

AUDITED FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA
Newberry, South Carolina

June 30, 2021

CONTENTS

Audited Financial Statements

Independent Auditors' Report Page 4 – 5

Management's Discussion and Analysis 7 - 18

Audited Financial Statements – Primary Government

Statement of Net Position..... 20

Statement of Activities 21

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds to the Statement of Activities..... 22

Balance Sheet – Governmental Funds 23

Statement of Revenue, Expenditures, and Changes in Fund Balances Governmental Funds 24

Statement of Fiduciary Net Position – Fiduciary Funds..... 25

Notes to Financial Statements 26 – 49

Required Supplemental Information 51 – 54

Supplemental Information

General Fund

Schedule of Revenues and Expenditures – Budget and Actual..... 56 - 82

Non-Major Special Revenue Funds

Combining Balance Sheet 83

Combining Statement of Revenue, Expenditures and Changes in Fund Balance 84

Debt Service Fund

Statement of Revenue, Expenditures and Changes in Fund Balance 85

Capital Projects Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance..... 86

CONTENTS - CONTINUED

Trust and Agency Fund	
Combining Balance Sheet	87
Statement of Revenues, Expenditures and Changes in Fund Balance – E911 Fund	88
State Treasurer’s Reports	
Victims Services Fund & Statement of Fines, Assessments and Surcharges.....	89
Review of Accounting Controls over the Collection, Reporting and Distribution Of Fines and Assessments Collected.....	90
Independent Auditors’ Report on Internal Control over Financial Reporting, Compliance And Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	91 - 92
Schedule of Findings and Questioned Costs.....	93 - 94



RISH & ENZASTIGA

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Newberry County Council
Newberry, South Carolina

We have audited the accompanying primary government financial statements of the governmental activities and each major fund of Newberry County, South Carolina, as of and for the year ended June 30, 2021 and the related notes to the 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditor's 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.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. However, the primary government financial statements, because they do not include the financial data of component units of Newberry County, South Carolina, do not purport to, and do not, present fairly the financial position of Newberry County, South Carolina, as of June 30, 2021, and the results of operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Opinions

In our opinion, the primary government's financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Newberry County, South Carolina, as of June 30, 2021, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the Management's Discussion and Analysis (p 7-18), budgetary comparison (p. 51), Schedule of the County's Net OPEB Obligation (p.52) & Schedule of the County's Proportionate Share of the Net Pension Liability (p.53 - 54) 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 consists 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.

Other Information

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental information (p.56 - 89) is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The supplemental information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements in accordance with auditing standards generally accepted in the United States of America and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have issued a report dated October 28, 2021 on our consideration of the County's internal control structure and on its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with the report in considering the results of our audit.



Lexington, South Carolina
October 28, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

INTRODUCTION

This narrative overview gives an analysis of the financial activities of the County for the fiscal year ended June 30, 2021. Our purpose is to inform our citizens of the effect of our County's operations and to present our financial position. The readers should also review the detail statements and the notes to the financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

Key financial aspects were as follows:

- **Net Position:** The County's Total Net Position as of June 30, 2021, was \$3,027,164 which represented a decrease of \$4,715,917 from the prior year end.
- **Revenues and Expenditures:** Revenues totaled \$35,936,774 and expenditures totaled \$44,658,465 for all Governmental Funds at the fund level. Accordingly, revenues exceeded expenditures by \$912,773 after other financing activities. The general fund decreased the fund balance by \$897,755. The debt service fund balance increased \$2,542,346. The capital projects fund balance decreased \$1,036,156 from spending for lease purchase and sales tax projects.
- **Capital Assets:** The County had capital asset additions in the governmental activities of \$1,196,350 consisting of purchases of equipment and building improvements. Depreciation expense in governmental activities was \$1,869,907 This resulted in a net decrease of capital assets of \$673,557.
- **General Fund/Fund Balance:** Our principal operating fund, the General Fund, had \$28,337,095 in fiscal year 2021 Revenues, which primarily consisted of property taxes and intergovernmental sources. Net other financing uses were \$544,440 and \$28,690,410 in expenditures decreased the fund balance \$897,755.
- **Debt:** The County retired \$8,467,519 in principal for governmental activities bonds and lease purchase outstanding. The Debt Service Fund Balance increased from \$6,512,585 to \$9,054,931. Bonds payable are \$18,399,070 at June 30, 2021 and lease purchase payable is \$2,637,059. Detail for long term debt is shown in Note F. Pension liability detail is Note G. OPEB liability is Note O

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is 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 (General, Special Revenue, Debt Service, Capital, Fiduciary, Proprietary), and; (3) notes to the financial statements. This report also contains other information in addition to the basic financial statements themselves. A description of these statements and some related definitions follow:

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. These statements outline functions of the County that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the County include legislative, finance, election and registration, public safety, public works, social services, education and cultural, and public health expenditures.

Statement of Net Position: The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two 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.

Statement of Activities: 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 this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental, proprietary and fiduciary.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows of spend-able resources, as well as on balances of spend-able resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains its accounting records in conformity with the Governmental Accounting Standards. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, Debt Service, Capital Projects Funds and non-major Special Revenue funds.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of county residents and are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accrual basis of accounting is used for fiduciary funds. The primary funds are held for school funds and magistrate/clerk of court.

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

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.

Other Supplemental Information: In addition to the basic financial statements and accompanying notes, this report also presents certain information concerning the County's budget process. The County adopts an annual expenditure budget for the general fund. A budgetary comparison statement has been provided for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$3,027,164 as of June 30, 2021. The largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings and improvements, vehicles, furniture and equipment and construction in progress), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to its residents; consequently, these assets are not available for future spending.

The County's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following table presents a summary of the County's net position for the fiscal year ended June 30, 2021.

Current assets	\$ 37,280,529
Non-current assets	30,590,214
Deferred outflow – pension	<u>12,238,102</u>
Total assets and debits	<u>80,108,845</u>
Current liabilities	6,797,409
Non-current liabilities	65,654,717
Deferred inflow	<u>4,629,555</u>
Total liabilities & def inflows	<u>77,081,681</u>
Net position	<u>\$ 3,027,164</u>
Net position - Invested in capital assets, net of related debt	\$ 23,640,964
Restricted	9,054,931
Unrestricted	<u>(32,293,571)</u>
Total Net Position	<u>\$ 3,027,164</u>

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

The following are significant current year transactions that have had an impact on the Statement of Net Position:

- GO Bond principal payments of \$8,467,519 and bond issuance \$9,713,400
- Purchases of equipment, renovations of \$1,196,350 and depreciation of \$1,869,907.
- GASB 68 - net pension liability - \$19,823,471
- GASB 75 - OPEB Liability - \$26,808,197

Changes in net position: The County's governmental activities revenues for the fiscal year ended June 30, 2021, were \$35,577,716. The total cost of all programs and services was \$40,293,633. The following table presents a summary of the activity that resulted in changes to total net position for the fiscal year ended June 30, 2021.

REVENUES:	Amount
Program revenues:	
Charges for services	\$ 915,072
Operating grants and contributions	204,004
Capital grants	--
General revenues:	
Property taxes	22,718,102
Intergovernmental sources	2,965,221
Fines and assessments	2,548,987
Sales tax	4,990,303
Miscellaneous	<u>1,236,027</u>
Total revenues	<u>35,577,716</u>
EXPENSES:	
Governmental - current	(32,048,174)
Intergovernmental – capital	
Construction & improvements	(7,458,488)
Interest and fees	<u>(786,971)</u>
Total expenses	<u>(40,293,633)</u>
Decrease in net position	<u>\$ (4,715,917)</u>

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

Statement of Activities: The following table presents the cost of the major functional activities: current, capital outlays and debt service. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the County's taxpayers by each of these functions.

	Total Expenses	Net Revenue (Expense)
Governmental - Current	\$ 32,048,174	\$(30,929,098)
Intergovernmental – capital		
Construction & improvements	7,458,488	(7,458,488)
Debt Service - interest	<u>786,971</u>	<u>(786,971)</u>
 Total expenses	 <u>\$ 40,293,633</u>	 <u>\$(39,174,557)</u>

- The cost of all activities this year was \$40,293,633
- Net cost of governmental activities (\$39,174,557) was financed by general revenues (\$34,458,640), which are made up of primarily property taxes (\$22,718,102), intergovernmental sources (\$2,965,221), fines and assessments (\$2,548,987), sales tax (\$4,990,303), and other revenue (\$1,236,027).

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

The financial performance of the County as a whole is reflected in its governmental funds. As the County completed the year, its governmental funds reported a combined fund balance of \$30,420,713, an increase of \$912,773 since June 30, 2020. A fund balance of \$14,033,124 or 42 percent of total governmental fund balance constitutes unreserved and unassigned, which is available for spending at the County's discretion.

The remaining fund balance is reserved:

- \$ 7,080,752 assigned for future projects
- \$ 9,054,931 assigned for debt service
- \$ 1,544,438 committed for special revenue
- \$ 29,934 nonspendable for inventory – fuel

The General Fund is the principal operating fund of the County. The decrease in fund balance in the General Fund for the fiscal year was \$897,755 was due to economic development projects of \$3,250,000. The Debt Service Fund balance showed an increase of \$2,542,346. The Capital Projects Funds showed a fund balance of \$4,262,375, a combination of remaining sales tax bond, lease purchase and GO Bonds proceeds. The Capital Projects had expenditures of \$5,155,476.

BUDGETARY HIGHLIGHTS

A schedule showing the original and final budget amounts compared to the County's actual financial activity for the General Fund is provided in this report.

The County budgeted \$26,265,979 in General Fund Revenue with actual revenue totaling \$28,337,095 for a difference of \$2,071,116. The budget for expenditures was \$29,843,795 with the actual expenditures being \$28,690,410 for a difference of \$1,153,385. The general fund transferred \$544,440 to special revenue projects. The results from revenue, expenditures and other financing sources and uses caused the fund balance to decrease by \$897,755. Changes to the original and final budget were made through budget amendments during the year to adjust for various projects and costs.

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) –
CONTINUED
YEAR ENDED JUNE 30, 2021**

CAPITAL ASSETS

As of June 30, 2021, the County had invested \$30,590,214 in capital assets, net of accumulated depreciation, including buildings and facilities, fire service and rescue squad vehicles, other vehicles, and other equipment. Total depreciation expense for the year was \$1,896,907 for governmental activities.

The following schedule presents capital asset balances for the fiscal year ended June 30, 2021.

	Amount
Land	\$ 8,143,969
Buildings and improvements	38,619,549
Vehicles and equipment	23,728,973
Roads	11,340,105
Airport Improvements	<u>5,654,044</u>
 Total	 <u>\$ 87,486,640</u>

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

DEBT ADMINISTRATION

The following table presents a summary of the County's outstanding long-term debt for the fiscal year ended June 30, 2021.

	Amount
General obligation bonds	\$ 18,399,070
Lease purchase	2,637,059
Accrued compensated absences	<u>870,483</u>
 Total	 <u>\$ 21,878,118</u>

State statutes currently limit the amount of general obligation debt a County may issue to 8 percent of its total assessed valuation. Additional information on the County's long-term debt can be found in Note F of this report.

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2021**

NET OPEB AND PENSION LIABILITIES

The County offers retiree health insurance to its employees that meet the requirements and years of service. The County has recorded a OPEB obligation to fund future benefits due under this program. The liability as June 30, 2021 was \$26,808,197. Management will review the OPEB cost annually to determine how this benefit will impact the County and its employees in the future.

The County participates in the SC Retirement System and Police Officers Retirement System. As such the County has recorded a pension liability of \$19,823,471. The County continues to pay the required contribution rate for its employees.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Newberry County is one of the oldest counties in the State of South Carolina, having been created by the old Ninety-Six District in 1785. The county is located in the central piedmont portion of the state and encompasses a land area of 630 square miles. Approximately 54,000 acres located within the northeastern portion of Newberry County are within the Sumter National Forest.

Agriculture and manufacturing are important sources of employment for the residents of the County. Some of Newberry County's major taxpayers are Louis Rich, Renfro Corporation, Georgia Pacific Corporation and International Paper.

Numerous factors will be considered by County Council during the process of developing the fiscal year 2021 - 2022 budget. Some of County Council's main goals are to enhance the tax base and job opportunities for Newberry County. This will be done by continuing the refinement of the County's economic development plan. This plan will consist of industrial, commercial and tourism elements. A portion of this plan includes the development of a new industrial park. County staff is currently developing a plan to implement GIS and also developing a plan to enhance the Newberry County Airport. Further, we are studying alternative sources for revenue.

Another goal established by Newberry County Council is to continue to improve the quality and efficiency of services to all our citizens. This will be accomplished by the proper alignment of resources with professional service priorities as established by County Council.

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) –
CONTINUED
YEAR ENDED JUNE 30, 2021**

CURRENT AND PRIOR YEAR FINANCIAL ANALYSIS

Tables I – II are presented for additional analysis of the County's finances for the FY 2020 - 2021.

Table I – Statement of Net Position – Governmental Activities – Total current assets increased \$5,353,640 versus the prior year due to increases in cash. Capital assets decreased \$673,557 net as shown in Note N for capital asset additions for equipment less depreciation expense. Total liabilities increased \$14,236,624 due to the Net OPEB Obligation increase & GO bond principal and lease purchase principal activity. Net position decreased \$4,715,917 for spending in capital projects.

Table II – Statement of Activities – Governmental Activities – Total revenues increased \$1,541,327 (Property taxes increased \$1,003,397, sales tax increased \$715,579). Total expenses increased \$1,200,427 due to payments for economic development, OPEB, pension and depreciation expenses.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Division of Financial Services, Newberry County, 1309 College Street, Newberry, South Carolina 29108. (Telephone # 803-321-2100).

Information on component units and their financial reports can be obtained by contacting Division of Financial Services, Newberry County, 1309 College Street, Newberry, South Carolina 29108. (Telephone # 803-321-2100).

NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2021

Table I - Current vs. Prior - Statements of Net Position - Governmental Activities

	Governmental Activities		
	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Assets			
Total Current Assets	\$ 37,280,529	\$ 31,926,889	\$ 5,353,640
Other Debits	12,238,102	2,767,923	9,470,179
Capital Assets, net of accumulated depreciation	<u>30,590,214</u>	<u>31,263,771</u>	<u>(673,557)</u>
Total Assets	<u>\$ 80,108,845</u>	<u>\$ 65,958,583</u>	<u>\$ 14,150,262</u>
Total Current Liabilities	\$ 6,797,409	\$ 5,747,345	\$ 1,050,064
Non-Current Liabilities	61,025,162	51,280,553	9,744,609
Deferred Inflows	<u>4,629,555</u>	<u>1,187,604</u>	<u>3,441,951</u>
	<u>\$ 72,452,126</u>	<u>\$ 58,215,502</u>	<u>\$ 14,236,624</u>
Net Position			
Invested in capital assets, net of related debt	\$ 23,640,964	\$ 24,314,521	\$ (673,557)
Restricted	9,137,425	9,137,425	-
Unrestricted/(deficit)	<u>(29,751,225)</u>	<u>(25,708,865)</u>	<u>(4,042,360)</u>
Total Net Position	<u>\$ 3,027,164</u>	<u>\$ 7,743,081</u>	<u>\$ (4,715,917)</u>

NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2021

Table II - Current vs Prior - Statement of Activities - Governmental Activities

	Governmental Activities		
	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Revenues			
Program Revenues:			
Charges for Services	\$ 915,072	\$ 519,155	\$ 395,917
Operating Grants	204,004	699,564	(495,560)
Capital Grants	-	-	-
General Revenue:			
Property Taxes	22,718,102	21,714,705	1,003,397
Intergovernmental Sources	2,965,221	3,557,422	(592,201)
Fines and Assessments	2,548,987	2,085,358	463,629
Sales Tax - Debt Service	4,990,303	4,274,724	715,579
Other	<u>1,236,027</u>	<u>1,185,461</u>	<u>50,566</u>
Total Revenues	<u>\$ 35,577,716</u>	<u>\$ 34,036,389</u>	<u>\$ 1,541,327</u>
Expenses			
Current			
Legislative	\$ 344,995	\$ 274,491	\$ 70,504
Administration	5,013,935	2,281,601	2,732,334
Tax assessment & collection	1,606,806	1,610,336	(3,530)
Election & registration	234,568	217,165	17,403
Administration of Justice	2,090,733	2,035,031	55,702
Law enforcement	4,882,312	4,726,182	156,130
Detention	2,230,995	2,199,202	31,793
Public safety	5,090,684	5,105,860	(15,176)
Public works & maintenance	7,424,114	7,308,626	115,488
Planning & development	648,120	603,706	44,414
Agriculture & home economics	98,166	121,826	(23,660)
Public health	16,870	23,129	(6,259)
Social services	308,739	305,401	3,338
Miscellaneous	1,514,246	3,625,890	(2,111,644)
Emergency telephone reporting	542,891	326,857	216,034
Capital Construction & Improvements - Intergovernmental	7,458,488	7,487,407	(28,919)
Interest and Fees	<u>786,971</u>	<u>840,496</u>	<u>(53,525)</u>
Total Expenses	<u>\$ 40,293,633</u>	<u>\$ 39,093,206</u>	<u>\$ 1,200,427</u>
Change in Net Position	(4,715,917)	(5,056,817)	340,900
Net Position, Beginning of Year	<u>7,743,081</u>	<u>12,799,898</u>	<u>(5,056,817)</u>
Net Position, End of Year	<u>\$ 3,027,164</u>	<u>\$ 7,743,081</u>	<u>\$ (4,715,917)</u>

**BASIC FINANCIAL STATEMENTS
PRIMARY GOVERNMENT**

STATEMENT OF NET POSITION
NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2021

	PRIMARY GOVERNMENT	
	Governmental Activities	Total
ASSETS AND OTHER DEBITS		
Current Assets		
Cash - Notes B & C	\$ 12,385,393	\$ 12,385,393
Investments - Note C	21,587,393	21,587,393
Receivables		
Property taxes - delinquent - Note E	741,309	741,309
Other	780,452	780,452
Due from other governments		
State shared revenue	403,085	403,085
Sales tax	1,352,963	1,352,963
Inventory - jet fuel	29,934	29,934
Total Current Assets	37,280,529	37,280,529
Capital Assets - Note N		
Land	8,143,969	8,143,969
Buildings	38,619,549	38,619,549
Roads	11,340,105	11,340,105
Equipment	23,728,973	23,728,973
Airport improvements	5,654,044	5,654,044
Accumulated depreciation	(56,896,426)	(56,896,426)
DEFERRED OUTFLOW		
OPEB	8,221,945	8,221,945
Pension	4,016,157	4,016,157
TOTAL ASSETS AND OTHER DEBITS	\$ 80,108,845	\$ 80,108,845
LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
LIABILITIES		
Current Liabilities		
Accrued expenses	\$ 400,466	\$ 400,466
Due to other taxing units and others	2,024,086	2,024,086
Accrued interest	205,294	205,294
Lease payable, current portion	640,066	640,066
Bonds payable, current portion	3,527,497	3,527,497
Total Current Liabilities	6,797,409	6,797,409
Bonds payable, less current portion	14,871,573	14,871,573
Compensated absences	870,483	870,483
Net Pension Liability	19,823,471	19,823,471
Landfill Post Closure	1,284,000	1,284,000
Net OPEB Obligation - See Note P	26,808,197	26,808,197
Lease purchase, less current portion	1,996,993	1,996,993
TOTAL LIABILITIES	72,452,126	72,452,126
DEFERRED INFLOWS		
Grant	3,761,665	3,761,665
Pension	867,890	867,890
NET POSITION		
Invested in capital assets, net of related debt, \$6,949,250	23,640,964	23,640,964
Restricted for:		
special projects, net of related debt, \$2,673,691	2,624,840	2,624,840
debt service	6,512,585	6,512,585
Unrestricted	(29,751,225)	(29,751,225)
TOTAL NET POSITION	3,027,164	3,027,164
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ 80,108,845	\$ 80,108,845

The accompanying notes are an integral part of this statement.

STATEMENT OF ACTIVITIES

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	Expenses	Program Revenues			Net Revenue & Changes in Net Position	
		Charges for Services	Operating Grants	Capital Grants	Governmental Activities	Total
Governmental Activities						
Current						
Legislative	\$ 344,995	\$ -	\$ -	\$ -	\$ (344,995)	\$ (344,995)
Administration	5,013,935	-	-	-	(5,013,935)	(5,013,935)
Tax assessment & collection	1,606,806	-	-	-	(1,606,806)	(1,606,806)
Election & registration	234,568	-	-	-	(234,568)	(234,568)
Administration of Justice	2,090,733	-	199,943	-	(1,890,790)	(1,890,790)
Law enforcement	4,882,312	-	4,061	-	(4,878,251)	(4,878,251)
Detention	2,230,995	-	-	-	(2,230,995)	(2,230,995)
Public safety	5,090,684	284,233	-	-	(4,806,451)	(4,806,451)
Public works & maintenance	7,424,114	-	-	-	(7,424,114)	(7,424,114)
Planning & development	648,120	-	-	-	(648,120)	(648,120)
Agriculture & home economics	98,166	-	-	-	(98,166)	(98,166)
Public health	16,870	-	-	-	(16,870)	(16,870)
Social services	308,739	-	-	-	(308,739)	(308,739)
Miscellaneous	1,514,246	-	-	-	(1,514,246)	(1,514,246)
Emergency telephone reporting	542,891	630,839	-	-	87,948	87,948
Capital construction & improvements - intergovernmental	7,458,488	-	-	-	(7,458,488)	(7,458,488)
Debt service						
Interest & other bond costs	786,971	-	-	-	(786,971)	(786,971)
Total Governmental Activities	40,293,633	915,072	204,004	-	(39,174,557)	(39,174,557)
TOTAL	\$ 40,293,633	\$ 915,072	\$ 204,004	\$ -	(39,174,557)	(39,174,557)
General Revenues						
Property Taxes Levied For:						
General Purposes					21,639,414	21,639,414
Debt Service					1,078,688	1,078,688
Intergovernmental sources					2,965,221	2,965,221
Fines and assessments					2,548,987	2,548,987
Sales tax - debt service					4,990,303	4,990,303
Other					1,236,027	1,236,027
Total General Revenues					34,458,640	34,458,640
Change in Net Position					(4,715,917)	(4,715,917)
Net Position, Beginning of Year					7,743,081	7,743,081
NET POSITION, END OF YEAR					\$ 3,027,164	\$ 3,027,164

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

NEWBERRY COUNTY, SOUTH CAROLINA

YEAR ENDED JUNE 30, 2021

Net change in fund balances - total governmental funds	\$	912,773
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over the estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceed depreciation in the period.</p>		
Capital outlays		1,196,350
Depreciation expense	<u>(1,869,907)</u>	(673,557)
<p>Net Repayment/(Issuance) of bond principal is an expenditure/(other financing source) in the governmental funds, but it reduces/(increases) long-term liabilities in the statement of net position and does not affect the statement of activities</p>		
	(8,834,900)	
	<u>7,595,948</u>	(1,238,952)
<p>In the statement of activities, compensated absences are measured by the amounts expended during the year. In governmental funds, expenditures for this item are measured by the amount of financial resources used.</p>		
		(31,221)
<p>Repayment/(Issuance) of lease purchase/(lease purchase proceeds) is an expenditure/(other financing source) in the governmental funds, but it reduces/(increases) long-term liabilities in the statement of net position and does not affect the statement of activities.</p>		
Issuance of principal		(878,500)
Repayment of principal	<u>871,571</u>	(6,929)
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, interest expense is recognized as it accrues, regardless of the due date.</p>		
Interest on bonds and lease purchase increased by:		10,742
<p>In the statement of activities, OPEB benefits are measured by the accrued OPEB cost recorded during the year. In governmental funds, expenditures for this item are measured by the amount of financial resources used.</p>		
		(783,027)
<p>In the statement of activities, pension plan liabilities are measured by the accrued liability recorded during the year. In governmental funds, expenditures for this item are measured by the amount of financial resources used.</p>		
		(2,546,688)
<p>Some property taxes will not be collected for several months after the County's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead recorded as deferred tax revenues. In the statement of activities, property taxes are recorded as revenue in the year levied.</p>		
		<u>(359,058)</u>
Change in net position - governmental activities	\$	<u>(4,715,917)</u>

BALANCE SHEET
GOVERNMENTAL FUNDS
NEWBERRY COUNTY, SOUTH CAROLINA
June 30, 2021

	General	Debt Service	Capital Projects	Non-Major Special Revenue	Totals
ASSETS					
Cash - Notes B & C	\$ 5,005,896	\$ 1,532,995	\$ 917,388	\$ 4,929,114	\$ 12,385,393
Investments - Note C	12,078,599	6,163,807	3,344,987	-	21,587,393
Receivables					
Property taxes - delinquent - Note E	62,544	5,166	-	-	67,710
Fines and fees	45,864	-	-	-	45,864
Other	75,492	-	-	659,096	734,588
Due from other governments					
State shared revenue	403,085	-	-	-	403,085
Sales tax	-	1,352,963	-	-	1,352,963
Inventory - jet fuel	-	-	-	29,934	29,934
Due from other funds - Note D	282,107	-	-	-	282,107
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	\$ 17,953,587	\$ 9,054,931	\$ 4,262,375	\$ 5,618,144	\$ 36,889,037
LIABILITIES, DEFERRED INFLOW & FUND BALANCES					
LIABILITIES					
Accrued expenses	\$ 400,466	\$ -	\$ -	\$ -	\$ 400,466
Due to taxing units and others	2,024,086	-	-	-	2,024,086
Due to other funds - Note D	-	-	-	282,107	282,107
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	2,424,552	-	-	282,107	2,706,659
DEFERRED INFLOW - grant income	-	-	-	3,761,665	3,761,665
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FUND BALANCES					
Reserved:					
Nonspendable - inventory - fuel	-	-	-	29,934	29,934
Committed for special revenue	-	-	-	1,544,438	1,544,438
Assigned for projects	2,818,377	-	4,262,375	-	7,080,752
Assigned for debt service	-	9,054,931	-	-	9,054,931
Unreserved:					
Unassigned	12,710,658	-	-	-	12,710,658
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCES	15,529,035	9,054,931	4,262,375	1,574,372	30,420,713
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES, DEFERRED INFLOW & FUND BALANCES	\$ 17,953,587	\$ 9,054,931	\$ 4,262,375	\$ 5,618,144	\$ 36,889,037

Reconciliation of governmental fund balances to statement of net position:

Total Fund Balances - Governmental Funds	\$	30,420,713
Capital assets, net of accumulated depreciation		30,590,214
Bonds payable		(18,399,070)
Leases payable		(2,637,059)
Compensated absences		(870,483)
Net OPEB Obligation		(18,586,252)
Net Pension Adjustment		(16,675,204)
Land fill post closure costs		(1,284,000)
Accrued interest		(205,294)
Recognition of deferred taxes		673,599
		<u> </u>
Total Net Position - Governmental Activities	\$	<u>3,027,164</u>

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
NEWBERRY COUNTY, SOUTH CAROLINA
Year Ended June 30, 2021

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Non-Major Special Revenue</u>	<u>Totals</u>
REVENUE					
Taxes	\$ 21,758,584	\$ 1,318,576	\$ -	\$ -	\$ 23,077,160
Intergovernmental	2,965,221	-	-	204,004	3,169,225
Fines and fees	2,610,532	-	-	853,527	3,464,059
Sales tax	-	4,990,303	-	-	4,990,303
Other	1,002,758	-	7,107	226,162	1,236,027
TOTAL REVENUE	28,337,095	6,308,879	7,107	1,283,693	35,936,774
EXPENDITURES					
Current					
Legislative	344,995	-	-	-	344,995
Administration	1,652,999	-	-	-	1,652,999
Tax assessment & collection	1,604,842	-	-	-	1,604,842
Election & registration	234,568	-	-	-	234,568
Administration of Justice	2,007,697	-	-	74,315	2,082,012
Law enforcement	4,561,426	-	-	270,926	4,832,352
Detention	2,119,043	-	-	-	2,119,043
Public safety	4,567,362	-	-	-	4,567,362
Public works & maintenance	6,252,168	-	-	-	6,252,168
Planning & development	1,026,362	-	-	-	1,026,362
Agriculture & home economics	98,166	-	-	-	98,166
Public health	16,870	-	-	-	16,870
Social services	308,739	-	-	-	308,739
Miscellaneous	395,811	-	-	1,118,435	1,514,246
Emergency telephone reporting	-	-	-	542,891	542,891
Capital outlays					
Capital construction & improvements	3,499,362	-	5,155,476	-	8,654,838
Debt service					
Principal retirement - Note G	-	8,087,236	-	-	8,087,236
Interest	-	718,776	-	-	718,776
TOTAL EXPENDITURES	28,690,410	8,806,012	5,155,476	2,006,567	44,658,465
Excess/(Deficiency) of Revenue Over/(Under) Expenditures before Other Financing Sources	(353,315)	(2,497,133)	(5,148,369)	(722,874)	(8,721,691)
OTHER FINANCING SOURCES					
Bond proceeds	-	8,755,964	-	-	8,755,964
Lease purchase	-	-	878,500	-	878,500
Transfer In/(Out)	(544,440)	(3,716,485)	3,233,713	1,027,212	-
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(897,755)	2,542,346	(1,036,156)	304,338	912,773
Fund Balance, Beginning of Year,	16,426,790	6,512,585	5,298,531	1,270,034	29,507,940
FUND BALANCE, END OF YEAR	\$ 15,529,035	\$ 9,054,931	\$ 4,262,375	\$ 1,574,372	\$ 30,420,713

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS - AGENCY FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2021

	Newberry County School District	Magistrates/ Clerk of Court	Total Agency Funds
ASSETS			
Cash and cash equivalents - Note B and C	\$ 6,692,019	\$ 149,407	\$ 6,841,426
Investments	<u>24,939,047</u>	<u>-</u>	<u>24,939,047</u>
TOTAL ASSETS	<u>\$ 31,631,066</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>
LIABILITIES			
Due to other entities	<u>\$ 31,631,066</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>
TOTAL LIABILITIES	<u>\$ 31,631,066</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

General

The accounting and reporting policies of Newberry County, South Carolina (the County), relating to the funds and account group included in the accompanying general-purpose financial statements conform to generally accepted accounting principles applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units and by the Financial Accounting Standards Board (when applicable). As allowed in Section P80 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, the County has elected not to apply to its proprietary activities Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee of Accounting Procedure issued after November 30, 1989. The more significant accounting policies of the County are described below.

Reporting Entity

The foundation of a primary government is a separately elected governing body - one that is elected by the citizens in a general, popular election. As the nucleus of the financial reporting entity, the primary government generally is the focal point of the users of the financial statements. Thus, it is important to define the primary government and determine what it comprises. A primary government is any state government or general purpose local government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. These component units combined with the primary government form the Reporting Entity. These financial statements include only the data of the primary government and do not include data of component units necessary for reporting in conformity with generally accepted accounting principles.

Component units that are not included in these financial statements are the Newberry County Memorial Hospital, Newberry County Alcohol and Drug Abuse Center, Newberry County Community Hall Commission, Newberry Regional Library, and the Newberry County Airport Commission. These organizations have boards that are appointed by Newberry County Council and are fiscally dependent to varying degrees.

Rural Fire Control

The fire departments are funded by the County. The fire departments are governed by the Board of Rural Fire Control. Personnel for the fire departments serve on a volunteer basis. Additional funds are raised through donations and fund raisers upon approval of the Board of Rural Fire Control. Each Fire Department Chief controls and designates spending for each department.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES --Continued

Rescue Squads

The rescue squads are funded by County monies. The rescue squads are governed by the Board of Rescue Squads. Personnel for the rescue squads serve on a volunteer basis. Additional funds are raised through donations and fund-raisers upon approval of the Board of Rescue Squads. Each rescue squad chief controls and designates spending for each rescue squad.

Other Information

Since the other political subdivisions of the County, including the School District, have the authority to hire and terminate employees, establish their own operating budgets and enter into their own contracts, the County does not significantly influence their operations. As these entities have the authority to borrow funds and are responsible for funding their own deficits, the County does not have accountability for their fiscal matters. Accordingly, these other political subdivisions have been excluded from the County's financial statements.

Government-Wide and Fund Accounting

The government-wide financial statements report information on all of the non-fiduciary activities of the primary government. The effect of interfund transfers has been eliminated from these statements. Governmental activities are reported separately from business-type activities.

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue and expenditures, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

GOVERNMENTAL FUNDS

General Fund

The general operating fund of the County is used to account for all financial resources except those required to be accounted for in another fund. All property taxes, intergovernmental revenue, charges for services, fines and fees, and miscellaneous revenue are recorded in this fund except amounts which are specifically collected to service debt or for which the County Treasurer collects taxes and other funds in a fiduciary capacity. Operational expenditures for general government, public safety, public works and other departments of the County are paid through the general fund.

Special Revenue – Non-Major Funds

Special revenue funds are shown as non-major funds. These funds are for sheriff's grants and assessments, intergovernmental expenditures and clerk of court. These funds are used to account for the revenue and expenditures for specific projects outside of general fund purposes.

Capital Projects Fund - Major Fund

The Capital Projects Fund is used to account for financial resources specifically allocated for the County's future building and construction projects.

Debt Service Fund – Major Fund

This fund accounts for the accumulation of resources for and the payment of bond principal and interest. Debt Service Funds of the County are established and maintained in accordance with Acts passed by the General Assembly of South Carolina authorizing the sale of general obligation debt bonds of the County. Bonds and interest for which the County Treasurer collects and remits receipts to, or on behalf of, other governmental units are accounted for as part of the agency fund.

FIDUCIARY FUND TYPE – AGENCY FUND

Fiduciary Fund Type – Agency Fund - This fund accounts for assets held by the County as an agent for other governmental units. Property taxes and other revenue are collected, temporarily retained and distributed by the County Treasurer in accordance with Acts of the General Assembly of South Carolina.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES—Continued

Basis of Accounting- Government-wide and Governmental Funds

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenue when the County has assessed and levied the appropriate amounts due. Government-wide financial statements are prepared using a different measurement focus than government fund financial statements. A reconciliation of the two financial statements has been shown to identify the relationship between the government-wide statements and the governmental fund financial statements.

The governmental fund types utilize the modified accrual basis of accounting. The modified accrual basis of accounting is summarized as follows: Revenue is recognized when it becomes measurable and available as a net current asset. State shared revenues are considered “measurable” in the hands of the State Treasurer and are recognized as revenue at that time. Grant revenue is recognized when the corresponding expenditure is incurred. Other major revenues that are determined to be susceptible to accrual are property taxes received within 60 days of year- end, state and federal grants earned, and interest. Major revenue that is determined not to be susceptible to accrual because it is either not available soon enough to pay liabilities to the current period or is not objectively measurable include licenses, permits, and the majority of fines and fees. Expenditures are recognized when the related fund liability is incurred. An exception to the general rule includes: (1) interest on general long-term indebtedness, which is not accrued but is recorded as an expenditure when paid.

Proprietary funds utilize the accrual basis of accounting, under which, the County recognizes revenue when earned and expenses are recorded as they occur.

Cash and Cash Equivalents

For financial statement reporting purposes, the County considers all short-term cash investments and other highly liquid investments such as treasury bills, commercial paper, and money market funds with a maturity of three months or less to be cash and cash equivalents.

Investments

Investments, consisting primarily of the State Treasury Investment Pool, are stated at fair market value. It is generally the policy of the County to hold investments to maturity.

Inventories

The County has fuel facilities at the County Airport. . The County values its inventory at cost.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES—Continued

Compensated Absences

Accumulated unpaid vacation benefits are not accrued in governmental funds, as the County intends to fund such costs from future operations; i.e., from assets not representing expendable available resources at June 30, 2021. The County does not accrue sick leave as the employees' rights to it do not vest.

Budget

County Council adopts an annual appropriated budget prior to the beginning of each fiscal year. The adopted budget specifies expenditure limits appropriated to each County department. Departmental expenditures may not exceed amounts appropriated without the approval of County Council and unexpended appropriations lapse at fiscal year-end. Budget amounts reflected in the accompanying financial statements represent the appropriated budget and any revisions approved by Council during the fiscal year. Line item transfers within operating departments and any additional appropriations and transfers between departments are approved by County Council. The budget is prepared on a basis other than the one prescribed by GAAP. Adjustments are made to present the amounts properly in the general-purpose financial statements. See Note L – Budget.

Encumbrances

The County did not have any material encumbrances at June 30, 2021. Under encumbrance accounting, contracts, purchase orders and other commitments for expenditures are recorded in order to reserve that portion of an applicable appropriation as an extension of the formal budgetary integration in the County's general fund.

Fund Equity

Restricted, Committed and Assigned fund balances represent tentative plans for future use of financial resources. Restricted fund balance is when constraints are externally imposed by creditors, grantors, laws or enabling legislation and placed on resources. Committed fund balance are amounts that can only be used for specific purposes imposed by formal action of the government's highest level of decision-making authority (County Council). Assigned fund balance are amounts constrained by the government's intent to be used for a specific purpose. The County's Finance Department may assign balances for future project needs.

When both restricted, committed, assigned and unassigned resources are available for use, it is the government's policy to use restricted, committed or assigned resources first, then unassigned resources as needed.

Use of Estimates

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

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES—Continued

Capital Assets

All Capital Assets are capitalized at historical cost and updated for additions and deletions during the fiscal year less accumulated depreciation. The County maintains a capitalization threshold of \$5,000 for capital assets – governmental activities. Donated capital assets are recorded at fair value when received. Repairs and maintenance are charged directly to operations as incurred. Depreciation is computed on the straight-line method over the estimated useful lives of the respective assets ranging from five to fifty years.

Tax Status

The County is exempt from federal and state income tax as it is part of the South Carolina government.

Revenue

Program revenues are funds that directly affect the specific expense categories on the statement of activities. Program revenues are categorized into charges for services, operating grants and capital grants. Charges for services are revenues users pay for services in the County. Operating grants are grants that are used to operate specific programs within the County. Capital grants are funds used to purchase equipment and other capital assets.

Deferred Outflows – Grant Income

Deferred outflows – grant income in the General Fund and Special Revenue Fund represent money received in advance for a project in which the expenditures are anticipated to be made in a subsequent year.

Pension Liability, Deferred Inflows & Deferred Outflows

The County implemented GASB 68 to account for Pension Liabilities through the SCRS and PORS. The standards require the recording of a pension liability for future estimated retirement costs, deferred inflows for investment experience and deferred outflows for liability experience.

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE B - CASH

Deposits

At June 30, 2021, the carrying amount of the County's deposits was \$19,226,819 (\$12,385,393 for the primary government, and \$6,841,426, for the Agency Funds), which were covered by federal depository insurance, federal savings and loan insurance or by collateral held in the pledging banks' trust departments in the County's name by their agents in the County's name. The carrying amount of the County's deposits also included \$220,294 cash on hand at June 30, 2021.

NOTE C – INVESTMENTS

Newberry County is authorized by South Carolina state law to invest in the following types of investments:

1. Obligations of the United States and agencies thereof.
2. General obligations of the State of South Carolina or any of its political units.
3. Savings and loan associations to the extent they are secured by the federal government.

Certificates of deposit where the certificates are collaterally secured by securities of the type described in (1) and (2) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the deposit including interest.

The County's investments are categorized below to indicate the level of risk assumed by the entity at June 30, 2021. Category 1 includes investments that are insured or registered or for which securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by the trust department or agent but not in the County's name.

	Category			Carrying Amount	Market Value
	1	2	3		
Bank deposit accounts	\$ 19,226,819	\$ --	\$ --	\$ 19,226,819	\$ 19,226,819
Total	\$ 19,226,819	\$ --	\$ --	19,226,819	19,226,819
State treasurer's investment pool				21,587,393	21,587,393
State treasurer's investment pool – Agency funds				24,939,047	24,939,047
Total Investments and Bank Deposits				\$ 65,753,259	\$ 65,753,259

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE C – INVESTMENTS - Continued

The County has investments in the S. C. Local Government Investment Pool at June 30, 2021 of \$45,526,440 (\$21,587,393 for the primary government and \$24,939,047 for the Agency Funds) which are not categorized because they are not evidenced by securities that exist in physical or book entry form. The investment pool is managed by the State Treasurer and the fair value of the County’s position equals the value of the pool’s shares. Shares may lose value and fall below original cost. The investment pool does not have a credit rating. The regulatory oversight of the pool is the State of South Carolina. The pool financial statements may be obtained by writing: State Treasurer’s Office, SCLGIP, PO Box 11778, Columbia, SC 29211.

The County’s investment policy is the same as state law. Interest rate risk, credit risk and concentration risk are limited by State Law and investments, which consist of bank deposits and the State Treasurer’s investment pool.

NOTE D - INTERFUND RECEIVABLES AND PAYABLES

Due from/to other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Special Revenue	\$ 282,107

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE E - PROPERTY TAXES

Property taxes are levied on real properties owned on the preceding December 31 of each County fiscal year ended June 30. Liens attach to the property at the time the taxes are levied, which is usually in October of each year. These taxes are due without penalty through January 15. Penalties are added to taxes depending on the date paid as follows:

January 16 through February 1 - 5% of tax
February 2 through March 16 - 10% of tax
March 17 through March 31 - 15% of tax plus collection cost

Current year real property taxes become delinquent on March 17. The levy date for motor vehicle taxes is the first day of the month in which the motor vehicle license expires. These taxes are due by the last day of the same month. Only the portion of uncollected taxes at June 30, 2021, that are collected within sixty days after June 30, is considered to be available to liquidate current liabilities under the modified accrual basis of accounting. Therefore, a deferred revenue account has been provided equal to the delinquent accounts in excess of the sixty-day period.

Amounts recorded under the accrual basis of accounting are recognized as revenue when assessed and levied.

A summary of property taxes available as of June 30, 2021 follows:

General Fund	\$ 696,514
Debt Service Fund	<u>44,795</u>
Total Governmental Activities	<u>\$ 741,309</u>
General Fund	\$ 696,514
Debt Service Fund	44,795
Net Deferred tax revenue – Collections after 60 days	<u>(673,599)</u>
Net taxes payable – Governmental Funds	<u>\$ 67,710</u>

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE F - LONG-TERM DEBT

The following is a summary of long-term debt transactions of the County for the year ended June 30, 2021:

	Balance, <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	Balance, <u>June 30, 2021</u>
Bonds payable	\$ 17,160,118	\$ 8,834,900	\$ 7,595,948	\$ 18,399,070
Lease purchase agreement	2,630,130	878,500	871,571	2,637,059
Accrued vacation	<u>839,262</u>	<u>31,221</u>	<u>--</u>	<u>870,483</u>
Total Long Term Debt	<u>\$ 20,629,510</u>	<u>\$ 9,744,621</u>	<u>\$ 8,467,519</u>	<u>\$ 21,878,118</u>

Bonds payable at June 30, 2021, are composed of the following:

Special Source Revenue Bond (Fee-in-Lieu) – 2021 - due in annual installments of \$252,700 - \$436,100 through April 2037; interest rate 3.5%. Current amount due \$252,700	\$ 5,500,000
\$1,200,000 – 2013 Promissory Note - due in annual installments of \$23,800 to \$252,468 through Aug 2028; Interest rate 2.0%. Current amount due \$0, interest only	1,190,000
\$19,125,000 – 2017 Bonds (Sales Tax) , due in annual installments of \$2,200,000 to \$3,155,000 through March 2025; Interest rate 1.63%. Current amount \$2,865,000	9,025,000
\$800,000 General Obligation Bonds, Series 2018C, due in Annual installments of \$70,936 to \$89,720 through March 2028; Interest rate 3.94%. Current amount due \$75,226	576,070
\$1,668,000 General Obligation Bonds, Series 2020A, due in Annual installments of \$85,600 to \$186,600 through March 2030; Interest rate 1.27%. Current amount due \$180,100	1,481,400
\$800,000 General Obligation Bonds, Series 2020B, due in Annual installments of \$44,900 to \$76,400 through March 2030; Interest rate 1.80%. Current amount due \$72,500	<u>626,600</u>
Total bonds payable	<u>\$ 18,399,070</u>

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE F - LONG-TERM DEBT – Continued

Outstanding bonds payable are due as follows at June 30, 2021:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 3,445,526	\$ 706,565	\$ 4,152,091
2023	3,613,668	549,015	4,162,683
2024	3,778,777	383,600	4,162,377
2025	868,022	210,253	1,078,275
2026	888,544	189,641	1,078,185
2027 – 2031	3,390,833	638,908	4,029,741
2032 – 2036	1,977,600	276,156	2,253,756
2037	436,100	14,609	450,709
Totals	\$ 18,399,070	\$ 2,968,747	\$ 21,367,817

General Obligation Bonds

Ad valorem taxes are pledged to secure the outstanding balance of each bond issue and must be levied in the amount sufficient to pay the principal and interest due each year. The South Carolina Constitution limits local unit borrowing power to 8 percent of its assessed property value. The limitation excludes bonded indebtedness existing on December 1, 1977 (date of the Constitutional amendment), certain special levies assessed on properties located in an area receiving special benefits, and other prescribed indebtedness approved by the voters. Based on the June 30, 2021 assessed property valuation (\$152,017,661) the County is below its legal debt limit of \$12,161,412. Bond indebtedness applied to the debt limit was \$3,874,070 leaving \$8,287,342 debt capacity remaining.

Special Source Revenue Bonds

The Special Source Revenue Bonds were used to purchase land for industrial parks to attract new business and investment in the County. The Revenue Bonds are going to be paid for using the County’s fee-in-lieu payments received.

Sales Tax Bond Payable

An optional one-percent sales tax was instituted in the County to pay for future capital projects. The Sales Tax was pledged to secure a bond issue to fund current capital project needs. Principal payments on this bond are due annually and interest is due semi-annually.

The County’s bond rating was from Moody’s Aa3.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE F - LONG-TERM DEBT – Continued

Lease Purchase Agreements

Lease Purchase 2013 was used to buy equipment for \$1,665,000. The annual interest rate is 2.64%. Annual payments of \$152,977 of principal and interest are due in December from 2021 – 2027. Current principal amount due is \$127,470.

Lease Purchase 2017 was used to buy equipment for \$500,000. The annual interest rate is 2.23%. Annual payments of \$104,517 of principal and interest are due in December 2021. Current principal amount due is \$102,237

Lease Purchase 2018 was used to buy equipment for \$710,000. The annual interest rate is 3.02%. Annual payments of \$150,760 of principal and interest are due in December from 2021 – 2023. Current principal amount due is \$141,992

Lease Purchase 2019 was used to buy equipment for \$965,000. The annual interest rate is 3.02%. Annual payments of \$150,760 of principal and interest are due in December from 2021 – 2024. Current principal amount due is \$189,286

Lease Purchase 2020 was used to buy equipment for \$878,500. The annual interest rate is 1.32%. Annual payments of \$180,517 of principal and interest are due in December from 2021 – 2024. Current principal amount due is \$171,292

Lease purchase payments are budgeted and paid through a GO Bond issued annually.

Outstanding lease purchase agreements are due as follows at June 30, 2021:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 732,277	\$ 57,305	\$ 789,582
2023	643,152	44,649	687,801
2024	507,028	30,732	537,760
2025	316,000	21,039	337,069
2026	141,474	15,142	156,616
2027 – 2029	<u>297,128</u>	<u>23,206</u>	<u>320,334</u>
Totals	<u>\$ 2,637,059</u>	<u>\$ 192,103</u>	<u>\$ 2,829,162</u>

Accrued Vacation

At June 30, 2021, the liability for accrued vacation benefits recorded in the governmental activities was \$870,483. Due to the nature of the obligation for accrued vacation, annual requirements to amortize such obligations are not determinable and have not been presented.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE F - LONG-TERM DEBT – Continued

Other Political Subdivisions (Overlapping Debt)

Various governing bodies within Newberry County have issued bonds for educational and other programs. The full faith and taxing power of each individual district is pledged to secure the outstanding debt of the District and the Treasurer of Newberry County collects taxes levied on property of each district for the purpose of paying the debt as it matures. The bonds mature serially and are subject to early redemption in accordance with the terms and conditions of the bond agreements.

NOTE G - PENSION PLAN

Plan Description

The County of Newberry, South Carolina contributes to the South Carolina Retirement Systems and the Police Officers Retirement System, both of which are cost-sharing multiple-employer defined benefit pension plans administered by the South Carolina Retirement Systems; a Division of the State Budget and Control Board. Both the South Carolina Retirement System and Police Officers Retirement System offer retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits. The Plans' provisions are established under Title 9 of the SC Code of Laws. A Comprehensive Annual Financial Report containing financial statements and required supplementary information for the South Carolina Retirement System and Police Officers Retirement System is issued and publicly available by writing the South Carolina Retirement System, P. O. Box 11960, Columbia, S. C. 29211-1960.

Funding Policy

Both employees and employers are required to contribute to the Plans under authority of Title 9 of the SC Code of Laws. Employee required contributions to the Plans are as follows: SCRS – 9.00% of salary; PORS Class II – 9.75% of salary; PORS Class I - \$21 per month. In addition to the above rates participating employers of the South Carolina Retirement System contribute .15% of payroll to provide a group life insurance benefit for their participants. Participating employers under the Police Officers Retirement System also contribute .2% of payroll to provide a group life insurance benefit and .2% of payroll to provide an accidental death benefit for their participants. All employers contribute at the actuarially required contribution rates.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE G - PENSION PLAN - Continued

Following is data for the current and prior two years on total payroll, covered payroll, and employer pension contributions:

SCRS

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total payroll	\$5,037,221	\$ 4,915,499	\$4,779,135
Covered payroll	5,037,221	4,915,499	4,779,135
County's contribution	776,236	757,478	688,673
Employee's contribution	453,350	442,395	430,122
Group life	7,556	7,373	7,169
County's Contribution %	15.41%	15.41%	14.41%
Employee's contribution %	9.00%	9.00%	9.00%

PORS

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total payroll	\$4,115,390	\$3,903,008	\$3,624,065
Covered payroll	4,115,390	3,903,008	3,624,065
County's contribution	734,186	696,297	610,293
Employee's contribution	401,251	380,543	353,346
Group Life and AD	8,231	7,806	7,248
Accidental death	8,231	7,806	7,248
County's Contribution %	17.84%	17.84%	16.84%
Employee's contribution %	9.75%	9.75%	9.75%

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE G - PENSION PLAN - Continued

Pension Assets, Liabilities, Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions

At June 30, 2021 the County reported the following for its proportionate share of the net pension asset (liability) for each of the Retirement Systems (A/C 73602). The net pension asset (liability) was measured as of June 30, 2020 for SCRS and PORS. The total pension asset/(liability) used to calculate the net pension asset/(liability) was determined by an actuarial valuation. The County's proportion of the net pension asset/(liability) was based on a projection of the County's long term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by PEBA in reports provided to the County and other participating agencies.

	SCRS	PORS
Net pension asset/(liability)		
June 30, 2020	\$ (11,254,173)	\$(8,569,298)
County's portion of the Plan's Total net pension (liability)	0.044045 %	0.258406 %

For the year ended June 30, 2021, the County recognized pension expense (credit) of \$991,251 for SCRS and \$953,363 for PORS. At June 30, 2021 the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Exp & Assumption Changes - SCRS	1,095,225	
Exp & Assumption Changes - SCRS		485,744
Payments made in 2021 – SCRS	776,236	
Exp & Assumption Changes – PORS	1,448,399	
Exp & Assumption Changes - PORS		382,146
Payments made in 2021 – PORS	696,297	

District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year June 30, 2021. Other amounts reported as deferred outflows and deferred inflows related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	SCRS	PORS
2022	\$ 176,270	254,349
2023	220,882	327,541
2024	211,245	236,285

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

Actuarial Assumptions

Actuarial cost method	Entry Age	Entry Age
Investment rate of return	7.25%	7.25%
Proj salary increases	levels off at 3.5%	levels off at 3.5%
Includes inflation at	2.75%	2.75%
Benefit adjustments	lesser of 1% or \$500	lesser of 1% or \$500

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using the published Scale AA projected from the year 2000. The long term expected rate of return on pension plan investments for actuarial purposes is based on the 30 year capital market outlook at the end of the third quarter 2017. For actuarial purposes, the 7.25% assumed annual investment rate of return used in the calculation of total pension liability includes a 4.75% real rate of return and 2.75% inflation component

Asset Class	Target Asset Allocation	Expected Rate of Return	Long Term Expected Rate of Return
Short Term	5.0%		
Cash	2.0%	0.3	0.01
Short Duration	3.0%	0.6	0.02
Domestic Fixed Income	13.0%		
Core Fixed Income	7.0%	1.1	0.08
High Yield	2.0%	3.5	0.07
Bank Loans	4.0%	2.8	0.11
Global Fixed Income	9.0%		
Global Fixed Income	3.0%	0.8	0.02
Emerging Markets Debt	6.0%	4.1	0.25
Global Public Equity	31.0%	7.8	2.42
Global Tact Asset Allocation	10.0%	5.1	0.51
Alternatives	32.0%		
Hedge Funds			
(Low Beta)	8.0%	4	0.32
Private Debt	7.0%	10.2	0.71
Private Equity	9.0%	10.2	0.92
Real Estate (Broad Mkt)	5.0%	5.9	0.29
Commodities	<u>3.0%</u>	<u>5.1</u>	<u>0.15</u>
Total Expected Real Return	<u>100.0%</u>		5.88
Inflation for Actuarial Purposes			<u>2.75</u>
Total Expected Nominal Return			<u>8.63</u>

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The following table presents the sensitivity of the net pension liability to changes in the discount rate.

	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
SCRS	\$ 13,948,168	\$ 11,254,173	\$ 9,004,655
PORS	\$ 11,344,307	\$ 8,569,298	\$ 6,341,143

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for SCRS and PORS. The CAFR of the Pension Trust Funds is publicly available on PEBA's Retirement Benefits' website at www.retirement.sc.gov, or a copy may be obtained by submitting a request to PEBA, PO Box 11960, Columbia, SC 29211-1960.

Pension Plan Fiduciary Net Position

	SCRS	PORS
Actuarial valuation date	June 30, 2020	June 30, 2020
Total pension asset/(liability)	\$ (51,844,187,763)	\$ (8,046,386,629)
Plan fiduciary net position	\$ 26,292,418,682	\$ 4,730,174,642
Employers Net Pension Liability	\$ 25,551,769,081	\$ 3,316,211,987
Ratio of plan net position to total pension (liability)	50.7 %	58.8 %

NOTE H - COMMITMENTS AND CONTINGENCIES

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State and Federal Governments. Any disallowed claims, including amounts previously collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts to be immaterial.

Subsequent Events

Management has evaluated the effects of subsequent events through the date of the auditor's report.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE I - LITIGATION

The County is involved in various claims and litigation arising from the normal course of business. No liability has been recorded at this time.

NOTE J - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of; damage to; and destruction of assets; errors or omissions; injuries to employees; and natural disasters. The County has joined with other electing members of the South Carolina Association of Counties to form a risk pool for the purpose of risk management and insurance of workers compensation claims. The County pays an annual premium to the South Carolina Association of Counties for its workers compensation insurance coverage. The risk pool agreement provides that it will be self-sustaining through member premiums.

The County continues to carry commercial insurance through the State of South Carolina Insurance Reserve for all other risks of loss, including general liability and employee health and accident insurance. Settled claims resulting from these risks have not exceeded coverage in any of the last three fiscal years.

NOTE K – FUND BALANCE

The following amounts are shown:

Nonspendable - inventory	\$ 29,934
Committed for special revenue	1,544,438
Assigned for debt service	9,054,931
Assigned for projects	7,080,752

Nonspendable inventory is the amount reserved for jet fuel inventory. Committed for special revenue is the amount available for special revenue purposes (grants, victims and sheriff's fines and emergency 911 operations). Assigned for debt service is the amount available in the debt service fund to pay future maturities of bonds and notes payable. Assigned for projects is the amount available to spend on future projects in the County for GO Bond proceeds, Lease Purchase proceeds and Sales Tax Bond proceeds remaining.

NOTE L – BUDGET VARIANCES

The County had unfavorable variances in the general fund in Revenue – Other (lower interest rates resulted in lower interest income), Expenditures – Legislative & Expenditures - Capital (purchase of industrial park land)

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE M – ENVIRONMENTAL REMEDIATION OBLIGATIONS AND CONTINGENCIES

The County stopped accepting solid waste at its landfill site in 1993. State and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the landfill site after closure. However, the County may incur additional liabilities if the landfill is proven unsafe. The County has accrued a liability of \$1,284,000 for future estimated costs.

NOTE N – CAPITAL ASSETS

A summary of changes in property and equipment of the Capital Assets – Governmental Activities are as follows:

	Balance, July 1, 2020	Additions	Deletions	Balance, June 30, 2021
Buildings and Land *	\$ 46,763,518	\$ --	\$ --	\$ 46,763,518
Vehicles and equipment	23,008,659	1,196,350	(476,036)	23,728,973
Roads	11,340,105	--	--	11,340,105
Airport Impr	5,654,044	--	--	5,654,044
Accumulated Depreciation	<u>(55,502,555)</u>	<u>(1,869,907)</u>	<u>476,036</u>	<u>(56,896,426)</u>
Total	<u>\$ 31,263,771</u>	<u>\$ (673,557)</u>	<u>\$ --</u>	<u>\$ 30,590,214</u>

* Land of \$8,143,969 is a non-depreciable assets

The County recorded depreciation expense of \$1,869,907 shown in current expenses on the statement of activities – governmental activities. Depreciation was allocated as follows:

Administration	\$ --
Tax assessment	1,964
Admin of Justice	8,721
Law Enforcement	49,960
Detention	111,952
Public Safety	523,322
Public Works	1,171,946
Planning and Development	<u>2,042</u>
Total	<u>\$ 1,869,907</u>

The County receives a portion of road maintenance funds from the State of South Carolina through the C-Funds reimbursements, which is recorded in the non-major Special Revenue fund. The County estimates it costs \$500,000 - \$1,000,000 annually to keep the roads in a reasonable condition.

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE O – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The County offers medical, prescription drug, dental, long-term disability, and life insurance benefits to its employees. All benefits are available to County retirees except disability and life insurance. The same rate structure (considering total premiums) is charged for active employees as for retirees, with slight variations for Medicare-eligible retirees. The medical/prescription drug plans consist of four options for active employees and non-Medicare eligible retirees (Savings Plan, Standard, Blue Choice HMO, and CIGNA HMO). Medicare-eligible retirees may elect a Medicare Supplement option, but not the Savings Plan option.

An employee (other than a Council Member or Elected Official) who has completed at least 20 years of service with the County is eligible to receive lifetime County-paid retiree medical and dental benefits, subject to a cap that varies by plan and tier and is based on the amount the County contributes to similarly situated active employees. The County contribution is then multiplied by a percentage based on years of service at retirement, as follows:

<u>Years of Service</u>	<u>County Percentage</u>
20 - 24	65% plus 1% for each year over 20 years
25 - 30	70% plus 5% for each year over 25 years
30 - 33	95% plus 1% for each year over 30 years
35+	100%

Council Members and Elected Officials receive similar benefits but are subject to the following benefit schedule:

<u>Years of Service</u>	<u>County Percentage</u>
12 - 15	50%
16 - 19	60%
20 - 23	65%
24 - 29	69%
30+	100%

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA
 Year Ended June 30, 2021

NOTE O – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continued

B. Funding Policy

As required an actuary will determine the County's OPEB Obligation at least once every two fiscal years. The amount is calculated in accordance with certain parameters.

Accounting standards do not require pre-funding of OPEB benefits. Therefore, the County's funding policy is to continue to pay healthcare premiums for retirees as they fall due. The County has elected not to establish an irrevocable trust at this time. The County Council reserves the authority to review and amend this funding policy from time to time, in order to ensure that the funding policy continues to best suit the circumstances of the County.

C. Annual OPEB Cost and Net OPEB Obligation/(Asset)

The following table shows the components of the County's Annual OPEB Cost for the fiscal year ended June 30, 2021, the amount actually contributed to the plan, and changes in the County's Net OPEB Obligation/(Asset):

<u>Item</u>	<u>FYE 6/30/21</u>
Annual OPEB cost	\$ 1,067,254
Assumption changes	9,855,474
Benefit payments	<u>(154,095)</u>
Increase in Net OPEB Obligation	\$ 10,768,633
Net OPEB Obligation – Beginning of Year	<u>16,039,564</u>
Net OPEB Obligation – End of Year	<u>\$ 26,808,197</u>

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA
 Year Ended June 30, 2021

NOTE P – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continued

The County’s Annual OPEB Cost, the percentage of Annual OPEB Cost contributed to the plan, and the Net OPEB Obligation/(Asset) for the past four fiscal years ended June 30, 2021 are as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Actual Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation/ (Asset)</u>
06/30/17 **	\$996,504	102,141	10.25%	\$5,459,676
06/30/18	996,504	104,695	10.51%	14,031,806
06/30/19	1,111,127	107,248	9.65%	15,040,792
06/30/20	1,111,127	112,355	10.11%	16,039,564
06/30/21	1,067,254	154,095	14.4%	26,808,197

** - Beginning with FY 2018 the County implemented GASB 75 which changed the presentation of the liabilities.

D. Funded Status and Funding Progress - The funded status of the plan as of June 30, 2021 was as follows:

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
6/30/2016	\$0	11,105,433	11,105,433	0.00%	\$8,617,119	129%
6/30/2018	\$0	14,031,806	14,031,806	0.00%	8,135,387	172%
6/30/2020	\$0	26,808,197	26,808,197	0.00%	8,498,446	315%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the OPEB cost of the County are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The plan's most recent actuarial valuation was performed as of June 30, 2020. The actuarial assumptions included a 3.62 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 5 percent.

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE P – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continued

Analysis

The discount rate used to measure the total pension liability was 3.62% and the healthcare cost trend rate was 5.0%. The following table presents the sensitivity of the net pension liability to changes in these rates.

	<u>-1.0%</u>	<u>Rate</u>	<u>+1.0%</u>
Discount	\$ 34,517,283	\$ 26,808,197	\$ 21,113,474

NOTE Q – TRANSFERS

Individual fund transfers for the year ended June 30, 2021 were:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Special Revenue	\$ 1,027,212
Debt Service	Capital Projects	3,716,485
Capital Projects	General Fund	482,772

The transfer from the general fund to the special revenue fund was to transfer levies collected for Community Service levies (Library and Piedmont Tech appropriation) and special projects. The transfer from debt service was from GO Bond funds that were used for capital projects.

NOTE R – INVENTORY

The County has fuel facilities at the County Airport. Inventory consisting of jet fuel had a cost of \$29,934 at June 30, 2021. The County values its inventory at cost.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

NOTE S – NET POSITION

The County has an unrestricted net deficit in the governmental activities of \$32,293,571. This deficit was caused by the implementation of GASB 68 - Net Pension Liability and GASB 75 – OPEB Liability. The County anticipates paying the required contribution amounts for these liabilities.

NOTE T – TAX ABATEMENTS

The County enters into various agreements with businesses for economic incentives to create jobs in the County. County Council votes for and approves the fee in lieu of tax agreements. As of June 30, 2021 the County has 19 active fee in lieu agreements. These agreements result in a net reduction of property tax revenue for the general fund and debt service fund of \$18,648,082 on business property valued at \$626,745,928.

REQUIRED SUPPLEMENTAL INFORMATION

STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
NEWBERRY COUNTY, SOUTH CAROLINA
Year Ended June 30, 2021

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUE				
Property taxes, current	\$ 17,409,871	\$ 17,409,871	\$ 17,995,138	\$ 585,267
Community service levies - taxes	1,003,791	1,003,791	1,068,982	65,191
Fee In Lieu	1,707,690	1,707,690	1,787,583	79,893
Delinquent taxes and cost	672,840	672,840	906,881	234,041
Intergovernmental	2,061,163	2,061,163	2,965,221	904,058
Fines and fees	2,272,237	2,272,237	2,610,532	338,295
Other	<u>1,162,746</u>	<u>1,138,387</u>	<u>1,002,758</u>	<u>(135,629)</u>
TOTAL REVENUE	<u>26,290,338</u>	<u>26,265,979</u>	<u>28,337,095</u>	<u>2,071,116</u>
Use of Fund Balance Reserves	<u>1,375,008</u>	<u>4,581,607</u>	<u>-</u>	<u>(4,581,607)</u>
EXPENDITURES				
Current				
Legislative	301,289	301,289	344,995	(43,706)
Administration	1,752,996	1,663,957	1,652,999	10,958
Tax assessment & collection	1,673,226	1,698,332	1,604,842	93,490
Election & registration	209,565	209,565	234,568	(25,003)
Administration of Justice	2,130,411	2,107,002	2,007,697	99,305
Law enforcement	5,007,296	4,983,084	4,561,426	421,658
Detention	2,292,727	2,292,727	2,119,043	173,684
Public safety	4,746,876	4,790,561	4,567,362	223,199
Public works & maintenance	6,241,172	6,257,087	6,252,168	4,919
Planning & development	1,035,504	1,055,256	1,026,362	28,894
Agriculture & home economics	122,438	122,438	98,166	24,272
Public health	23,800	23,800	16,870	6,930
Social services	316,382	322,146	308,739	13,407
Miscellaneous	515,110	517,189	395,811	121,378
Capital outlays				
Capital construction & improvements	<u>292,763</u>	<u>3,499,362</u>	<u>3,499,362</u>	<u>-</u>
TOTAL EXPENDITURES	<u>26,661,555</u>	<u>29,843,795</u>	<u>28,690,410</u>	<u>1,153,385</u>
Excess/(Deficiency) of Revenue Over/(Under)				
Expenditures before Other Financing Sources	<u>1,003,791</u>	<u>1,003,791</u>	<u>(353,315)</u>	<u>(1,357,106)</u>
OTHER FINANCING SOURCES/(USES)				
Transfer to special revenue (includes Community Service Levies)	<u>(1,003,791)</u>	<u>(1,003,791)</u>	<u>(544,440)</u>	<u>459,351</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(897,755)</u>	<u>(897,755)</u>
Fund Balance, Beginning of Year			<u>16,426,790</u>	
FUND BALANCE, END OF YEAR			<u>\$ 15,529,035</u>	

SCHEDULE OF THE COUNTY'S
NET OPEB OBLIGATION
NEWBERRY COUNTY
FOR THE YEARS ENDED JUNE 30, 2012 - 2021

Fiscal Year Ended	Annual OPEB Cost	Actual Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation/ (Asset)
6/30/2012	496,023	67,308	13.57%	1,844,322
6/30/2013	707,753	66,243	9.36%	2,485,832
6/30/2014	707,753	75,378	10.65%	3,118,207
6/30/2015	849,833	126,280	14.86%	3,841,760
6/30/2016	849,833	126,280	14.86%	4,565,313
6/30/2017	996,504	102,141	10.25%	5,459,676
6/30/2018 **	996,504	104,695	10.51%	14,031,806
6/30/2019	1,111,127	107,248	9.65%	15,040,792
6/30/2020	1,111,127	112,355	10.11%	16,039,564
6/30/2021	1,067,254	154,095	14.44%	26,808,197

** - The County implemented GASB 75 for the fiscal year ended 6/30/2018.

SCHEDULE OF THE COUNTY'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
NEWBERRY COUNTY
FOR THE YEARS ENDED JUNE 30, 2015 - 2021

SCRS	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
County's proportion of the net pension liability	0.043778%	0.045572%	0.046346%	0.047277%	0.045444%	0.045258%	0.044045%
County's proportionate share of the net pension liability	7,536,604	8,642,950	9,899,437	10,642,813	10,182,511	10,334,307	11,254,173
County's covered payroll during the measurement period	4,271,819	4,488,298	4,764,253	4,702,211	4,779,135	4,915,499	5,037,221
County's contribution ***	459,221	489,673	543,601	630,566	688,673	757,478	776,236
Contribution percentage	10.75%	10.91%	11.41%	13.41%	14.41%	15.41%	15.41%
County's share of the net pension liability as a percentage of its covered payroll	176.43%	192.57%	207.79%	226.34%	213.06%	210.24%	223.42%
Plan fiduciary net position as a percentage of total pension liability	59.9%	57.0%	52.9%	53.3%	54.1%	54.4%	50.7%
 PORS	 <u>2015</u>	 <u>2016</u>	 <u>2017</u>	 <u>2018</u>	 <u>2019</u>	 <u>2020</u>	 <u>2021</u>
County's proportion of the net pension liability	0.276450%	0.276520%	0.276410%	0.275250%	0.257556%	0.249856%	0.258406%
County's proportionate share of the net pension liability	5,292,435	6,026,656	7,010,994	7,540,586	7,297,949	7,160,735	8,569,298
County's covered payroll during the measurement period	3,425,356	3,524,119	3,713,087	3,571,991	3,624,065	3,903,008	4,115,390
County's contribution ***	445,639	470,117	513,891	565,803	610,293	696,297	734,186
Contribution percentage	13.01%	13.34%	13.84%	15.84%	16.84%	17.84%	17.84%
County's share of the net pension liability as a percentage of its covered payroll	154.51%	171.01%	188.82%	211.10%	201.37%	183.47%	208.23%
Plan fiduciary net position as a percentage of total pension liability	67.5%	64.6%	60.4%	60.9%	61.7%	62.7%	58.8%

** - The County began presenting the Pension Liability schedule beginning June 30, 2015. As the information is accumulated, the schedule will present the last 10 years of information.

*** The County's contribution is equal to the required contractual contribution.

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
 SHARE OF THE NET PENSION LIABILITY
 NEWBERRY COUNTY
 FOR THE YEARS ENDED JUNE 30, 2015 - 2021 **

SCRS	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Contractually Required Contribution	459,221	489,673	543,601	630,566	688,673	757,478	776,236
Contributions in Relation to the Contractually Required Contribution	<u>459,221</u>	<u>489,673</u>	<u>543,601</u>	<u>630,566</u>	<u>688,673</u>	<u>757,478</u>	<u>776,236</u>
Contribution Deficiency/(Excess)	<u>-</u>						
District's covered payroll during the measurement period	4,271,819	4,488,298	4,764,253	4,702,211	4,779,135	4,915,499	5,037,221
Contribution percentage	10.75%	10.91%	11.41%	13.41%	14.41%	15.41%	15.41%
 PORS							
Contractually Required Contribution	445,639	470,117	513,891	565,803	610,293	696,297	734,186
Contributions in Relation to the Contractually Required Contribution	<u>445,639</u>	<u>470,117</u>	<u>513,891</u>	<u>565,803</u>	<u>610,293</u>	<u>696,297</u>	<u>734,186</u>
Contribution Deficiency/(Excess)	<u>-</u>						
District's covered payroll during the measurement period	3,425,356	3,524,119	3,713,087	3,571,991	3,624,065	3,903,008	4,115,390
Contribution percentage	13.01%	13.34%	13.84%	15.84%	16.84%	17.84%	17.84%

** - The District began presenting the Pension Liability schedule beginning June 30, 2015. As the information is accumulated, the schedule will present the last 10 years of information.

SUPPLEMENTAL INFORMATION

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenue			
Taxes			
Property taxes, current	\$ 17,409,871	\$ 17,845,848	\$ 435,977
Property taxes - Community Service Levies	1,003,791	1,196,309	192,518
Fee in lieu of taxes	1,707,690	1,818,421	110,731
Delinquent taxes	525,000	764,331	239,331
Delinquent tax cost	<u>147,840</u>	<u>133,675</u>	<u>(14,165)</u>
Total Taxes	<u>20,794,192</u>	<u>21,758,584</u>	<u>964,392</u>
Intergovernmental			
Local government	1,638,663	1,507,955	(130,708)
Merchant inventory tax	86,000	86,536	536
Salary supplements	6,300	6,300	-
Accomodations tax	3,200	109,473	106,273
National forestry fund	140,000	156,984	16,984
Solid waste - state grant	22,000	28,214	6,214
Grants	-	898,537	898,537
Disaster preparedness	<u>165,000</u>	<u>171,222</u>	<u>6,222</u>
Total Intergovernmental	<u>2,061,163</u>	<u>2,965,221</u>	<u>904,058</u>
Fines and fees			
Clerk of Court - fines and fees	130,000	106,180	(23,820)
CCCP fees	130,000	244,521	114,521
Clerk of Court - copies	31,403	31,932	529
Central Court	300,000	266,070	(33,930)
Registration and election	30,000	87,399	57,399
Animal control	33,500	32,255	(1,245)
Probate Judge - fees	65,000	111,600	46,600
Probate Judge - copies	2,000	1,788	(212)
Sheriff - fees	6,500	2,836	(3,664)
Forfeit land commission	3,500	11,552	8,052
Building Inspection	260,000	284,233	24,233
Bad check	1,500	82	(1,418)
Tipping fees	1,131,818	1,171,438	39,620

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Fines and fees - continued			
Recycle revenue	20,000	46,977	26,977
Zoning fee	45,000	73,282	28,282
CCCP-IV D	58,016	112,845	54,829
Cable/phone franchise	24,000	25,542	1,542
	<u>2,272,237</u>	<u>2,610,532</u>	<u>338,295</u>
Total Fines and fees			
Other			
Interest	100,000	18,925	(81,075)
Veterans affairs	5,000	4,798	(202)
Mobile home licenses	754	849	95
Assessor's GIS	2,500	2,247	(253)
Soil and Water Conservation	46,552	45,798	(754)
School resource officer	400,300	493,893	93,593
Miscellaneous	583,281	436,248	(147,033)
	<u>1,138,387</u>	<u>1,002,758</u>	<u>(135,629)</u>
Total Other			
Balance brought forward	<u>4,581,607</u>	<u>-</u>	<u>(4,581,607)</u>
TOTAL REVENUE	<u>30,847,586</u>	<u>28,337,095</u>	<u>(2,510,491)</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Expenditures			
LEGISLATIVE			
County Council			
Personnel	117,701	116,373	1,328
Social security	9,004	8,003	1,001
Retirement	19,893	17,321	2,572
Travel - council	26,800	13,340	13,460
Insurance	79,835	68,751	11,084
Workers compensation	3,236	2,602	634
Advertising	2,000	2,000	-
Audit and accounting	30,000	35,886	(5,886)
Contingency	1,500	1,500	-
Bookbinding	500	495	5
Contracted maintenance	1,000	847	153
Office expenses	1,500	1,500	-
Postage	200	25	175
Telephone	7,600	4,598	3,002
Online bank fees	-	71,633	(71,633)
Subsistence	520	121	399
	<u>301,289</u>	<u>344,995</u>	<u>(43,706)</u>
TOTAL LEGISLATIVE			
ADMINISTRATION			
County Administrator			
Personnel	529,620	496,746	32,874
Social security	40,516	36,517	3,999
Retirement	87,705	71,575	16,130
Insurance	64,037	58,897	5,140
Workers compensation	13,216	10,628	2,588
Advertising	1,500	420	1,080
Maintenance	8,500	8,500	-
Copier machine	750	200	550
Memberships & Dues	1,000	474	526
Office expense	4,175	3,980	195
Postage	4,000	2,058	1,942
Printing	3,000	3,019	(19)
Telephone	7,000	6,716	284

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
County Administrator - continued			
Training	4,000	-	4,000
Travel	5,000	20	4,980
Subsistence	<u>6,000</u>	<u>355</u>	<u>5,645</u>
Total County Administrator	<u>780,019</u>	<u>700,105</u>	<u>79,914</u>
Miscellaneous Operating			
Non Dept Contingency	-	2,767	(2,767)
Contracted maintenance	18,000	17,387	613
Insurance	1,312	9,928	(8,616)
Tort insurance	192,800	211,915	(19,115)
Insurance - buildings	92,774	92,755	19
Subsistence	20,000	18,653	1,347
Employee service recognition	3,000	2,086	914
Medical	2,500	915	1,585
Payroll service	30,000	28,028	1,972
UnEmployment Ins	2,500	1,358	1,142
IT Department	309,629	300,254	9,375
Legals	<u>211,423</u>	<u>266,848</u>	<u>(55,425)</u>
Total Miscellaneous Operating	<u>883,938</u>	<u>952,894</u>	<u>(68,956)</u>
TOTAL ADMINISTRATION	<u>1,663,957</u>	<u>1,652,999</u>	<u>10,958</u>
TAX ASSESSMENT & COLLECTION			
Treasurer's Office			
Personnel	216,989	216,851	138
Overtime	3,200	531	2,669
Social security	16,844	16,151	693
Retirement	36,463	31,856	4,607
Insurance	38,785	38,581	204
Workers compensation	3,400	2,734	666
Advertising	200	150	50
Contracted maintenance	25,363	25,363	-
Professional services	46,619	46,619	-
Membership & dues	200	180	20
Office expense	5,000	3,875	1,125
Postage	45,266	45,266	-

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Treasurer's Office - continued			
Printing	10,734	10,656	78
Telephone	2,000	1,603	397
Training	1,455	(165)	1,620
Travel	2,700	-	2,700
Subsistence	2,770	(685)	3,455
Office Furniture/Equipment	<u>2,000</u>	<u>5,054</u>	<u>(3,054)</u>
Total Treasurer's Office	<u>459,988</u>	<u>444,620</u>	<u>15,368</u>
Auditor's Office			
Personnel	230,575	229,618	957
Social security	17,639	17,060	579
Retirement	38,183	36,309	1,874
Insurance	32,672	30,075	2,597
Workers compensation	3,470	-	3,470
Advertising	250	200	50
Contracted maintenance	24,400	21,978	2,422
Professional services	46,620	46,620	-
Memberships & dues	200	155	45
Office expense	3,657	1,694	1,963
Postage	1,400	1,400	-
Printing	7,000	6,413	587
Subscriptions & books	600	369	231
Telephone	2,050	2,229	(179)
Training	1,495	-	1,495
Travel	2,730	165	2,565
Subsistence	2,914	10	2,904
Office furniture	<u>1,500</u>	<u>1,487</u>	<u>13</u>
Total Auditor's Office	<u>417,355</u>	<u>395,782</u>	<u>21,573</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Assessor's Office			
Personnel	407,063	400,382	6,681
Overtime	1,000	32	968
Social security	31,217	29,810	1,407
Retirement	67,575	58,280	9,295
Insurance	76,905	79,177	(2,272)
Workers compensation	8,608	6,923	1,685
Advertising	500	-	500
Contracted maintenance	50,680	40,483	10,197
Vehicle insurance	3,000	2,927	73
Memberships & dues	375	320	55
Office expense	7,898	3,690	4,208
Postage	2,302	2,302	-
Printing	750	191	559
Subscriptions	1,650	428	1,222
Telephone	1,500	780	720
Training	3,465	1,642	1,823
Travel	670	49	621
Subsistence	2,020	10	2,010
Gas, oil, grease	4,000	1,181	2,819
Uniforms	750	-	750
	<u>671,928</u>	<u>628,607</u>	<u>43,321</u>
Total Assessor's Office			
Tax Collector			
Personnel	45,155	45,153	2
Overtime	2,000	1,145	855
Social security	3,837	2,937	900
Retirement	8,304	6,672	1,632
Insurance	6,311	6,278	33
Workers compensation	1,379	1,109	270
Advertising	15,000	8,613	6,387
Contracted maintenance	5,700	4,839	861
Professional fees	7,000	14,550	(7,550)
Consulting	15,000	13,736	1,264
Review Board & Appeals	4,325	4,145	180
Office expense	1,200	357	843

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Tax Collector - continued			
Postage	29,000	24,627	4,373
Supplies	800	800	-
Subscriptions	150	60	90
Telephone	700	608	92
Training	700	-	700
Travel	800	46	754
Subsistence	900	-	900
Printing	800	158	642
	<u>149,061</u>	<u>135,833</u>	<u>13,228</u>
Total Tax Collector			
	<u>149,061</u>	<u>135,833</u>	<u>13,228</u>
TOTAL TAX ASSESSMENT & COLLECTION	<u>1,698,332</u>	<u>1,604,842</u>	<u>93,490</u>
REGISTRATION & ELECTION BOARD			
Personnel	85,308	94,588	(9,280)
Precinct personnel	24,025	49,206	(25,181)
Board members	12,980	15,855	(2,875)
Social security	6,525	7,223	(698)
Retirement	14,127	13,952	175
Insurance	13,541	9,359	4,182
Wokers Comp	264	212	52
Advertising	2,000	567	1,433
Contracted maintenance	20,837	17,537	3,300
Memberships and dues	500	-	500
Office expense	4,900	4,119	781
Postage	5,793	5,793	-
Printing	4,375	2,672	1,703
Supplies	3,000	3,506	(506)
Telephone	1,500	1,094	406
Training	300	300	-
Travel	4,990	2,525	2,465
Subsistence	3,400	60	3,340
Contracted services	1,200	6,000	(4,800)
	<u>209,565</u>	<u>234,568</u>	<u>(25,003)</u>
TOTAL REGISTRATION & ELECTION BOARD	<u>209,565</u>	<u>234,568</u>	<u>(25,003)</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
ADMINISTRATION OF JUSTICE			
Criminal & Civil Court			
Solicitor's office	121,867	121,867	-
Personnel - bailiff	16,056	30,678	(14,622)
Jury fees	30,000	30,000	-
Contracted maintenance	5,500	5,227	273
Office	2,600	765	1,835
Postage	2,500	2,500	-
Printing	2,500	2,298	202
Telephone	1,500	1,341	159
DJJ	<u>1,000</u>	<u>814</u>	<u>186</u>
Total Criminal & Civil Court	<u>183,523</u>	<u>195,490</u>	<u>(11,967)</u>
Clerk of Court			
Personnel	237,926	263,292	(25,366)
Social security	18,201	18,962	(761)
Retirement	39,401	38,810	591
Insurance	70,270	69,897	373
Workers compensation	3,740	2,668	1,072
Contracted maintenance	84,000	81,615	2,385
Memberships & dues	125	125	-
Office expense	7,500	6,856	644
Postage	25,000	12,232	12,768
Printing	4,000	2,419	1,581
Telephone	1,600	1,377	223
Training	700	-	700
Subsistence	1,500	-	1,500
Travel	<u>800</u>	<u>-</u>	<u>800</u>
Total Clerk of Court	<u>494,763</u>	<u>498,253</u>	<u>(3,490)</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Family Court - Clerk of Court			
Personnel	148,211	124,841	23,370
Social security	11,338	9,489	1,849
Retirement	24,544	17,979	6,565
Insurance	18,932	18,833	99
Workers compensation	450	362	88
Contracted maintenance	24,000	14,003	9,997
Office expense	4,500	2,380	2,120
Postage	5,000	4,894	106
Printing	6,500	3,254	3,246
Telephone	1,600	1,909	(309)
Training	500	-	500
	<u>245,575</u>	<u>197,944</u>	<u>47,631</u>
Total Family Court - Clerk of Court			
Probate Judge			
Personnel	193,894	193,894	-
Social security	14,833	14,214	619
Retirement	34,404	30,635	3,769
Insurance	39,879	32,765	7,114
Workers compensation	3,924	3,156	768
Advertising	200	60	140
Contracted maintenance	3,640	3,203	437
Membership & dues	442	75	367
Office expense	4,791	4,641	150
Postage	2,000	1,475	525
Printing	1,009	1,009	-
Telephone	1,528	1,527	1
Education & training	3,405	1,486	1,919
Travel	5,610	-	5,610
Office furniture/equipment	3,000	-	3,000
	<u>312,559</u>	<u>288,140</u>	<u>24,419</u>
Total Probate Judge			
Probation & Parole Office			
Telephone	950	1,097	(147)
	<u>950</u>	<u>1,097</u>	<u>(147)</u>
Total Probation & Parole Office			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Defender			
Personnel	66,196	66,196	-
Social security	5,064	4,754	310
Retirement	10,962	9,654	1,308
Insurance	13,542	13,469	73
Workmens Comp	245	197	48
Copier Machine	100	-	100
Office Expense	250	-	250
Postage	50	-	50
Telephone	500	133	367
Training	750	-	750
	<u>97,659</u>	<u>94,403</u>	<u>3,256</u>
Total Public Defender			
Coroner			
Personnel	69,390	64,363	5,027
Social security	5,308	4,710	598
Retirement	12,173	9,018	3,155
Insurance	11,103	11,044	59
Workers compensation	2,401	1,931	470
Contracted maintenance	946	946	-
Vehicle insurance	3,000	1,435	1,565
Memberships & dues	650	550	100
Office expense	1,453	1,373	80
Postage	225	200	25
Repairs	829	177	652
Telephone	2,000	1,318	682
Training	4,243	3,868	375
Travel	2,000	1,411	589
Subsistence	1,257	1,195	62
Fuel	3,500	3,274	226
Supplies	4,600	3,061	1,539
Uniforms	747	747	-
Post Mortems & BA	60,000	83,544	(23,544)
Capital outlay	3,033	3,031	2
	<u>188,858</u>	<u>197,196</u>	<u>(8,338)</u>
Total Coroner			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Magistrate - Central Court			
Personnel	337,887	338,248	(361)
Jury fees	20,000	-	20,000
Social security	25,848	25,113	735
Retirement	61,357	54,778	6,579
Insurance	68,976	62,115	6,861
Workers compensation	1,047	842	205
Contracted maintenance	23,500	21,641	1,859
Consulting & tech fees	1,000	-	1,000
Memberships	550	275	275
Office expense	11,250	11,250	-
Postage	10,000	2,666	7,334
Telephone	2,000	8,037	(6,037)
Training	2,600	-	2,600
Travel	2,500	46	2,454
Subsistence	4,000	-	4,000
Capital outlay	10,600	10,163	437
	<u>583,115</u>	<u>535,174</u>	<u>47,941</u>
Total Magistrate - Central Court			
	<u>583,115</u>	<u>535,174</u>	<u>47,941</u>
TOTAL ADMINISTRATION OF JUSTICE	<u>2,107,002</u>	<u>2,007,697</u>	<u>99,305</u>
LAW ENFORCEMENT - Sheriff's Department			
Personnel	2,357,645	2,257,418	100,227
Overtime	145,000	147,640	(2,640)
School resource officer - salary and benefits	672,281	415,419	256,862
Social security	180,360	180,111	249
Retirement	475,969	416,934	59,035
Insurance	419,364	416,979	2,385
Workers compensation	83,911	72,123	11,788
Contracted maintenance	75,287	60,671	14,616
Professional services	2,000	1,300	700
Vehicle insurance	78,441	71,643	6,798
Non Salary Legals	750	-	750
Membership & dues	7,000	6,715	285

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Sheriffs office - continued			
Office expense	5,000	4,871	129
Postage	1,200	1,200	-
Printing	2,000	540	1,460
Transportation of Prisoners	1,500	-	1,500
Repairs to vehicle	10,000	9,025	975
Training	3,000	2,988	12
Travel	500	-	500
Subsistence	2,500	2,351	149
Ammo & guns	3,000	2,712	288
Cleaning supplies	5,000	2,779	2,221
Gas, oil, grease	150,500	169,272	(18,772)
Medical	1,000	240	760
Photo supplies	-	-	-
Police supplies	7,500	7,500	-
CIRT supplies	3,000	1,982	1,018
Uniforms	35,000	34,815	185
Special law enforcement	1,000	1,000	-
Supplies	3,500	2,207	1,293
Crime prevention	1,000	1,000	-
School safety	3,000	3,008	(8)
Other Equipment	-	-	-
Capital replacement	245,876	266,983	(21,107)
	<u>4,983,084</u>	<u>4,561,426</u>	<u>421,658</u>
Total Sheriff's Department	<u>4,983,084</u>	<u>4,561,426</u>	<u>421,658</u>
TOTAL LAW ENFORCEMENT	<u>4,983,084</u>	<u>4,561,426</u>	<u>421,658</u>
DETENTION			
Corrections			
Personnel	1,108,882	1,018,980	89,902
Overtime	80,000	68,515	11,485
Social security	90,949	78,327	12,622
Retirement	228,741	186,199	42,542
Insurance	223,173	244,957	(21,784)
Workers compensation	64,403	51,793	12,610
Contracted maintenance	75,000	74,562	438

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Detention - continued			
Utilities	75,000	76,160	(1,160)
Vehicle insurance	2,500	1,226	1,274
Memberships & dues	1,000	500	500
Office expense	4,000	3,605	395
Ammo & Gunns	1,000	1,000	-
Postage	230	230	-
Training	2,949	2,309	640
Travel	1,500	-	1,500
Subsistence	3,000	875	2,125
Chemicals	7,500	7,301	199
Cleaning materials	8,000	8,952	(952)
Food	115,000	100,408	14,592
Medical	160,000	159,999	1
Supplies	3,000	2,377	623
Uniforms	12,000	10,109	1,891
Clothing	8,000	5,755	2,245
DYS Juvenile	5,000	375	4,625
Kitchen supplies	2,500	1,529	971
Capital Replacement	6,500	13,000	(6,500)
Police Supplies	900	-	900
Other equipment	2,000	-	2,000
	<u>2,292,727</u>	<u>2,119,043</u>	<u>173,684</u>
Total Corrections			
	<u>2,292,727</u>	<u>2,119,043</u>	<u>173,684</u>
TOTAL DETENTION			
	<u>2,292,727</u>	<u>2,119,043</u>	<u>173,684</u>
 PUBLIC SAFETY			
Public Safety			
Personnel	98,107	98,107	-
Social security	7,506	7,445	61
Retirement	16,246	14,350	1,896
Insurance	27,239	27,884	(645)
Workers compensation	6,010	4,833	1,177
Contracted maintenance	11,000	10,626	374
Vehicle insurance	1,750	993	757
Office expense	1,400	624	776
Postage	200	-	200

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Safety - continued			
Telephone	1,000	1,323	(323)
Other Equipment	-	-	-
Training	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Total Public Safety	<u>172,458</u>	<u>168,185</u>	<u>4,273</u>
Animal Control			
Personnel	157,776	153,976	3,800
Overtime	8,000	2,720	5,280
Social security	12,682	11,738	944
Retirement	27,452	19,970	7,482
Insurance	27,856	27,710	146
Workers compensation	3,979	3,200	779
Advertising	4,000	3,000	1,000
Utilities	35,000	30,100	4,900
Insurance vehicles	2,500	1,845	655
Memberships and dues	400	125	275
Office expense	5,500	2,564	2,936
Contracted Maintenance	1,400	1,020	380
Postage	100	37	63
Telephone	3,500	2,845	655
Training	1,500	-	1,500
Subsistence	1,400	-	1,400
Cleaning supplies	2,000	1,159	841
Dog food	4,000	2,889	1,111
Gas, oil and grease	6,000	4,753	1,247
Medical and surgical	22,000	14,589	7,411
Medication	19,000	11,376	7,624
Tools	1,000	883	117
Uniforms	2,000	1,179	821
Euthanasia	1,500	593	907
Spay and Neuter	65,000	77,149	(12,149)
Repairs and supplies	3,500	639	2,861
Travel	<u>300</u>	<u>-</u>	<u>300</u>
Total Animal Control	<u>419,345</u>	<u>376,059</u>	<u>43,286</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Communications			
Personnel	465,729	452,220	13,509
Overtime	50,000	57,660	(7,660)
Social security	39,453	38,412	1,041
Retirement	85,405	74,021	11,384
Insurance	93,577	102,032	(8,455)
Workers compensation	1,417	1,140	277
Contracted maintenance	59,500	58,732	768
Memberships and dues	125	-	125
Professional Services	15,940	13,920	2,020
Office expense	5,000	4,759	241
Printing	140	-	140
Telephone	20,000	17,221	2,779
Training	1,485	-	1,485
Travel	750	-	750
Subsistence	1,000	-	1,000
800 MHZ User Fees	245,000	244,367	633
Capital Outlay	140,000	85,726	54,274
	<u>1,224,521</u>	<u>1,150,210</u>	<u>74,311</u>
Total Communications			
Board of Rescue Squads			
Workers compensation	19,403	15,604	3,799
Nominal Reimb - Volunteers	27,000	26,665	335
Contracted maintenance	8,000	4,633	3,367
Utilities	24,000	24,000	-
Vehicle insurance	30,000	34,644	(4,644)
Repairs to equipment	21,200	18,614	2,586
Telephone	4,000	4,143	(143)
Training	10,790	10,790	-
Gas, oil, grease	17,100	8,557	8,543
Medical supplies	15,000	5,313	9,687
Rescue supplies	35,000	31,588	3,412
Fire & Rescue supplies	23,210	23,210	-
Capital outlay	60,000	59,930	70
	<u>294,703</u>	<u>267,691</u>	<u>27,012</u>
Total Board of Rescue Squads			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Hazardous Materials			
Nominal Reimb - Volunteers	5,000	4,301	699
Vehicle Insurance	1,500	1,460	40
Repair to Radio	75	-	75
Telephone	480	456	24
Training	5,275	4,765	510
Supplies	<u>3,300</u>	<u>2,876</u>	<u>424</u>
Total Hazardous Materials	<u>15,630</u>	<u>13,858</u>	<u>1,772</u>
GIS Department			
Personnel	48,666	46,666	2,000
Overtime	1,000	-	1,000
Social security	3,799	3,496	303
Retirement	8,224	6,825	1,399
Insurance	6,310	6,278	32
Workers compensation	148	119	29
Contracted maintenance	51,604	28,291	23,313
Membership Dues	175	-	175
Office expense	1,500	848	652
Telephone	50	-	50
Training	1,550	650	900
Travel	950	-	950
Subsistence	<u>1,330</u>	<u>-</u>	<u>1,330</u>
Total GIS Department	<u>125,306</u>	<u>93,173</u>	<u>32,133</u>
Board of Rural Fire Control			
Personnel	34,000	34,000	-
Grant match	33,655	33,655	-
Workers compensation	11,408	10,402	1,006
Nominal Reimb - Volunteers	113,000	107,434	5,566
Contracted services	170,911	170,911	-
Shared revenue	140,000	154,322	(14,322)
Contracted maintenance	28,365	26,577	1,788
Utilities	77,290	77,200	90

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Board of Rural Fire Control - continued			
Tort insurance	6,500	6,500	-
Vehicle insurance	67,107	65,650	1,457
Insurance Buildings	20,000	20,000	-
Office	500	56	444
Postage	200	200	-
Repairs to Vehicle	58,100	58,895	(795)
Repairs to equipment	21,345	21,345	-
Repairs to radio	10,000	4,156	5,844
Telephone	6,000	6,044	(44)
Training	5,000	4,797	203
Cleaning supplies	2,000	2,619	(619)
Gas, oil, grease	23,000	20,455	2,545
Medical	25,000	24,738	262
Fire supplies	12,500	12,216	284
Capital	101,000	100,987	13
	<u>966,881</u>	<u>963,159</u>	<u>3,722</u>
Total Board of Rural Fire Control			
Building Inspections			
Personnel	123,000	121,279	1,721
Contracted personnel	19,257	7,728	11,529
Social security	9,410	9,006	404
Retirement	20,369	17,824	2,545
Insurance	17,414	17,322	92
Workers compensation	2,188	1,760	428
Contracted maintenance	4,300	4,127	173
Vehicle insurance	850	828	22
Memberships	300	290	10
Office	4,000	2,738	1,262
Postage	500	285	215
Printing	1,000	639	361
Subscriptions	1,000	-	1,000
Telephone	2,200	1,695	505
Training	1,611	365	1,246
Travel	512	512	-
Subsistence	1,127	1,127	-

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Building Inspections - continued			
Fuel	2,500	1,548	952
Uniforms	200	-	200
Repairs	1,500	-	1,500
Capital outlay	-	-	-
	<u>213,238</u>	<u>189,073</u>	<u>24,165</u>
Total Building Inspections			
Ambulance			
Contracted maintenance	16,000	13,922	2,078
Vehicle insurance	26,459	31,179	(4,720)
Repairs to vehicle	22,000	21,470	530
Training	1,500	179	1,321
Gas, oil, grease	63,000	54,156	8,844
Uniforms	18,000	14,532	3,468
Appropriations	1,148,020	1,148,000	20
Capital outlay	30,000	27,449	2,551
	<u>1,324,979</u>	<u>1,310,887</u>	<u>14,092</u>
Total Ambulance			
Public Safety - Substations			
Lake Murray - Utilities	11,500	11,087	413
Silverstreet - Utilities	3,000	2,398	602
Whitmire - Utilities and maintenance	19,000	21,582	(2,582)
	<u>33,500</u>	<u>35,067</u>	<u>(1,567)</u>
Total Public Safety - Substations			
TOTAL PUBLIC SAFETY			
	<u>4,790,561</u>	<u>4,567,362</u>	<u>223,199</u>
PUBLIC WORKS & MAINTENANCE			
Public Works			
Personnel	626,690	604,443	22,247
Overtime	20,416	18,671	1,745
Social security	48,817	46,128	2,689
Retirement	105,674	91,450	14,224
Insurance	153,291	148,013	5,278
Workers compensation	51,786	41,646	10,140
Advertising	500	72	428

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Works - continued			
Contracted maintenance	50,000	50,000	-
Utilities	22,000	20,000	2,000
Vehicle insurance	39,000	38,086	914
Memberships	500	-	500
Rent/Rental Equipment	2,000	-	2,000
Office expense	4,800	2,791	2,009
Postage	600	600	-
Repairs to vehicles & equipment	65,000	49,920	15,080
Supplies	4,500	3,575	925
Telephone	4,200	3,993	207
Training	3,500	350	3,150
Travel	400	-	400
Subsistence	1,300	-	1,300
Cleaning materials	200	27	173
Bridge materials	12,000	10,256	1,744
Fertilizer, plants, seeds	1,000	549	451
Gas, oil, grease	40,000	35,155	4,845
Diesel fuel	30,000	28,544	1,456
Safety supplies	3,800	1,900	1,900
Gravel	70,000	60,601	9,399
Asphalt	18,000	7,022	10,978
Road salt	2,000	-	2,000
Pipe	14,000	12,704	1,296
Tools	5,000	4,865	135
Road signs	8,000	4,695	3,305
219 Beautification Project	52,000	51,302	698
Uniforms	7,500	6,492	1,008
Road paving and improvements	60,000	33,693	26,307
Contingency	-	45,508	(45,508)
Total Public Works	<u>1,528,474</u>	<u>1,423,051</u>	<u>105,423</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Central Maintenance			
Contracted maintenance	464,464	464,464	-
Utilities	14,000	15,113	(1,113)
Fuel	4,000	2,479	1,521
Tools	250	-	250
	<u>482,714</u>	<u>482,056</u>	<u>658</u>
Total Central Maintenance			
Building Maintenance			
Personnel	284,588	276,837	7,751
Social security	21,771	20,902	869
Retirement	47,720	40,366	7,354
Insurance	48,720	36,453	12,267
Workers compensation	16,043	12,902	3,141
Advertising	1,000	-	1,000
Contracted maintenance	158,200	137,053	21,147
Utilities	285,000	280,683	4,317
Vehicle insurance	7,400	7,453	(53)
Office Expense	3,000	491	2,509
Supplies	66,000	60,427	5,573
Telephone	7,300	5,971	1,329
Cleaning Supplies	24,000	9,639	14,361
Floor Cleaning	1,000	-	1,000
Gas, oil, grease	15,000	8,686	6,314
Tools	2,000	1,924	76
Uniforms	1,800	1,795	5
Capital Repairs Bldgs	174,890	158,803	16,087
Other Equipment	2,000	-	2,000
	<u>1,167,432</u>	<u>1,060,385</u>	<u>107,047</u>
Total Building Maintenance			
Community Hall			
Contracted maintenance	12,126	12,126	-
Utilities	9,874	9,143	731
Repairs building	-	-	-
	<u>22,000</u>	<u>21,269</u>	<u>731</u>
Total Community Hall			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Collections			
Personnel	42,000	42,000	-
Social security	3,213	2,774	439
Retirement	6,955	6,185	770
Insurance	17,528	17,623	(95)
Workers compensation	130	105	25
Advertising	500	500	-
Contracted personnel	356,309	344,981	11,328
Contracted maintenance	522,430	516,009	6,421
Repairs to equipment	7,500	1,375	6,125
Utilities	22,150	24,406	(2,256)
Vehicle insurance	3,225	2,884	341
Membership and dues	150	150	-
Office	1,500	696	804
Postage	300	-	300
Printing	100	70	30
Supplies	1,500	841	659
Telephone	5,500	6,108	(608)
Training	500	-	500
Travel	200	-	200
Cleaning	500	175	325
Subsistence	100	-	100
Gas, oil, grease	5,000	4,007	993
Diesel	3,500	2,238	1,262
Supplies	750	17	733
Tools and other equipment	500	89	411
Road Signs	500	500	-
	<u>1,002,540</u>	<u>973,733</u>	<u>28,807</u>
 Transfer Station			
Personnel	30,597	30,597	-
Social security	2,341	2,308	33
Retirement	5,067	4,466	601
Insurance	6,245	6,278	(33)
Workmens Comp	95	76	19
Contracted services	1,986,882	2,230,387	(243,505)

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Transfer Station - continued			
Repairs to equipment	7,500	7,002	498
Utilities	7,500	5,130	2,370
Sewer disposal	3,500	3,240	260
Office	1,000	424	576
Supplies	3,000	1,766	1,234
Cleaning Supplies	200	-	200
	<u>2,053,927</u>	<u>2,291,674</u>	<u>(237,747)</u>
Total Transfer Station			
	<u>2,053,927</u>	<u>2,291,674</u>	<u>(237,747)</u>
 TOTAL PUBLIC WORKS & MAINTENANCE	 <u>6,257,087</u>	 <u>6,252,168</u>	 <u>4,919</u>
 PLANNING & DEVELOPMENT			
Central Midlands Regional PC	<u>22,317</u>	<u>22,317</u>	<u>-</u>
 Economic Development			
Personnel	149,960	144,492	5,468
Social Security	11,472	10,836	636
Retirement	24,833	21,126	3,707
Insurance	13,542	12,708	834
Workers compensation	3,931	3,161	770
Marketing	11,269	6,575	4,694
Contracted Services	5,000	4,500	500
Contracted Maintenance	30,920	15,714	15,206
Special source revenue bond	430,555	445,432	(14,877)
Vehicle Insurance	750	736	14
Memberships	3,605	1,550	2,055
Office	5,000	4,663	337
Postage	750	231	519
Office Furniture & Equip	500	-	500
Subscriptions	150	60	90
Telephone	3,000	2,036	964
Training	2,675	1,395	1,280
Site Inventory Costs	11,000	11,000	-
Travel	2,090	-	2,090

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Economic Development - continued			
Subsistence	4,215	376	3,839
Regional Marketing Org	72,000	72,000	-
Fuel	1,000	182	818
	<u>788,217</u>	<u>758,773</u>	<u>29,444</u>
Total Economic Development			
Comprehensive Planning			
Personnel	133,409	145,250	(11,841)
Board Members	-	4,920	(4,920)
Social security	10,206	10,907	(701)
Retirement	22,092	21,435	657
Insurance	31,129	29,509	1,620
Workers compensation	2,590	2,083	507
Advertising	1,260	774	486
Contracted Maintenance	4,660	4,190	470
Consulting	18,850	15,125	3,725
Vehicle insurance	1,463	1,465	(2)
Memberships and dues	1,283	337	946
Office expense	3,694	3,694	-
Postage	1,200	924	276
Printing	651	651	-
Books	500	500	-
Telephone	1,750	1,750	-
Training	3,082	-	3,082
Repairs	1,500	375	1,125
Travel & Subsistence	3,328	-	3,328
Fuel	1,650	1,383	267
Uniforms	425	-	425
	<u>244,722</u>	<u>245,272</u>	<u>(550)</u>
Total Comprehensive Planning			
TOTAL PLANNING & DEVELOPMENT	<u>1,055,256</u>	<u>1,026,362</u>	<u>28,894</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
AGRICULTURE & HOME ECONOMICS			
Clemson Extension	<u>28,500</u>	<u>28,500</u>	<u>-</u>
Newberry Soil & Water Conservation	<u>93,938</u>	<u>69,666</u>	<u>24,272</u>
TOTAL AGRICULTURE & HOME ECONOMICS	<u>122,438</u>	<u>98,166</u>	<u>24,272</u>
PUBLIC HEALTH			
Health Department			
Telephone and supplies	<u>4,550</u>	<u>3,963</u>	<u>587</u>
Total Health Department	<u>4,550</u>	<u>3,963</u>	<u>587</u>
Beckman Mental Health	<u>12,750</u>	<u>6,375</u>	<u>6,375</u>
Newberry Free Medical Clinic	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Westview Behavioral	<u>1,500</u>	<u>1,532</u>	<u>(32)</u>
TOTAL PUBLIC HEALTH	<u>23,800</u>	<u>16,870</u>	<u>6,930</u>
SOCIAL SERVICES			
Department of Social Services			
Utilities	58,800	54,750	4,050
Rent/Rental Equipment	92	92	-
Telephone	9,000	9,923	(923)
Emergency	5,000	5,000	-
Paupers funeral	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Total Department of Social Services	<u>75,892</u>	<u>69,765</u>	<u>6,127</u>
Veteran's Affairs			
Personnel	115,529	114,978	551
Social security	8,838	8,740	98
Retirement	19,131	16,872	2,259
Insurance	26,168	26,030	138
Workers compensation	1,613	1,297	316

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Veteran's Affairs - continued			
Contracted maintenance	800	592	208
Membership fees	170	185	(15)
Office expense	2,200	1,893	307
Postage	800	711	89
Subscriptions & Books	50	-	50
Telephone	1,300	1,061	239
Training	225	70	155
Travel	1,250	-	1,250
Subsistence	1,535	-	1,535
Printing	<u>100</u>	<u>-</u>	<u>100</u>
Total Veteran's Affairs	<u>179,709</u>	<u>172,429</u>	<u>7,280</u>
Council on Aging	<u>60,000</u>	<u>60,000</u>	<u>-</u>
Sexual Trauma	<u>4,250</u>	<u>4,250</u>	<u>-</u>
Sistercare, Inc.	<u>2,295</u>	<u>2,295</u>	<u>-</u>
TOTAL SOCIAL SERVICES	<u>322,146</u>	<u>308,739</u>	<u>13,407</u>
MISCELLANEOUS			
Airport			
Contingency	<u>27,500</u>	<u>83</u>	<u>27,417</u>
Total Airport	<u>27,500</u>	<u>83</u>	<u>27,417</u>
Government Association	<u>380</u>	<u>-</u>	<u>380</u>
S.C. Association of Counties	<u>9,146</u>	<u>9,146</u>	<u>-</u>
National Association of Counties	<u>750</u>	<u>750</u>	<u>-</u>
Newberry County Chamber	<u>10,175</u>	<u>1,669</u>	<u>8,506</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Medically indigent			
Appropriation	<u>66,447</u>	<u>64,771</u>	<u>1,676</u>
Emergency Services Training			
Insurance Buildings	12,502	12,502	-
Utilities	<u>10,000</u>	<u>13,006</u>	<u>(3,006)</u>
Total Emergency Services Training	<u>22,502</u>	<u>25,508</u>	<u>(3,006)</u>
Helena Community Center			
Utilities	6,000	3,788	2,212
Contracted maintenance	<u>1,200</u>	<u>-</u>	<u>1,200</u>
Total Helena Community Center	<u>7,200</u>	<u>3,788</u>	<u>3,412</u>
Newberry Opera House	25,000	25,000	-
Newberry County Literacy	6,000	6,000	-
Newberry County Museum	70,000	50,490	19,510
Recreation			
Personnel	99,656	99,343	313
Part Time Personnel	7,625	120	7,505
Social security	8,207	7,469	738
Retirement	17,766	13,884	3,882
Insurance	12,622	16,423	(3,801)
Maybinton ballfield	3,000	1,799	1,201
Workmens Comp	4,155	3,341	814
Telephone	1,200	1,193	7
Misc	7,500	5,733	1,767
Distribution to Municipalities	70,870	37,682	33,188
Vehicle Insurance	788	828	(40)
Camps and Clinics	10,000	6,113	3,887
Road Paving	5,000	4,096	904

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Recreation - continued			
Fuel	1,200	312	888
YMCA	4,500	3,217	1,283
Scholarships	4,000	-	4,000
Umpires	<u>14,000</u>	<u>7,053</u>	<u>6,947</u>
Total Recreation	<u>272,089</u>	<u>208,606</u>	<u>63,483</u>
TOTAL MISCELLANEOUS	<u>517,189</u>	<u>395,811</u>	<u>121,378</u>
 CAPITAL CONSTRUCTION & IMPROVEMENTS			
Road Paving, Etc, Land Improvements			
Contingency	<u>3,499,362</u>	<u>3,499,362</u>	<u>-</u>
TOTAL CAPITAL CONSTRUCTION & IMPROVEMENTS	<u>3,499,362</u>	<u>3,499,362</u>	<u>-</u>
TOTAL EXPENDITURES	<u>29,843,795</u>	<u>28,690,410</u>	<u>1,153,385</u>
Excess/(Deficiency) of Revenue over Expenditures	1,003,791	(353,315)	(1,357,106)
 OTHER FINANCING SOURCES/ (USES)			
Transfer from capital project	-	482,772	482,772
Transfers to special revenue (includes Community Service Levies and Capital Projects)	<u>(1,003,791)</u>	<u>(1,027,212)</u>	<u>(23,421)</u>
TOTAL OTHER FINANCING SOURCES/(USES)	<u>(1,003,791)</u>	<u>(544,440)</u>	<u>459,351</u>
Excess of Revenue over Expenditures after other financing sources	<u>\$ -</u>	<u>\$ (897,755)</u>	<u>\$ (897,755)</u>

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2021

	Sheriff's Funds	Sheriff's Grants	Victim's Advocate	Emergency 911	DSS Clerk of Court	Miscellaneous	Airport	Total
ASSETS								
Cash	\$ 298,217	\$ 127,478	\$ 187,365	\$ 185,420	\$ 397,162	\$ 3,733,472	\$ -	\$ 4,929,114
Due from fire departments	-	-	-	-	-	659,096	-	659,096
Inventory	-	-	-	-	-	-	29,934	29,934
TOTAL ASSETS	<u>\$ 298,217</u>	<u>\$ 127,478</u>	<u>\$ 187,365</u>	<u>\$ 185,420</u>	<u>\$ 397,162</u>	<u>\$ 4,392,568</u>	<u>\$ 29,934</u>	<u>\$ 5,618,144</u>
LIABILITIES								
Due to general fund	<u>45,364</u>	-	<u>85,180</u>	<u>13,324</u>	-	-	<u>138,239</u>	<u>282,107</u>
DEFERRED OUTFLOWS								
Deferred Outflow - grant income	<u>28,193</u>	-	-	-	-	<u>3,733,472</u>	-	<u>3,761,665</u>
FUND BALANCE								
Reserved for special revenue	<u>224,660</u>	<u>127,478</u>	<u>102,185</u>	<u>172,096</u>	<u>397,162</u>	<u>659,096</u>	<u>(108,305)</u>	<u>1,574,372</u>
TOTAL FUND BALANCE	<u>224,660</u>	<u>127,478</u>	<u>102,185</u>	<u>172,096</u>	<u>397,162</u>	<u>659,096</u>	<u>(108,305)</u>	<u>1,574,372</u>
TOTAL LIABILITIES, OUTFLOWS AND FUND BALANCE	<u>\$ 298,217</u>	<u>\$ 127,478</u>	<u>\$ 187,365</u>	<u>\$ 185,420</u>	<u>\$ 397,162</u>	<u>\$ 4,392,568</u>	<u>\$ 29,934</u>	<u>\$ 5,618,144</u>

COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

	Sheriff's Funds	Sheriff Grants	Victim's Advocate	Emergency 911	DSS Clerk of Court	Miscellaneous	Airport	Total
Revenue								
Intergovernmental								
Federal grants	\$ -	\$ 4,061	\$ -	\$ -	\$ 199,943	\$ -	\$ -	\$ 204,004
State grants	-	-	-	-	-	-	-	-
Other								
Assessments	133,442	-	89,246	630,839	-	-	-	853,527
Interest	26	-	33	-	-	-	-	59
Miscellaneous	-	50,932	-	-	-	116,401	58,770	226,103
Total Revenue	<u>133,468</u>	<u>54,993</u>	<u>89,279</u>	<u>630,839</u>	<u>199,943</u>	<u>116,401</u>	<u>58,770</u>	<u>1,283,693</u>
Expenditures								
Personnel	-	-	58,104	111,780	-	-	-	169,884
Operating	140,921	130,005	3,000	431,111	13,211	-	152,985	871,233
Intergovernmental	-	-	-	-	-	965,450	-	965,450
Total Expenditures	<u>140,921</u>	<u>130,005</u>	<u>61,104</u>	<u>542,891</u>	<u>13,211</u>	<u>965,450</u>	<u>152,985</u>	<u>2,006,567</u>
Other financing sources								
Transfer in/(out)	-	-	-	-	(112,845)	1,140,057	-	1,027,212
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>(7,453)</u>	<u>(75,012)</u>	<u>28,175</u>	<u>87,948</u>	<u>73,887</u>	<u>291,008</u>	<u>(94,215)</u>	<u>304,338</u>
Fund balance, beginning of year	<u>232,113</u>	<u>202,490</u>	<u>74,010</u>	<u>84,148</u>	<u>323,275</u>	<u>368,088</u>	<u>(14,090)</u>	<u>1,270,034</u>
FUND BALANCE, END OF YEAR	<u>\$ 224,660</u>	<u>\$ 127,478</u>	<u>\$ 102,185</u>	<u>\$ 172,096</u>	<u>\$ 397,162</u>	<u>\$ 659,096</u>	<u>\$ (108,305)</u>	<u>\$ 1,574,372</u>

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE

DEBT SERVICE FUND

Year Ended June 30, 2021

REVENUE

Property Taxes	
2013 Spec Building	\$ 17,543
2018 C GO Bond	117,395
2020 A GO Bond	230,972
2020 B GO Bond	97,559
GO Bond - Lease Purchase	855,107
Sales tax	<u>4,990,303</u>
TOTAL REVENUE	<u>6,308,879</u>

EXPENDITURES

Principal	
2013 Spec Building	-
2018 A GO Bond	822,124
2018 B GO Bond	268,874
2018 C GO Bond	73,050
2020 A GO Bond	186,600
2020 B GO Bond	76,400
Special Source	2,099,717
GO Bond - Lease Purchase	963,900
Sales Tax	2,725,000
Lease purchase	871,571
Interest	
2013 Spec Building	23,800
2018 C GO Bond	19,344
2020 A GO Bond	12,242
2020 B GO Bond	7,311
GO Bond - Lease Purchase	3,071
Sales Tax	587,500
Lease purchase	<u>65,508</u>
TOTAL EXPENDITURES	<u>8,806,012</u>

OTHER FINANCING SOURCES/(USES)

2020 GO Bond	963,900
2020 Refunding Proceeds	2,342,064
Special Source Revenue Bond	5,450,000
Transfer to capital projects	<u>(3,716,485)</u>

EXCESS/(DEFICIENCY) OF REVENUE
OVER EXPENDITURES

2,542,346

Fund balance, beginning of year

6,512,585

FUND BALANCE, END OF YEAR

\$ 9,054,931

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE

CAPITAL PROJECTS FUND

Year Ended June 30, 2021

REVENUE

Interest	\$ 7,107
	<u>7,107</u>
TOTAL REVENUE	<u>7,107</u>

EXPENDITURES

Capital Outlays	
Sales tax projects	633,233
Lease purchase	1,806,507
Capital budgets	<u>2,715,736</u>

TOTAL EXPENDITURES	<u>5,155,476</u>
--------------------	------------------

OTHER FINANCING SOURCES/(USES)

Lease purchase proceeds	878,500
Transfer In	<u>3,233,713</u>

EXCESS OF REVENUE OVER EXPENDITURES	(1,036,156)
--	-------------

Fund balance, beginning of year	<u>5,298,531</u>
---------------------------------	------------------

FUND BALANCE, END OF YEAR	<u><u>\$ 4,262,375</u></u>
---------------------------	----------------------------

COMBINING BALANCE SHEET
 TRUST AND AGENCY FUND
 NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2021

	Newberry County Schools Construction	Newberry County Schools Operations	Newberry Schools Sinking Funds	Magistrates/ Clerk of Court	Total
ASSETS					
Cash	\$ 1,998,972	\$ 2,316,221	\$ 2,376,826	\$ 149,407	\$ 6,841,426
Investments	<u>889,162</u>	<u>21,159,366</u>	<u>2,890,519</u>	<u>-</u>	<u>24,939,047</u>
TOTAL ASSETS	<u>\$ 2,888,134</u>	<u>\$ 23,475,587</u>	<u>\$ 5,267,345</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>
LIABILITIES					
Due to taxing units and others	<u>\$ 2,888,134</u>	<u>\$ 23,475,587</u>	<u>\$ 5,267,345</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>
TOTAL LIABILITIES	<u>\$ 2,888,134</u>	<u>\$ 23,475,587</u>	<u>\$ 5,267,345</u>	<u>\$ 149,407</u>	<u>\$ 31,780,473</u>

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

E-911 FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

REVENUES	
Assessments	\$ <u>630,839</u>
TOTAL REVENUES	<u>630,839</u>
EXPENDITURES	
Personnel	111,780
Operating	<u>431,111</u>
TOTAL EXPENDITURES	<u>542,891</u>
EXCESS OF REVENUE OVER/(UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES/(USES)	87,948
Other Sources/ (Uses)	<u> -</u>
EXCESS/(DEFICIENCY) OF REVENUE OVER EXPENDITURES	87,948
Fund balance, July 1, 2020	<u>84,148</u>
FUND BALANCE, JUNE 30, 2021	<u>\$ <u>172,096</u></u>

VICTIMS SERVICES FUND

SPECIAL REVENUE FUND

NEWBERRY COUNTY, SOUTH CAROLINA

For the Year Ended June 30, 2021

Assessments and surcharges	\$ 89,246
Interest	<u>33</u>
Expenditures	<u>61,104</u>
Decrease in fund balance	28,175
Fund Balance, July 1, 2020	<u>74,010</u>
Fund Balance, June 30, 2021	<u><u>\$ 102,185</u></u>

Schedule of Fines, Assessments and Surcharges

	<u>Total</u>	<u>State Portion</u>	<u>County Portion</u>
Fines, Fees & Assessments	\$ 171,941	\$ 171,941	\$ -
DUI/DUS/BUI - Assessments, Surcharges	1,869	1,869	-
Surcharges	140,186	140,186	-
Other Assessments	29,019	29,019	-
General Sessions - Other Assessments	3,069	-	3,069
Magistrates Court - Other Assessments	31,365	-	31,365
General Sessions - Surcharges	10,069	-	10,069
Magistrates Court - Surcharges	<u>16,984</u>	<u>-</u>	<u>16,984</u>
	<u><u>\$ 404,502</u></u>	<u><u>\$ 343,015</u></u>	<u><u>\$ 61,487</u></u>

Review of Accounting Controls Over the Collection, Reporting and Distribution of Fines and Assessments Collected

Newberry County, South Carolina

Year Ended June 30, 2021

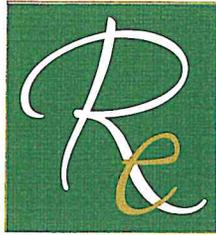
Segregation of Duties

Condition: A proper segregation of duties does not exist relative to cash receipts and disbursements in the Central Court – Magistrate’s Offices.

Criteria: The same personnel perform the duties of cashier, posting accounts receivable records, handling of mail cash receipts, and receiving and disputing items and NSG charges.

Effect: Because a segregation of duties does not exist, errors and irregularities could occur and not be detected in a timely manner.

Recommendation: A segregation of duties should be established and maintained, where each employee is delegated one primary task.



RISH & ENZASTIGA

Certified Public Accountants

INDEPENDENT AUDITOR'S 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 County Council
Newberry County
Newberry, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Newberry County (Primary government only) , as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise County's basic financial statements, and have issued our report thereon dated October 28, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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's internal control. Accordingly, we do not express an opinion on the effectiveness of County'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 identify three deficiencies in internal control that we consider to be material weaknesses. Those deficiencies are listed on the Schedule of Findings However, additional material weaknesses may exist that may have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County'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.



Lexington, South Carolina
October 28, 2021

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

Financial Statement Findings

SIGNIFICANT DEFICIENCIES

1. General Ledger – Years Ended June 30, 1995 - Present

Condition: The general ledger used by the County needs to utilize proper fund accounting. Entries are made between funds, which result in individual funds being out of balance. Revenue and expenditure accounts in the debt service and special revenue fund are commingled so true totals of revenue and expenditures are not shown. The accounting software also does not properly account for voided checks. The software did not properly roll balances forward from the prior year.

Criteria: Fund accounting should ensure that each fund maintain a set of self-balancing accounts. Entries between funds should be recorded by offsetting “due to/from” accounts in order to maintain fund integrity. Revenues and expenditures should have separate accounts to track the annual totals for each category of revenue and expenditure. Accounts payable should be reconciled to ensure voided checks are recorded correctly. The software should be maintained to correctly roll balances forward correctly.

Effect: Because entries are made across funds resulting in individual funds being out of balance and revenues and expenditures are shown in the same accounts, errors can occur and not be detected in a timely manner. Because voided checks are not properly accounted for, accounts payable could be misstated. If balances do not roll forward correctly, accounts could be misstated.

Recommendation: Self-balancing fund accounting should be maintained along with separate revenue and expenditure accounts by training accounting staff in the proper methodology of accounting. Monthly reconciliations of accounts payable should help with voided checks and monitoring the balance forwards in a timely manner should help.

Response: The County’s software has controls to reduce the number of entries that are posted out of balance. Monthly reviews of the daily postings and accounts are helping to reduce the problem areas.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2021

2. Segregation of Duties – Years Ended June 30, 1995 - Present

Condition: A proper segregation of duties does not exist relative to cash receipts and disbursements in the Treasurer's, County Administrator's, Building Inspections, Zoning and Central Court – Magistrate's Offices.

Criteria: The same personnel perform the duties of cashier, posting accounts receivable records, handling of mail cash receipts, and receiving and disputing items and NSG charges.

Effect: Because a segregation of duties does not exist, errors and irregularities could occur and not be detected in a timely manner.

Recommendation: A segregation of duties should be established and maintained, where each employee is delegated one primary task.

Response: When possible, these offices separate the accounting duties. However, it is not always cost feasible to staff every position solely on accounting controls.

3. Cash Reconciliation – Year Ended June 30, 2021

Condition: The County Ordinary and Tax Account bank accounts were not reconciled correctly each month.

Criteria: Bank accounts should be reconciled monthly to find and correct any errors.

Effect: Because cash reconciliations were not performed correctly, errors and irregularities could occur and not be detected in a timely manner.

Recommendation: Procedures should be in place to reconcile all bank accounts timely. Any missing transactions and outstanding items should be reviewed to ensure correct and complete records. This process should be performed and reviewed monthly. The County may need to hire and train additional experienced personnel to help with this process.

Response: The County agrees with the finding and will work to perform the cash reconciliations timely.