

Bamberg County Audit Highlights FYE June 30, 2020

Presented by: Gina Smith, Controller
Bamberg County Council Meeting
April 5, 2021



Audit Results:

County Earned an unmodified (clean) audit opinion

Why does an unmodified audit opinion matter?

- Demonstrates good fiscal stewardship
- Impacts borrowing ability and rates
- Sense of pride to elected officials and employees
- The most important measure of financial stability
- Builds and confirms confidence in management

General Fund Overview

Total Revenues*

\$7,756,177

*Includes all tax revenues, state and federal support, fees, fines, charges for services, and miscellaneous

Total Expenditures

\$7,588,044

Transfers Out

\$140,239

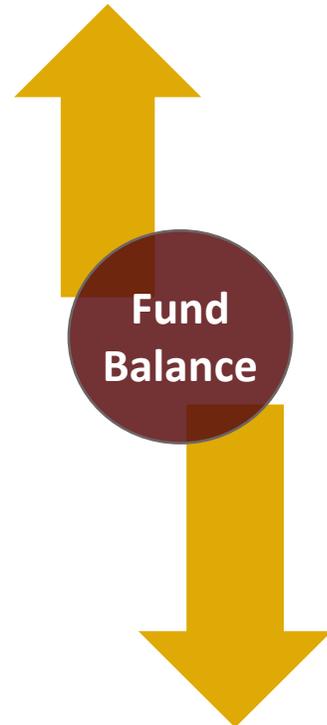
Fund Balance Increase:
\$27,894

Fund Balance:
FYE June 30, 2019 - \$3,253,838
FYE June 30, 2020 - \$3,281,732

General Fund Overview

FUND BALANCE \neq CASH

Fund balance is the net of all assets less all liabilities.



When the Asset Account Increases

When the Liability Account Increases

General Fund Overview

Budgeted Revenues -
\$7,904,060

Actual Revenues -
\$7,756,177

Budgeted Expenditures -
\$7,957,245

Actual Expenditures -
\$7,588,044



- All done in an unprecedented year of the pandemic with unbudgeted expenses.
- Pandemic related expenditures in FY20 - \$87,338
- Expenditures in FY21 were \$71,170
- CARES Act Funding Applied for and Received - \$155,344. Received in FY21.

Other Funds

- Fund 021 – E911
- Fund 023 – Public Works/Road Maintenance
- Fund 025 – Rural Fire
- Fund 030 – Capital Projects Sales Tax
- Fund 031 – Hospital Capital Project
- Fund 033 – Capital Reserve Fund
- Fund 080 – Debt Service Fund
- Fund 090 – Enterprise Fund

Capital Assets

The County added \$1,859,633 in Capital Assets during the year.

In Governmental Funds:

- Buildings \$ 71,584
4 Buildings obtained via FLC \$56,000; Historic Courthouse a) Elevator \$8,276; b) Attic work \$7,209

- Mach & Equipment \$ 388,721
Voting Equipment-From State \$284,204; Respirator fit-testing system \$9,295; Walk-in freezer \$19,978; Voter Reg. Trailer \$5,285; Motorola All-Band Console \$9,864, Mobile Wi-Fi Extender \$5,810

- Vehicles \$ 840,000
Fire Trucks 3 @ \$240,000 each

- Construction in Progress \$ 1,529,163
Veterans Memorial \$287,567, DSS/HD/LEC Bldg. \$358,079, Road Improvements \$844,465, Rivers Bridge Fire Station \$ 7,650

- Infrastructure \$ 133,165
Airport Runway Rehab \$125,978

Note: Governmental Funds includes General Fund, Capital Project Sales Tax Fund, All Special Revenue Funds, All Capital Project Funds and Debt Service Fund.

Internal Control Issues Resolved

AUDIT SCHEDULE OF FINDINGS

	FY20	FY19	FY18	FY17	FY16	FY15	FY14	FY13	FY12
MATERIAL WEAKNESSES									
1. Accounting System						X	X	X	X
2. General Ledger Deficiencies & Material Audit Adjustments			X	X	X	X	X	X	X
3. Omission of Component Unit								X	X
4. Preparation of Financial Statements				X	X		X	X	X
5. Detention Center Inmate Funds							X	X	X
6. Capital Assets			X	X	X			X	X
7. Uncollateralized/Uninsured Deposits								X	
8. Internal Control over Family Court Collections		X	X	X					
9. Proper Recording of Transactions			X						
SIGINIFICANT DEFICIENCIES									
1. Segregation of Duties							X	X	X
2. Inadequate Controls Over Assessed Values									X
3. Payroll Issues									X
4. Delinquent Tax Sale Funds			X	X	X				
5. Magistrate Collections	X	X	X						
6. Clerk of Court Funds Held	X	X	X						
7. Approved Purchasing Policy			X						
TOTAL COUNT OF INTERNAL CONTROL ISSUES	2	3	8	5	4	2	5	8	9

Material weakness:

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.

Significant Deficiencies:

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.

History of Audit Opinions

AUDIT OPINION HISTORY				
YEAR	GOVT-WIDE FINANCIAL STMTS	FUND FINANCIAL STMTS	# of Issues preventing "Clean" Opinion	Description of the Issues
FY20	Unmodified	Unmodified	0	None
FY19	Unmodified	Unmodified	0	None
FY18	Unmodified	Unmodified	0	None
FY17	Unmodified	Unmodified	0	None
FY16	Unmodified	Unmodified	0	None
FY15	Unmodified	Unmodified	0	None
FY14	Qualified	Qualified	2	1) Del Tax Sale Accounts, and 2) OPEB Liability(GASB#45)
FY13	Qualified	Qualified	4	1) Hospital, 2) Capital Asset records, 3) Del Tax Sale Accounts, and 4) Inmate Funds
FY12	Adverse	Qualified	4	1) Hospital, 2) Capital Asset records, 3) Del Tax Sale Accounts, and 4) Inmate Funds
FY11	Adverse	Unqualified	2	1) Hospital and 2) Capital Asset records
FY10	Adverse	Unqualified	2	1) Hospital and 2) Capital Asset records
FY09	Adverse	Unqualified	2	1) Hospital and 2) Capital Asset records

Explanation of Opinions:

Unmodified
Formerly called unqualified, means "clean." This is what you want to have.

Types of modified opinions (qualified)

Qualified	Adverse	Disclaimer
There is an issue that prevents a "clean" or unqualified opinion.	Negative opinion	No opinion

Fund Balance History

FUND #	FUND										NET CHANGE
		FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY19 TO FY20
010	GENERAL FUND	\$ 369,712	\$ 6,989,474	\$ 2,784,163	\$ 3,238,564	\$ 3,208,164	\$ 3,308,323	\$ 2,898,202	\$ 3,253,838	\$ 3,281,732	\$ 27,894
020	SPECIAL REVENUE FUND-C FUNDS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 276,600	\$ 967,677	\$ 691,077
021	E911 TARRIFF	\$ 83,425	\$ 324,954	\$ 276,615	\$ 342,157	\$ 265,526	\$ 113,687	\$ 51,450	\$ (14,260)	\$ (85,901)	\$ (71,641)
023	ROAD MAINTENANCE FUND	\$ (172,828)	\$ (220,228)	\$ (205,808)	\$ (215,180)	\$ (181,959)	\$ (257,192)	\$ (349,447)	\$ (239,456)	\$ (276,744)	\$ (37,288)
025	RURAL FIRE	\$ 10,453	\$ 6,531	\$ 64,386	\$ 112,972	\$ 173,702	\$ 253,486	\$ 321,598	\$ 520,041	\$ 585,869	\$ 65,828
030	CPST - 1ST IMPOSITION	\$ -	\$ 4,913,115	\$ 5,436,735	\$ 5,012,874	\$ 3,514,053	\$ 3,963,488	\$ 4,738,858	\$ 4,925,488	\$ 4,919,253	\$ (6,235)
030	CPST - 2ND IMPOSITION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,005,286	\$ 2,346,161	\$ 340,875
031	HOSPITAL FUND	\$ (38,123)	\$ (38,123)	\$ (38,123)	\$ (38,123)	\$ (25,268)	\$ (25,268)	\$ (12,268)	\$ -	\$ -	\$ -
033	CAPITAL RESERVE FUND	\$ 161,646	\$ 371,834	\$ 418,366	\$ 827,715	\$ 533,315	\$ 558,426	\$ 372,066	\$ 184,139	\$ 433,124	\$ 248,985
080	DEBT SERVICE FUND	\$ 50,151	\$ 50,846	\$ 65,194	\$ 75,155	\$ 92,023	\$ 150,885	\$ 195,490	\$ 266,558	\$ 277,719	\$ 11,161
	TOTAL GOVERNMENTAL FUNDS	\$ 464,436	\$ 12,398,403	\$ 8,801,528	\$ 9,356,134	\$ 7,579,556	\$ 8,065,835	\$ 8,215,949	\$ 11,178,234		\$ 1,270,656

NET POSITION											
090	LANDFILL/SOLID WASTE	\$ -	\$ 298,053	\$ 273,298	\$ (426,018)	\$ (403,059)	\$ (411,843)	\$ (357,989)	\$ (436,839)	\$ (358,789)	\$ 78,050

General Fund Fund Balance Categories

<u>General Fund</u>	FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20
Restricted	\$ 720,886	\$ 5,664,448	\$ 649,723	\$ 639,094	\$ 805,499	\$ 808,593	\$ 828,161	\$ 604,958	\$ 604,306
Assigned	\$ -	\$ 58,816	\$ 286,156	\$ 230,404	\$ 397,915	\$ 341,815	\$ 253,650	\$ 537,865	\$ 250,000
Unassigned (Deficit)	\$ (351,174)	\$ 1,266,210	\$ 1,848,284	\$ 2,369,066	\$ 2,004,750	\$ 2,157,915	\$ 1,816,391	\$ 2,111,015	\$ 2,427,426
Total Fund Balance	\$ 369,712	\$ 6,989,474	\$ 2,784,163	\$ 3,238,564	\$ 3,208,164	\$ 3,308,323	\$ 2,898,202	\$ 3,253,838	\$ 3,281,732

Category definitions:

(as defined on page 44 of the audit)

Restricted – Amounts that are restricted for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of the resource providers.

Assigned – Includes amounts that contain self-imposed constraints of the government to be used for a particular purpose such as a subsequent year project budget deficit expected to be covered through fund balance reserves.

Unassigned – Includes amounts that are not considered for any particular purpose. They appear only in the general fund or in another fund as negative fund balances.

General Fund Revenues

Local Sources

Local Sources	
Property Taxes-Real	4,423,603
Property Taxes- Motor Vehicle	547,272
Delinquent Taxes	243,051
LOST	219,624
Delinquent Tax Execution Cost	101,228
Vehicle Decal Income	9,034
Watercraft	1,691
Payment in lieu of taxes	6,815
Municipal tax collection fees	28,575
State motor carrier	44,442
Manufacturer exemption reimbursement	65,025
Merchant's inventory tax	26,475
Homestead exemption reimbursement	343,233
Total Taxes	6,060,068

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General Fund Revenues

Intergovernmental

Intergovernmental	
State Sources	
Accommodations Tax	100,980
Local Gov't Fund	642,727
State Assistance	6,300
State Election Board stipend reimbursement	10,505
Reimbursement for election costs	8,554
Service Officer Supplement	4,798
Grants	6,757
Rural infrastructure grant	153,525
State pension funding allocation	81,194
Federal Sources	
DSS Clerk of Court	14,322
DSS-Sheriff	2,805
DSS IVD Incentives	54,427
DSS-Rent/Utilities reimbursement	7,557
Total Intergovernmental	1,094,451

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General Fund Revenues

All Others

Licenses & Permits	
Moving and other permits	15,702
Franchise fees	2,889
Building permits	51,923
Total licenses & permits	70,514

Fines & Forfeitures	
Clerk of Court fines & fees	115,684
Magistrate fines & fees	89,976
Sex offender registration fees	1,675
Victim's Advocate funds	11,776
Service fees	1,513
Total fines & forfeitures	220,624

Charges for Services	
Probate fees	44,083
Municipal inmate housing	18,273
Tower rent	76,426
DMV fees	6,852
Total charges for services	145,634

Miscellaneous	
Investment income	6,513
Misc revenue	41,121
Forfeited Land Commission sales & interest	84,756
GIS mapping	3,155
Reimbursement from Municipal Judge	22,605
Detention Center phone	3,098
Detention Center concessions commissions	3,638
Total Miscellaneous	164,886

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General Fund Expenditures

General Government

General Government	
Administration	274,712
Auditor	128,995
Treasurer	224,975
Assessor	259,183
Building/Planning	90,910
Voter Registration	141,180
Delinquent Tax Collector	159,531
Finance	442,379
County Attorney	173,430
Contingency	11,908
Central Services & Utilities	787,239
Unallocated Benefits	2,040
County Council	196,970
Buildings & Grounds	294,171
Veterans Affairs	28,865
Information Technology	120,985
Mosquito Control	4,319
Total General Government	3,341,792

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of audited financials.

General Fund Expenditures Judicial & Public Safety

Judicial	
Clerk of Court	306,552
Probate Judge	133,014
Magistrate	229,050
Public Defender	32,500
Solicitor	81,730
Court Library	-
Total Judicial	782,846

Public Safety	
Sheriff	1,121,956
Detention Center	916,387
Coroner	50,631
E911	70,817
Dispatching	414,439
Total Public Safety	2,574,230

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of audited financials.

General Fund Expenditures

Economic Development, Culture & Recreation, and Health & Welfare

Economic Development	
Southern Carolina Alliance	50,000
State RIF grant expenditures	3,825
Total Economic Development	53,825

Culture & Recreation	
Local recreation & tourism	17,600
ABBE Regional Library	136,800
Total Culture & Recreation	154,400

Health & Welfare	
EMS/Rescue	456,250
Total Health & Welfare	456,250

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of audited financials.

General Fund Expenditures

Miscellaneous

Miscellaneous	
Contract Agencies:	
Lower Savannah Council of Gov'ts	27,115
SC Association of Counties	6,697
National Association of Counties	450
Soil & Water Conservation District	6,000
Willow Swamp Contract	-
Mary Ann Morris Animal Society	29,000
Non-Contract Agencies:	
Medically Indigent Assistance Fund	42,710
Health Department	536
Chamber of Commerce	80
Tri-County Comm. Alcohol & Drug Abuse	1,800
Western Carolina Higher Ed Comm.	5,000
OCAB-Community Action	1,800
Denmark Technical College	26,715
Clemson Extension	1,100
Bamberg County Council on Aging	64,000
Bamberg Co. DSS-Emergency Relief	6,498
Cheese & Cracker Box	4,000
Little Swamp Community Center	1,200
Total Miscellaneous	224,701

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of audited financials.

General Fund

Comparing Revenue to Expenditures

Fund Balance at 6/30/19		\$ 3,253,838
<u>Revenues</u>		
Local Sources	6,060,068	
Intergovernmental	1,094,451	
Licenses & Permits	70,514	
Charges for Services	145,634	
Fines & Forfeitures	220,624	
Miscellaneous	164,886	
Total Revenues		7,756,177
<u>Expenditures</u>		
General Government	3,341,792	
Judicial	782,846	
Public Safety	2,574,230	
Economic Development	53,825	
Culture & Recreation	154,400	
Miscellaneous	224,701	
Health & Welfare	456,250	
Total Expenditures		7,588,044
<u>Other Financing Sources (Uses)</u>		
Proceeds from Sale of assets	-	
Transfers in (out)	(140,239)	(140,239)
Total Other Fin. Sources		
Fund Balance at 6/30/20		\$ 3,281,732

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Fund 021

E911

Fund Balance at 6/30/19		\$ (14,260)
<u>Revenues</u>		
Charges for services	29,418	
Intergovernmental-State	182,639	
Interest Income	1,050	
		213,107
<u>Expenditures</u>		
Departmental Expenses	(296,709)	
Capital Outlay	-	
Debt Service-Principal	-	
		(296,709)
<u>Transfers</u>		
Transfers in from General Fund		11,961
Fund Balance at 6/30/20		\$ (85,901)

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Fund 023

Public Works/ Road Maintenance

Fund Balance at 6/30/19		\$ (239,456)	
<u>Revenues</u>			
Road User Fee	371,691		
Intergovernmental-Federal	3,580		
Miscellaneous	55		
Interest income	3	375,329	
<u>Expenditures</u>			
Departmental Expenditures		(434,853)	(59,524)
<u>Other Financing Sources(Uses)</u>			
Transfers In		22,236	
Fund Balance at 6/30/20		\$ (276,744)	

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Fund 025

Rural Fire

Fund Balance at 6/30/19		\$ 520,041
<u>Revenues</u>		
Property Taxes	441,350	
Debt Proceeds	10,000	
Transfer In	840,000	
Interest Income	269	1,291,619
<u>Expenditures</u>		
Operational expenditures	(312,220)	
Capital Outlay	(856,945)	
Debt Svc-Principal	(31,243)	
Debt Svc-Interest	(25,383)	(1,225,791)
Fund Balance at 6/30/20		\$ 585,869

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Fund 030

Capital Projects Sales Tax

Fund Balance at 6/30/19		\$ 6,930,774
<u>Revenues</u>		
Debt Proceeds-BAN	1,686,760	
Debt Proceeds-Mini Bonds	138,564	
FILOT Collections	395,677	
CPST Collections	999,180	
Interest Income	54,848	3,275,029
<u>Expenditures</u>		
Insurance	(1,091)	
Debt Issuance Costs	(63,057)	
Projects:		
Courthouse Annex	-	
Veteran's Memorial	-	
Olar Community Bldg.	-	
Ehrhardt Downtown/Town Hall	-	
DSS/HD/LEC Project	(358,079)	(422,227)
<u>Debt Service</u>		
Principal	(2,150,000)	
Interest	(368,162)	(2,518,162)
Fund Balance at 6/30/20		\$ 7,265,414

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financials

Fund 033

Capital Reserve Fund

Fund Balance at 6/30/19		\$ 184,139
<u>Revenues</u>		
Debt Proceeds	483,573	
Property Taxes	858,214	
Grant Income	40,000	
Insurance Recoveries	2,253	
Interest Income	232	1,384,272
<u>Expenditures</u>		
Capital Outlay:		
Capital expenditures	(493,209)	
Debt Service - Principal	(483,414)	
Debt Service - Interest	(42,576)	(1,019,199)
<u>Transfer Out</u>		
To Fund 090 for lease payments on eqpt		(116,088)
Fund Balance at 6/30/20		\$ 433,124

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Fund 080 Debt Service Fund

FUND 080 DEBT SERVICE FUND			
	Fund Balance at 6/30/19		\$ 266,558
Revenues			
	Property Taxes	348,802	
	Interest Income	36	348,838
Expenditures			
	Reserve Requirement	(20,000)	
	Debt Service:		
	Principal Payments	(270,285)	
	Interest Payments	(67,128)	(357,413)
Transfers			
	Debt Proceeds		690,300
	Transfers Out		(670,564)
	Fund Balance at 6/30/20		\$ 277,719

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Fund 090

Enterprise Fund

Net Position at 6/30/19			\$ (398,908)
<u>Revenues</u>			
	Landfill Fees	419,488	
	Solid Waste Fee	491,112	
	Operating Grants-Landfill & Solid Waste	53,475	
	Operating Grants-Litter Control	4,699	
	Operating Grants-KAB	43,281	
	Miscellaneous income	11,410	
			1,023,465
<u>Expenditures</u>			
	Landfill/Solid Waste Dept Expenditures	(922,240)	
	Litter Control	(63,857)	
	Keep America Beautiful Dept Expend.	(73,864)	(1,059,961)
<u>Transfers</u>			
	Transfer In from Fund 033- Eqpt lease pmts	76,615	
			76,615
Net Position at 6/30/20			\$ (358,789)

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Thank you for your continued support and guidance.

