



THE TRUTH

Money Needed to Pay Bills
- \$27.8 billion

Taxpayer Burden™
- \$18,700

Financial Grade
D

Ranking
39 out of 50

South Carolina Finances Deteriorated Even With Federal Aid



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Financial State of South Carolina

Despite receiving support from COVID relief grants and other federal programs, South Carolina’s overall financial condition worsened during the onset of the pandemic. Based upon the state’s fiscal year 2020 audited financial report, South Carolina had a Taxpayer Burden™ of \$18,700, earning it a “D” grade from Truth in Accounting.

South Carolina’s elected officials have repeatedly made financial decisions that left the state with a debt burden of \$27.8 billion. That burden came to \$18,700 for every state taxpayer. South Carolina’s financial problems stem mostly from unfunded retirement obligations that have over the years. The state had only set aside 51 cents for every dollar of promised pension benefits and 9 cents for every dollar of promised retiree health care benefits.

South Carolina did not have enough money set aside to weather the pandemic and the state has been in poor fiscal shape for years. Like all other states, South Carolina received federal assistance from the CARES Act and other COVID-19 related grants which came with stipulations on how the money could be spent. The state has not been properly funding its pension and retiree health care promises for years which has led to its financial condition continuing to deteriorate.

The data included in this report is derived from the state of South Carolina’s 2020 audited Annual Comprehensive Financial Report and retirement plans’ reports. To compare states’ financial information go to Data-Z.org.

South Carolina’s Financial Breakdown

Fast Facts

- South Carolina had \$20.1 billion available to pay \$47.9 billion worth of bills.
- The outcome was a \$27.8 billion shortfall, which breaks down to a burden of \$18,700 per taxpayer.
- South Carolina’s overall financial condition worsened by 33 percent during the pandemic mostly because retirement plan liabilities increased faster than investment income.

THE STATE’S BILLS EXCEEDED ITS ASSETS

Total assets	\$67,896,925,000
Minus: Capital assets	-\$32,668,884,000
Restricted assets	-\$15,112,283,000
Assets available to pay bills	\$20,115,758,000
Minus: Total bills	-\$47,881,950,000
Money available (needed) to pay bills	-\$27,766,192,000
Each taxpayer’s share of this debt	-\$18,700

BILLS THE STATE ACCUMULATED

Bonds	\$12,840,982,000
Other liabilities	\$14,099,169,000
Minus: Debt related to capital assets	-\$9,004,404,000
Unfunded pension benefits	\$15,891,155,000
Unfunded retiree health care benefits	\$14,055,048,000
Total bills	\$47,881,950,000

Grade:

D

Bottom line: South Carolina would need \$18,700 from each of its taxpayers to pay all of its bills, so it received a “D” for its finances. According to Truth in Accounting’s grading scale, any government with a Taxpayer Burden between \$5,000 and \$20,000 receives a “D” grade.

Truth in Accounting is a 501(c)(3) nonprofit organization committed to educating and empowering citizens with understandable, reliable and transparent government financial information. To be knowledgeable participants in their government and its budget process, citizens need truthful and transparent financial information.