



Berkeley County, South Carolina

Financial & Compliance Audit – June 30, 2021



BERKELEY
== COUNTY ==
SOUTH CAROLINA

**MAULDIN
& JENKINS**
CPAs & ADVISORS

Presented by:
David Irwin, CPA
Partner

Purpose of Today's Presentation

- **Overview of:**
 - **Independent Auditor's Report**
 - **Compliance Report (Yellow Book)**
 - **Financial Statements**
- **Required Communications**
- **Answer Any Questions**

Audit Opinion

- **Berkeley County: responsible for financial statements.**
- **M&J: to express opinions.**
- **Auditing Standards = *Generally Accepted Auditing Standards and Governmental Auditing Standards***
- **Financial Audit : Unmodified (Clean) Opinion**
 - **Highest level of Assurance**
 - **Financial Statements are fairly presented in all material respects, in accordance with GAAP**

Compliance Reports

Financial Report contains the following compliance report:

- **Yellow Book Report**
 - **Report on County's Internal Controls and Compliance**
 - **Not Intended to Provide an Opinion**
 - **No Significant Deficiencies or Material Weaknesses**
- **Single Audit will be finalized once OMB has issued the updated Compliance Supplement.**

Overview of Financial Statements

- **Management's Discussion & Analysis (MD&A)**
 - **Written by Management**
 - **Introduces and Summarizes Basic Financial Statements**
 - **Comparative Information**

- **County's Financial Statements Include Three (3) Components**
 - **Government-Wide Statements**
 - **Fund Level Statements**
 - **Notes to the Financial Statements**

Government-Wide Financial Statements

- **\$1.23 Billion = total assets and deferred outflows**
- **\$732.5 Million = capital assets, net of A/D**
- **\$510.3 Million = total liabilities and deferred inflows**
- **\$719 Million = net position *(or equity)***
- **\$320 million = revenues**
- **\$236 million = expenses**
- **Increase in Net Position of \$84M vs \$91M increase in py**

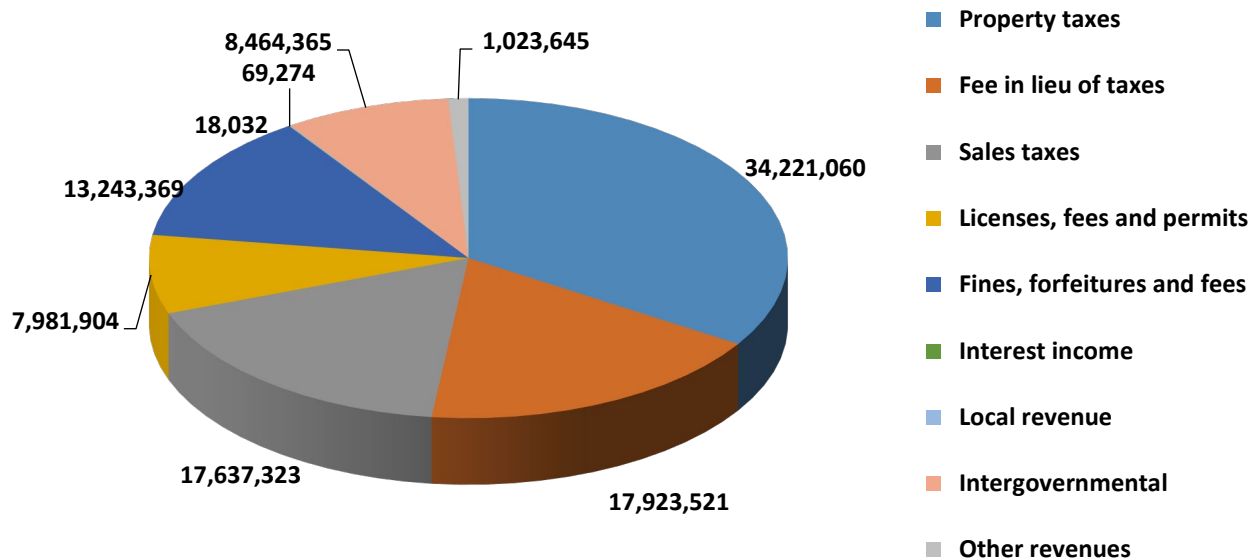
Government-Wide Financial Statements

Items to Note Regarding \$84 Million Increase in Net Position:

- **Net Position = Difference b/w Assets and Liabilities**
- **Does NOT equate to corresponding increase cash position**
- **Govt Activities: \$55.8 and Business-type: \$28.5**
- **\$30.8 million assets contributed by developers**
- **Business-type operating income of \$30.4 million**

Fund Level Statements – General Fund

General Fund Revenues - June 30, 2021



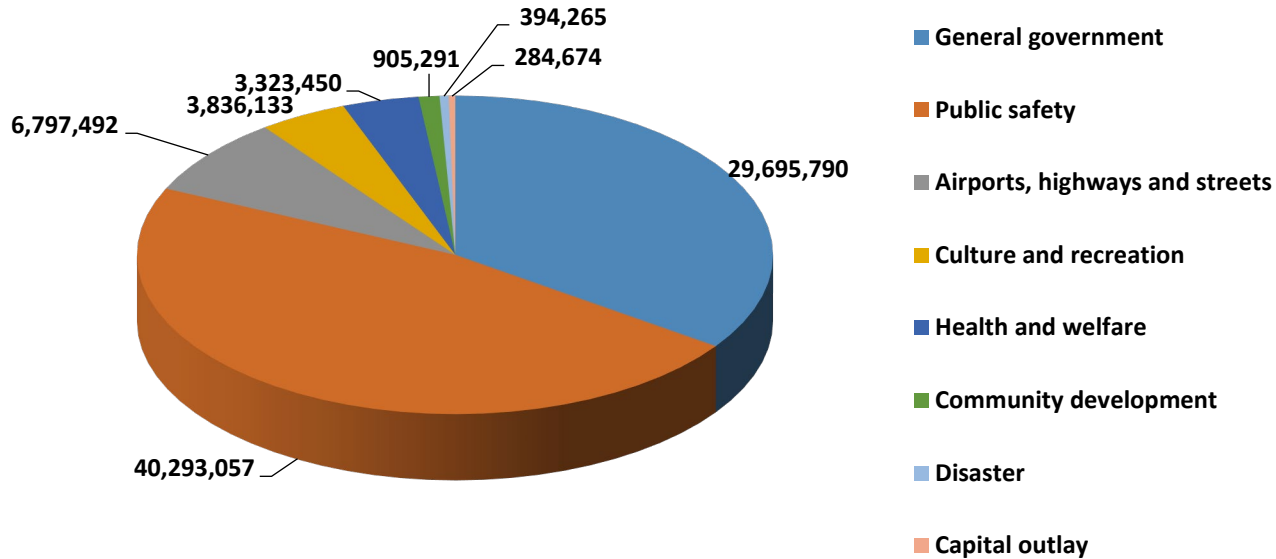
Fund Level Statements – General Fund

Significant Fluctuations between current and prior year:

- **Property taxes increased \$3.7 million or 12.2%**
- **Licenses, fees, and permits increased \$1.5 million or 23.6%**
- **Fines, forfeitures, and fees increased \$1.7 million or 14.8%**
- **Sales taxes increased \$601k or 3.5%**
- **Intergovernmental revenue decreased 28% or \$3.3 million**

Fund Level Statements – General Fund

General Fund Expenditures - June 30, 2021



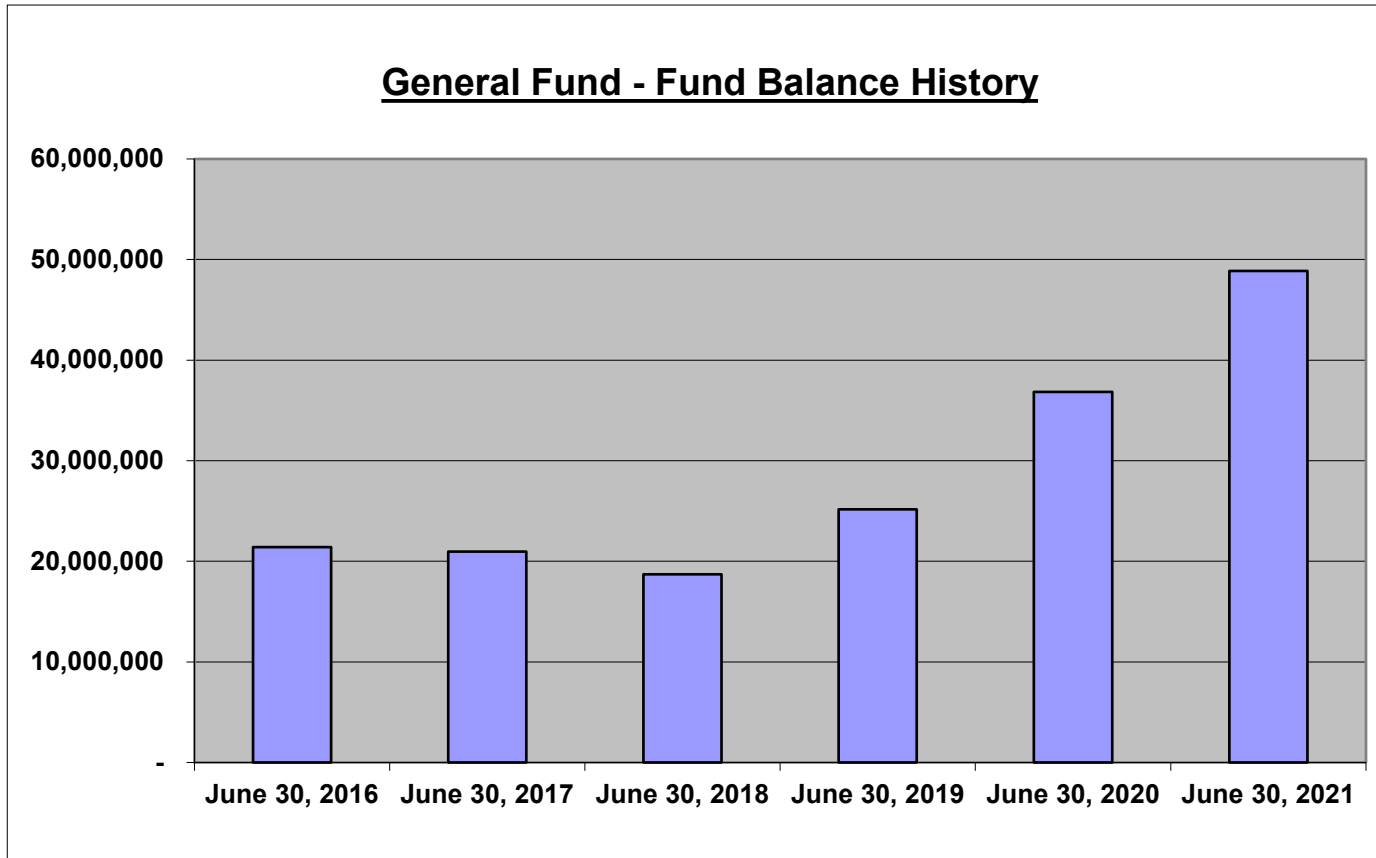
Fund Level Statements – General Fund

Significant Fluctuations between current and prior year:

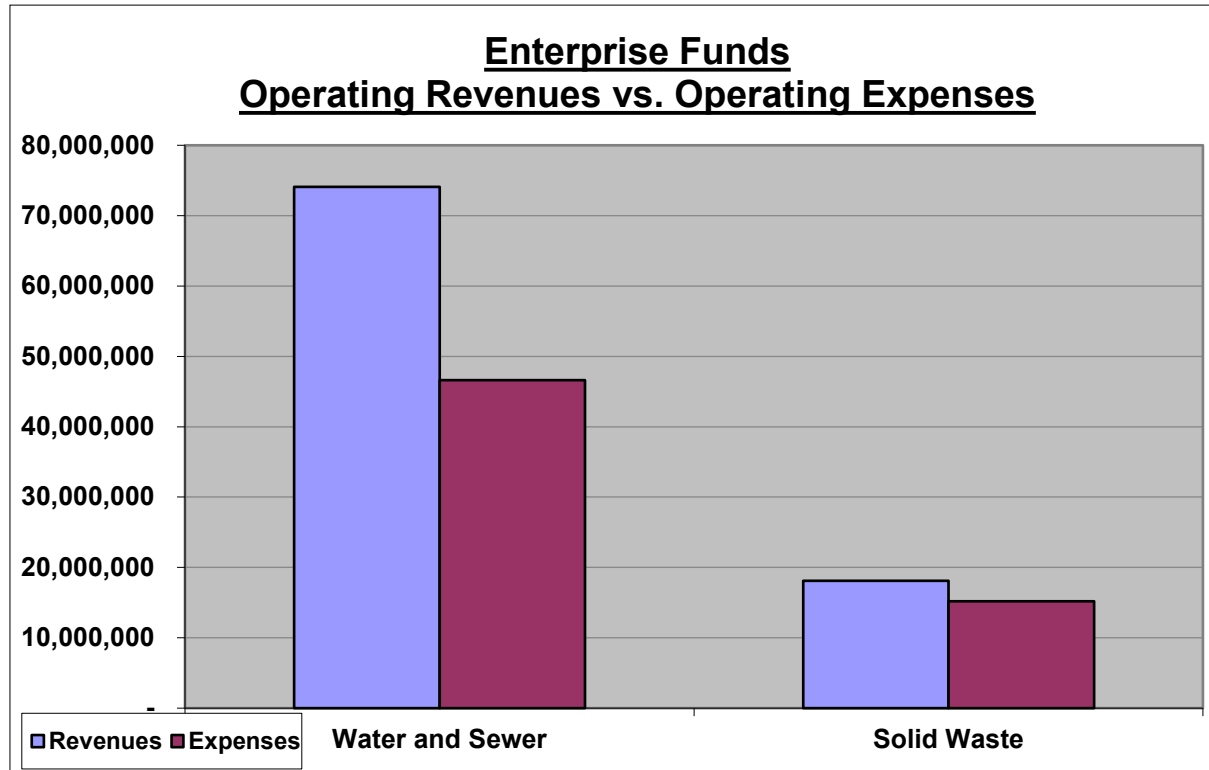
- **General Govt. expenditures increased \$1.5 million or 5.5%**
- **Public Safety expenditures increased by \$600k or 1.5%**
- **Natural disaster decreased 53% or \$450k**
- **Culture and recreation decreased 6.2% or \$254k**

CY revenue increase \$4.4 million vs CY expenditure increase of \$1.7 million = Net increase of \$2.7 million

Fund Level Statements – General Fund



Fund Level Statements – Enterprise Funds



Fund Level Statements – Enterprise Funds

- **W&S revenues increased \$5 million or 7.2% (Connection Fees)**
- **W&S expenses decreased \$1.8 million or 3.8%**
- **W&S operating income increased \$6.8 million to \$27.5 million**
- **Solid waste revenues decreased \$411K or 2.2%**
- **Solid waste expenses decreased \$1.3 million or 8%**
- **Solid waste income increased \$900K to \$2.9 million**
- **Enterprise Funds generated operating cash flows of \$60.8 million**

Required Communications

- **Clean Opinion and No Audit Findings**
- **No Difficulties Encountered with Management during the Performance of the Audit**
- **No Disagreements with Management**
- **No Uncorrected Misstatements**
- **We are Independent of County as required by Government Auditing Standards**

Closing

We appreciate the opportunity to serve Berkeley County, South Carolina and look forward to serving the County in the future.

