

Fiduciary Funds

Fiduciary Funds account for resources the State holds as trustee or agent for individuals, private organizations, or other governmental units.

EXPENDABLE TRUST FUNDS

Expendable Trust Funds account for resources the State holds as trustee. Both the principal and earnings of Expendable Trust Funds may be used for purposes allowed under the trust agreements. The State uses the following Expendable Trust Funds:

Radioactive Waste Contingency Fund. A private company operates a low-level radioactive waste disposal facility within the State. The State and the company have entered into a trust agreement with the State Treasurer as trustee. The company has deposited monies into the trust fund to provide for site cleanup in the event that there is seepage into the groundwater or the site is abandoned.

Unemployment Compensation Benefits Fund. This fund accounts for the State's unemployment compensation benefits. Revenues consist of taxes assessed on employers to pay benefits to qualified unemployed persons.

Tuition Prepayment Program Fund. The South Carolina Tuition Prepayment Program, also known as the PACE (Prepaid Affordable College Education) Program, allows contributors to make affordable payments, under the terms of a tuition prepayment contract, to cover future undergraduate tuition expenses of a designated beneficiary at a South Carolina public college or university.

Other Expendable Trust Funds. These funds, aggregated for presentation purposes, account for other miscellaneous expendable trust funds. These are generally resources given to the State through trust agreements and provide for such items as scholarship funds, maintenance and operation of specific properties, and construction of monuments.

NONEXPENDABLE TRUST FUNDS

These funds account for resources the State holds as trustee. The principal of these funds must be preserved and only the earnings may be used for the purposes allowed under the trust agreement. Most of the resources in these funds were bequeathed to the State via wills of deceased persons.

PENSION TRUST FUNDS

Pension Trust Funds account for the following five public employee retirement systems that the State administers:

South Carolina Retirement System. This is a multiple-employer pension system that benefits employees of the State, public schools, and political subdivisions of the State.

Police Officers' Retirement System. This is a multiple-employer pension system that benefits police officers and fire fighters employed by the State or its political subdivisions.

General Assembly Retirement System. This is a single-employer pension system that benefits members of the South Carolina General Assembly.

Judges' and Solicitors' Retirement System. This is a single-employer pension system that benefits the judges of the State's Supreme Court, Court of Appeals, circuit courts, family courts, and the State's circuit solicitors.

National Guard Pension System. The State administers this single-employer pension system that provides a supplemental retirement benefit to members of the South Carolina National Guard. The State is a nonemployer contributor to the system.

INVESTMENT TRUST FUND

Local Government Investment Pool. Excess public monies are deposited into this fund by various local governmental units and other political subdivisions of the State. The State Treasurer invests these monies in order to allow these participating governmental units to realize a higher income on their investments by pooling their investments.

AGENCY FUNDS

Agency Funds are custodial in nature. They generally represent amounts held by the State on behalf of third parties. The State uses the following Agency Funds:

Insurance Company Deposits Fund. This fund accounts for deposits which are required to be made by insurance companies in lieu of surety bonds.

Federal Interfund Activity Fund. This fund accounts for Federal grants and entitlements that are first received by one State agency and eventually will be distributed to another State agency.

Payroll Clearing Fund. This fund accounts for employee deductions and contributions for the short period of time between the issuance of payroll checks and payment to the proper recipient.

Other Agency Funds. Balances in these funds, aggregated for presentation purposes, represent amounts held for prisoners and patients of State institutions, cash bonds, miscellaneous clearing accounts, and other deposits.

Combining Balance Sheet

FIDUCIARY FUNDS

June 30, 2000

(Expressed in Thousands)

EXPENDABLE TRUST

	Radioactive Waste Contingency	Unemployment Compensation Benefits	Tuition Prepayment Program	Other Expendable Trust
ASSETS				
Cash and cash equivalents.....	\$ 98,411	\$ 8,981	\$ 19,361	\$ 33,659
Cash on deposit with fiscal agents.....	—	800,827	—	—
Investments.....	—	—	—	—
Invested securities lending collateral	1,515	120	299	563
Receivables, net:				
Accounts.....	1,409	910	242	399
Taxes.....	—	35,896	—	—
Loans and notes.....	—	—	—	—
Due from Federal government.....	—	65	—	—
Due from other funds.....	—	—	—	—
Due from component units.....	—	—	—	—
Property, plant, and equipment:				
Land and improvements.....	—	—	—	—
Buildings and improvements.....	—	—	—	—
Machinery, equipment, and other.....	—	—	—	—
Less: accumulated depreciation.....	—	—	—	—
Total assets.....	\$ 101,335	\$ 846,799	\$ 19,902	\$ 34,621
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities.....	\$ —	\$ 4,058	\$ 7	\$ 96
Tax refunds payable.....	—	3,639	—	—
Intergovernmental payables.....	—	—	—	—
Due to other funds.....	—	180	—	7
Deferred revenues.....	—	488	—	—
Deposits.....	—	—	—	—
Amounts held in custody for others.....	—	—	—	—
Securities lending collateral.....	1,515	120	299	563
Total liabilities.....	1,515	8,485	306	666
Fund Balances:				
Reserved for:				
Pension and other benefits.....	—	838,314	—	—
External investment pool participants.....	—	—	—	—
Endowment and similar funds.....	—	—	—	—
Unreserved, undesignated.....	99,820	—	19,596	33,955
Total fund balances.....	99,820	838,314	19,596	33,955
Total liabilities and fund balances.....	\$ 101,335	\$ 846,799	\$ 19,902	\$ 34,621

PENSION TRUST

NONEXPENDABLE TRUST	South Carolina Retirement System	Police Officers' Retirement System	General Assembly Retirement System	Judges' and Solicitors' Retirement System	National Guard Pension System
\$ 1,777	\$ 2,216,075	\$ 408,697	\$ 3,981	\$ 15,569	\$ 8,232
—	—	—	—	—	—
—	14,997,070	1,601,925	36,421	71,070	—
11	1,277,578	130,418	2,201	3,696	—
33	304,825	33,309	516	1,418	165
—	—	—	—	—	—
—	—	—	—	—	—
—	11,572	3,048	1	61	—
—	—	—	—	—	—
—	524	54	1	3	—
—	4,279	437	13	20	—
—	—	—	—	—	4
—	(830)	(85)	(3)	(4)	(4)
\$ 1,821	\$ 18,811,093	\$ 2,177,803	\$ 43,131	\$ 91,833	\$ 8,397
\$ —	\$ 30,580	\$ 3,760	\$ 65	\$ 139	\$ 13
—	—	—	—	—	—
—	15,655	590	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
11	1,277,578	130,418	2,201	3,696	—
11	1,323,813	134,768	2,266	3,835	13
—	17,487,280	2,043,035	40,865	87,998	8,384
—	—	—	—	—	—
1,672	—	—	—	—	—
138	—	—	—	—	—
1,810	17,487,280	2,043,035	40,865	87,998	8,384
\$ 1,821	\$ 18,811,093	\$ 2,177,803	\$ 43,131	\$ 91,833	\$ 8,397

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Combining Balance Sheet

FIDUCIARY FUNDS (Continued)

June 30, 2000

(Expressed in Thousands)

	<u>INVESTMENT TRUST</u>	<u>AGENCY</u>
	<u>Local Government Investment Pool</u>	<u>Insurance Company Deposits</u>
ASSETS		
Cash and cash equivalents.....	\$ 1,036,604	\$ —
Cash on deposit with fiscal agents.....	—	—
Investments.....	20,821	354,221
Invested securities lending collateral	9,180	—
Receivables, net:		
Accounts.....	574	—
Taxes.....	—	—
Loans and notes.....	—	—
Due from Federal government.....	—	—
Due from other funds.....	—	—
Due from component units.....	—	—
Property, plant, and equipment:		
Land and improvements.....	—	—
Buildings and improvements.....	—	—
Machinery, equipment, and other.....	—	—
Less: accumulated depreciation.....	—	—
Total assets.....	<u>\$ 1,067,179</u>	<u>\$ 354,221</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued liabilities.....	\$ 5,824	\$ —
Tax refunds payable.....	—	—
Intergovernmental payables.....	—	—
Due to other funds.....	—	—
Deferred revenues.....	—	—
Deposits.....	—	—
Amounts held in custody for others.....	—	354,221
Securities lending collateral.....	9,180	—
Total liabilities.....	<u>15,004</u>	<u>354,221</u>
Fund Balances:		
Reserved for:		
Pension and other benefits.....	—	—
External investment pool participants.....	1,052,175	—
Endowment and similar funds.....	—	—
Unreserved, undesignated.....	—	—
Total fund balances.....	<u>1,052,175</u>	<u>—</u>
Total liabilities and fund balances.....	<u>\$ 1,067,179</u>	<u>\$ 354,221</u>

AGENCY (Continued)

<u>Federal Interfund Activity</u>	<u>Payroll Clearing</u>	<u>Other Agency</u>	<u>Eliminations</u>	<u>Totals</u>
\$ 1,402	\$ 10,837	\$ 215,384	\$ —	\$ 4,078,970
—	—	—	—	800,827
—	—	21,236	—	17,102,764
—	—	1,852	—	1,427,433
—	—	5,288	—	349,088
—	—	4,940	—	40,836
—	—	92	—	92
2,559	—	—	—	2,624
1	49,179	8,258	(55,034)	17,086
—	17	—	—	17
—	—	—	—	582
—	—	—	—	4,749
—	—	—	—	4
—	—	—	—	(926)
<u>\$ 3,962</u>	<u>\$ 60,033</u>	<u>\$ 257,050</u>	<u>\$ (55,034)</u>	<u>\$ 23,824,146</u>
\$ —	\$ 139	\$ 13,063	\$ —	\$ 57,744
—	—	438	—	4,077
10	—	507	—	517
2,835	10,737	82,801	(55,034)	57,771
—	—	—	—	488
—	—	517	—	517
1,117	49,157	157,872	—	562,367
—	—	1,852	—	1,427,433
<u>3,962</u>	<u>60,033</u>	<u>257,050</u>	<u>(55,034)</u>	<u>2,110,914</u>
—	—	—	—	20,505,876
—	—	—	—	1,052,175
—	—	—	—	1,672
—	—	—	—	153,509
—	—	—	—	<u>21,713,232</u>
<u>\$ 3,962</u>	<u>\$ 60,033</u>	<u>\$ 257,050</u>	<u>\$ (55,034)</u>	<u>\$ 23,824,146</u>

Combining Statement of Plan Net Assets

PENSION TRUST FUNDS

June 30, 2000

(Expressed in Thousands)

	South Carolina Retirement System	Police Officers' Retirement System	General Assembly Retirement System	Judges' and Solicitors' Retirement System	National Guard Pension System	Totals
ASSETS						
Cash and cash equivalents.....	\$ 2,216,075	\$ 408,697	\$ 3,981	\$ 15,569	\$ 8,232	\$ 2,652,554
Receivables:						
Contributions.....	96,118	10,277	13	312	—	106,720
Employer long-term.....	2,576	432	—	—	—	3,008
Accrued interest.....	180,850	19,670	444	981	165	202,110
Unsettled investment sales.....	25,281	2,930	59	125	—	28,395
Due from other funds.....	11,572	3,048	1	61	—	14,682
Total receivables.....	316,397	36,357	517	1,479	165	354,915
Investments, at fair value:						
United States government securities.....	2,577,261	258,431	8,586	3,812	—	2,848,090
United States government agencies and government-insured securities.....	3,062,458	305,790	6,012	22,485	—	3,396,745
Corporate bonds.....	4,324,758	490,086	11,371	24,106	—	4,850,321
Financial and other.....	2,440,707	249,656	4,368	7,780	—	2,702,511
Equities.....	2,591,886	297,962	6,084	12,887	—	2,908,819
Total investments.....	14,997,070	1,601,925	36,421	71,070	—	16,706,486
Invested securities lending collateral.....	1,277,578	130,418	2,201	3,696	—	1,413,893
Property, plant, and equipment, net of accumulated depreciation.....	3,973	406	11	19	—	4,409
Total assets.....	18,811,093	2,177,803	43,131	91,833	8,397	21,132,257
LIABILITIES						
Accounts payable—unsettled investment purchases.....	25,698	2,979	60	127	—	28,864
Due to other funds.....	15,655	590	—	—	—	16,245
Accounts payable and accrued liabilities.....	4,882	781	5	12	13	5,693
Securities lending collateral.....	1,277,578	130,418	2,201	3,696	—	1,413,893
Total liabilities.....	1,323,813	134,768	2,266	3,835	13	1,464,695
Net assets held in trust for pension benefits.....	\$ 17,487,280	\$ 2,043,035	\$ 40,865	\$ 87,998	\$ 8,384	\$ 19,667,562

Statement of Net Assets

INVESTMENT TRUST FUND

June 30, 2000

(Expressed in Thousands)

	<u>Local Government Investment Pool</u>
ASSETS	
Cash and cash equivalents.....	\$ 1,036,604
Accrued interest receivable.....	574
Investments.....	20,821
Invested securities lending collateral.....	<u>9,180</u>
Total assets.....	<u>1,067,179</u>
LIABILITIES	
Accounts payable and accrued liabilities.....	5,824
Securities lending collateral.....	<u>9,180</u>
Total liabilities.....	<u>15,004</u>
Net assets held in trust for pool participants.....	<u>\$ 1,052,175</u>

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

EXPENDABLE TRUST FUNDS

For the Fiscal Year Ended June 30, 2000

(Expressed in Thousands)

	Radioactive Waste Contingency	Unemployment Compensation Benefits	Tuition Prepayment Program	Other Expendable Trust	Totals
Revenues:					
Taxes, other.....	\$ —	\$ 177,106	\$ —	\$ —	\$ 177,106
Licenses, fees, and permits.....	434	—	—	—	434
Interest and other investment income.....	5,207	51,851	607	846	58,511
Federal.....	—	6,084	—	—	6,084
Contributions.....	—	32	10,895	12,549	23,476
Other.....	—	1,514	—	3	1,517
Total revenues.....	5,641	236,587	11,502	13,398	267,128
Expenditures:					
Current:					
General government.....	—	198,185	—	135	198,320
Health and environment.....	—	—	—	18	18
Social services.....	—	—	—	19	19
Administration of justice.....	—	—	—	18	18
Resources and economic development..	—	—	—	156	156
Total expenditures.....	—	198,185	—	346	198,531
Revenues over expenditures.....	5,641	38,402	11,502	13,052	68,597
Other financing sources (uses):					
Operating transfers in.....	—	10	—	—	10
Operating transfers out.....	—	(1,017)	(81)	—	(1,098)
Total other financing uses.....	—	(1,007)	(81)	—	(1,088)
Revenues and other sources over expenditures and other uses.....	5,641	37,395	11,421	13,052	67,509
Fund balances at beginning of year	94,179	800,919	8,175	20,903	924,176
Fund balances at end of year.....	\$ 99,820	\$ 838,314	\$ 19,596	\$ 33,955	\$ 991,685

Combining Statement of Changes in Assets and Liabilities

AGENCY FUNDS

For the Fiscal Year Ended June 30, 2000

(Expressed in Thousands)

	Balance July 1, 1999	Additions	Deductions	Balance June 30, 2000
INSURANCE COMPANY DEPOSITS				
Assets:				
Cash and cash equivalents.....	\$ —	\$ 31,233	\$ 31,233	\$ —
Investments.....	322,988	112,505	81,272	354,221
Total assets.....	\$ 322,988	\$ 143,738	\$ 112,505	\$ 354,221
Liabilities:				
Amounts held in custody for others.....	\$ 322,988	\$ 112,505	\$ 81,272	\$ 354,221
Total liabilities.....	\$ 322,988	\$ 112,505	\$ 81,272	\$ 354,221
FEDERAL INTERFUND ACTIVITY				
Assets:				
Cash and cash equivalents.....	\$ 46	\$ 26,353	\$ 24,997	\$ 1,402
Due from Federal government.....	863	2,559	863	2,559
Due from other funds.....	—	1	—	1
Total assets.....	\$ 909	\$ 28,913	\$ 25,860	\$ 3,962
Liabilities:				
Intergovernmental payables.....	\$ —	\$ 10	\$ —	\$ 10
Due to other funds.....	858	2,835	858	2,835
Amounts held in custody for others.....	51	22,575	21,509	1,117
Total liabilities.....	\$ 909	\$ 25,420	\$ 22,367	\$ 3,962
PAYROLL CLEARING				
Assets:				
Cash and cash equivalents.....	\$ 9,926	\$ 1,040,220	\$ 1,039,309	\$ 10,837
Due from other funds.....	45,637	49,179	45,637	49,179
Due from component units.....	—	34	17	17
Total assets.....	\$ 55,563	\$ 1,089,433	\$ 1,084,963	\$ 60,033
Liabilities:				
Accounts payable and accrued liabilities.....	\$ 464	\$ 152	\$ 477	\$ 139
Due to other funds.....	9,790	10,737	9,790	10,737
Amounts held in custody for others.....	45,309	889,109	885,261	49,157
Total liabilities.....	\$ 55,563	\$ 899,998	\$ 895,528	\$ 60,033

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Combining Statement of Changes in Assets and Liabilities

AGENCY FUNDS (Continued)

For the Fiscal Year Ended June 30, 2000

(Expressed in Thousands)

	Balance July 1, 1999	Additions	Deductions	Balance June 30, 2000
OTHER AGENCY				
Assets:				
Cash and cash equivalents.....	\$ 168,734	\$ 1,672,595	\$ 1,625,945	\$ 215,384
Investments.....	19,706	1,883	353	21,236
Invested securities lending collateral.....	20	1,852	20	1,852
Accounts receivable.....	3,158	6,264	4,134	5,288
Taxes receivable.....	5,841	4,960	5,861	4,940
Loans and notes receivable.....	95	92	95	92
Due from other funds.....	8,793	8,258	8,793	8,258
Total assets.....	\$ 206,347	\$ 1,695,904	\$ 1,645,201	\$ 257,050
Liabilities:				
Accounts payable and accrued liabilities.....	\$ 4,440	\$ 13,826	\$ 5,203	\$ 13,063
Tax refunds payable.....	143	438	143	438
Intergovernmental payables.....	243	507	243	507
Due to other funds.....	79,889	87,942	85,030	82,801
Deposits.....	728	517	728	517
Amounts held in custody for others.....	120,884	1,324,388	1,287,400	157,872
Securities lending collateral.....	20	1,852	20	1,852
Total liabilities.....	\$ 206,347	\$ 1,429,470	\$ 1,378,767	\$ 257,050
TOTALS--ALL AGENCY FUNDS				
Assets:				
Cash and cash equivalents.....	\$ 178,706	\$ 2,770,401	\$ 2,721,484	\$ 227,623
Investments.....	342,694	114,388	81,625	375,457
Invested securities lending collateral.....	20	1,852	20	1,852
Accounts receivable.....	3,158	6,264	4,134	5,288
Taxes receivable.....	5,841	4,960	5,861	4,940
Loans and notes receivable.....	95	92	95	92
Due from Federal government.....	863	2,559	863	2,559
Due from other funds.....	54,430	57,438	54,430	57,438
Due from component units.....	—	34	17	17
Total assets.....	\$ 585,807	\$ 2,957,988	\$ 2,868,529	\$ 675,266
Liabilities:				
Accounts payable and accrued liabilities.....	\$ 4,904	\$ 13,978	\$ 5,680	\$ 13,202
Tax refunds payable.....	143	438	143	438
Intergovernmental payables.....	243	517	243	517
Due to other funds.....	90,537	101,514	95,678	96,373
Deposits.....	728	517	728	517
Amounts held in custody for others.....	489,232	2,348,577	2,275,442	562,367
Securities lending collateral.....	20	1,852	20	1,852
Total liabilities.....	\$ 585,807	\$ 2,467,393	\$ 2,377,934	\$ 675,266