-	1,121,916	-	-	1,464,887
Education	3,607,378	-	-	-	-	3,607,378
Parks, recreation, and cultural	341,801	-	-	-	-	341,801
Community development	2,356,921	-	-	-	137,016	2,493,937
Capital projects	-	-	-	2,915,354	-	2,915,354
Debt service:						
Principal retirement	1,452,271	-	-	3,300,000	-	4,752,271
Interest and other fiscal charges	785,218	-	-	247,232	-	1,032,450
Total expenditures	\$ 18,760,615	\$ 235,619	\$ 1,121,916	\$ 6,462,586	\$ 137,016	\$ 26,717,752
Excess (deficiency) of revenues over (under) expenditures	\$ 4,604,139	\$ (116,289)	\$ (183,696)	\$ (6,376,360)	\$ 22,332	\$ (2,049,874)
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ -	\$ 291,980	\$ 183,697	\$ 549,806	\$ -	\$ 1,025,483
Transfers (out)	(1,025,483)	-	-	-	-	(1,025,483)
Premium on bonds issued	-	-	-	538,227	-	538,227
Issuance of revenue bonds	-	-	-	6,040,000	-	6,040,000
Issuance of bond anticipation note	-	-	-	3,300,000	-	3,300,000
Total other financing sources (uses)	\$ (1,025,483)	\$ 291,980	\$ 183,697	\$ 10,428,033	\$ -	\$ 9,878,227
Net change in fund balances	\$ 3,578,656	\$ 175,691	\$ 1	\$ 4,051,673	\$ 22,332	\$ 7,828,353
Fund balances - beginning, as restated	8,470,441	(80,373)	140,903	(457,896)	(23,775)	8,049,300
Fund balances - ending	\$ 12,049,097	\$ 95,318	\$ 140,904	\$ 3,593,777	\$ (1,443)	\$ 15,877,653

The notes to the financial statements are an integral part of this statement.

Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended June 30, 2019

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

Net change in fund balances - total governmental funds	\$	7,828,353
--	----	-----------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the depreciation exceeded capital outlays in the current period:

Capital asset additions	\$ 2,812,407	
Depreciation expense	(1,018,371)	
Net transfer of assets to School Board	<u>(848,523)</u>	945,513

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	(41,980)
----------------	----------

The issuance of long-term obligations (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term obligations consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term obligations and related items:

Issuances of new debt	\$ (9,340,000)	
Issuances of new debt - premium	(538,227)	
Amortization of bond premiums	42,036	
Principal retirement on long-term obligations	<u>4,752,270</u>	(5,083,921)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds. The following is a summary of items supporting this adjustment:

Net School Board activity	\$ 84,303	
Decrease in accrued interest payable	(51,895)	
Decrease in compensated absences	22,125	
Pension expense	328,962	
OPEB expense	<u>11,873</u>	395,368

Change in net position of governmental activities	\$	<u><u>4,043,333</u></u>
---	----	-------------------------

The notes to the financial statements are an integral part of this statement.

Statement of Net Position
 Proprietary Funds
 June 30, 2019

	Enterprise Funds		
	Solid Waste	Water & Sewer Authority	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 4,738,933	\$ 7,921,891	\$ 12,660,824
Cash - restricted	-	569,411	569,411
Accounts receivable, net of allowance for uncollectibles	155,154	497,291	652,445
Grant receivable	-	405,460	405,460
Loan receivable, current portion	-	39,324	39,324
Total current assets	\$ 4,894,087	\$ 9,433,377	\$ 14,327,464
Noncurrent assets:			
Loan receivable, net of current portion	\$ -	\$ 496,524	\$ 496,524
Capital assets:			
Land	\$ -	\$ 2,852,752	\$ 2,852,752
Infrastructure and related buildings	-	57,314,540	57,314,540
Building and other improvements	4,729,910	-	4,729,910
Machinery and equipment	1,623,478	1,046,198	2,669,676
Less accumulated depreciation	(3,141,524)	(19,464,103)	(22,605,627)
Construction in progress	-	15,459,383	15,459,383
Total capital assets	\$ 3,211,864	\$ 57,208,770	\$ 60,420,634
Total noncurrent assets	\$ 3,211,864	\$ 57,705,294	\$ 60,917,158
Total assets	\$ 8,105,951	\$ 67,138,671	\$ 75,244,622
DEFERRED OUTFLOWS OF RESOURCES			
Pension related items	\$ -	\$ 166,054	\$ 166,054
OPEB related items	-	8,569	8,569
Total deferred outflows of resources	\$ -	\$ 174,623	\$ 174,623
LIABILITIES			
Current liabilities:			
Accounts payable and accrued expenses	\$ 8,477	\$ 2,034,414	\$ 2,042,891
Accrued interest payable	24,626	-	24,626
Compensated absences - current portion	2,188	23,069	25,257
Long-term obligations - current portion	118,731	845,083	963,814
Total current liabilities	\$ 154,022	\$ 2,902,566	\$ 3,056,588
Noncurrent liabilities:			
Accrued closure and postclosure landfill costs	\$ 2,739,834	\$ -	\$ 2,739,834
Compensated absences - net of current portion	19,705	207,622	227,327
Long-term obligations - net of current portion	2,425,821	18,687,507	21,113,328
Total noncurrent liabilities	\$ 5,185,360	\$ 18,895,129	\$ 24,080,489
Total liabilities	\$ 5,339,382	\$ 21,797,695	\$ 27,137,077
DEFERRED INFLOWS OF RESOURCES			
Pension related items	\$ -	\$ 163,980	\$ 163,980
OPEB related items	-	14,990	14,990
Total deferred outflows of resources	\$ -	\$ 178,970	\$ 178,970
NET POSITION			
Net Investment in capital assets	\$ 667,312	\$ 38,000,136	\$ 38,667,448
Restricted - debt service reserve	-	569,411	569,411
Unrestricted	2,099,257	6,767,082	8,866,339
Total net position	\$ 2,766,569	\$ 45,336,629	\$ 48,103,198

The notes to the financial statements are an integral part of this statement.

Statement of Revenues, Expenses, and Changes in Net Position
 Proprietary Funds
 For the Year Ended June 30, 2019

	Enterprise Funds		
	Solid Waste	Water & Sewer Authority	Total
OPERATING REVENUES			
Charges for services:			
Disposal fees	\$ 1,310,961	\$ -	\$ 1,310,961
Metered sales - water	-	2,052,900	2,052,900
User fees - sewer	-	2,502,229	2,502,229
Penalties	-	27,989	27,989
Other operating revenues	3,119	412,917	416,036
Total operating revenues	\$ 1,314,080	\$ 4,996,035	\$ 6,310,115
OPERATING EXPENSES			
Personnel services	\$ 172,123	\$ -	\$ 172,123
Fringe benefits	58,385	-	58,385
Contractual services	290,906	-	290,906
Internal services	75,000	-	75,000
Other charges	128,827	-	128,827
Water and sewer operations	-	3,382,838	3,382,838
Depreciation	268,841	1,188,064	1,456,905
Landfill closure costs	205,661	-	205,661
Total operating expenses	\$ 1,199,743	\$ 4,570,902	\$ 5,770,645
Operating income (loss)	\$ 114,337	\$ 425,133	\$ 539,470
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental revenue	\$ 8,207	\$ -	\$ 8,207
Interest expense	(85,855)	(423,286)	(509,141)
Interest income	1,675	15,028	16,703
Total nonoperating revenues (expenses)	\$ (75,973)	\$ (408,258)	\$ (484,231)
Income before capital contributions	\$ 38,364	\$ 16,875	\$ 55,239
Capital contributions and connection charges	\$ -	\$ 8,872,481	\$ 8,872,481
Total capital contributions	\$ -	\$ 8,872,481	\$ 8,872,481
Change in net position	\$ 38,364	\$ 8,889,356	\$ 8,927,720
Total net position - beginning	2,728,205	36,447,273	39,175,478
Total net position - ending	\$ 2,766,569	\$ 45,336,629	\$ 48,103,198

The notes to the financial statements are an integral part of this statement.

Statement of Cash Flows
 Proprietary Funds
 For the Year Ended June 30, 2019

	Enterprise Funds		
	Solid Waste	Water & Sewer Authority	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 1,272,049	\$ 4,827,667	\$ 6,099,716
Payments to suppliers of goods and services	(298,536)	(588,263)	(886,799)
Payments to employees	(236,251)	(1,601,896)	(1,838,147)
Payments for interfund services used	(75,000)	-	(75,000)
Payments for other charges	(128,827)	-	(128,827)
Net cash provided by (used for) operating activities	\$ 536,554	\$ 2,637,508	\$ 3,174,062
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Nonoperating grants from Commonwealth of Virginia	\$ 8,207	\$ -	\$ 8,207
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	\$ (9,420)	\$ (14,717,381)	\$ (14,726,801)
Capital contributions and connection charges	-	(1,883)	(1,883)
Capital grants	-	8,874,364	8,874,364
Interest payments	(100,669)	(499,149)	(599,818)
Proceeds from bonds payable	-	19,332,539	19,332,539
Retirement of indebtedness	(105,000)	(10,533,266)	(10,638,266)
Net cash provided by (used for) capital and related financing activities	\$ (215,089)	\$ 2,455,224	\$ 2,240,135
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	\$ 1,675	\$ 15,028	\$ 16,703
Principal payments received on loans receivable	-	37,864	37,864
Net cash provided by (used for) investing activities	\$ 1,675	\$ 52,892	\$ 54,567
Net increase (decrease) in cash and cash equivalents	\$ 331,347	\$ 5,145,624	\$ 5,476,971
Cash and cash equivalents - beginning	4,407,586	3,345,678	7,753,264
Cash and cash equivalents - ending	\$ 4,738,933	\$ 8,491,302	\$ 13,230,235
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 114,337	\$ 425,133	\$ 539,470
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:			
Depreciation and amortization	\$ 268,841	\$ 1,188,064	\$ 1,456,905
Amortization of closure and postclosure costs	205,661	-	205,661
(Increase) decrease in accounts receivable	(38,912)	111,124	72,212
(Increase) decrease in grants receivable	-	(279,492)	(279,492)
Increase (decrease) in accounts payable	(7,630)	1,196,470	1,188,840
Increase (decrease) in compensated absences	(5,743)	(1,228)	(6,971)
Increase (decrease) in net pension liability	-	(289,161)	(289,161)
(Increase) decrease in deferred outflows of resources - pension	-	125,665	125,665
(Increase) decrease in deferred outflows of resources - OPEB	-	118	118
Increase (decrease) in deferred inflows of resources - pension	-	163,980	163,980
Increase (decrease) in deferred inflows of resources - OPEB	-	14,990	14,990
Increase (decrease) in net OPEB liabilities	-	(18,155)	(18,155)
Total adjustments	\$ 422,217	\$ 2,212,375	\$ 2,634,592
Net cash provided by (used for) operating activities	\$ 536,554	\$ 2,637,508	\$ 3,174,062

The notes to the financial statements are an integral part of this statement.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements As of June 30, 2019

Note 1—Summary of Significant Accounting Policies:

The County of Greenville, Virginia was formed in 1781 and is governed by an elected Board of Supervisors of four members. The Board of Supervisors is responsible for appointing the County Administrator. The County provides a full range of services for its citizens. These services include police and volunteer fire protection; sanitation services; recreational activities, cultural events, education and social services.

The financial statements of the County of Greenville, Virginia have been prepared in conformity with the accounting principles generally accepted in the United States as specified by the Governmental Accounting Standards Board, and the specifications promulgated by the Auditor of Public Accounts (APA) of the Commonwealth of Virginia. The more significant of the government's accounting policies are described below.

Financial Statement Presentation

Management's Discussion and Analysis - The financial statements are required to be accompanied by a narrative introduction and analytical overview of the government's financial activities in the form of "Management's Discussion and Analysis" (MD&A).

Government-wide and Fund Financial Statements

Government-wide financial statements - The reporting model includes financial statements prepared using full accrual accounting for all of the government's activities. This approach includes not just current assets and liabilities but also capital assets and long-term liabilities (such as buildings and general obligation debt).

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its components units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

Statement of Net Position - The Statement of Net Position is designed to display financial position of the primary government (governmental and business-type activities) and its discretely presented component units. Governments will report all capital assets, in the government-wide Statement of Net Position and will report depreciation expense - the cost of "using up" capital assets - in the Statement of Activities. The net position of a government will be broken down into three categories - 1) net investment in capital assets; 2) restricted; and 3) unrestricted.

Statement of Activities - The government-wide Statement of Activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expense of individual functions is compared to the revenues generated directly by the function (for instance, through user charges or intergovernmental grants).

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Budgetary Comparison Schedules - Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in one way or another in the process of establishing the annual operating budgets of state and local governments and have a keen interest in following the actual financial progress of their governments over the course of the year. Many governments revise their original budgets over the course of the year for a variety of reasons. The government has presented the original budget in addition to the final budget in comparison with actual results.

A. Financial Reporting Entity

The basic criterion for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a primary governmental unit's reporting entity for general purpose financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organizations governing body and the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity. These financial statements present the County of Greenville, Virginia (the primary government) and its component units. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

B. Individual Component Unit Disclosures

1. Blended Component Units

The Greenville County Water and Sewer Authority has separate corporate powers that distinguish it as being legally separate from the County of Greenville, Virginia. The Water and Sewer Authority is financially accountable to the County because the County appoints a voting majority of its governing body and has the ability to impose its will on the Authority by significantly influencing the programs, projects, activities, and level of services provided by the Authority. The governing body of the Authority is the same as the governing body of the County.

For the reasons listed above, the Greenville Water and Sewer Authority is a blended component unit of the County. The financial data of the Authority for its year ended September 30, 2018 has been included in this financial report. However, separately issued financial statements for the Authority can be obtained from the County Administrator's office located at 1781 Greenville County Circle, Emporia, Virginia 23847.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

B. Individual Component Unit Disclosures (Continued)

2. Discretely Presented Component Units

The Greenville County School Board operates the elementary and secondary public schools in the County. School Board members are appointed by the County Board of Supervisors. The School Board is fiscally dependent upon the County because the County approves all debt issuances of the School Board and provides significant funding to operate the public schools since the School Board does not have separate taxing powers. The School Board is comprised of two Governmental Funds, the School Operating and School Cafeteria; and one Capital Projects Fund, the School Capital Projects Fund. The School Board is a discretely presented component unit of the County for which separate financial statements are issued. Copies of such statements can be obtained from the School Board offices located at 105 Ruffin Street, Emporia, Virginia 23847.

The Greenville County Industrial Development Authority was created by the County to attract industry to the County and to provide financing for such industries. The Authority does have separate corporate powers that distinguish it as being legally separate from the County. The County is financially accountable for the Authority because it appoints a voting majority of the Authority's governing body and there exists a financial benefit or burden between the two entities. However, because the two governing bodies are not substantially the same, the Authority is a discretely presented component unit of the County. Separately issued financial statements for the Authority can be obtained from the County Administrator's office located at 1781 Greenville County Circle, Emporia, Virginia 23847.

The Greenville/Emporia Department of Social Services has also been determined to be a discretely presented component unit of the County. The County's Board of Supervisors appoints a voting majority of the Department's governing body, the existence of a financial benefit and burden between the County and Department, and the County is financially accountable for the Department. All of these factors require the department to be reported as a discretely presented component unit. Separate financial statements for the Department have been issued and can be obtained from their administrative offices located at P.O. Box 1136, Emporia, Virginia 23847.

C. Other Related Organizations

Included in the County's Financial Report

None

Excluded from the County's Financial Report:

Meherrin Regional Library

The Meherrin Regional Library is considered a jointly governed organization and therefore its operations are not included in the County's financial statements. The counties of Greenville, Brunswick and the City of Emporia provide the financial support for the Library and appoint its governing Board, in which is vested the ability to execute contracts and to budget and expend funds. The County appoints two (2) of the ten (10) members of the Board.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

C. Other Related Organizations (Continued)

District 19 Community Services Board

The Board was created by resolution pursuant to state statute and is considered a jointly governed organization and therefore its operations are not included in the county's financial statements. The County appoints two of the Board members; however, the County cannot impose its will on the Board since it does not have the ability to modify or approve the budget or overrule or modify the decisions of the Board. The Board is fiscally independent and there is no financial benefit or burden relationship with the County.

Southside Regional Jail Authority

The Authority was created in 1995 to develop, construct, operate and maintain the regional jail known as Southside Regional Jail Authority. The Jail's service area includes the County of Greenville and the City of Emporia. The Authority is governed by a Board of Directors appointed by the Board of Supervisors of the County of Greenville and City of Emporia, Virginia. The Board of Directors has appointed the Treasurer of Greenville County to serve as fiscal agent. The Board is considered a jointly governed organization and therefore its operations are not included in the County's financial statements. The County cannot impose its will on the Board since it does not have the ability to modify or approve the budget or overrule or modify decisions of the Authority. The Authority is fiscally independent and there is not a financial benefit or burden relationship with the County.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accompanying financial statements are prepared in accordance with pronouncements issued by the Governmental Accounting Standards Board. The principles prescribed by GASB represent generally accepted accounting principles applicable to governmental units.

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

The government-wide Statement of Activities reflects both the gross and net cost per functional category (public safety, public works, health and welfare, etc.) which are otherwise being supported by general government revenues, (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.) The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function (public safety, public works, health and welfare, etc.) or a business-type activity.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

In the fund financial statements, financial transactions and accounts of the County are organized on the basis of funds. The operation of each fund is considered to be an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

1. Governmental Funds

Governmental Funds are those through which most governmental functions typically are financed. The government reports the following major governmental funds:

a. General Fund

The General Fund is the primary operating fund of the County. This fund is used to account for and report all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for service, and interest income. A significant part of the General Fund's revenues is used principally to finance the operations of the Component Unit School Board.

b. Capital Projects Fund

The Capital Projects Fund accounts for and reports all financial resources used for the acquisition or construction of major capital facilities. The Capital Projects Fund is considered a major fund for reporting purposes.

c. Children's Services Act Fund

The Children's Services Act Fund accounts for and reports activity of the CSA program as mandated by the Commonwealth of Virginia. The CSA fund is considered a major fund for reporting purposes.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

d. Public Transportation Fund

The Public Transportation Fund accounts for and reports activity of the Greenville Emporia Transit System. The Public Transportation Fund is considered a major fund for reporting purposes.

e. Fire Department Fund

The Fire Department Fund accounts for and reports activity of the Greenville Emporia Fire Department. The Fire Department Fund is considered a major fund for reporting purposes.

2. Proprietary Funds

The Proprietary Funds account for operations that are financed in a manner similar to private business enterprises. The Proprietary Funds measurement focus is upon determination of net income, financial position, and cash flow. The Proprietary Funds consists of the Enterprise Funds.

The Enterprise Funds account for the financing of services to the general public where all or most of the operating expenses involved are recorded in the form of charges to users of such services. The Solid Waste Fund and Water and Sewer Authority (blended component unit) are Enterprise Funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. The enterprise funds also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

E. Budgets and Budgetary Accounting

The following procedures are used by the County in establishing the budgetary data reflected in the financial statements:

1. Prior to March 30, the County Administrator submits to the Board of Supervisors a proposed operating and capital budget for the fiscal year commencing the following July 1. The operating and capital budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain citizen comments.
3. Prior to June 30, the budget is legally enacted through passage of an Appropriations Resolution.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

E. Budgets and Budgetary Accounting: (Continued)

4. The Appropriations Resolution places legal restrictions on expenditures at the department level or category level. The appropriation for each department or category can be revised only by the Board of Supervisors. The County Administrator is authorized to transfer budgeted amounts within general government departments; however, the School Board is authorized to transfer budgeted amounts within the school system's categories.
5. Formal budgetary integration is employed as a management control device during the year and budgets are legally adopted for the General Fund, Public Transportation Fund and the Capital Projects Funds of the primary government and the School Fund, School Cafeteria Fund and School Capital Projects of the School Board.
6. All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
7. Appropriations lapse on June 30, for all county units.
8. All budgetary data presented in the accompanying financial statements is the original to the current comparison of the final budget and actual results.

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government.

G. Investments

Money market investments, participating interest-earning investment contracts (repurchase agreements) that have a remaining maturity at time of purchase of one year or less, nonparticipating interest-earning investment contracts (nonnegotiable certificates of deposit (CDs)) and external investment pools are measured at amortized cost. All other investments are reported at fair value. Investments in custody of others include unspent bond proceeds and accumulated interest that the County intends to use for capital projects.

H. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans). All other outstanding balances between funds are reported as "advances to/from other funds."

All trade and property tax receivables are shown net of an allowance for uncollectibles. The County calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance amounted to \$214,402 at June 30, 2019 and is comprised solely of property taxes.

Property is assessed at its value on January 1. Property taxes attach as an enforceable lien on property as of January 1. Taxes are payable December 5th. The County bills and collects its own property taxes.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

I. Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure, are reported in the columns in the government-wide financial statements. Capital assets are defined by the County as land, buildings, road registered vehicles, and equipment with an initial individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Interest attributable to capitalized assets as of June 30, 2019 was immaterial.

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

<u>Assets</u>	<u>Years</u>
Infrastructure	30
Buildings and improvements	20-40
Machinery and equipment	3-8
Land Improvements	20

J. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the governmental fund that will pay the leave. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported as an expense in the Statement of Activities and a long-term obligation in the Statement of Net Position. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as "terminal leave" prior to retirement.

K. Long-term Obligations

In the government-wide financial statements, long-term obligations are reported as liabilities in the applicable governmental activities. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

L. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

M. Restricted Cash

General Fund:

The County maintains a Debt Service Reserve Fund restricted for future required debt service payments on the following debt issues:

Series 2015 Lease Revenue Bond	\$ 382,433
Series 2018 Lease Revenue Bond	4,674,911
Series 2011 Lease Revenue Bond	<u>85,945</u>
Total restricted cash, Exhibit 3	\$ <u>5,143,289</u>
Total restricted cash, Exhibit 1	\$ <u><u>5,143,289</u></u>

N. Fund Balances

Financial Policies

The Board of Supervisors meets on a monthly basis to manage and review cash financial activities and to ensure compliance with established policies. It is the County's policy to fund current expenditures with current revenues and the County's mission is to strive to maintain a diversified and stable revenue stream to protect the government from problematic fluctuations in any single revenue source and provide stability to ongoing services. The County's unassigned General Fund balance will be maintained to provide the County with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing.

Fund balances are required to be reported according to the following classifications:

Nonspendable fund balance - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.

Restricted fund balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed fund balance - Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the government's highest level of decision-making authority.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

N. Fund Balances: (Continued)

Assigned fund balance - Amounts that are constrained by the County's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body, another body (such as a Finance Committee), or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.

Unassigned fund balance - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

When fund balance resources are available for a specific purpose in more than one classification, it is the County's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

O. Designated Cash

The County designates cash in the Solid Waste Fund for the following purposes:

Designated for postclosure monitoring	\$ 1,719,028
Designated for landfill closure	<u>1,925,462</u>
Total designated cash	<u>\$ 3,644,490</u>

P. Net Position

Net Position is the difference between a) assets and deferred outflows of resources and b) liabilities and deferred inflows of resources. Net investment in capital assets represents capital assets, less accumulated depreciation, less any outstanding debt related to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Q. Net Position Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 1—Summary of Significant Accounting Policies: (Continued)

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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/expenditure) until then. The County has one item that qualifies for reporting in this category. It is comprised of certain items related to the measurement of the net pension liability and net OPEB liabilities and contributions to the pension and OPEB plans made during the current year and subsequent to the net pension liability and net OPEB liabilities measurement date. For more detailed information on these items, reference the related notes.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has multiple items that qualify for reporting in this category. Under a modified accrual basis of accounting, unavailable revenue representing property taxes receivable is reported in the governmental funds balance sheet. This amount is comprised of uncollected property taxes due prior to June 30, 2nd half installments levied during the fiscal year but due after June 30 and amounts prepaid on the 2nd half installments and is deferred and recognized as an inflow of resources in the period that the amount becomes available. Under the accrual basis, 2nd half installments levied during the fiscal year but due after June 30 and amounts prepaid on the 2nd half installments are reported as deferred inflows of resources. In addition, certain items related to the measurement of the net pension liability and net OPEB liabilities are reported as deferred inflows of resources. For more detailed information on these items, reference the related notes.

S. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County's Retirement Plan and the additions to/deductions from the County's Retirement Plan's net fiduciary position have been determined on the same basis as they were reported by the Virginia Retirement System (VRS). 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.

T. Other Postemployment Benefits (OPEB)

For purposes of measuring the net VRS related OPEB liabilities, deferred outflows of resources and deferred inflows of resources related to the OPEB, and OPEB expense, information about the fiduciary net position of the VRS GLI, HIC, Teacher HIC and Medical and Dental Pay-As-You-Go OPEB Plans and the additions to/deductions from the VRS OPEB Plans' net fiduciary position have been determined on the same basis as they were reported by VRS. In addition, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 2—Deposits and Investments:

Deposits

Deposits with banks are covered by the Federal Deposit Insurance Corporation (FDIC) and collateralized in accordance with the Virginia Security for Public Deposits Act (the “Act”) Section 2.2-4400 et. seq. of the Code of Virginia. Under the Act, banks and savings institutions holding public deposits in excess of the amount insured by the FDIC must pledge collateral to the Commonwealth of Virginia Treasury Board. Financial Institutions may choose between two collateralization methodologies and depending upon that choice, will pledge collateral that ranges in the amounts from 50% to 130% of excess deposits. Accordingly, all deposits are considered fully collateralized.

Investments

Statutes authorize the County to invest in obligations of the United States or agencies thereof, obligations of the Commonwealth of Virginia or political subdivisions thereof, obligations of the International Bank for Reconstruction and Development (World Bank), the Asian Development Bank, the African Development Bank, “prime quality” commercial paper and certain corporate notes, banker’s acceptances, repurchase agreements and the State Treasurer’s Local Government Investment Pool (LGIP).

The County has no formal investment policy addressing the various risks related to investments.

Credit Risk of Debt Securities

The County’s rated debt investments as of June 30, 2019 were rated by Standard & Poor’s and the ratings are presented below using Standard & Poor’s rating scale.

County’s Rated Debt Investments’ Values			
Rated Debt Investments	Fair Quality Ratings		
	AAA	AAAm	
U.S. Agencies Money Market Funds	\$ -	\$ 5,057,344	
Virginia State Non-Arbitrage Pool	-	85,945	
Local Government Investment Pool	-	5,608,510	
Total	\$ -	\$ 10,751,799	

Interest Rate Risk

The County reports the following investment maturities:

Investment Maturities (in years)		
Investment Type	Fair Value	Less Than 1 Year
U.S. Agencies Money Market Funds	\$ 5,057,344	\$ 5,057,344
Virginia State Non-Arbitrage Pool	85,945	85,945
Local Government Investment Pool	5,608,510	5,608,510
Total	\$ 10,751,799	\$ 10,751,799

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 2—Deposits and Investments: (Continued)

External Investment Pools

The value of the positions in the external investment pools (Local Government Investment Pool and State Non-Arbitrage Pool) is the same as the value of the pool shares. As LGIP and SNAP are not SEC registered, regulatory oversight of the pool rests with the Virginia State Treasury. LGIP and SNAP are amortized cost basis portfolios. There are no withdrawal limitations or restrictions imposed on participants.

Other

Discretely Presented Component Unit-Greenville/Emporia Department of Social Services

All funds of the Department are in the custody of the Treasurer of the County.

Discretely Presented Component Unit-Greenville County Industrial Development Authority

All funds of the Authority are in the custody of the Authority's Treasurer.

Note 3—Fair Value Measurements:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The County maximizes the use of observable inputs and minimizes the use of unobservable inputs. Observable inputs are inputs that market participants would use in pricing the asset or liability based on market data obtained from independent sources. Unobservable inputs reflect assumptions that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels as follows:

- Level 1. Quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at a measurement date
- Level 2. Directly or indirectly observable inputs for the asset or liability other than quoted prices
- Level 3. Unobservable inputs that are supported by little or no market activity for the asset or liability

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 3—Fair Value Measurements: (Continued)

The County has the following recurring fair value measurements as of June 30, 2019:

<u>Investment</u>	<u>June 30, 2019</u>	<u>Fair Value Measurement Using Quoted Prices in Active Markets for Identical Assets (Level 1)</u>
U.S. Agencies Money Market Funds	\$ <u>5,057,344</u>	\$ <u>5,057,344</u>
Total	\$ <u><u>5,057,344</u></u>	\$ <u><u>5,057,344</u></u>

Note 4—Due From/To Other Governmental Units:

At June 30, 2019, the County has receivables from other governments as follows:

Primary Government:

Commonwealth of Virginia:

Local Sales Tax	\$ 133,971
Communications Tax	23,994
Children's Services Act	203,056
Other State Funds	<u>187,609</u>
Total due from Commonwealth of Virginia	\$ <u>548,630</u>

Federal government:

Community Development Block Grant	\$ 90,199
Transportation	<u>11,159</u>
Total Due From Other Governmental Units	\$ <u><u>649,988</u></u>

Discretely Presented Component Units:

School Board:

State Sales Tax	\$ 313,762
Federal School Funds	<u>457,146</u>
Total School Board	\$ <u>770,908</u>

Department of Social Services:

State Public assistance	\$ 59,465
Federal Public assistance	<u>100,110</u>
Total Department of Social Services	\$ <u>159,575</u>
Total Discretely Presented Component Units	\$ <u><u>930,483</u></u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 5—Capital Assets:

Primary Government:

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 2,106,648	\$ -	\$ -	\$ 2,106,648
Construction in progress	-	2,176,276	-	2,176,276
Total capital assets not being depreciated	\$ 2,106,648	\$ 2,176,276	\$ -	\$ 4,282,924
Capital assets being depreciated:				
Buildings and improvements	\$ 28,016,008	\$ 58,000	\$ -	\$ 28,074,008
Land Improvements	1,416,126	-	-	1,416,126
Machinery and Equipment	4,114,144	578,131	149,196	4,543,079
Jointly owned assets	9,381,421	-	856,613	8,524,808
Total capital assets being depreciated	\$ 42,927,699	\$ 636,131	\$ 1,005,809	\$ 42,558,021
Accumulated depreciation:				
Buildings and improvements	\$ 7,562,900	\$ 695,559	\$ -	\$ 8,258,459
Land Improvements	768,716	70,807	-	839,523
Machinery and Equipment	3,451,870	252,005	149,196	3,554,679
Jointly owned assets	2,295,442	204,233	212,323	2,287,352
Total accumulated depreciation	\$ 14,078,928	\$ 1,222,604	\$ 361,519	\$ 14,940,013
Total capital assets being depreciated, net	\$ 28,848,771	\$ (586,473)	\$ 644,290	\$ 27,618,008
Governmental activities capital assets, net	\$ 30,955,419	\$ 1,589,803	\$ 644,290	\$ 31,900,932
Business-type Activities:				
Capital assets not being depreciated:				
Land	\$ 2,505,900	\$ 346,852	\$ -	\$ 2,852,752
Construction in progress	13,900,887	14,370,527	12,812,031	15,459,383
Total capital assets not being depreciated	\$ 16,406,787	\$ 14,717,379	\$ 12,812,031	\$ 18,312,135
Capital assets being depreciated:				
Infrastructure and related buildings	\$ 44,502,507	\$ 12,812,033	\$ -	\$ 57,314,540
Buildings and other improvements	4,729,910	-	-	4,729,910
Machinery, Equipment and Furniture	2,660,256	9,420	-	2,669,676
Total capital assets being depreciated	\$ 51,892,673	\$ 12,821,453	\$ -	\$ 64,714,126
Accumulated depreciation:				
Infrastructure and related buildings	\$ 17,289,772	\$ 1,146,825	\$ -	\$ 18,436,597
Buildings and other improvements	1,521,662	182,647	-	1,704,309
Machinery and Equipment	2,337,288	127,433	-	2,464,721
Total accumulated depreciation	\$ 21,148,722	\$ 1,456,905	\$ -	\$ 22,605,627
Total capital assets being depreciated, net	\$ 30,743,951	\$ 11,364,548	\$ -	\$ 42,108,499
Business-type activities, net	\$ 47,150,738	\$ 26,081,927	\$ 12,812,031	\$ 60,420,634

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 5—Capital Assets: (Continued)

Discretely Presented Component Unit School Board:

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Capital assets not being depreciated:				
Land	\$ 437,775	\$ -	\$ -	\$ 437,775
Total capital assets not being depreciated	\$ 437,775	\$ -	\$ -	\$ 437,775
Capital assets being depreciated:				
Buildings and improvements	\$ 35,772,799	\$ -	\$ -	\$ 35,772,799
Machinery and equipment	5,558,635	301,840	-	5,860,475
Jointly owned assets	(9,381,421)	856,613	-	(8,524,808)
Total capital assets being depreciated	\$ 31,950,013	\$ 1,158,453	\$ -	\$ 33,108,466
Accumulated depreciation:				
Buildings and improvements	\$ 16,068,389	\$ 861,560	\$ -	\$ 16,929,949
Machinery and equipment	3,433,230	311,266	-	3,744,496
Jointly owned assets	(2,295,442)	212,323	204,233	(2,287,352)
Total accumulated depreciation	\$ 17,206,177	\$ 1,385,149	\$ 204,233	\$ 18,387,093
Total capital assets being depreciated, net	\$ 14,743,836	\$ (226,696)	\$ (204,233)	\$ 14,721,373
Governmental activities capital assets, net	\$ 15,181,611	\$ (226,696)	\$ (204,233)	\$ 15,159,148

Discretely Presented Component Unit Department of Social Services:

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Capital assets being depreciated:				
Machinery and equipment	\$ 111,171	\$ -	\$ -	\$ 111,171
Accumulated depreciation:				
Machinery and equipment	\$ 91,981	\$ 4,797	\$ -	\$ 96,778
Total capital assets being depreciated, net	\$ 19,190	\$ (4,797)	\$ -	\$ 14,393

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 5—Capital Assets: (Continued)

Discretely Presented Component Unit Industrial Development Authority:

	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2019</u>
Capital assets not being depreciated:				
Land	\$ 31,705	\$ -	\$ -	\$ 31,705
Construction in progress	3,746,015	333,667	4,079,682	-
Total capital assets not being depreciated	<u>\$ 3,777,720</u>	<u>\$ 333,667</u>	<u>\$ 4,079,682</u>	<u>\$ 31,705</u>
Capital assets being depreciated:				
Buildings	\$ 1,664,442	\$ 4,079,682	\$ -	\$ 5,744,124
Accumulated depreciation:				
Buildings	\$ 859,541	\$ 191,471	\$ -	\$ 1,051,012
Total accumulated depreciation	<u>\$ 859,541</u>	<u>\$ 191,471</u>	<u>\$ -</u>	<u>\$ 1,051,012</u>
Total capital assets being depreciated, net	<u>\$ 4,582,621</u>	<u>\$ 4,221,878</u>	<u>\$ 4,079,682</u>	<u>\$ 4,724,817</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Primary Government:
Governmental activities:

General government administration	\$ 483,554
Judicial administration	78,663
Public safety	95,214
Public works	97,607
Education	228,699
Parks and recreation	11,148
Community development	<u>227,719</u>
Total governmental activities	<u>\$ 1,222,604</u>
Business-type activities	<u>\$ 1,456,905</u>
Component Unit-School Board	<u>\$ 1,385,149</u>
Component Unit-Department of Social Services	<u>\$ 4,797</u>
Component Unit-Industrial Development Authority	<u>\$ 191,471</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 6—Due To/From Primary Government/Component Units:

<u>Fund</u>	<u>Due From Primary Government/ Component Unit</u>	<u>Due To Primary Government/ Component Unit</u>
Primary Government:		
Governmental Funds	\$ 479,381	\$ 1,085,188
Discretely Presented Component Units:		
School Board:		
School Operating Fund	1,085,188	-
Department of Social Services:		
Virginia Public Assistance Fund	-	479,381
Total	\$ <u>1,564,569</u>	\$ <u>1,564,569</u>
Interfund Transfers:		
<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Primary Government:		
General Fund	\$ -	\$ 1,025,483
Children's Act Fund	183,697	-
Fire Department Fund	291,980	-
Capital Projects Fund	549,806	-
Total	\$ <u>1,025,483</u>	\$ <u>1,025,483</u>

Transfers are used: to (1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgeting authorization.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements As of June 30, 2019 (Continued)

Note 7—Long-term Obligations:

Changes in Long-term Obligations:

The following is a summary of long-term obligations transactions of the County and Component Units for the year ended June 30, 2019:

	Restated Balance July 1, 2018	Issuances/ Additions	Retirements/ Deletions	Balance June 30, 2019	Due Within One Year
Primary Government:					
<u>Governmental Activities</u>					
Direct borrowings and direct placements:					
Revenue bonds	\$ 9,726,987	\$ 6,040,000	\$ 702,834	\$ 15,064,153	\$ 855,425
Premium on bonds	436,036	538,227	42,036	932,227	63,953
USDA loans	5,833,036	-	167,358	5,665,678	153,639
Note payable	1,021,127	-	84,303	936,824	87,869
Bond anticipation note	-	3,300,000	3,300,000	-	-
Loans payable	182,126	-	47,078	135,048	48,648
Literary fund loans	4,125,000	-	375,000	3,750,000	375,000
VPSSA bonds	520,000	-	160,000	360,000	45,000
Other liabilities:					
Net OPEB liabilities	621,224	144,247	106,167	659,304	-
Net pension liability	872,644	2,021,692	2,359,569	534,767	-
Compensated absences	416,013	-	22,125	393,888	39,389
Total Governmental Activities	<u>\$ 23,754,193</u>	<u>\$ 12,044,166</u>	<u>\$ 7,366,470</u>	<u>\$ 28,431,889</u>	<u>\$ 1,668,923</u>
<u>Business-type Activities</u>					
Direct borrowings and direct placements:					
Revenue bonds	\$ 11,530,000	\$ -	\$ 825,000	\$ 10,705,000	\$ 860,000
USDA loans	-	9,800,000	-	9,800,000	-
Interim Financing	267,461	9,532,539	9,800,000	-	-
Premium on bonds	1,261,011	-	89,594	1,171,417	89,594
Loan payable	90,036	-	13,266	76,770	14,220
Other liabilities:					
Landfill closure and postclosure liability	2,534,173	205,661	-	2,739,834	-
Net OPEB liabilities	132,156	9,095	27,250	114,001	-
Net pension liability	499,115	389,253	678,414	209,954	-
Compensated absences	259,555	-	6,971	252,584	25,257
Total Business-type Activities	<u>\$ 16,573,507</u>	<u>\$ 19,936,548</u>	<u>\$ 11,440,495</u>	<u>\$ 25,069,560</u>	<u>\$ 989,071</u>
Component Unit Industrial Development Authority					
Direct borrowings and direct placements:					
Bonds and notes payable	<u>\$ 4,340,449</u>	<u>\$ -</u>	<u>\$ 178,954</u>	<u>\$ 4,161,495</u>	<u>\$ 185,455</u>
Component Unit Department of Social Services					
Other liabilities:					
Compensated absences	\$ 153,690	\$ 4,394	\$ -	\$ 158,084	\$ 15,808
Net OPEB liabilities	150,866	21,405	19,779	152,492	-
Net pension liability	1,258,638	658,366	590,115	1,326,889	-
Total Department of Social Services	<u>\$ 1,563,194</u>	<u>\$ 684,165</u>	<u>\$ 609,894</u>	<u>\$ 1,637,465</u>	<u>\$ 15,808</u>
Component Unit School Board					
Other liabilities:					
Net OPEB liabilities	\$ 3,688,400	\$ 542,800	\$ 487,600	\$ 3,743,600	\$ -
Net pension liability	19,184,000	5,149,000	5,458,000	18,875,000	-
Total School Board	<u>\$ 22,872,400</u>	<u>\$ 5,691,800</u>	<u>\$ 5,945,600</u>	<u>\$ 22,618,600</u>	<u>\$ -</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Primary Government—Governmental Activities:

Annual requirements to amortize long-term obligations are as follows:

Year Ending June 30,	Direct Borrowings and Direct Placements					
	Primary Government					
	Revenue Bonds		VPSA Bonds		Note payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 855,425	\$ 618,212	\$ 45,000	\$ 40,356	\$ 87,869	\$ 37,219
2021	880,141	584,810	45,000	40,356	91,586	33,503
2022	917,987	547,854	45,000	40,356	95,460	29,629
2023	958,971	509,187	45,000	40,356	99,498	25,591
2024	999,098	468,689	45,000	40,356	103,706	21,382
2025	1,000,531	426,864	45,000	40,356	108,093	16,996
2026	1,017,000	385,524	45,000	40,356	112,665	12,423
2027	1,055,000	342,795	45,000	40,356	117,431	7,658
2028	1,093,000	302,068	-	-	120,516	417
2029	747,000	269,544	-	-	-	-
2030	270,000	242,013	-	-	-	-
2031	290,000	228,406	-	-	-	-
2032	300,000	214,166	-	-	-	-
2033	315,000	199,722	-	-	-	-
2034	325,000	184,865	-	-	-	-
2035	345,000	169,259	-	-	-	-
2036	360,000	153,794	-	-	-	-
2037	375,000	138,422	-	-	-	-
2038	395,000	122,304	-	-	-	-
2039	410,000	105,462	-	-	-	-
2040	250,000	91,613	-	-	-	-
2041	260,000	80,831	-	-	-	-
2042	270,000	69,625	-	-	-	-
2043	170,000	60,413	-	-	-	-
2044	180,000	53,194	-	-	-	-
2045	185,000	45,016	-	-	-	-
2046	195,000	35,828	-	-	-	-
2047	205,000	26,178	-	-	-	-
2048	215,000	16,066	-	-	-	-
2049	225,000	5,441	-	-	-	-
Total	<u>\$ 15,064,153</u>	<u>\$ 6,698,163</u>	<u>\$ 360,000</u>	<u>\$ 322,848</u>	<u>\$ 936,824</u>	<u>\$ 184,818</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Primary Government—Governmental Activities: (Continued)

Annual requirements to amortize long-term obligations are as follows: (Continued)

Year Ending June 30,	Direct Borrowings and Direct Placements					
	Primary Government					
	Loans Payable		Literary Loans		USDA Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 48,648	\$ 939	\$ 375,000	\$ 75,000	\$ 153,639	\$ 217,799
2021	50,274	628	375,000	67,500	159,323	212,115
2022	29,863	310	375,000	60,000	165,293	206,145
2023	6,263	34	375,000	52,500	171,450	199,988
2024	-	-	375,000	45,000	177,838	193,600
2025	-	-	375,000	37,500	184,432	187,006
2026	-	-	375,000	30,000	191,341	180,097
2027	-	-	375,000	22,500	198,476	172,962
2028	-	-	375,000	15,000	205,879	165,559
2029	-	-	375,000	7,500	213,529	157,909
2030	-	-	-	-	221,528	149,910
2031	-	-	-	-	229,797	141,641
2032	-	-	-	-	234,620	132,962
2033	-	-	-	-	216,537	127,642
2034	-	-	-	-	132,948	115,552
2035	-	-	-	-	135,499	110,814
2036	-	-	-	-	121,693	105,020
2037	-	-	-	-	126,445	100,269
2038	-	-	-	-	131,431	95,282
2039	-	-	-	-	136,591	90,122
2040	-	-	-	-	141,957	84,756
2041	-	-	-	-	147,518	79,195
2042	-	-	-	-	153,335	73,378
2043	-	-	-	-	159,366	67,347
2044	-	-	-	-	165,637	61,076
2045	-	-	-	-	172,145	54,568
2046	-	-	-	-	178,936	47,777
2047	-	-	-	-	185,986	40,727
2048	-	-	-	-	193,316	33,397
2049	-	-	-	-	200,932	25,781
2050	-	-	-	-	176,558	20,576
2051	-	-	-	-	143,752	10,748
2052	-	-	-	-	125,204	5,321
2053	-	-	-	-	12,747	2,183
Total	\$ 135,048	\$ 1,911	\$ 3,750,000	\$ 412,500	\$ 5,665,678	\$ 3,669,224

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Primary Government—Business-type Activities:

Annual requirements to amortize long-term obligations are as follows:

Year Ended Sept. 30,	Direct Borrowings and Direct Placements									
	Water and Sewer Revenue Bonds									
	2014 Refunding		2013 Refunding		2012B		2016B		2011B	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 75,000	\$ 82,881	\$ 375,000	\$ 15,469	\$ 5,000	\$ 8,450	\$ 40,000	\$ 75,181	\$ 70,000	\$ 60,588
2020	80,000	79,038	-	-	5,000	8,194	40,000	73,731	70,000	57,450
2021	80,000	75,388	-	-	10,000	7,938	40,000	71,931	75,000	54,363
2022	85,000	71,288	-	-	10,000	7,425	45,000	70,131	80,000	50,519
2023	95,000	66,931	-	-	10,000	6,913	45,000	67,825	85,000	46,419
2024	100,000	62,063	-	-	10,000	6,400	50,000	65,519	90,000	42,063
2025	100,000	56,938	-	-	10,000	5,938	50,000	63,156	95,000	37,450
2026	105,000	51,813	-	-	10,000	5,475	50,000	61,094	95,000	32,581
2027	110,000	46,781	-	-	10,000	5,038	55,000	59,031	100,000	27,713
2028	110,000	41,494	-	-	10,000	4,650	55,000	56,363	110,000	22,588
2029	115,000	36,156	-	-	10,000	4,263	60,000	53,994	115,000	17,300
2030	125,000	32,213	-	-	10,000	3,875	60,000	51,369	120,000	11,756
2031	130,000	26,206	-	-	10,000	3,550	65,000	49,156	125,000	6,006
2032	140,000	19,944	-	-	15,000	3,225	65,000	46,825	-	-
2033	145,000	13,169	-	-	15,000	2,719	70,000	44,469	-	-
2034	150,000	6,188	-	-	15,000	2,175	70,000	41,956	-	-
2035	-	-	-	-	15,000	1,631	75,000	39,369	-	-
2036	-	-	-	-	15,000	1,088	75,000	37,338	-	-
2037	-	-	-	-	15,000	544	80,000	35,231	-	-
2038	-	-	-	-	-	-	80,000	31,806	-	-
2039	-	-	-	-	-	-	85,000	28,269	-	-
2040	-	-	-	-	-	-	90,000	24,475	-	-
2041	-	-	-	-	-	-	95,000	20,363	-	-
2042	-	-	-	-	-	-	95,000	16,094	-	-
2043	-	-	-	-	-	-	100,000	13,125	-	-
2044	-	-	-	-	-	-	105,000	10,000	-	-
2045	-	-	-	-	-	-	105,000	6,719	-	-
2046	-	-	-	-	-	-	110,000	3,438	-	-
Total	\$ 1,745,000	\$ 768,491	\$ 375,000	\$ 15,469	\$ 210,000	\$ 89,491	\$ 1,955,000	\$ 1,217,958	\$ 1,230,000	\$ 466,796
Premium on bonds	266,362		22,158		-		204,003		142,000	
Total	\$ 2,011,362		\$ 397,158		\$ 210,000		\$ 2,159,003		\$ 1,372,000	

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Primary Government—Business-type Activities: (Continued)

Annual requirements to amortize long-term obligations are as follows: (Continued)

Year Ended Sept. 30,	Direct Borrowings and Direct Placements					
	Infrastructure Revenue Bonds		Note Payable		USDA Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 190,000	\$ 143,056	\$ 14,220	\$ 2,547	\$ -	\$ 222,788
2020	200,000	133,726	14,722	2,045	-	222,788
2021	205,000	126,226	15,242	1,525	165,090	222,788
2022	220,000	117,854	15,780	987	168,843	219,035
2023	230,000	107,633	16,806	372	172,682	215,197
2024	235,000	96,898	-	-	176,607	211,271
2025	250,000	85,815	-	-	180,622	207,256
2026	265,000	73,940	-	-	184,729	203,150
2027	275,000	61,360	-	-	188,928	198,950
2028	285,000	47,060	-	-	193,223	194,655
2029	300,000	32,240	-	-	197,616	190,263
2030	320,000	16,640	-	-	202,108	185,770
2031	-	-	-	-	206,703	181,176
2032	-	-	-	-	211,402	176,477
2033	-	-	-	-	216,208	171,671
2034	-	-	-	-	221,123	166,756
2035	-	-	-	-	226,150	161,729
2036	-	-	-	-	231,291	156,587
2037	-	-	-	-	236,549	151,329
2038	-	-	-	-	241,927	145,952
2039	-	-	-	-	247,426	140,452
2040	-	-	-	-	253,051	134,827
2041	-	-	-	-	258,804	129,074
2042	-	-	-	-	264,688	123,191
2043	-	-	-	-	270,705	117,174
2044	-	-	-	-	276,859	111,020
2045	-	-	-	-	283,153	104,726
2046	-	-	-	-	289,590	98,289
2047	-	-	-	-	296,173	91,705
2048	-	-	-	-	302,906	84,972
2049	-	-	-	-	309,793	78,086
2050	-	-	-	-	316,835	71,043
2051	-	-	-	-	324,038	63,841
2052	-	-	-	-	331,404	56,474
2053	-	-	-	-	338,938	48,940
2054	-	-	-	-	346,644	41,235
2055	-	-	-	-	354,524	33,354
2056	-	-	-	-	362,584	25,295
2057	-	-	-	-	370,826	17,052
2058	-	-	-	-	379,258	8,622
Total	\$ 2,975,000	\$ 1,042,448	\$ 76,770	\$ 7,476	\$ 9,800,000	\$ 5,384,960
Premium on bonds	207,342					
Total	\$ 3,182,342					

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Primary Government—Business-type Activities: (Continued)

Annual requirements to amortize long-term obligations are as follows: (Continued)

Year Ended June 30,	Direct Borrowings and Direct Placements	
	Landfill Revenue Bonds	
	2013A	
	Principal	Interest
2020	\$ 105,000	\$ 95,963
2021	110,000	90,754
2022	115,000	86,513
2023	120,000	82,041
2024	125,000	76,113
2025	135,000	70,201
2026	140,000	64,348
2027	145,000	58,163
2028	150,000	51,554
2029	160,000	44,560
2030	165,000	37,182
2031	175,000	29,469
2032	180,000	21,391
2033	190,000	12,874
2034	200,000	4,250
Total	\$ 2,215,000	\$ 825,376
Premium on bonds	329,552	
Total	\$ 2,544,552	

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Details of Long-term Indebtedness:

	<u>Amount Outstanding</u>
<u>Primary Government--Governmental Activities:</u>	
<u>Direct Borrowings and Direct Placements:</u>	
<u>State Literary Fund Loans:</u>	
Authorized \$7,500,000, issued February 2009, payable annually at \$375,000 principal over 20 years through 2029, plus interest payable at 2%	\$ <u>3,750,000</u>
<u>Virginia Public School Authority Bonds:</u>	
Authorized \$760,000 QSC Bonds, Series 2010-1, issued July 1, 2010, payable annually at \$85,356 annually through 2027, plus interest paid semi-annually and reimbursed by a federal tax credit equal to the interest paid of 5.31%	\$ <u>360,000</u>
<u>Revenue Bonds:</u>	
Authorized \$6,440,000 refunding revenue bonds, issued December 20, 2013, payable at various amounts from \$505,484 to \$507,289 annually through fiscal year 2029, interest at 2.93%	\$ 4,336,000
Authorized \$516,000 lease revenue bonds, issued September 15, 2009, payable in monthly installments of \$4,003 through fiscal year 2025, interest at 4.71%	223,040
Authorized \$6,040,000 lease revenue bonds, issued November 2018, with variable principal payments due annually. Interest is payable in semi-annual installments through April 2019 at interest rates ranging 4.125% - 5.125%. The bond was issued to finance the sheriffs office expansion (\$2,270,000) and construction of the DSS building (\$3,770,000). The bond is payable through October 2038 (\$2,270,000) and October 2048 (\$3,770,000).	6,040,000

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Details of Long-term Indebtedness: (Continued)

	<u>Amount Outstanding</u>
<u>Primary Government--Governmental Activities: (Continued)</u>	
<u>Direct Borrowings and Direct Placements:</u>	
<u>Revenue Bonds: (Continued)</u>	
Authorized \$243,175 lease revenue bonds, issued September 15, 2009, payable in monthly installments of \$1,886 through fiscal year 2025, interest at 4.71%	\$ 105,113
Authorized \$1,355,000 2011A VRA bonds, issued May 18, 2011, payable at various amounts from \$20,000 to \$80,000 annually through fiscal year 2042, plus interest at 4.62%	1,185,000
Authorized \$700,000 lease revenue bonds, issued August 2, 2012, payable at various amounts from \$23,694 to \$28,881 annually through fiscal year 2042, plus interest at 3.625% - 5.125%	400,000
Authorized \$3,690,000 lease revenue bonds, issued May 28, 2015, payable at various amounts from \$375,344 to \$380,788 annually through fiscal year 2028, plus interest at 2.78%	<u>2,775,000</u>
Total Revenue Bonds	<u>\$ 15,064,153</u>
<u>USDA Loans:</u>	
Authorized \$1,345,650 USDA Rural Development bonds, issued June 30, 2009, payable at \$72,531 annually through fiscal year 2049, plus interest paid at 4.375%	\$ 1,189,774
Authorized \$371,530 USDA Rural Development bonds, issued September 17, 2010, payable in installments of \$18,975 annually through fiscal year 2051, interest at 4.00%	339,045
Authorized \$1,425,600 USDA Rural Development bonds, issued December 1, 2010, payable at yearly installments of \$70,154 annually through fiscal year 2050 and a balloon payment of \$891,143 due in FY 2051, interest at 4.5%	1,295,923
Authorized \$442,720 USDA Rural Development bonds, issued December 8, 2011, payable at \$21,787 annually through fiscal year 2053 plus interest paid at 3.75%	255,127
Authorized \$482,000 USDA Rural Development bonds, issued November 16, 2012, payable at \$33,919 annually through fiscal year 2028, interest at 3.50%	349,377
Authorized \$1,265,000 USDA Rural Development bonds, issued November 16, 2012, payable at \$89,019 annually through fiscal year 2034 plus interest paid at 3.50%	959,055
Authorized \$1,399,273 USDA Rural Development bonds, issued June 1, 2012, payable at \$65,053 annually through fiscal year 2053, plus interest paid at 3.375%	<u>1,277,377</u>
Total USDA Loans	<u>\$ 5,665,678</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Details of Long-term Indebtedness: (Continued)

	<u>Amount Outstanding</u>
<u>Primary Government--Governmental Activities: (Continued)</u>	
<u>Direct Borrowings and Direct Placements:</u>	
<u>Note Payable:</u>	
Note payable dated November 1, 2006 with First Community Bank, drawdowns not to exceed \$1,700,000, principal and interest due semi-annually, total annual payments of \$125,088, interest at 4.15%	\$ <u>936,824</u>
<u>Loans Payable:</u>	
Loan payable dated November 17, 2015 to City of Emporia, VA of \$98,070, principal and interest due in monthly installments of \$1,259.47 through November 2022, interest at 2.17%. The County is responsible for 65.38% of the total note of \$150,000	\$ 49,727
Loan payable dated November 3, 2011 to City of Emporia, VA of \$308,675, principal and interest due in monthly installments of \$3,090.38 through November 2021, interest at 3.75%. The County is responsible for 67.08% of the total note of \$460,160	<u>85,321</u>
Total Loans Payable	\$ <u>135,048</u>
<u>Other Liabilities:</u>	
Compensated Absences	\$ <u>393,888</u>
Premium on bonds	\$ <u>932,227</u>
Net pension liability	\$ <u>534,767</u>
Net OPEB liabilities	\$ <u>659,304</u>
Total Primary Government-Governmental Activities	<u>\$ 28,431,889</u>
<u>Primary Government--Business-type Activities:</u>	
<u>Solid Waste Fund:</u>	
<u>Other Liabilities:</u>	
Landfill closure and postclosure liability	\$ <u>2,739,834</u>
Compensated absences	\$ <u>21,893</u>
<u>Direct Borrowings and Direct Placements:</u>	
<u>Revenue Bonds:</u>	
Authorized \$2,695,000 lease revenue bonds, issued August 2, 2012, payable at various amounts from \$200,754 to \$205,669 annually through fiscal year 2034, plus interest at 3.124% - 4.845%	\$ <u>2,215,000</u>
Premium on bonds	\$ <u>329,552</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Details of Long-term Indebtedness: (Continued)

	<u>Amount Outstanding</u>
<u>Primary Government--Business-type Activities: (Continued)</u>	
<u>Water and Sewer Authority:</u>	
<u>Direct Borrowings and Direct Placements:</u>	
<u>Loan Payable:</u>	
\$235,629 Water & Sewer loan payable issued May 30, 2003, due in semi-annual payments of principal and interest of \$8,387, through September 1, 2023, interest at 3.50%	\$ <u>76,770</u>
<u>Revenue Bonds:</u>	
\$2,105,000 Water & Sewer Refunding Revenue Bonds series 2013C issued November 6, 2013, due in various semi-annual installments of principal and interest through October 1, 2019, interest of 1.74% payable semi-annually	\$ 375,000
Premiums on bonds	841,865
\$240,000 Water & Sewer Refunding Revenue Bonds Series 2012B, issued July 12, 2012, due in various semi-annual payments of principal and interest through October 1, 2037, variable interest of 3.125% -5.125% and payable semi-annually.	210,000
\$1,640,000 Water & Sewer Refunding Revenue Bonds Series 2011, issued October 15, 2011, due in various semi-annual payments of principal and interest through November 1, 2031, interest of 5.5% and payable semi-annually.	1,230,000
\$4,435,000 Water & Sewer Refunding Revenue Bonds Series 2010, issued June 16, 2010, due in various semi-annual payments of principal and interest through October 1, 2030, variable interest of 2.2% - 5.2% and payable semi-annually.	2,975,000
\$2,025,000 Water & Sewer Revenue Bonds series 2016B issued July 27, 2016, due in various semi-annual payments of principal and interest through October 1, 2046, interest payable semi-annually at 3.17%.	1,955,000
\$365,000 Water and Sewer Refunding Revenue Bonds Series 2014C, issued November 5, 2014, due in various semi-annual payments of principal and interest through October 1, 2034, interest payable semi-annually at 3.50%.	305,000
\$2,175,000 Water and Sewer Refunding Revenue Bonds Series 2014C, issued November 5, 2014, due in various semi-annual payments of principal and interest through October 1, 2034, interest payable semi-annually at 3.26%.	<u>1,440,000</u>
Total revenue bonds	\$ <u>9,331,865</u>
<u>USDA Loans:</u>	
\$9,800,000 Rural development loan series 2018A issued September 20, 2018, due in annual payments of principal and interest through September 20, 2058, interest payable at 2.25%	\$ <u>9,800,000</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 7—Long-term Obligations: (Continued)

Details of Long-term Indebtedness: (Continued)

	<u>Amount Outstanding</u>
<u>Primary Government--Business-type Activities: (Continued)</u>	
<u>Other Liabilities:</u>	
Net OPEB liabilities	\$ 114,001
Net pension liability	\$ 209,954
Compensated absences	\$ 230,691
Total Primary Government--Business-type Activities	\$ 25,069,560
Total Primary Government	\$ 53,501,449
<u>Discretely Presented Component Unit-Greenville County School Board</u>	
<u>Other Liabilities:</u>	
Net OPEB liabilities	\$ 3,743,600
Net pension liability	18,875,000
Total School Board	\$ 22,618,600
<u>Discretely Presented Component Unit-Greenville/Emporia Department of Social Services</u>	
<u>Other Liabilities:</u>	
Compensated absences	\$ 158,084
Net OPEB liabilities	152,492
Net pension liability	1,326,889
To	\$ 1,637,465
<u>Discretely Presented Component Unit-Industrial</u>	
<u>Direct Borrowings and Direct Placements:</u>	
<u>Notes Payable:</u>	
On August 2, 2017, the Authority issued Series 2017B lease revenue taxable bonds in the amount of \$3,795,000. Principal is payable annually on October 1st starting October 1, 2018 through October 1, 2037 in varying amounts with interest payable semi-annually at rates from 1.774% to 4.053%.	\$ 3,655,000
On July 19, 2010, the Authority entered in a note payable agreement in the amount of \$825,000 with the Greenville County Water and Sewer Authority. The proceeds were used to refinance the note payable agreement dated February 11, 2005 with an outstanding balance of \$820,594. Payments are due monthly in the amount of \$4,913 through July 15, 2030, interest at 5.0%.	506,495
Total Industrial Development Authority	\$ 4,161,495
Total long-term obligations, reporting entity	\$ 81,919,009

The County is paying \$3,090 monthly to the City of Emporia for their portion of a note payable for a fire truck. The City of Emporia owns the truck. The County began paying on December 3, 2011 and will complete payment requirements on November 3, 2021. The total cost to the County is \$370,846, interest at 3.75%.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan:

Plan Description

All full-time, salaried permanent employees of the County are automatically covered by a VRS Retirement Plan upon employment. This is an agent multiple-employer plan administered by the Virginia Retirement System (the System) along with plans for other employer groups in the Commonwealth of Virginia. Members earn one month of service credit for each month they are employed and for which they and their employer pay contributions to VRS. Members are eligible to purchase prior service, based on specific criteria as defined in the Code of Virginia, as amended. Eligible prior service that may be purchased includes prior public service, active military service, certain periods of leave, and previously refunded service.

Benefit Structures

The System administers three different benefit structures for covered employees - Plan 1, Plan 2 and Hybrid. Each of these benefit structures has different eligibility criteria, as detailed below.

- a. Employees hired before July 1, 2010, vested as of January 1, 2013, and have not taken a refund, are covered under Plan 1, a defined benefit plan. Non-hazardous duty employees are eligible for an unreduced retirement benefit beginning at age 65 with at least 5 years of creditable service or age 50 with at least 30 years of creditable service. Non-hazardous duty employees may retire with a reduced benefit as early as age 55 with at least 5 years of creditable service or age 50 with at least 10 years of creditable service. Hazardous duty employees (law enforcement officers, firefighters, and sheriffs) are eligible for an unreduced benefit beginning at age 60 with at least 5 years of creditable service or age 50 with at least 25 years of creditable service. Hazardous duty employees may retire with a reduced benefit as early as age 50 with at least 5 years of creditable service.
- b. Employees hired on or after July 1, 2010, or their membership date is before July 1, 2010, and they were not vested as of January 1, 2013 are covered under Plan 2, a defined benefit plan. Non-hazardous duty employees are eligible for an unreduced benefit beginning at their normal social security retirement age with at least 5 years of creditable service or when the sum of their age and service equals 90. Non-hazardous duty employees may retire with a reduced benefit as early as age 60 with at least 5 years of creditable service. Hazardous duty employees are eligible for an unreduced benefit beginning at age 60 with at least 5 years of creditable service or age 50 with at least 25 years of creditable service. Hazardous duty employees may retire with a reduced benefit as early as age 50 with at least 5 years of creditable service.
- c. Non-hazardous duty employees hired on or after January 1, 2014 are covered by the Hybrid Plan combining the features of a defined benefit plan and a defined contribution plan. Plan 1 and Plan 2 members also had the option of opting into this plan during the election window held January 1 - April 30, 2014 with an effective date of July 1, 2014. Employees covered by this plan are eligible for an unreduced benefit beginning at their normal social security retirement age with at least 5 years of creditable service, or when the sum of their age and service equal 90. Employees may retire with a reduced benefit as early as age 60 with at least 5 years of creditable service. For the defined contribution component, members are eligible to receive distributions upon leaving employment, subject to restrictions.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Average Final Compensation and Service Retirement Multiplier

The VRS defined benefit is a lifetime monthly benefit based on a retirement multiplier as a percentage of the employee's average final compensation multiplied by the employee's total creditable service. Under Plan 1, average final compensation is the average of the employee's 36 consecutive months of highest compensation and the multiplier is 1.7% for non-hazardous duty employees, 1.85% for sheriffs and regional jail superintendents, and 1.7% or 1.85% for hazardous duty employees as elected by the employer. Under Plan 2, average final compensation is the average of the employee's 60 consecutive months of highest compensation and the retirement multiplier is 1.65% for non-hazardous duty employees, 1.85% for sheriffs and regional jail superintendents, and 1.7% or 1.85% for hazardous duty employees as elected by the employer. Under the Hybrid Plan, average final compensation is the average of the employee's 60 consecutive months of highest compensation and the multiplier is 1.00%. For members who opted into the Hybrid Retirement Plan from Plan 1 or Plan 2, the applicable multipliers for those plans will be used to calculate the retirement benefit for service credited in those plans.

Cost-of-Living Adjustment (COLA) in Retirement and Death and Disability Benefits

Retirees with an unreduced benefit or with a reduced benefit with at least 20 years of creditable service are eligible for an annual COLA beginning July 1 after one full calendar year from the retirement date. Retirees with a reduced benefit and who have less than 20 years of creditable service are eligible for an annual COLA beginning on July 1 after one calendar year following the unreduced retirement eligibility date. Under Plan 1, the COLA cannot exceed 5.00%. Under Plan 2 and the Hybrid Plan, the COLA cannot exceed 3.00%. The VRS also provides death and disability benefits. Title 51.1 of the Code of Virginia, as amended, assigns the authority to establish and amend benefit provisions to the General Assembly of Virginia.

Employees Covered by Benefit Terms

As of the June 30, 2017 actuarial valuation, the following employees were covered by the benefit terms of the pension plan:

	Primary Government
Inactive members or their beneficiaries currently receiving benefits	74
Inactive members:	
Vested inactive members	9
Non-vested inactive members	10
Inactive members active elsewhere in VRS	62
Total inactive members	81
Active members	95
Total covered employees	250

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Contributions

The contribution requirement for active employees is governed by §51.1-145 of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. Employees are required to contribute 5.00% of their compensation toward their retirement

The County’s contractually required employer contribution rate for the year ended June 30, 2019 was 7.81% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2017.

This rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the County were \$368,224 and \$361,497 for the years ended June 30, 2019 and June 30, 2018, respectively.

Net Pension Liability

The net pension liability (NPL) is calculated separately for each employer and represents that particular employer’s total pension liability determined in accordance with GASB Statement No. 68, less that employer’s fiduciary net position. The County’s net pension liability was measured as of June 30, 2018. The total pension liability used to calculate the net pension liability were determined by an actuarial valuation performed as of June 30, 2017, and rolled forward to the measurement date of June 30, 2018.

Actuarial Assumptions - General Employees

The total pension liability for General Employees in the County’s Retirement Plan was based on an actuarial valuation as of June 30, 2017, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2018.

Inflation	2.5%
Salary increases, including inflation	3.5% - 5.35%
Investment rate of return	7.0%, net of pension plan investment expenses, including inflation*

* Administrative expenses as a percent of the market value of assets for the last experience study were found to be approximately 0.06% of the market assets for all of the VRS plans. This would provide an assumed investment return rate for GASB purposes of slightly more than the assumed 7.0%. However, since the difference was minimal, and a more conservative 7.0% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 7.0% to simplify preparation of pension liabilities.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Actuarial Assumptions - General Employees (Continued)

Mortality rates:

Largest 10 - Non-Hazardous Duty: 20% of deaths are assumed to be service related

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates at ages 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

All Others (Non 10 Largest) - Non-Hazardous Duty: 15% of deaths are assumed to be service related

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates at ages 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Largest 10 - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Lowered rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Actuarial Assumptions - General Employees (Continued)

All Others (Non 10 Largest) - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Lowered rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

Actuarial Assumptions - Public Safety Employees with Hazardous Duty Benefits

The total pension liability for Public Safety employees with Hazardous Duty Benefits in the County's Retirement Plan was based on an actuarial valuation as of June 30, 2017, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2018.

Inflation	2.5%
Salary increases, including inflation	3.5% - 4.75%
Investment rate of return	7.0%, net of pension plan investment expenses, including inflation*

* Administrative expenses as a percent of the market value of assets for the last experience study were found to be approximately 0.06% of the market assets for all of the VRS plans. This would provide an assumed investment return rate for GASB purposes of slightly more than the assumed 7.0%. However, since the difference was minimal, and a more conservative 7.0% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 7.0% to simplify preparation of pension liabilities.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Actuarial Assumptions - General Employees (Continued)

Mortality rates:

Largest 10 - Hazardous Duty: 70% of deaths are assumed to be service related

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates at ages 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year, 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

All Others (Non 10 Largest) - Hazardous Duty: 45% of deaths are assumed to be service related

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates at ages 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year, 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Actuarial Assumptions - General Employees (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Largest 10 - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience
Disability Rates	Increased rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

All Others (Non 10 Largest) - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates, and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better fit experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-term Expected Rate of Return	Weighted Average Long-term Expected Rate of Return
Public Equity	40.00%	4.54%	1.82%
Fixed Income	15.00%	0.69%	0.10%
Credit Strategies	15.00%	3.96%	0.59%
Real Assets	15.00%	5.76%	0.86%
Private Equity	15.00%	9.53%	1.43%
Total	100.00%		4.80%
		Inflation	2.50%
	*Expected arithmetic nominal return		7.30%

* The above allocation provides a one-year return of 7.30%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 6.83%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that System member contributions will be made per the VRS Statutes and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Consistent with the phased-in funding provided by the General Assembly for state and teacher employer contributions; the County was also provided with an opportunity to use an alternative employer contribution rate. For the year ended June 30, 2018, the alternate rate was the employer contribution rate used in FY 2012 or 90% of the actuarially determined employer contribution rate

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

Discount Rate : (Continued)

from the June 30, 2015 actuarial valuations, whichever was greater. Through the fiscal year ended June 30, 2018, the rate contributed by the school division for the VRS Teacher Retirement Plan was subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rate. From July 1, 2018 on, participating employers and school divisions are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	Primary Government		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2017	\$ 22,086,297	\$ 21,213,653	\$ 872,644
Changes for the year:			
Service cost	\$ 494,541	\$ -	\$ 494,541
Interest	1,512,239	-	1,512,239
Differences between expected and actual experience	(197,733)	-	(197,733)
Contributions - employer	-	361,497	(361,497)
Contributions - employee	-	238,723	(238,723)
Net investment income	-	1,561,616	(1,561,616)
Benefit payments, including refunds	(965,768)	(965,768)	-
Administrative expenses	-	(13,522)	13,522
Other changes	-	(1,390)	1,390
Net changes	\$ 843,279	\$ 1,181,156	\$ (337,877)
Balances at June 30, 2018	\$ 22,929,576	\$ 22,394,809	\$ 534,767

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

The following presents the net pension liability of the County using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate:

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 8—Pension Plan: (Continued)

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

For the year ended June 30, 2019, the County and recognized pension expense of \$39,262. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 35,583	\$ 131,380
Change in assumptions	-	69,351
Net difference between projected and actual earnings on pension plan investments	-	186,173
Employer contributions subsequent to the measurement date	<u>368,224</u>	<u>-</u>
Total	<u>\$ 403,807</u>	<u>\$ 386,904</u>

\$368,224 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the fiscal year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as follows:

<u>Year Ended June 30</u>	
2020	\$ (31,529)
2021	(83,460)
2022	(218,336)
2023	(17,996)
2024	-
Thereafter	-

Pension Plan Data

Information about the VRS Political Subdivision Retirement Plan is also available in the separately issued VRS 2018 Comprehensive Annual Financial Report (CAFR). A copy of the 2018 VRS CAFR may be downloaded from the VRS website at <http://www.varetire.org/Pdf/Publications/2018-annual-report.pdf>, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 9—Deferred/Unavailable/Revenue:

Deferred/unavailable revenue represents amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Under the modified accrual basis of accounting, such amounts are measurable but not available. Under the accrual basis assessments for future periods are deferred.

The following is a summary of deferred/unavailable revenue for the year ended June 30, 2019:

	<u>Government- wide Statements</u> Governmental Activities	<u>Balance Sheet</u> Governmental Funds
Primary Government:		
General Fund:		
Deferred/Unavailable property tax revenue:		
Unavailable property tax revenue representing uncollected property tax billings that are not available for the funding of current expenditures	\$ -	\$ 248,834
2019 assessments due in December 2019	14,894,302	14,894,302
Prepaid property taxes due in December 2019, but paid in advance by the taxpayers	<u>47,852</u>	<u>47,852</u>
Total deferred/unavailable revenue	<u>\$ 14,942,154</u>	<u>\$ 15,190,988</u>

Note 10—Landfill Closure and Postclosure Care Cost:

State and federal laws and regulations require the County to place a final cover on its Greenville landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as each balance sheet date. The \$2,739,834 reported as landfill closure and postclosure care liability at June 30, 2019 represents the cumulative amount reported based on the use of 40.9 percent of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$3,959,027 as the remaining estimated capacity is filled. The County expects to close the landfill in the year 2025. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. The County intends to fund these costs from tipping fee revenues.

The County has demonstrated financial assurance requirements for closure and postclosure care costs through the submission of a Local Government Financial Test to the Virginia Department of Environmental Quality in accordance with Section 9VAC20-70 of the Virginia Administrative Code. Also, \$3,644,490 has been designated in the Solid Waste Fund for payment of future closure and postclosure care costs.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 11—Risk Management:

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County joined together with other local governments in Virginia to form the Virginia Association of Counties Risk Management Program, a public entity risk pool currently operating as a common risk management and insurance program for participating local governments. The County pays an annual premium to the association for its workers compensation insurance, and general liability insurance.

In the event of a loss deficit and depletion of all available excess insurance, the Association may assess all members in the proportion which the premium of each bears to the total premiums of all members in the year in which such deficit occurs.

The County continues to carry commercial insurance for all other risks of loss, including and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 12—Litigation:

At June 30, 2019, there were no matters of litigation involving the County or which would materially affect the County's financial position should any court decisions on pending matters not be favorable to such entities.

Note 13—City/County School Cost Agreement:

The City of Emporia and the County of Greenville are parties to an agreement that contains provisions for cost sharing, representation and other matters relating to the Greenville County Public School System. The current agreement expired June 30, 2019. The City and County are currently negotiating a new agreement.

Note 14—Surety Bonds:

	<u>Amount</u>
Fidelity and Deposit Company of Maryland - Surety	
Linda B. Edwards, Clerk of the Circuit Court	\$ 25,000
Pamela Lifsey, Treasurer	300,000
Martha S. Swenson, Commissioner of the Revenue	3,000
William T. Jarratt, Jr., Sheriff	30,000
Above constitutional officers' employees - blanket bond	50,000
Hartford Accident & Indemnity Company - Surety:	
Dr. Kim Evans, Superintendent of Schools	10,000
Alicia M. Hargrove, Deputy Clerk of the School Board	10,000
Paige Crewe, Clerk of the School Board	10,000
Amber P. Barbour, Bookkeeper	10,000
LaTina Stephens, Payroll Clerk	10,000

By order dated December 31, 1983, the Judge of the Circuit Court ruled that no bond shall be required for any member of the Greenville County Board of Supervisors.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan):

Plan Description

The Group Life Insurance (GLI) Program was established pursuant to §51.1-500 et seq. of the Code of Virginia, as amended, and which provides the authority under which benefit terms are established or may be amended. All full-time, salaried permanent employees of the state agencies, teachers, and employees of participating political subdivisions are automatically covered by the VRS GLI Program upon employment. This is a cost-sharing multiple-employer plan administered by the Virginia Retirement System (the System), along with pensions and other OPEB plans, for public employer groups in the Commonwealth of Virginia.

In addition to the Basic GLI benefit, members are also eligible to elect additional coverage for themselves as well as a spouse or dependent children through the Optional GLI Program. For members who elect the optional group life insurance coverage, the insurer bills employers directly for the premiums. Employers deduct these premiums from members' paychecks and pay the premiums to the insurer. Since this is a separate and fully insured program, it is not included as part of the GLI Program OPEB.

The specific information for GLI OPEB, including eligibility, coverage and benefits is described below:

Eligible Employees

The GLI Program was established July 1, 1960, for state employees, teachers, and employees of political subdivisions that elect the program. Basic GLI coverage is automatic upon employment. Coverage ends for employees who leave their position before retirement eligibility or who take a refund of their accumulated retirement member contributions and accrued interest.

Benefit Amounts

The GLI Program is a defined benefit plan with several components. The natural death benefit is equal to the employee's covered compensation rounded to the next highest thousand and then doubled. The accidental death benefit is double the natural death benefit. In addition to basic natural and accidental death benefits, the program provides additional benefits provided under specific circumstances that include the following: accidental dismemberment benefit, safety belt benefit, repatriation benefit, felonious assault benefit, and accelerated death benefit option. The benefit amounts are subject to a reduction factor. The benefit amount reduces by 25% on January 1 following one calendar year of separation. The benefit amount reduces by an additional 25% on each subsequent January 1 until it reaches 25% of its original value. For covered members with at least 30 years of creditable service, the minimum benefit payable was set at \$8,000 by statute. This amount is increased annually based on the VRS Plan 2 cost-of-living adjustment and was increased to \$8,279 effective July 1, 2018.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Contributions

The contribution requirements for the GLI Program are governed by §51.1-506 and §51.1-508 of the Code of Virginia, as amended, but may be impacted as a result of funding provided to state agencies and school divisions by the Virginia General Assembly. The total rate for the GLI Program was 1.31% of covered employee compensation. This was allocated into an employee and an employer component using a 60/40 split. The employee component was 0.79% (1.31% x 60%) and the employer component was 0.52% (1.31% x 40%). Employers may elect to pay all or part of the employee contribution; however, the employer must pay all of the employer contribution. Each employer's contractually required employer contribution rate for the year ended June 30, 2019 was 0.52% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2017. The actuarially determined rate, when combined with employee contributions, was expected to finance the costs of benefits payable during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the GLI Program from the entity were \$25,126 and \$24,506 for the years ended June 30, 2019 and June 30, 2018, respectively.

GLI OPEB Liabilities, GLI OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the GLI Program OPEB

At June 30, 2019, the entity reported a liability of \$377,000 for its proportionate share of the Net GLI OPEB Liability. The Net GLI OPEB Liability was measured as of June 30, 2018 and the total GLI OPEB liability used to calculate the Net GLI OPEB Liability was determined by an actuarial valuation as of that date. The covered employer's proportion of the Net GLI OPEB Liability was based on the covered employer's actuarially determined employer contributions to the GLI Program for the year ended June 30, 2018 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2018, the participating employer's proportion was .02478% as compared to .02437% at June 30, 2017.

For the year ended June 30, 2019, the participating employer recognized GLI OPEB expense of \$6,000. Since there was a change in proportionate share between measurement dates, a portion of the GLI OPEB expense was related to deferred amounts from changes in proportion.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

GLI OPEB Liabilities, GLI OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the GLI Program OPEB: (Continued)

At June 30, 2019, the employer reported deferred outflows of resources and deferred inflows of resources related to the GLI OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 18,000	\$ 7,000
Net difference between projected and actual earnings on GLI OPEB program investments	-	12,000
Change in assumptions	-	16,000
Changes in proportion	13,000	-
Employer contributions subsequent to the measurement date	25,126	-
Total	<u>\$ 56,126</u>	<u>\$ 35,000</u>

\$25,126 reported as deferred outflows of resources related to the GLI OPEB resulting from the employer's contributions subsequent to the measurement date will be recognized as a reduction of the Net GLI OPEB Liability in the fiscal year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the GLI OPEB will be recognized in the GLI OPEB expense in future reporting periods as follows:

<u>Year Ended June 30</u>	
2020	\$ (3,000)
2021	(3,000)
2022	(3,000)
2023	-
2024	2,000
Thereafter	3,000

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions

The total GLI OPEB liability was based on an actuarial valuation as of June 30, 2017, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2018.

Inflation	2.5%
Salary increases, including inflation:	
General state employees	3.5%-5.35%
Teachers	3.5%-5.95%
SPORS employees	3.5%-4.75%
VaLORS employees	3.5%-4.75%
JRS employees	4.5%
Locality - General employees	3.5%-5.35%
Locality - Hazardous Duty employees	3.5%-4.75%
Investment rate of return	7.0%, net of investment expenses, including inflation*

*Administrative expenses as a percent of the market value of assets for the last experience study were found to be approximately 0.06% of the market assets for all of the VRS plans. This would provide an assumed investment return rate for GASB purposes of slightly more than the assumed 7.0%. However, since the difference was minimal, and a more conservative 7.0% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 7.0% to simplify preparation of OPEB liabilities.

Mortality Rates - General State Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males set back 1 year, 85% of rates; females set back 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year; females set back 1 year with 1.5% increase compounded from ages 70 to 85.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males 115% of rates; females 130% of rates.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - General State Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 25%

Mortality Rates - Teachers

Pre-Retirement:

RP-2014 White Collar Employee Rates to age 80, White Collar Healthy Annuitant Rates at ages 81 and older projected with scale BB to 2020.

Post-Retirement:

RP-2014 White Collar Employee Rates to age 49, White Collar Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males 1% increase compounded from ages 70 to 90; females set back 3 years with 1.5% increase compounded from ages 65 to 70 and 2.0% increase compounded from ages 75 to 90.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; 115% of rates for males and females.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Teachers: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change

Mortality Rates - SPORS Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - SPORS Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020 and reduced margin for future improvement in accordance with experience
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 85%

Mortality Rates - VaLORS Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - VaLORS Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020 and reduced margin for future improvement in accordance with experience
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 50% to 35%

Mortality Rates - JRS Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males set back 1 year, 85% of rates; females set back 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year; females set back 1 year with 1.5% compounding increase from ages 70 to 85.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males 115% of rates; females 130% of rates.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - JRS Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Decreased rates at first retirement eligibility
Withdrawal Rates	No change
Disability Rates	Removed disability rates
Salary Scale	No change

Mortality Rates - Largest Ten Locality Employers - General Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Largest Ten Locality Employers - General Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

Mortality Rates - Non-Largest Ten Locality Employers - General Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Non-Largest Ten Locality Employers - General Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

Mortality Rates - Largest Ten Locality Employers - Hazardous Duty Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Largest Ten Locality Employers - Hazardous Duty Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Increased disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

Mortality Rates - Non-Largest Ten Locality Employers - Hazardous Duty Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Mortality Rates projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Non-Largest Ten Locality Employers - Hazardous Duty Employees: (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

NET GLI OPEB Liability

The net OPEB liability (NOL) for the GLI Program represents the program's total OPEB liability determined in accordance with GASB Statement No. 74, less the associated fiduciary net position. As of the measurement date of June 30, 2018, NOL amounts for the GLI Program are as follows (amounts expressed in thousands):

		Group Life Insurance OPEB Program
Total GLI OPEB Liability	\$	3,113,508
Plan Fiduciary Net Position		1,594,773
Employers' Net GLI OPEB Liability (Asset)	\$	<u>1,518,735</u>
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability		51.22%

The total GLI OPEB liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The net GLI OPEB liability is disclosed in accordance with the requirements of GASB Statement No. 74 in the System's notes to the financial statements and required supplementary information.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on the System's investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of System's investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-term Expected Rate of Return	Weighted Average Long-term Expected Rate of Return
Public Equity	40.00%	4.54%	1.82%
Fixed Income	15.00%	0.69%	0.10%
Credit Strategies	15.00%	3.96%	0.59%
Real Assets	15.00%	5.76%	0.86%
Private Equity	15.00%	9.53%	1.43%
Total	100.00%		4.80%
		Inflation	2.50%
		*Expected arithmetic nominal return	7.30%

*The above allocation provides a one-year return of 7.30%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 6.83%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total GLI OPEB liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made per the VRS guidance and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ended June 30, 2018, the rate contributed by the entity for the GLI OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly which was 100% of the actuarially determined contribution rate. From July 1, 2018 on, employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the GLI OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of eligible employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total GLI OPEB liability.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 15—Group Life Insurance (GLI) Program (OPEB Plan): (Continued)

Sensitivity of the Employer's Proportionate Share of the Net GLI OPEB Liability to Changes in the Discount Rate

The following presents the employer's proportionate share of the net GLI OPEB liability using the discount rate of 7.00%, as well as what the employer's proportionate share of the net GLI OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate:

	Rate		
	1% Decrease	Current Discount	1% Increase
	(6.00%)	(7.00%)	(8.00%)
County's proportionate share of the Group Life Insurance Program Net OPEB Liability	\$ 492,000	\$ 377,000	\$ 283,000

GLI Program Fiduciary Net Position

Detailed information about the GLI Program's Fiduciary Net Position is available in the separately issued VRS 2018 Comprehensive Annual Financial Report (CAFR). A copy of the 2018 VRS CAFR may be downloaded from the VRS website at <http://www.varetire.org/Pdf/Publications/2018-annual-report.pdf>, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan):

Plan Description

The Political Subdivision Health Insurance Credit (HIC) Program was established pursuant to §51.1-1400 et seq. of the Code of Virginia, as amended, and which provides the authority under which benefit terms are established or may be amended. All full-time, salaried permanent employees of participating political subdivisions are automatically covered by the VRS Political Subdivision HIC Program upon employment. This is an agent multiple-employer plan administered by the Virginia Retirement System (the System), along with pension and other OPEB plans, for public employer groups in the Commonwealth of Virginia. Members earn one month of service credit toward the benefit for each month they are employed and for which their employer pays contributions to VRS. The HIC is a tax-free reimbursement in an amount set by the General Assembly for each year of service credit against qualified health insurance premiums retirees pay for single coverage, excluding any portion covering the spouse or dependents. The credit cannot exceed the amount of the premiums and ends upon the retiree's death.

The specific information about the Political Subdivision HIC Program OPEB, including eligibility, coverage and benefits is described below:

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Eligible Employees

The Political Subdivision Retiree HIC Program was established July 1, 1993 for retired political subdivision employees of employers who elect the benefit and retire with at least 15 years of service credit. Eligible employees include full-time permanent salaried employees of the participating political subdivision who are covered under the VRS pension plan. These employees are enrolled automatically upon employment.

Benefit Amounts

The Political Subdivision Retiree HIC Program is a defined benefit plan that provides a credit toward the cost of health insurance coverage for retired political subdivision employees of participating employers. For employees who retire, the monthly benefit is \$1.50 per year of service per month with a maximum benefit of \$45.00 per month. For employees who retire on disability or go on long-term disability under the Virginia Local Disability Program (VLDP), the monthly benefit is \$45.00 per month.

HIC Program Notes

The monthly HIC benefit cannot exceed the individual premium amount. There is no HIC for premiums paid and qualified under LODA; however, the employee may receive the credit for premiums paid for other qualified health plans. Employees who retire after being on long-term disability under VLDP must have at least 15 years of service credit to qualify for the HIC as a retiree.

Employees Covered by Benefit Terms

As of the June 30, 2017 actuarial valuation, the following employees were covered by the benefit terms of the HIC OPEB plan:

	<u>Number</u>
Inactive members or their beneficiaries currently receiving benefits	<u>10</u>
Total inactive members	<u>10</u>
Active members	<u>41</u>
Total covered employees	<u>51</u>

Contributions

The contribution requirements for active employees is governed by §51.1-1402(E) of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. The County's contractually required employer contribution rate for the year ended June 30, 2019 was .14% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2017. The actuarially determined rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions from the County to the HIC Program were \$3,163 and \$3,711 for the years ended June 30, 2019 and June 30, 2018, respectively.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Net HIC OPEB Liability

The County’s net HIC OPEB liability was measured as of June 30, 2018. The total HIC OPEB liability was determined by an actuarial valuation performed as of June 30, 2017, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2018.

Actuarial Assumptions

The total HIC OPEB liability was based on an actuarial valuation as of June 30, 2017, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2018.

Inflation	2.5%
Salary increases, including inflation:	
Locality - General employees	3.5%-5.35%
Locality - Hazardous Duty employees	3.5%-4.75%
Investment rate of return	7.0%, net of investment expenses, including inflation*

*Administrative expenses as a percent of the market value of assets for the last experience study were found to be approximately 0.06% of the market assets for all of the VRS plans. This would provide an assumed investment return rate for GASB purposes of slightly more than the assumed 7.0%. However, since the difference was minimal, and a more conservative 7.0% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 7.0% to simplify preparation of the OPEB liabilities.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Largest Ten Locality Employers - General Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Life Mortality Table projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Non-Largest Ten Locality Employers - General Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 95% of rates; females 105% of rates.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 3 years; females 1.0% increase compounded from ages 70 to 90.

Post-Disablement:

RP-2014 Disability Life Mortality Table projected with scale BB to 2020; males set forward 2 years, 110% of rates; females 125% of rates.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Largest Ten Locality Employers - Hazardous Duty Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Life Mortality Table projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Increased disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Non-Largest Ten Locality Employers - Hazardous Duty Employees

Pre-Retirement:

RP-2014 Employee Rates to age 80, Healthy Annuitant Rates to 81 and older projected with scale BB to 2020; males 90% of rates; females set forward 1 year.

Post-Retirement:

RP-2014 Employee Rates to age 49, Healthy Annuitant Rates at ages 50 and older projected with scale BB to 2020; males set forward 1 year with 1.0% increase compounded from ages 70 to 90; females set forward 3 years.

Post-Disablement:

RP-2014 Disability Life Mortality Table projected with scale BB to 2020; males set forward 2 years; unisex using 100% male.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from July 1, 2012 through June 30, 2016. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on the System's investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of System's investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-term Expected Rate of Return	Weighted Average Long-term Expected Rate of Return
Public Equity	40.00%	4.54%	1.82%
Fixed Income	15.00%	0.69%	0.10%
Credit Strategies	15.00%	3.96%	0.59%
Real Assets	15.00%	5.76%	0.86%
Private Equity	15.00%	9.53%	1.43%
Total	100.00%		4.80%
		Inflation	2.50%
		*Expected arithmetic nominal return	7.30%

*The above allocation provides a one-year return of 7.30%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 6.83%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total HIC OPEB liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ended June 30, 2018, the rate contributed by the entity for the HIC OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rate. From July 1, 2018 on, employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the HIC OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of eligible employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total HIC OPEB liability.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

Changes in Net HIC OPEB Liability

	Increase (Decrease)		
	Total HIC OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net HIC OPEB Liability (Asset) (a) - (b)
Balances at June 30, 2017	\$ 90,828	\$ 80,904	\$ 9,924
Changes for the year:			
Service cost	\$ 2,244	\$ -	\$ 2,244
Interest	6,146	-	6,146
Differences between expected and actual experience	(5,347)	-	(5,347)
Contributions - employer	-	3,711	(3,711)
Net investment income	-	5,709	(5,709)
Benefit payments	(6,059)	(6,059)	-
Administrative expenses	-	(133)	133
Other changes	-	(424)	424
Net changes	\$ (3,016)	\$ 2,804	\$ (5,820)
Balances at June 30, 2018	\$ 87,812	\$ 83,708	\$ 4,104

Sensitivity of the County's HIC Net OPEB Liability to Changes in the Discount Rate

The following presents the County's HIC Program net HIC OPEB liability using the discount rate of 7.00%, as well as what the County's net HIC OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate:

	Rate		
	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
County's Net HIC OPEB Liability (Asset)	\$ 12,962	\$ 4,104	\$ (3,539)

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 16—Health Insurance Credit (HIC) Program (OPEB Plan): (Continued)

HIC Program OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to HIC Program OPEB

For the year ended June 30, 2019, the County recognized HIC Program OPEB expense of \$1,110. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to the County's HIC Program from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 4,392
Net difference between projected and actual earnings on HIC OPEB plan investments	-	2,100
Change in assumptions	-	2,178
Employer contributions subsequent to the measurement date	<u>3,163</u>	<u>-</u>
Total	<u>\$ 3,163</u>	<u>\$ 8,670</u>

\$3,163 reported as deferred outflows of resources related to the HIC OPEB resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the Net HIC OPEB Liability in the fiscal year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIC OPEB will be recognized in the HIC OPEB expense in future reporting periods as follows:

<u>Year Ended June 30</u>	
2020	\$ (2,276)
2021	(2,276)
2022	(2,275)
2023	(1,271)
2024	(572)
Thereafter	-

HIC Program Plan Data

Information about the VRS Political Subdivision HIC Program is available in the separately issued VRS 2018 Comprehensive Annual Financial Report (CAFR). A copy of the 2018 VRS CAFR may be downloaded from the VRS website at <http://www.varetire.org/Pdf/Publications/2018-annual-report.pdf>, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 17—Health Insurance (Single-employer Defined Benefit Plan)

Plan Description

The County provides postemployment medical coverage for retired employees through a single-employer defined benefit plan. The County may change, add or delete coverage as they deem appropriate and with the approval of the Board of Supervisors. The plan does not grant retirees vested health benefits. The Plan does not issue separate financial statements.

Benefits Provided

Employees who retire from the County with service eligible for VRS benefits (Plan 1 - Age 50 and 10 years of service or Age 55 and 5 years of service; Plan 2 - age 60 and 5 years of service; Hazardous duty - age 50 and 5 years of service) and who are participating in the medical coverage are eligible to elect post-retirement coverage. Retirees are eligible to remain on the medical plan with 100% of the premium paid by the retiree. The retiree's spouse can receive benefits under the plan with the premium to be paid by the retiree. Retirees' coverage ceases at eligibility for Medicare.

Plan Membership

At July 1, 2018 (measurement date), the following employees were covered by the benefit terms:

Total active employees with coverage	124
Total inactive employees or retirees with coverage	<u>2</u>
Total	<u><u>126</u></u>

Contributions

The County does not pre-fund benefits; therefore, no assets are accumulated in a trust fund. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis. The funding requirements are established and may be amended by the County. The amount paid by the County for OPEB as the benefits came due during the year ended June 30, 2019 was \$17,200.

Total OPEB Liability

The County's total OPEB liabilities were measured as of July 1, 2018. The total OPEB liabilities were determined by an actuarial valuation as of July 1, 2018.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 17—Health Insurance (Single-employer Defined Benefit Plan): (Continued)

Health Insurance (Single-employer Defined Benefit Plan): (Continued)

Actuarial Assumptions

The total OPEB liability in the July 1, 2018 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry age actuarial cost method
Discount Rate	3.62%
Inflation	N/A
Healthcare Trend Rate	6.00% for fiscal year end 2019, decreasing 0.50% per year to an ultimate rate of 5.00%.
Salary Increase Rates	2.50%
Retirement Age	Reduced: Age 50 and 10 years of service or Age 55 and 5 years of service; Unreduced: Age 65 and 5 years of service or Age 50 with 30 years of service; Disability: No age or service requirement
Mortality Rates	RP-2014 mortality table, fully generational with base year 2006, projected using two-dimensional mortality improvement scale MP-2018

Discount Rate

The discount rate has been set equal to 3.62% and represents the Municipal GO AA 20-year curve rate as of the measurement date of July 1, 2018.

Changes in Total OPEB Liability

Balances at June 30, 2018	\$	244,300
Changes for the year:		
Service cost		12,000
Interest		8,800
Difference between expected and actual experience		36,500
Benefit payments		(17,200)
Other changes		(6,200)
Net changes	\$	<u>33,900</u>
Balances at June 30, 2019	\$	<u><u>278,200</u></u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 17—Health Insurance (Single-employer Defined Benefit Plan): (Continued)

Health Insurance (Single-employer Defined Benefit Plan): (Continued)

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

The following amounts present the total OPEB liability of the County, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.62%) or one percentage point higher (4.62%) than the current discount rate:

Rates		
	Current	
1% Decrease	Discount	1% Increase
(2.62%)	Rate (3.62%)	(4.62%)
\$ 306,300	\$ 278,200	\$ 253,000

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

The following presents the total OPEB liability of the County, as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (5.00% decreasing by .50% annually to an ultimate rate of 4.00%) or one percentage point higher (7.00% decreasing by .50% annually to an ultimate rate of 6.00%) than the current healthcare cost trend rates:

Rates		
	Healthcare Cost	
1% Decrease	Trend	1% Increase
(5.00% decreasing	(6.00% decreasing	(7.00% decreasing
to 4.00%)	to 5.00%)	to 6.00%)
\$ 246,400	\$ 278,200	\$ 315,500

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 17—Health Insurance (Single-employer Defined Benefit Plan): (Continued)

Health Insurance (Single-employer Defined Benefit Plan): (Continued)

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

For the year ended June 30, 2019, the County recognized OPEB expense in the amount of \$34,000. The Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB as of June 30, 2019 from various sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 5,100
Differences between expected and actual experience	30,200	-
Total	<u>\$ 30,200</u>	<u>\$ 5,100</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30	Amount
2020	\$ 5,200
2021	5,200
2022	5,200
2023	5,200
2024	4,300
Thereafter	-

Additional disclosures on changes in net OPEB liability, related ratios, and employer contributions can be found in the required supplementary information following the notes to the financial statements.

Note 18—Summary of Other Postemployment Benefit Plans

	Deferred Outflows	Deferred Inflows	Net OPEB Liability	OPEB Expense
VRS OPEB Plans:				
Group Life Insurance Program (Note 15)	\$ 56,126	\$ 35,000	\$ 377,000	\$ 6,000
Health Insurance Credit Program (Note 16)	3,163	8,670	4,104	1,110
County Stand-Alone Plan (Note 17)	30,200	5,100	278,200	34,000
Totals	<u>\$ 89,489</u>	<u>\$ 48,770</u>	<u>\$ 659,304</u>	<u>\$ 41,110</u>

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 19—Commitments and Contingencies:

Federal programs in which the County and discretely presented component units participate were audited in accordance with the provisions of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Pursuant to the provisions of this circular all major programs and certain other programs were tested for compliance with applicable grant requirements.

While no matters of noncompliance were disclosed by audit, the Federal Government may subject grant programs to additional compliance test which may result in disallowed expenditures. In the opinion of management, any future disallowance of current grant program expenditures, if any, would be immaterial.

Note 20—Upcoming Pronouncements:

Statement No. 84, *Fiduciary Activities*, establishes criteria for identifying fiduciary activities of all state and local governments for accounting and financial reporting purposes and how those activities should be reported. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

Statement No. 87, *Leases*, requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, provides guidance for reporting capital assets and the cost of borrowing for a reporting period and simplifies accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

Statement No. 90, *Majority Equity Interests - An Amendment of GASB Statements No. 14 and No. 61*, provides guidance for reporting a government's majority equity interest in a legally separate organization and for reporting financial statement information for certain component units. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

Statement No. 91, *Conduit Debt Obligations*, provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

Management is currently evaluating the impact these standards will have on the financial statements when adopted.

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Financial Statements
As of June 30, 2019 (Continued)

Note 21—Adoption of Accounting Principles:

The County implemented the financial reporting provisions of Governmental Accounting Standards Board Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements* during the fiscal year ended June 30, 2019. This Statement clarifies which liabilities governments should include when disclosing information related to debt. It also requires that additional essential information related to debt be disclosed in notes to financial statements. No restatement was required as a result of this implementation.

Note 22—Restatement of Beginning Net Position and Fund Balance:

Beginning net position and fund balance was restated as follows:

	<u>Business-type Activities</u>	
Net Position as reported at June 30, 2018	\$	39,279,047
Implementation of GASB 75 - Water and Sewer Authority		<u>(103,569)</u>
Net Position as restated at June 30, 2018		<u>39,175,478</u>

	<u>General Fund</u>	<u>Fire Department Fund</u>
Fund Balance as reported at June 30, 2018	\$ 8,390,068	\$ -
To separate fire department fund from the general fund	<u>80,373</u>	<u>(80,373)</u>
Fund balance as restated at June 30, 2018	<u>\$ 8,470,441</u>	<u>\$ (80,373)</u>

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION

Note to Required Supplementary Information:

Presented budgets were prepared in accordance with accounting principles generally accepted in the United States of America.

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual Amounts		
REVENUES					
General property taxes	\$ 8,968,810	\$ 8,968,810	\$ 11,779,774	\$ 2,810,964	
Other local taxes	2,409,680	2,409,680	2,705,426	295,746	
Permits, privilege fees, and regulatory licenses	46,500	55,456	62,023	6,567	
Fines and forfeitures	1,327,500	1,327,500	1,785,920	458,420	
Revenue from the use of money and property	337,524	337,524	491,738	154,214	
Charges for services	359,600	363,533	304,452	(59,081)	
Miscellaneous	236,684	254,172	223,094	(31,078)	
Recovered costs	1,466,643	1,468,643	1,492,265	23,622	
Intergovernmental:					
Commonwealth	3,039,939	3,601,751	4,318,181	716,430	
Federal	-	-	201,881	201,881	
Total revenues	\$ 18,192,880	\$ 18,787,069	\$ 23,364,754	\$ 4,577,685	
EXPENDITURES					
Current:					
General government administration	\$ 2,186,379	\$ 2,236,379	\$ 2,186,765	\$ 49,614	
Judicial administration	1,366,198	1,380,994	1,278,298	102,696	
Public safety	4,356,485	5,125,357	4,754,942	370,415	
Public works	1,734,964	1,734,964	1,654,050	80,914	
Health and welfare	424,482	430,673	342,971	87,702	
Education	3,370,429	3,370,829	3,607,378	(236,549)	
Parks, recreation, and cultural	353,130	353,130	341,801	11,329	
Community development	1,200,107	1,631,046	2,356,921	(725,875)	
Debt service:					
Principal retirement	1,452,271	1,452,271	1,452,271	-	
Interest and other fiscal charges	710,910	763,109	785,218	(22,109)	
Total expenditures	\$ 17,155,355	\$ 18,478,752	\$ 18,760,615	\$ (281,863)	
Excess (deficiency) of revenues over (under) expenditures	\$ 1,037,525	\$ 308,317	\$ 4,604,139	\$ 4,295,822	
OTHER FINANCING SOURCES (USES)					
Transfers (out)	\$ (1,037,525)	\$ (1,443,122)	\$ (1,025,483)	\$ 417,639	
Total other financing sources (uses)	\$ (1,037,525)	\$ (1,443,122)	\$ (1,025,483)	\$ 417,639	
Net change in fund balances	\$ -	\$ (1,134,805)	\$ 3,578,656	\$ 4,713,461	
Fund balances - beginning	-	1,134,805	8,470,441	7,335,636	
Fund balances - ending	\$ -	\$ -	\$ 12,049,097	\$ 12,049,097	

Schedule of Changes in Net Pension Liability and Related Ratios
Primary Government
For the Measurement Dates of June 30, 2014 through June 30, 2018

	2018	2017	2016	2015	2014
Total pension liability					
Service cost	\$ 494,541	\$ 473,179	\$ 476,999	\$ 473,858	\$ 473,859
Interest	1,512,239	1,453,548	1,373,724	1,305,833	1,239,710
Differences between expected and actual experience	(197,733)	70,577	171,367	47,885	-
Changes in assumptions	-	(213,835)	-	-	-
Benefit payments, including refunds of employee contributions	(965,768)	(924,273)	(839,230)	(876,186)	(661,734)
Net change in total pension liability	\$ 843,279	\$ 859,196	\$ 1,182,860	\$ 951,390	\$ 1,051,835
Total pension liability - beginning	22,086,297	21,227,101	20,044,241	19,092,851	18,041,016
Total pension liability - ending (a)	\$ 22,929,576	\$ 22,086,297	\$ 21,227,101	\$ 20,044,241	\$ 19,092,851
Plan fiduciary net position					
Contributions - employer	\$ 361,497	\$ 346,929	\$ 420,229	\$ 422,174	\$ 438,233
Contributions - employee	238,723	224,034	218,347	212,789	211,106
Net investment income	1,561,616	2,336,043	331,958	852,949	2,537,289
Benefit payments, including refunds of employee contributions	(965,768)	(924,273)	(839,230)	(876,186)	(661,734)
Administrative expense	(13,522)	(13,576)	(11,912)	(11,733)	(13,550)
Other	(1,390)	(2,073)	(141)	(178)	134
Net change in plan fiduciary net position	\$ 1,181,156	\$ 1,967,084	\$ 119,251	\$ 599,815	\$ 2,511,478
Plan fiduciary net position - beginning	21,213,653	19,246,569	19,127,318	18,527,503	16,016,025
Plan fiduciary net position - ending (b)	\$ 22,394,809	\$ 21,213,653	\$ 19,246,569	\$ 19,127,318	\$ 18,527,503
County's net pension liability - ending (a) - (b)	\$ 534,767	\$ 872,644	\$ 1,980,532	\$ 916,923	\$ 565,348
Plan fiduciary net position as a percentage of the total pension liability	97.67%	96.05%	90.67%	95.43%	97.04%
Covered payroll	\$ 4,712,785	\$ 4,495,740	\$ 4,264,434	\$ 4,273,150	\$ 4,194,830
County's net pension liability as a percentage of covered payroll	11.35%	19.41%	46.44%	21.46%	13.48%

Schedule is intended to show information for 10 year. Information prior to the 2014 valuation is not available. However, additional years will be included as they become available.

Schedule of Employer Contributions - Pension

For the Years Ended June 30, 2010 through June 30, 2019

Date	Contractually Required Contribution (1)	Contributions in Relation to Contractually Required Contribution (2)	Contribution Deficiency (Excess) (3)	Employer's Covered Payroll (4)	Contributions as a % of Covered Employee Payroll (5)
Primary Government					
2019	\$ 368,224	\$ 368,224	\$ -	\$ 4,831,845	7.62%
2018	361,497	361,497	-	4,712,785	7.67%
2017	346,788	346,788	-	4,495,740	7.71%
2016	422,179	422,179	-	4,264,434	9.90%
2015	423,042	423,042	-	4,273,150	9.90%
2014	438,360	438,360	-	4,194,830	10.45%
2013	408,560	408,560	-	3,909,662	10.45%
2012	261,068	261,068	-	3,850,561	6.78%
2011	263,601	263,601	-	3,887,920	6.78%
2010	118,826	118,826	-	3,883,202	3.06%

All contributions are from County records.

Notes to Required Supplementary Information - Pension
For the Year Ended June 30, 2019

Changes of benefit terms - There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions - The following changes in actuarial assumptions were made effective June 30, 2016 based on the most recent experience study of the System for the four-year period ending June 30, 2016:

Largest 10 - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Lowered rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

All Others (Non 10 Largest) - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Lowered rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

Largest 10 - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience
Disability Rates	Increased rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

All Others (Non 10 Largest) - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates, and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better fit experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

Schedule of County's Share of Net OPEB Liability
 Group Life Insurance Program
 For the Measurement Dates of June 30, 2018 and 2017

Date (1)	Employer's Proportion of the Net GLI OPEB Liability (2)	Employer's Proportionate Share of the Net GLI OPEB Liability (3)	Employer's Covered Payroll (4)	Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of Covered Payroll (3)/(4) (5)	Plan Fiduciary Net Position as a Percentage of Total GLI OPEB Liability (6)
Primary Government:					
2018	0.02478%	\$ 377,000	\$ 4,712,785	8.00%	51.22%
2017	0.02437%	367,000	4,495,740	8.16%	48.86%

Schedule is intended to show information for 10 years. Information prior to the 2017 valuation is not available. However, additional years will be included as they become available.

Schedule of Employer Contributions
 Group Life Insurance Program
 For the Years Ended June 30, 2010 through June 30, 2019

Date	Contractually Required Contribution (1)	Contributions in Relation to Contractually Required Contribution (2)	Contribution Deficiency (Excess) (3)	Employer's Covered Payroll (4)	Contributions as a % of Covered Payroll (5)
County:					
2019	\$ 25,126	\$ 25,126	\$ -	\$ 4,831,845	0.52%
2018	24,506	24,506	-	4,712,785	0.52%
2017	23,378	23,378	-	4,495,740	0.52%
2016	20,469	20,469	-	4,264,434	0.48%
2015	20,511	20,511	-	4,273,150	0.48%
2014	20,135	20,135	-	4,194,830	0.48%
2013	18,766	18,766	-	3,909,662	0.48%
2012	10,782	10,782	-	3,850,561	0.28%
2011	10,886	10,886	-	3,887,920	0.28%
2010	7,914	7,914	-	2,931,190	0.27%

Notes to Required Supplementary Information
Group Life Insurance Program
For the Year Ended June 30, 2019

Changes of benefit terms - There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions - The following changes in actuarial assumptions were made effective June 30, 2016 based on the most recent experience study of the System for the four-year period ending June 30, 2016:

General State Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 25%

Teachers

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered rates at older ages and changed final retirement from 70 to 75
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change

SPORS Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020 and reduced margin for future improvement in accordance with experience
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 85%

VaLORS Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020 and reduced margin for future improvement in accordance with experience
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted rates to better fit experience at each year age and service through 9 years of service
Disability Rates	Adjusted rates to better fit experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 50% to 35%

Notes to Required Supplementary Information
Group Life Insurance Program
For the Year Ended June 30, 2019 (Continued)

JRS Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Decreased rates at first retirement eligibility
Withdrawal Rates	No change
Disability Rates	Removed disability rates
Salary Scale	No change

Largest Ten Locality Employers - General Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final
Withdrawal Rates	Adjusted termination rates to better fit experience at each age
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

Non-Largest Ten Locality Employers - General Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

Largest Ten Locality Employers - Hazardous Duty Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Increased disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

Non-Largest Ten Locality Employers - Hazardous Duty Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

Schedule of Changes in Net OPEB Liability and Related Ratios
Health Insurance Credit (HIC) Program
For the Measurement Dates of June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Total HIC OPEB Liability		
Service cost	\$ 2,244	\$ 2,343
Interest	6,146	6,125
Differences between expected and actual experience	(5,347)	-
Changes in assumptions	-	(3,438)
Benefit payments	(6,059)	(3,406)
Net change in total HIC OPEB liability	\$ (3,016)	\$ 1,624
Total HIC OPEB Liability - beginning	90,828	89,204
Total HIC OPEB Liability - ending (a)	\$ <u>87,812</u>	\$ <u>90,828</u>
 Plan fiduciary net position		
Contributions - employer	\$ 3,711	\$ 3,436
Net investment income	5,709	8,370
Benefit payments	(6,059)	(3,406)
Administrative expense	(133)	(136)
Other	(424)	424
Net change in plan fiduciary net position	\$ 2,804	\$ 8,688
Plan fiduciary net position - beginning	80,904	72,216
Plan fiduciary net position - ending (b)	\$ <u>83,708</u>	\$ <u>80,904</u>
 County's net HIC OPEB liability - ending (a) - (b)	\$ 4,104	\$ 9,924
 Plan fiduciary net position as a percentage of the total HIC OPEB liability	95.33%	89.07%
 Covered payroll	\$ 2,182,914	\$ 2,021,155
 County's net HIC OPEB liability as a percentage of covered payroll	0.19%	0.49%

Schedule is intended to show information for 10 years. Information prior to the 2017 valuation is not available. However, additional years will be included as they become available.

Schedule of Employer Contributions
 Health Insurance Credit (HIC) Program
 For the Years Ended June 30, 2010 through June 30, 2019

Date	Contractually Required Contribution (1)	Contributions in Relation to Contractually Required Contribution (2)	Contribution Deficiency (Excess) (3)	Employer's Covered Payroll (4)	Contributions as a % of Covered Payroll (5)
Primary Government:					
2019	\$ 3,163	\$ 3,163	\$ -	\$ 2,259,508	0.14%
2018	3,711	3,711	-	2,182,914	0.17%
2017	3,436	3,436	-	2,021,155	0.17%
2016	3,041	3,041	-	1,900,507	0.16%
2015	3,039	3,039	-	1,899,376	0.16%
2014	1,283	1,283	-	1,833,548	0.07%
2013	2,737	2,737	-	3,909,662	0.07%
2012	3,080	3,080	-	3,850,561	0.08%
2011	3,110	3,110	-	3,887,920	0.08%
2010	7,378	7,378	-	3,883,202	0.19%

Notes to Required Supplementary Information
Health Insurance Credit (HIC) Program
For the Year Ended June 30, 2019

Changes of benefit terms - There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions - The following changes in actuarial assumptions were made effective June 30, 2016 based on the most recent experience study of the System for the four-year period ending June 30, 2016:

Largest Ten Locality Employers - General Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 20%

Non-Largest Ten Locality Employers - General Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages and extended final retirement age from 70 to 75
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Lowered disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 14% to 15%

Largest Ten Locality Employers - Hazardous Duty Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Lowered retirement rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Increased disability rates
Salary Scale	No change
Line of Duty Disability	Increased rate from 60% to 70%

Non-Largest Ten Locality Employers - Hazardous Duty Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Updated to a more current mortality table - RP-2014 projected to 2020
Retirement Rates	Increased age 50 rates and lowered rates at older ages
Withdrawal Rates	Adjusted termination rates to better fit experience at each age and service year
Disability Rates	Adjusted rates to better match experience
Salary Scale	No change
Line of Duty Disability	Decreased rate from 60% to 45%

OPEB - Health Insurance Plan
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Years Ended June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Total OPEB liability		
Service cost	\$ 12,000	\$ 11,700
Interest	8,800	8,600
Changes in assumptions	-	-
Differences between expected and actual experience	36,500	-
Benefit payments	(17,200)	(9,400)
Other changes	(6,200)	-
Net change in total OPEB liability	\$ 33,900	\$ 10,900
Total OPEB liability - beginning	244,300	233,400
Total OPEB liability - ending	<u>\$ 278,200</u>	<u>\$ 244,300</u>
 Covered employee payroll	 \$ 5,991,400	 \$ 5,484,800
 County's total OPEB liability as a percentage of covered employee payroll	 4.64%	 4.45%

Schedule is intended to show information for 10 years. Additional years will be included as they become available.

OPEB - Health Insurance Plan
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Valuation Date: 7/1/2018
Measurement Date: 7/1/2018

No assets are accumulated in a trust that meets the criteria in GASB 75 to pay related benefits.

Methods and assumptions used to determine OPEB liability

Actuarial Cost Method	Entry age actuarial cost method
Discount Rate	3.62%
Inflation	N/A
Healthcare Trend Rate	6.00% for fiscal year end 2019, decreasing 0.50% per year to an ultimate rate of 5.00%.
Salary Increase Rates	2.50%
Retirement Age	Reduced: Age 50 and 10 years of service or Age 55 and 5 years of service; Unreduced: Age 65 and 5 years of service or Age 50 with 30 years of service; Disability: No age or service requirement
Mortality Rates	RP-2014 mortality table, fully generational with base year 2006, projected using two-dimensional mortality improvement scale MP-2018

OTHER SUPPLEMENTARY INFORMATION

This page intentionally left blank

Children's Services Act Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 18,653	\$ 18,653
Recovered costs	-	-	146,727	146,727
Intergovernmental:				
Commonwealth	-	-	703,762	703,762
Federal	-	-	69,078	69,078
Total revenues	\$ -	\$ -	\$ 938,220	\$ 938,220
EXPENDITURES				
Health and welfare	\$ -	\$ -	\$ 1,121,916	\$ (1,121,916)
Total expenditures	\$ -	\$ -	\$ 1,121,916	\$ (1,121,916)
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ (183,696)	\$ (183,696)
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ 183,697	\$ 183,697
Total other financing sources (uses)	\$ -	\$ -	\$ 183,697	\$ 183,697
Net change in fund balances	\$ -	\$ -	\$ 1	\$ 1
Fund balances - beginning	-	-	140,903	140,903
Fund balances - ending	\$ -	\$ -	\$ 140,904	\$ 140,904

Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Revenue from the use of money and property	\$ -	\$ -	\$ 86,226	\$ 86,226
Miscellaneous	462,000	504,434	-	(504,434)
Intergovernmental:				
Commonwealth	2,621,185	2,621,185	-	(2,621,185)
Total revenues	\$ 3,083,185	\$ 3,125,619	\$ 86,226	\$ (3,039,393)
EXPENDITURES				
Capital projects	\$ 10,022,991	\$ 12,139,430	\$ 2,915,354	\$ 9,224,076
Debt service:				
Principal retirement	-	-	3,300,000	(3,300,000)
Interest and other fiscal charges	-	-	247,232	(247,232)
Total expenditures	\$ 10,022,991	\$ 12,139,430	\$ 6,462,586	\$ 5,676,844
Excess (deficiency) of revenues over (under) expenditures	\$ (6,939,806)	\$ (9,013,811)	\$ (6,376,360)	\$ 2,637,451
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 549,806	\$ 1,011,563	\$ 549,806	\$ (461,757)
Premium on bonds payable	-	-	538,227	538,227
Issuance of revenue bonds	6,390,000	7,562,248	6,040,000	(1,522,248)
Issuance of bond anticipation notes	-	440,000	3,300,000	2,860,000
Total other financing sources (uses)	\$ 6,939,806	\$ 9,013,811	\$ 10,428,033	\$ 1,414,222
Net change in fund balances	\$ -	\$ -	\$ 4,051,673	\$ 4,051,673
Fund balances - beginning	-	-	(457,896)	(457,896)
Fund balances - ending	\$ -	\$ -	\$ 3,593,777	\$ 3,593,777

Public Transportation Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Charges for services	\$ 5,000	\$ 5,000	\$ 4,766	\$ (234)
Recovered costs	111,320	111,320	41,918	(69,402)
Intergovernmental:				
Commonwealth	43,436	43,436	38,987	(4,449)
Federal	155,356	161,421	73,677	(87,744)
Total revenues	\$ 315,112	\$ 321,177	\$ 159,348	\$ (161,829)
EXPENDITURES				
Community development - transportation	\$ 315,112	\$ 321,177	\$ 137,016	\$ 184,161
Total expenditures	\$ 315,112	\$ 321,177	\$ 137,016	\$ 184,161
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 22,332	\$ 22,332
Net change in fund balances	\$ -	\$ -	\$ 22,332	\$ 22,332
Fund balances - beginning	-	-	(23,775)	(23,775)
Fund balances - ending	\$ -	\$ -	\$ (1,443)	\$ (1,443)

Fire Department Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Recovered costs	\$ 108,481	\$ 108,481	\$ 78,731	\$ (29,750)
Intergovernmental:				
Commonwealth	-	40,599	40,599	-
Total revenues	\$ 108,481	\$ 149,080	\$ 119,330	\$ (29,750)
EXPENDITURES				
Current:				
Public safety	\$ 304,380	\$ 416,936	\$ 235,619	\$ 181,317
Total expenditures	\$ 304,380	\$ 416,936	\$ 235,619	\$ 181,317
Excess (deficiency) of revenues over (under) expenditures	\$ (195,899)	\$ (267,856)	\$ (116,289)	\$ 151,567
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 195,899	\$ 143,700	\$ 291,980	\$ 148,280
Total other financing sources (uses)	\$ 195,899	\$ 143,700	\$ 291,980	\$ 148,280
Net change in fund balances	\$ -	\$ (124,156)	\$ 175,691	\$ 299,847
Fund balances - beginning	-	124,156	(80,373)	(204,529)
Fund balances - ending	\$ -	\$ -	\$ 95,318	\$ 95,318

Supporting Schedules

This page intentionally left blank

Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund:				
Revenue from local sources:				
General property taxes:				
Real property taxes	\$ 4,100,000	\$ 4,100,000	\$ 4,038,918	\$ (61,082)
Real and personal public service corporation taxes	1,659,810	1,659,810	4,406,672	2,746,862
Personal property taxes	1,953,000	1,953,000	2,115,149	162,149
Mobile home taxes	35,000	35,000	35,993	993
Machinery and tools taxes	990,000	990,000	965,504	(24,496)
Penalties	140,000	140,000	143,955	3,955
Interest	57,000	57,000	51,142	(5,858)
Administrative fee	34,000	34,000	22,441	(11,559)
Total general property taxes	\$ 8,968,810	\$ 8,968,810	\$ 11,779,774	\$ 2,810,964
Other local taxes:				
Local sales and use taxes	\$ 1,043,580	\$ 1,043,580	\$ 1,264,228	\$ 220,648
Consumers' utility taxes	288,000	288,000	294,469	6,469
Business license taxes	410,000	410,000	459,666	49,666
Motor vehicle licenses	195,000	195,000	202,185	7,185
Taxes on recordation and wills	43,000	43,000	38,168	(4,832)
E-911 taxes	43,000	43,000	41,230	(1,770)
Utility consumption taxes	37,100	37,100	48,641	11,541
Restaurant food taxes	275,000	275,000	292,539	17,539
Transient lodging tax	75,000	75,000	64,300	(10,700)
Total other local taxes	\$ 2,409,680	\$ 2,409,680	\$ 2,705,426	\$ 295,746
Permits, privilege fees, and regulatory licenses:				
Animal licenses	\$ 4,500	\$ 4,500	\$ 4,590	\$ 90
Building permits	35,000	35,000	21,469	(13,531)
Transfer fees	-	-	301	301
Permits and other licenses	7,000	15,956	35,663	19,707
Total permits, privilege fees, and regulatory licenses	\$ 46,500	\$ 55,456	\$ 62,023	\$ 6,567
Fines and forfeitures:				
Court fines and forfeitures	\$ 1,320,000	\$ 1,320,000	\$ 1,776,972	\$ 456,972
Collections interest	7,500	7,500	8,948	1,448
Total fines and forfeitures	\$ 1,327,500	\$ 1,327,500	\$ 1,785,920	\$ 458,420
Revenue from use of money and property:				
Revenue from use of money	\$ 30,000	\$ 30,000	\$ 167,601	\$ 137,601
Revenue from use of property	307,524	307,524	324,137	16,613
Total revenue from use of money and property	\$ 337,524	\$ 337,524	\$ 491,738	\$ 154,214
Charges for services:				
Data processing reimbursement	\$ 8,000	\$ 8,000	\$ 9,951	\$ 1,951
Landfill administration	75,000	75,000	75,000	-
Courthouse maintenance fees	30,000	30,000	29,104	(896)
Courthouse security fees	155,000	155,000	143,540	(11,460)
Regional jail fiscal agent fees	30,000	30,000	30,000	-

Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund: (Continued)				
Charges for services: (Continued)				
Sheriff's fees	1,200	1,200	2,159	959
DSS cost allocation	43,000	43,000	-	(43,000)
Law library fees	-	1,361	1,495	134
Charges for Commonwealth's Attorney	2,000	2,000	2,582	582
Jail admission	2,000	2,000	1,361	(639)
Other charges	13,400	15,972	9,260	(6,712)
Total charges for services	\$ 359,600	\$ 363,533	\$ 304,452	\$ (59,081)
Miscellaneous:				
Other	\$ 155,600	\$ 152,916	\$ 121,857	\$ (31,059)
CSA reimbursement	81,084	81,084	81,084	-
Probation fees	-	20,172	20,153	(19)
Total miscellaneous	\$ 236,684	\$ 254,172	\$ 223,094	\$ (31,078)
Recovered costs:				
Reimbursement regional jail authority	\$ 3,000	\$ 3,000	\$ 5,130	\$ 2,130
School resource officer	140,973	140,973	141,930	957
Shared expenses City of Emporia	1,183,135	1,183,135	1,237,289	54,154
Circuit court salaries	43,722	43,722	42,573	(1,149)
Collection disposal fees - Schools	10,000	10,000	9,592	(408)
Collection disposal fees - Department of Social Services	2,100	2,100	1,825	(275)
Other recovered costs	83,713	85,713	53,926	(31,787)
Total recovered costs	\$ 1,466,643	\$ 1,468,643	\$ 1,492,265	\$ 23,622
Total revenue from local sources	\$ 15,152,941	\$ 15,185,318	\$ 18,844,692	\$ 3,659,374
Intergovernmental:				
Revenue from the Commonwealth:				
Noncategorical aid:				
Payment in lieu of taxes	\$ 20,000	\$ 20,000	\$ 616	\$ (19,384)
Noncategorical aid:				
Mobile home titling tax	\$ 12,000	\$ 12,000	\$ 5,566	\$ (6,434)
Railroad rolling stock taxes	45,000	45,000	45,910	910
State recordation tax	18,500	18,500	9,248	(9,252)
Communication sales and use taxes	165,000	165,000	150,329	(14,671)
Personal property tax relief funds	1,065,419	1,065,419	1,065,419	-
Total noncategorical aid	\$ 1,325,919	\$ 1,325,919	\$ 1,277,088	\$ (48,831)
Categorical aid:				
Shared expenses:				
Commonwealth's attorney	\$ 457,194	\$ 457,194	\$ 454,077	\$ (3,117)
Sheriff	786,323	788,440	784,750	(3,690)
Commissioner of revenue	98,841	98,841	98,814	(27)
Treasurer	81,606	81,606	80,872	(734)
Registrar/electoral board	37,000	37,000	37,500	500
Clerk of the Circuit Court	232,556	232,556	241,602	9,046
Total shared expenses	\$ 1,693,520	\$ 1,695,637	\$ 1,697,615	\$ 1,978

Schedule of Revenues - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2019 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund: (Continued)				
Intergovernmental: (Continued)				
Revenue from the Commonwealth: (Continued)				
Other categorical aid:				
Animal sterilization	\$ -	\$ 244	\$ 244	\$ -
Southside Pretrial Services & Community Corrections	-	335,414	335,414	-
Jury reimbursement	13,500	13,500	15,660	2,160
Victim witness	2,500	2,500	124	(2,376)
Challenge grant	4,500	4,500	4,500	-
PSAP grant	-	148,778	519,975	371,197
DMV vehicle registration	-	8,163	16,476	8,313
Rail and public transportation	-	-	67,675	67,675
Fire programs funds	-	40,168	40,168	-
Records preservation grant	-	13,435	13,435	-
VDOT grant	-	-	300,000	300,000
Asset forfeiture funds	-	13,493	29,227	15,734
Other state categorical aid	-	-	580	580
Total other categorical aid	\$ 20,500	\$ 580,195	\$ 1,343,478	\$ 762,703
Total categorical aid	\$ 1,714,020	\$ 2,275,832	\$ 3,041,093	\$ 764,681
Total revenue from the Commonwealth	\$ 3,039,939	\$ 3,601,751	\$ 4,318,181	\$ 715,850
Revenue from the federal government:				
Categorical aid:				
Homeland security grant	\$ -	\$ -	\$ 11,040	\$ 11,040
Asset forfeiture funds	-	-	24,639	24,639
Community development block grant	-	-	166,202	166,202
Total categorical aid	\$ -	\$ -	\$ 201,881	\$ 201,881
Total revenue from the federal government	\$ -	\$ -	\$ 201,881	\$ 201,881
Total General Fund	\$ 18,192,880	\$ 18,787,069	\$ 23,364,754	\$ 4,577,105
Children's Services Act Fund:				
Miscellaneous:				
Other miscellaneous	\$ -	\$ -	\$ 18,653	\$ 18,653
Recovered cost:				
City of Emporia	\$ -	\$ -	\$ 146,727	\$ 146,727
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
Children's services act	\$ -	\$ -	\$ 703,762	\$ 703,762
Revenue from the federal government:				
Categorical aid:				
Children's services act	\$ -	\$ -	\$ 69,078	\$ 69,078
Total Children's Services Act Fund	\$ -	\$ -	\$ 938,220	\$ 938,220

Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Capital Projects Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from use of money	\$ -	\$ -	\$ 86,226	\$ 86,226
Miscellaneous:				
Other miscellaneous	\$ 462,000	\$ 504,434	\$ -	\$ (504,434)
Total revenue from local sources	\$ 462,000	\$ 504,434	\$ 86,226	\$ (418,208)
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
VDOT funds	\$ 2,621,185	\$ 2,621,185	\$ -	\$ (2,621,185)
Total revenue from the Commonwealth	\$ 2,621,185	\$ 2,621,185	\$ -	\$ (2,621,185)
Total Capital Projects Fund	\$ 3,083,185	\$ 3,125,619	\$ 86,226	\$ (3,039,393)
Public Transportation Fund:				
Revenue from local sources:				
Charges for services:				
Fares	\$ 5,000	\$ 5,000	\$ 4,766	\$ (234)
Recovered costs:				
Various	\$ 111,320	\$ 111,320	\$ 41,918	\$ (69,402)
Total revenue from local sources	\$ 116,320	\$ 116,320	\$ 46,684	\$ (69,636)
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
DRPT	\$ 43,436	\$ 43,436	\$ 38,987	\$ (4,449)
Revenue from the federal government:				
Categorical aid:				
Transportation	\$ 155,356	\$ 161,421	\$ 73,677	\$ (87,744)
Total Public Transportation Fund	\$ 315,112	\$ 321,177	\$ 159,348	\$ (161,829)
Fire Department Fund:				
Revenue from local sources:				
Recovered costs:				
Shared expenses - City of Emporia	\$ 108,481	\$ 108,481	\$ 78,731	\$ (29,750)
Total revenue from local sources	\$ 108,481	\$ 108,481	\$ 78,731	\$ (29,750)
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
Fire program funds - County and City	\$ -	\$ 40,599	\$ 40,599	\$ -
Total Fire Department Fund	\$ 108,481	\$ 149,080	\$ 119,330	\$ (29,750)
Total Primary Government	\$ 21,699,658	\$ 22,382,945	\$ 24,667,878	\$ 2,284,353

Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019

Fund, Function, Activity, and Element	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund:				
General government administration:				
Legislative:				
Board of supervisors	\$ 92,161	\$ 142,161	\$ 223,521	\$ (81,360)
General and financial administration:				
County administrator	\$ 647,054	\$ 647,054	\$ 648,632	\$ (1,578)
Information technology	145,792	145,792	135,135	10,657
Commissioner of revenue	315,444	315,444	289,337	26,107
Reassessment	155,000	155,000	35,936	119,064
Treasurer	331,798	331,798	307,054	24,744
Accounting	316,584	316,584	308,063	8,521
County attorney	62,050	62,050	139,244	(77,194)
Total general and financial administration	\$ 1,973,722	\$ 1,973,722	\$ 1,863,401	\$ 110,321
Board of elections:				
Electoral board and officials	\$ 120,496	\$ 120,496	\$ 99,843	\$ 20,653
Total general government administration	\$ 2,186,379	\$ 2,236,379	\$ 2,186,765	\$ 49,614
Judicial administration:				
Courts:				
Circuit court	\$ 93,813	\$ 93,813	\$ 85,166	\$ 8,647
General district court	36,750	36,750	32,281	4,469
Courthouse security	190,326	190,326	168,231	22,095
Law library	-	1,361	1,495	(134)
Special magistrates	2,177	2,177	2,037	140
Clerk of the circuit court	349,861	363,296	322,446	40,850
Total courts	\$ 672,927	\$ 687,723	\$ 611,656	\$ 76,067
Commonwealth's attorney:				
Commonwealth's attorney	\$ 693,271	\$ 693,271	\$ 666,642	\$ 26,629
Total judicial administration	\$ 1,366,198	\$ 1,380,994	\$ 1,278,298	\$ 102,696
Public safety:				
Law enforcement and traffic control:				
Sheriff	\$ 2,443,648	\$ 2,604,572	\$ 2,459,438	\$ 145,134
School resource officer	187,964	187,964	184,967	2,997
Asset Forfeiture	-	153,799	36,040	117,759
Selective enforcement	362,803	362,803	384,245	(21,442)
Total law enforcement and traffic control	\$ 2,994,415	\$ 3,309,138	\$ 3,064,690	\$ 244,448
Fire and rescue services:				
Fire and rescue	\$ 57,700	\$ 45,863	\$ 22,203	\$ 23,660
Contributions to squads	9,600	49,768	50,678	(910)
Total fire and rescue services	\$ 67,300	\$ 95,631	\$ 72,881	\$ 22,750

Schedule of Expenditures - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2019 (Continued)

Fund, Function, Activity, and Element	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund: (Continued)				
Public safety: (Continued)				
Correction and detention:				
Jail	\$ 887,598	\$ 887,598	\$ 877,683	\$ 9,915
Juvenile probation	67,750	67,750	41,750	26,000
Community corrections grant	-	423,074	365,175	57,899
Total correction and detention	\$ 955,348	\$ 1,378,422	\$ 1,284,608	\$ 93,814
Inspections:				
Building	\$ 164,783	\$ 164,783	\$ 164,149	\$ 634
Other protection:				
Animal control	\$ 128,897	\$ 131,641	\$ 116,607	\$ 15,034
E-911	45,742	45,742	52,007	(6,265)
Total other protection	\$ 174,639	\$ 177,383	\$ 168,614	\$ 8,769
Total public safety	\$ 4,356,485	\$ 5,125,357	\$ 4,754,942	\$ 370,415
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Highways, streets, bridges and sidewalks	\$ 31,820	\$ 31,820	\$ 24,172	\$ 7,648
Sanitation and waste removal:				
Refuse collection and disposal	\$ 170,820	\$ 170,820	\$ 184,594	\$ (13,774)
Dumpster site maintenance	402,553	402,553	394,339	8,214
Total sanitation and waste removal	\$ 573,373	\$ 573,373	\$ 578,933	\$ (5,560)
Maintenance of general buildings and grounds:				
General properties	\$ 1,129,771	\$ 1,129,771	\$ 1,050,945	\$ 78,826
Total public works	\$ 1,734,964	\$ 1,734,964	\$ 1,654,050	\$ 80,914
Health and welfare:				
Health:				
Supplement of local health department	\$ 97,410	\$ 103,601	\$ 101,884	\$ 1,717
Mental health and mental retardation:				
Chapter X board	\$ 55,112	\$ 55,112	\$ 55,112	\$ -

Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019 (Continued)

Fund, Function, Activity, and Element	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund: (Continued)				
Health and welfare: (Continued)				
Welfare:				
Welfare administration	\$ 271,960	\$ 271,960	\$ 180,975	\$ 90,985
DSS building administrative costs	-	-	5,000	(5,000)
Total welfare	<u>\$ 271,960</u>	<u>\$ 271,960</u>	<u>\$ 185,975</u>	<u>\$ 85,985</u>
Total health and welfare	<u>\$ 424,482</u>	<u>\$ 430,673</u>	<u>\$ 342,971</u>	<u>\$ 87,702</u>
Education:				
Other instructional costs:				
Contributions to community colleges	\$ 39,047	\$ 39,447	\$ 23,246	\$ 16,201
Contribution to County school board	3,227,952	3,227,952	3,465,380	(237,428)
EAGLE scholarship	10,000	10,000	10,000	-
Workforce development center	73,430	73,430	88,752	(15,322)
Head Start program	20,000	20,000	20,000	-
Total education	<u>\$ 3,370,429</u>	<u>\$ 3,370,829</u>	<u>\$ 3,607,378</u>	<u>\$ (236,549)</u>
Parks, recreation, and cultural:				
Parks and recreation:				
Recreational facilities	\$ 114,732	\$ 114,732	\$ 100,324	\$ 14,408
Golden leaf commons	92,800	92,800	91,066	1,734
Total parks and recreation	<u>\$ 207,532</u>	<u>\$ 207,532</u>	<u>\$ 191,390</u>	<u>\$ 16,142</u>
Cultural enrichment:				
Meherrin River Arts Council	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Library:				
Contribution to regional library	<u>\$ 135,598</u>	<u>\$ 135,598</u>	<u>\$ 140,411</u>	<u>\$ (4,813)</u>
Total parks, recreation, and cultural	<u>\$ 353,130</u>	<u>\$ 353,130</u>	<u>\$ 341,801</u>	<u>\$ 11,329</u>
Community development:				
Planning and community development:				
Planning	\$ 178,887	\$ 191,343	\$ 203,370	\$ (12,027)
Housing - local contributions	29,261	29,261	25,599	3,662
Industrial Development Authority	308,557	308,557	308,557	-
Economic development	551,499	561,499	672,491	(110,992)
MAMAC	-	-	268,594	(268,594)
GCWSA projects	-	407,643	751,158	(343,515)
Geographic information systems	63,364	63,364	65,551	(2,187)
Total planning and community development	<u>\$ 1,131,568</u>	<u>\$ 1,561,667</u>	<u>\$ 2,295,320</u>	<u>\$ (733,653)</u>
Environmental management:				
Other environmental management	<u>\$ 15,045</u>	<u>\$ 15,045</u>	<u>\$ 15,045</u>	<u>\$ -</u>

Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2019 (Continued)

Fund, Function, Activity, and Element	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
General Fund: (Continued)				
Community development: (Continued)				
Cooperative extension program:				
Extension office	\$ 53,494	\$ 54,334	\$ 46,556	\$ 7,778
Total community development	\$ 1,200,107	\$ 1,631,046	\$ 2,356,921	\$ (725,875)
Debt service:				
Principal retirement	\$ 1,452,271	\$ 1,452,271	\$ 1,452,271	\$ -
Interest and other fiscal charges	710,910	763,109	785,218	(22,109)
Total debt service	\$ 2,163,181	\$ 2,215,380	\$ 2,237,489	\$ (22,109)
Total General Fund	\$ 17,155,355	\$ 18,478,752	\$ 18,760,615	\$ (281,863)
Children's Services Act Fund:				
Health and welfare expenditures:				
Children's services act	\$ -	\$ -	\$ 1,121,916	\$ (1,121,916)
Capital Projects Fund:				
Capital projects expenditures:				
Courthouse security	\$ 1,425,000	\$ 1,425,000	\$ 4,712	\$ 1,420,288
301 N Sidewalk	564,100	564,100	338	563,762
Industrial park road improvements	2,400,587	2,400,587	-	2,400,587
Tractor	-	40,100	39,895	205
Replacement of boilers	-	247,300	241,456	5,844
E911 equipment	52,320	52,320	57,770	(5,450)
Sheriff office expansion	1,975,000	2,932,368	786,679	2,145,689
Social services building	2,990,000	4,194,314	1,397,153	2,797,161
Miscellaneous capital projects	615,984	283,341	387,351	(104,010)
Total capital projects	\$ 10,022,991	\$ 12,139,430	\$ 2,915,354	\$ 9,224,076
Debt service:				
Principal retirement	\$ -	\$ -	\$ 3,300,000	\$ (3,300,000)
Interest and other fiscal charges	-	-	81,024	(81,024)
Bond issue costs	-	-	166,208	(166,208)
Total debt service	\$ -	\$ -	\$ 3,547,232	\$ (3,547,232)
Total capital projects fund	\$ 10,022,991	\$ 12,139,430	\$ 6,462,586	\$ 5,676,844
Public Transportation Fund:				
Community development expenditures:				
Public transportation	\$ 315,112	\$ 321,177	\$ 137,016	\$ 184,161
Fire Department Fund				
Public safety expenditures:				
Fire department expenditures	\$ 304,380	\$ 416,936	\$ 235,619	\$ 181,317
Total Primary Government	\$ 27,797,838	\$ 31,356,295	\$ 26,717,752	\$ 4,638,543

STATISTICAL INFORMATION

This page intentionally left blank

COUNTY OF GREENSVILLE, VIRGINIA

Table 1

Government-Wide Expenses by Function
Last Ten Fiscal Years

Fiscal Year	General Government		Judicial		Public		Health and		Parks, Recreation, and Cultural		Community Develop- ment		Interest on Long- Term Debt			
	Administration		Administration	Safety	Public Works	Welfare	Education						Term Debt	Total		
2009-10	\$	462,287	\$	3,731,815	\$	1,268,511	\$	1,209,307	\$	230,567	\$	2,746,961	\$	1,146,754	\$	14,809,752
2010-11		2,056,841		3,323,733		1,441,333		370,846		246,825		1,684,446		1,173,277		14,710,141
2011-12		1,674,569		1,044,243		1,317,690		382,157		304,729		1,244,873		1,209,331		14,009,107
2012-13		2,201,469		1,099,081		1,279,412		519,193		328,495		1,048,990		1,236,692		14,590,456
2013-14		2,145,815		986,086		1,236,062		622,999		397,328		1,162,375		1,296,837		14,671,385
2014-15		2,097,464		969,469		1,269,576		1,163,185		390,015		1,293,747		1,190,406		15,486,859
2015-16		2,154,890		934,265		1,145,072		1,011,069		372,911		1,065,247		832,205		14,642,507
2016-17		2,314,178		1,128,733		1,361,716		894,217		348,555		7,824,647		828,763		22,935,746
2017-18		2,334,112		1,174,836		1,417,381		1,117,489		344,190		5,854,636		754,936		21,605,593
2018-19		2,547,449		955,259		1,396,146		1,309,274		350,385		2,647,936		1,083,095		18,822,924

COUNTY OF GREENSVILLE, VIRGINIA

Table 2

Government-Wide Revenues
Last Ten Fiscal Years

Fiscal Year	PROGRAM REVENUES				GENERAL REVENUES					
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	General Property Taxes	Other Local Taxes	Unrestricted Investment Earnings	Miscellaneous	Grants and Contributions Not Restricted to Specific Programs	Total	
2009-10	\$ 1,780,329	\$ 1,678,137	\$ 1,985,897	\$ 5,807,692	\$ 1,447,080	\$ 151,347	\$ 264,794	\$ 2,228,992	\$ 15,344,268	
2010-11	1,589,597	1,585,577	408,865	5,933,804	1,486,613	142,470	178,946	2,063,837	13,389,709	
2011-12	1,872,491	2,184,346	620,578	6,362,075	1,678,114	243,219	300,124	1,338,942	14,599,889	
2012-13	2,214,438	2,406,121	1,926,310	6,903,717	1,773,341	226,704	241,080	1,309,447	17,001,158	
2013-14	1,997,115	2,539,221	1,663,397	7,173,293	2,004,316	282,595	197,154	1,334,540	17,191,631	
2014-15	1,859,966	2,117,437	715,698	7,483,451	2,311,528	307,672	334,407	2,070,660	17,200,819	
2015-16	1,793,211	2,955,368	1,026,393	7,765,676	1,939,553	327,958	229,951	1,871,925	17,910,035	
2016-17	2,065,895	4,197,417	1,976,603	7,735,583	4,834,302	357,803	221,955	1,772,668	23,162,226	
2017-18	2,237,243	4,432,428	1,326,016	9,401,080	2,782,917	426,339	213,391	2,152,325	22,971,739	
2018-19	2,157,161	3,649,009	495,429	11,737,794	2,705,426	577,964	241,747	1,301,727	22,866,257	

COUNTY OF GREENSVILLE, VIRGINIA

Table 3

General Governmental Expenditures by Function (1)
Last Ten Fiscal Years

Fiscal Year	General Government			Judicial Administration		Public Safety		Public Works		Health and Welfare		Education (2)		Parks, Recreation, and Cultural		Community Development		Non-departmental		Debt Service		Total
	Administration	Administration	Administration	Administration	Administration	Safety	Safety	Public Works	Public Works	Health and Welfare	Health and Welfare	Education (2)	Education (2)	Parks, Recreation, and Cultural	Parks, Recreation, and Cultural	Community Development	Community Development	Non-departmental	Non-departmental	Debt Service	Debt Service	
2009-10	\$ 1,689,087	\$ 1,054,084	\$ 3,754,715	\$ 1,459,859	\$ 4,027,198	\$ 27,114,386	\$ 230,567	\$ 2,604,741	\$ 6,656	\$ 3,059,763	\$ 45,001,056											
2010-11	1,603,288	1,136,318	3,725,758	1,460,968	3,687,030	26,849,683	246,825	2,830,260	5,265	3,182,239	44,727,634											
2011-12	1,637,251	1,151,701	4,061,946	1,511,530	3,248,235	25,418,468	292,125	2,026,518	8,619	3,284,397	42,640,790											
2012-13	1,779,391	1,174,347	4,274,177	1,422,787	3,583,620	25,411,243	317,265	1,300,345	8,033	3,399,604	42,670,812											
2013-14	1,692,499	1,244,857	4,211,852	1,429,729	3,898,595	25,862,158	340,361	2,545,619	8,532	4,018,037	45,252,239											
2014-15	1,709,267	1,192,644	4,360,275	1,513,883	3,483,280	26,946,844	363,576	1,771,624	31,198	3,561,797	44,934,388											
2015-16	1,828,733	1,229,937	4,399,342	1,440,389	3,447,821	26,865,296	363,589	3,332,972	-	3,281,404	46,189,483											
2016-17	2,019,239	1,258,025	4,972,888	1,539,768	3,417,941	27,850,660	337,745	4,654,226	-	3,385,732	49,436,224											
2017-18	2,141,064	1,272,373	5,602,178	1,664,249	3,769,642	28,470,363	334,666	6,300,287	-	4,077,504	53,632,326											
2018-19	2,186,765	1,278,298	4,754,942	1,654,050	4,132,318	28,141,957	341,801	2,752,673	-	2,237,489	47,480,293											

(1) Includes General and Debt Service funds of the Primary Government and its Discretely Presented Component Units.

(2) Excludes contribution from Primary Government to Discretely Presented Component Unit - School Board.
Excludes Capital Projects Fund.

COUNTY OF GREENSVILLE, VIRGINIA

Table 4

General Governmental Revenues by Source (1)

Last Ten Fiscal Years

Fiscal Year	General Property Taxes	Other Local Taxes	Permits, Privilege Fees, Regulatory Licenses	Fines and Forfeitures	Revenue from the Use of Money and Property	Charges for Services	Miscellaneous	Recovered Costs	Inter-governmental (2)	Total
2009-10	\$ 5,739,894	\$ 1,447,080	\$ 42,772	\$ 1,329,899	\$ 158,930	\$ 4,348,497	\$ 533,177	\$ 1,128,192	\$ 30,007,828	\$ 44,736,269
2010-11	5,922,517	1,448,405	45,532	1,167,244	162,709	4,470,397	492,145	1,148,196	34,865,887	49,723,032
2011-12	6,302,857	1,678,114	49,705	1,471,648	258,075	4,296,821	453,643	1,274,732	26,912,024	42,697,619
2012-13	6,892,518	1,773,341	45,108	1,754,597	236,571	4,472,707	479,551	1,088,594	36,748,245	53,491,232
2013-14	7,108,436	2,004,316	58,067	1,530,075	282,934	4,856,227	465,031	1,255,018	27,622,033	45,182,137
2014-15	7,563,155	2,311,528	65,548	1,352,443	308,195	4,928,638	441,573	1,521,241	27,093,259	45,585,580
2015-16	7,653,587	1,939,553	70,691	1,354,736	328,660	4,719,517	559,261	1,415,533	28,186,392	46,227,930
2016-17	7,684,548	4,834,302	96,288	1,582,348	358,544	4,524,653	541,091	1,374,978	31,111,566	52,108,318
2017-18	9,558,501	2,782,917	99,619	1,732,217	446,068	4,542,371	758,882	1,704,664	32,279,561	53,904,800
2018-19	11,779,774	2,705,426	62,023	1,785,920	502,916	4,110,777	559,366	1,759,641	29,258,162	52,524,005

(1) Includes General and Debt Service funds of the Primary Government and its Discretely Presented Component Units.

(2) Excludes contribution from Primary Government to Discretely Presented Component Unit - School Board.
Excludes Capital Projects Fund.

COUNTY OF GREENSVILLE, VIRGINIA

Table 5

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy (1)	Current Tax Collections (1)	Percent of Levy Collected	Delinquent Tax		Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes (1,2)	Percent of Delinquent Taxes to Tax Levy
				Collections (1)	Tax (1)				
2009-10	\$ 6,552,012	\$ 6,476,081	98.84%	\$ 153,431	\$ 6,629,512	101.18%	\$ 505,872	7.72%	
2010-11	6,910,694	6,662,097	96.40%	164,312	6,826,409	98.78%	544,724	7.88%	
2011-12	7,080,936	7,016,273	99.09%	152,103	7,168,376	101.23%	536,343	7.57%	
2012-13	7,900,801	7,482,747	94.71%	249,606	7,732,353	97.87%	565,854	7.16%	
2013-14	8,093,243	7,697,196	95.11%	242,640	7,939,836	98.10%	645,192	7.97%	
2014-15	8,497,798	8,136,780	95.75%	273,026	8,409,806	98.96%	602,049	7.08%	
2015-16	8,631,781	8,194,244	94.93%	285,496	8,479,740	98.24%	651,079	7.54%	
2016-17	8,676,021	8,299,625	95.66%	227,992	8,527,617	98.29%	665,205	7.67%	
2017-18	10,552,933	10,111,407	95.82%	282,823	10,394,230	98.50%	563,143	5.34%	
2018-19	12,808,655	12,379,013	96.65%	248,642	12,627,655	98.59%	535,088	4.18%	

(1) Exclusive of penalties and interest.

(2) Includes three most current delinquent tax years. Beginning in fiscal year 2006, the outstanding PPTRA is due from the taxpayer.

COUNTY OF GREENSVILLE, VIRGINIA

Table 6

Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Estate (1)	Personal Property	Mobile Homes	Aircraft	Machinery and Tools	Public Utility (2)	Total
2009-10	\$ 668,105,000	\$ 47,708,720	\$ 5,602,340	\$ 81,500	\$ 27,584,810	\$ 42,194,732	\$ 791,277,102
2010-11	673,975,450	51,182,826	5,601,644	81,500	32,030,360	46,278,980	809,150,760
2011-12	674,656,600	52,453,750	5,460,730	81,500	30,960,340	48,186,374	811,799,294
2012-13	691,379,490	54,566,540	5,639,760	145,000	32,605,610	49,274,748	833,611,148
2013-14	693,196,100	56,440,707	5,463,675	142,460	25,280,610	51,493,338	832,016,890
2014-15	608,734,100	59,208,760	5,208,150	79,410	25,284,460	52,610,221	751,125,101
2015-16	613,995,732	60,267,310	5,121,320	-	26,035,940	56,083,112	761,503,414
2016-17	615,211,900	61,384,840	5,116,530	-	24,816,710	59,317,977	765,847,957
2017-18	604,911,050	62,300,810	5,213,250	-	29,621,210	315,427,940	1,017,474,260
2018-19	616,383,850	65,112,010	5,300,050	-	24,153,070	653,693,684	1,364,642,664

(1) Real estate is assessed at 100% of fair market value.

(2) Assessed values are established by the State Corporation Commission.

COUNTY OF GREENSVILLE, VIRGINIA

Table 7

Property Tax Rates (1)
Last Ten Fiscal Years

Fiscal Year	Real Estate	Personal Property	Mobile Homes	Machinery and Tools	Aircraft
2009-10	\$ 0.45	\$ 4.50	\$ 0.45	\$ 4.00	\$ 0.50
2010-11	0.45	4.50	0.45	4.00	0.50
2011-12	0.47	4.50	0.47	4.00	0.50
2012-13	0.51	5.00	0.51	4.00	0.50
2013-14	0.56	5.00	0.56	4.00	0.50
2014-15	0.67	5.00	0.67	4.00	0.10
2015-16	0.67	5.00	0.67	4.00	n/a
2016-17	0.67	5.00	0.67	4.00	n/a
2017-18	0.67	5.00	0.67	4.00	n/a
2018-19	0.67	5.00	0.67	4.00	n/a

(1) Per \$100 of assessed value.

COUNTY OF GREENSVILLE, VIRGINIA

Table 8

Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Assessed Value (in thousands) (2)	Less:		Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
			Gross Bonded Debt (3)	Debt Service Monies Available		
2009-10	12,511	\$ 791,277	\$ 15,280,738	- \$	1.93%	1,221
2010-11	12,257	809,151	14,718,795	-	1.82%	1,201
2011-12	12,257	811,799	13,551,672	-	1.67%	1,106
2012-13	12,136	833,611	12,200,986	-	1.46%	1,005
2013-14	11,581	832,017	10,789,239	-	1.30%	932
2014-15	11,605	751,125	9,526,498	-	1.27%	821
2015-16	11,804	761,503	8,252,155	-	1.08%	699
2016-17	11,804	765,848	6,965,584	-	0.91%	590
2017-18	11,473	1,017,474	5,666,127	-	0.56%	494
2018-19	11,473	1,364,643	5,046,824	-	0.37%	440

(1) Weldon Cooper Center for Public Service at the University of Virginia.

(2) Real property assessed at 100% of fair market value.

(3) Includes all long-term general obligation bonded debt, bonded anticipation notes, and literary fund loans.
Excludes revenue bonds, landfill closure/postclosure care liability, capital leases, compensated absences,
USDA loans, net pension liability, and net OPEB obligation.

COMPLIANCE

This page intentionally left blank

**Independent Auditors' 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 Honorable Members of
the Board of Supervisors
County of Greenville, Virginia

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Greenville, Virginia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County of Greenville, Virginia's basic financial statements, and have issued our report thereon dated January 30, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered County of Greenville, Virginia'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 County of Greenville, Virginia's internal control. Accordingly, we do not express an opinion on the effectiveness of County of Greenville, Virginia'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 County of Greenville, Virginia'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.

Robinson, Farmer, Cox Associates
Charlottesville, Virginia
January 30, 2020

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

**To the Honorable Members of
the Board of Supervisors
County of Greenville, Virginia**

Report on Compliance for Each Major Federal Program

We have audited the County of Greenville, Virginia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County of Greenville, Virginia's major federal programs for the year ended June 30, 2019. County of Greenville, Virginia's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County of Greenville, Virginia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Greenville, Virginia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County of Greenville, Virginia's compliance.

Opinion on Each Major Federal Program

In our opinion, the County of Greenville, Virginia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control over Compliance

Management of the County of Greenville, Virginia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County of Greenville, Virginia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County of Greenville, Virginia's internal control over compliance.

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

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

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

Robinson, Farmer Cox Associates
(Charlottesville, Virginia
January 30, 2020

COUNTY OF GREENSVILLE, VIRGINIA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2019

Federal Grantor/State Pass - Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Health and Human Services:			
Pass Through Payments:			
Department of Social Services:			
Promoting Safe and Stable Families	93.556	0950118/19	\$ 10,619
TANF Cluster:			
Temporary Assistance for Needy Families	93.558	0400118/19	310,489
Refugee and Entrant Assistance - State Administered Programs	93.566	0500118/19	160
Low-Income Home Energy Assistance	93.568	0600418/19	41,478
Child Care and Development Fund Cluster:			
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	0760118/19	45,715
Child Care and Development Block Grant	93.575	740109	(14,988)
Stephanie Tubbs Jones Child Welfare Services Program	93.645	0900118/19	300
Chafee Education and Training Vouchers Program	93.599	09160118	63
Foster Care - Title IV-E	93.658	1100118/19	195,338
Adoption Assistance	93.659	1120118/19	84,570
Social Services Block Grant	93.667	1000118/19	252,707
Chafee Foster Care Independence Program	93.674	9150118/19	2,538
Children's Health Insurance Program	93.767	0540118/19	7,355
Medicaid Cluster:			
Medical Assistance Program	93.778	1200118/19	344,758
Total Department of Health and Human Services			\$ 1,281,102
Department of Agriculture:			
Pass Through Payments:			
Virginia Department of Agriculture and Consumer Services:			
Child Nutrition Discretionary Grants Limited Availability	10.579	Unknown	\$ 19,660
Fresh Fruit and Vegetables Program	10.582	201818L190341, 201919L160341	76,585
Department of Education:			
Child and Adult Care Food Program	10.558	700270000/700280000	18,092
Child Nutrition Cluster:			
Food Commodities Distribution	10.555	Unknown	\$ 96,344
National School Lunch Program	10.555	18/19N109941	917,496
School Breakfast Program	10.553	18/19N109941	428,121
Summer Food Service Program for Children	10.559	Unknown	53,195
Subtotal - Child Nutrition Cluster			1,495,156
Department of Social Services:			
Pilot Projects to Reduce Dependency and Increase Work Requirements and Work Effort under SNAP	10.596	0060115	9,165
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	0010118/19, 0040118/19, 0050118/19	307,595
Total Department of Agriculture			\$ 1,926,253
Department of Housing and Urban Development			
Pass Through Payments:			
Virginia Department of Housing and Community Development Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	CAMS 1610	\$ 166,202

COUNTY OF GREENSVILLE, VIRGINIA

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2019

Federal Grantor/State Pass - Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Justice: Direct Payments: Equitable Sharing Program	16.922	N/A	\$ 24,639
Department of Transportation Pass Through Payments: Virginia Department of Transportation: Formula Grants for Rural Areas	20.509	Unknown	\$ 73,677
Department of Homeland Security Pass Through Payments: Department of Emergency Management: Emergency Management Performance Grants	97.042	77501-52708/52709	\$ 11,040
Department of Defense: Direct Payments: ROTC	12.000	N/A	\$ 53,617
Department of Education: Pass Through Payments: Department of Education: Title I Grants to Local Educational Agencies	84.010	S010A170046/18	\$ 933,911
Special Education Cluster (IDEA): Special Education - Grants to States	84.027	H027A170107/18	602,183
Special Education - Preschool Grants	84.173	H173A170112/18	7,928
Subtotal - Special Education Cluster (IDEA)			610,111
Twenty-First Century Community Learning Centers	84.287	S287C170047/18	348,301
Supporting Effective Instruction State Grants	84.367	S367S170044/18	71,136
Career and Technical Education - Basic Grants to States	84.048	V048A170046/18	31,306
Rural Education	84.358	S358B170046/18	52,354
English Language Acquisition State Grants	84.365	Unknown	9,372
Student Support and Academic Enrichment Program	84.424	Not available	15,091
Total Department of Education			\$ 2,071,582
Total Expenditures of Federal Awards			\$ 5,608,112

COUNTY OF GREENSVILLE, VIRGINIA

Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2019

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the County of Greenville, Virginia under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County of Greenville, Virginia, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County of Greenville, Virginia.

Note 2 - Summary of Significant Accounting Policies

(1) Expenditures on the Schedule are reported on the accrual basis of accounting. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

2) Pass-through entity identifying numbers are presented where available.

Note 3 - Food Donation

Nonmonetary assistance is reported in the schedule at fair market value of the commodities received and distributed.

Note 4 - De Minimis Cost Rate

The County did not elect to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

Note 5 - Subrecipients

No awards were passed through to subrecipients.

Note 6 - Relationship to Financial Statements

Federal expenditures, revenues and capital contributions are reported in the County's basic financial statements as follows:

Intergovernmental federal revenues per the basic financial statements:

Primary government:

General Fund	\$ 201,881
CSA Fund	69,078
Public Transportation Fund	73,677
Total primary government	<u>\$ 344,636</u>

Component Unit School Board:

School Operating Fund	\$ 2,125,199
School Cafeteria Fund	1,609,493
Total component unit school board	<u>\$ 3,734,692</u>

Component Unit Department of Social Services	<u>\$ 1,528,784</u>
--	---------------------

Total expenditures of federal awards per the Schedule of Expenditures of Federal Awards	<u><u>\$ 5,608,112</u></u>
---	----------------------------

Note 7 - Loan Balances

The County has no loans or guarantees which are subject to reporting requirements for the current year.

COUNTY OF GREENSVILLE, VIRGINIA

Schedule of Findings and Questioned Costs For The Year Ended June 30, 2019

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No
Identification of major programs:	

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
---------------	---

Child Nutrition Cluster:

10.553	School Breakfast Program
10.553	Food Distribution
10.555	National School Lunch Program
10.559	Summer Food Service Program for Children

TANF Cluster:

93.558	Temporary Assistance For Needy Families (TANF)
--------	--

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Findings

There are no financial statement findings to report.

Section III - Federal Award Findings and Questioned Costs

There are no federal award findings and questioned costs to report.

COUNTY OF GREENSVILLE, VIRGINIA

Summary Schedule of Prior Audit Findings
For The Year Ended June 30, 2019

There were no items reported in the prior year.

This page intentionally left blank