

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

June 30, 2020

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

Balance Sheet – Governmental Funds 22

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds to the Statement of Activities..... 23

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

Statement of Revenue, Expenditures and Changes in Fund Balance – General Fund Budget and Actual 25

Statement of Fiduciary Net Position – Fiduciary Funds..... 26

Notes to Financial Statements 27 – 50

Required Supplemental Information 52 – 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, 2020 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, 2020, 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, 2020, 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. 25), 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 September 11, 2020 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
September 11, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

INTRODUCTION

This narrative overview gives an analysis of the financial activities of the County for the fiscal year ended June 30, 2020. 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, 2020, was \$7,743,081 which represented a decrease of \$5,056,817 from the prior year end.
- **Revenues and Expenditures:** Revenues totaled \$34,842,605 and expenditures totaled \$41,139,885 for all Governmental Funds at the fund level. Accordingly, expenditures exceeded revenues by \$6,297,280 before other financing activities. The general fund decreased the fund balance by \$1,496,169. The debt service fund balance increased \$214,205. The capital projects fund balance decreased \$3,190,656 from spending for lease purchase and sales tax projects.
- **Capital Assets:** The County had capital asset additions in the governmental activities of \$1,157,848 consisting of purchases of equipment and building improvements. Depreciation expense in governmental activities was \$2,523,094 This resulted in a net decrease of capital assets of \$1,365,246.
- **General Fund/Fund Balance:** Our principal operating fund, the General Fund, had \$27,960,016 in fiscal year 2020 Revenues, which primarily consisted of property taxes and intergovernmental sources. Net other financing uses were \$1,506,716 and \$27,949,469 in expenditures decreased the fund balance \$1,496,169.
- **Debt:** The County retired \$5,202,762 in principal for governmental activities bonds and lease purchase outstanding. The Debt Service Fund Balance increased from \$6,298,380 to \$6,512,585. Bonds payable are \$17,160,118 at June 30, 2020 and lease purchase payable is \$2,630,130. 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, 2020**

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, 2020**

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 fire service protection, school funds and regional rescue squads

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2020**

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 \$7,743,081 as of June 30, 2020. 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, 2020.

Current assets	\$ 31,926,889
Non-current assets	31,263,771
Deferred outflow – pension	<u>2,767,923</u>
Total assets and debits	<u>65,958,583</u>
Current liabilities	5,747,345
Non-current liabilities	51,280,553
Deferred inflow	<u>1,187,604</u>
Total liabilities & def inflows	<u>58,215,502</u>
Net position	<u>\$ 7,743,081</u>
Net position - Invested in capital assets, net of related debt	\$ 24,314,521
Restricted	9,137,425
Unrestricted	<u>(25,708,865)</u>
Total Net Position	<u>\$ 7,743,081</u>

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2020**

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

- GO Bond principal payments of \$,337,224 and bond issuance \$899,000
- Purchases of equipment, renovations to the jail and purchase of the magistrate's office of \$1,157,848 and depreciation of \$2,523,094.
- GASB 68 - net pension liability - \$17,495,042
- GASB 75 - OPEB Liability - \$16,039,564

Changes in net position: The County's governmental activities revenues for the fiscal year ended June 30, 2020, were \$34,036,389. The total cost of all programs and services was \$39,093,206. The following table presents a summary of the activity that resulted in changes to total net position for the fiscal year ended June 30, 2020.

REVENUES:	Amount
Program revenues:	
Charges for services	\$ 519,155
Operating grants and contributions	699,564
Capital grants	--
General revenues:	
Property taxes	21,714,705
Intergovernmental sources	3,557,422
Fines and assessments	2,085,358
Sales tax	4,274,724
Miscellaneous	<u>1,185,461</u>
Total revenues	<u>34,036,389</u>
EXPENSES:	
Governmental - current	(30,765,303)
Intergovernmental – capital	
Construction & improvements	(7,487,407)
Interest and fees	<u>(840,496)</u>
Total expenses	<u>(39,093,206)</u>
Decrease in net position	<u>\$ (5,056,817)</u>

**NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) -
CONTINUED
YEAR ENDED JUNE 30, 2020**

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	\$ 30,765,303	\$(29,546,584)
Intergovernmental – capital		
Construction & improvements	7,487,407	(7,487,407)
Debt Service - interest	<u>840,496</u>	<u>(840,496)</u>
 Total expenses	 <u>\$ 39,093,206</u>	 <u>\$(37,874,487)</u>

- The cost of all activities this year was \$39,093,206
- Net cost of governmental activities (\$37,874,487) was financed by general revenues (\$34,036,389), which are made up of primarily property taxes (\$21,714,705), intergovernmental sources (\$3,557,422), fines and assessments (\$2,085,358), sales tax (\$4,274,724), and other revenue (\$1,185,461).

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, 2020**

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 \$29,507,940, a decrease of \$6,265,581 since June 30, 2019. 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:

- \$ 6,375,822 assigned for future projects
- \$ 6,512,585 assigned for debt service
- \$ 1,233,635 committed for special revenue
- \$ 22,104 nonspendable for inventory – fuel
- \$ 14,295 nonspendable for prepaid items

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 \$1,496,169 was due to economic development projects of \$3,250,000. The Debt Service Fund balance showed an increase of \$214,205. The Capital Projects Funds showed a fund balance of \$5,298,531, a combination of remaining sales tax bond, lease purchase and GO Bonds proceeds. The Capital Projects had expenditures of \$4,841,903.

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 \$25,374,135 in General Fund Revenue with actual revenue totaling \$27,960,016 for a difference of \$2,585,881. The budget for expenditures was \$25,898,856 with the actual expenditures being \$27,949,469 for a difference of \$2,050,613. The general fund transferred \$1,506,716 to special revenue projects. The results from revenue, expenditures and other financing sources and uses caused the fund balance to decrease by \$1,496,169. 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, 2020**

CAPITAL ASSETS

As of June 30, 2020, the County had invested \$31,263,771 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 \$2,523,094 for governmental activities.

The following schedule presents capital asset balances for the fiscal year ended June 30, 2020.

	Amount
Land	\$ 8,143,969
Buildings and improvements	38,619,549
Vehicles and equipment	23,008,659
Roads	11,340,105
Airport Improvements	<u>5,654,044</u>
 Total	 <u>\$ 86,766,326</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, 2020.

	Amount
General obligation bonds	\$ 17,160,118
Lease purchase	2,630,130
Accrued compensated absences	<u>839,262</u>
 Total	 <u>\$ 20,601,016</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, 2020**

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, 2020 was \$16,039,564. 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 \$17,495,042. 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 2020 - 2021 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, 2020**

CURRENT AND PRIOR YEAR FINANCIAL ANALYSIS

Tables I – II are presented for additional analysis of the County's finances for the FY 19 - 20.

Table I – Statement of Net Position – Governmental Activities – Total current assets decreased \$5,793,964 versus the prior year due to decreases in cash (capital projects fund). Capital assets increased \$1,365,246 net as shown in Note N for capital asset additions for equipment less depreciation expense. Total liabilities decreased \$2,860,671 due to the GO bond principal and lease purchase principal maturities. Net position decreased \$5,056,817.

Table II – Statement of Activities – Governmental Activities – Total revenues increased \$1,435,912 (Property taxes decreased \$2,386,967, sales tax increased \$144,016). Total expenses increased \$542,343 due to payments for economic development, pension expense 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, 2020

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

	Governmental Activities		
	<u>2020</u>	<u>2019</u>	<u>Variance</u>
Assets			
Total Current Assets	\$ 31,926,889	\$ 37,720,853	\$ (5,793,964)
Other Debits	2,767,923	3,526,201	(758,278)
Capital Assets, net of accumulated depreciation	<u>31,263,771</u>	<u>32,629,017</u>	<u>(1,365,246)</u>
Total Assets	<u>\$ 65,958,583</u>	<u>\$ 73,876,071</u>	<u>\$ (7,917,488)</u>
Total Current Liabilities	\$ 5,747,345	\$ 6,379,293	\$ (631,948)
Non-Current Liabilities	51,280,553	53,348,363	(2,067,810)
Deferred Inflows	<u>1,187,604</u>	<u>1,348,517</u>	<u>(160,913)</u>
	<u>\$ 58,215,502</u>	<u>\$ 61,076,173</u>	<u>\$ (2,860,671)</u>
Net Position			
Invested in capital assets, net of related debt	\$ 24,314,521	\$ 24,490,738	\$ (176,217)
Restricted	9,137,425	18,743,297	(9,605,872)
Unrestricted/(deficit)	<u>(25,708,865)</u>	<u>(30,434,137)</u>	<u>4,725,272</u>
Total Net Position	<u>\$ 7,743,081</u>	<u>\$ 12,799,898</u>	<u>\$ (5,056,817)</u>

NEWBERRY COUNTY, SOUTH CAROLINA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2020

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

	Governmental Activities		
	<u>2020</u>	<u>2019</u>	<u>Variance</u>
Revenues			
Program Revenues:			
Charges for Services	\$ 519,155	\$ 710,200	\$ (191,045)
Operating Grants	699,564	423,247	276,317
Capital Grants	-	-	-
General Revenue:			
Property Taxes	21,714,705	24,101,672	(2,386,967)
Intergovernmental Sources	3,557,422	2,723,908	833,514
Fines and Assessments	2,085,358	1,878,559	206,799
Sales Tax - Debt Service	4,274,724	4,130,708	144,016
Other	<u>1,185,461</u>	<u>1,504,007</u>	<u>(318,546)</u>
Total Revenues	<u>\$ 34,036,389</u>	<u>\$ 35,472,301</u>	<u>\$ (1,435,912)</u>
Expenses			
Current			
Legislative	\$ 274,491	\$ 319,078	\$ (44,587)
Administration	2,281,601	3,176,565	(894,964)
Tax assessment & collection	1,610,336	1,562,166	48,170
Election & registration	217,165	227,827	(10,662)
Administration of Justice	2,035,031	2,062,617	(27,586)
Law enforcement	4,726,182	3,998,700	727,482
Detention	2,199,202	2,338,885	(139,683)
Public safety	5,105,860	4,166,363	939,497
Public works & maintenance	7,308,626	7,261,574	47,052
Planning & development	603,706	988,824	(385,118)
Agriculture & home economics	121,826	121,318	508
Public health	23,129	23,507	(378)
Social services	305,401	293,678	11,723
Miscellaneous	3,625,890	2,348,262	1,277,628
Emergency telephone reporting	326,857	433,961	(107,104)
Capital Construction & Improvements - Intergovernmental	7,487,407	8,097,823	(610,416)
Interest and Fees	<u>840,496</u>	<u>1,129,715</u>	<u>(289,219)</u>
Total Expenses	<u>\$ 39,093,206</u>	<u>\$ 38,550,863</u>	<u>\$ 542,343</u>
Change in Net Position	(5,056,817)	(3,078,562)	(1,978,255)
Net Position, Beginning of Year	<u>12,799,898</u>	<u>15,878,460</u>	<u>(3,078,562)</u>
Net Position, End of Year	<u>\$ 7,743,081</u>	<u>\$ 12,799,898</u>	<u>\$ (5,056,817)</u>

**BASIC FINANCIAL STATEMENTS
PRIMARY GOVERNMENT**

STATEMENT OF NET POSITION
NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2020

	PRIMARY GOVERNMENT	
	Governmental Activities	Total
ASSETS AND OTHER DEBITS		
Current Assets		
Cash - Notes B & C	\$ 12,905,227	\$ 12,905,227
Investments - Note C	16,195,350	16,195,350
Receivables		
Property taxes - delinquent - Note E	1,100,269	1,100,269
Other	246,936	246,936
Due from other governments		
State shared revenue	403,085	403,085
Sales tax	1,039,623	1,039,623
Prepaid items	14,295	14,295
Inventory - jet fuel	22,104	22,104
	<u>31,926,889</u>	<u>31,926,889</u>
Total Current Assets		
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	23,008,659	23,008,659
Airport improvements	5,654,044	5,654,044
Accumulated depreciation	(55,502,555)	(55,502,555)
	<u>2,767,923</u>	<u>2,767,923</u>
DEFERRED OUTFLOW - Pension		
	<u>2,767,923</u>	<u>2,767,923</u>
	<u>\$ 65,958,583</u>	<u>\$ 65,958,583</u>
TOTAL ASSETS AND OTHER DEBITS		
LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
LIABILITIES		
Current Liabilities		
Accrued expenses	\$ 399,733	\$ 399,733
Due to other taxing units and others	964,013	964,013
Accrued interest	216,036	216,036
Lease payable, current portion	640,066	640,066
Bonds payable, current portion	3,527,497	3,527,497
	<u>5,747,345</u>	<u>5,747,345</u>
Total Current Liabilities		
Bonds payable, less current portion	13,632,621	13,632,621
Compensated absences	839,262	839,262
Net Pension Liability	17,495,042	17,495,042
Landfill Post Closure	1,284,000	1,284,000
Net OPEB Obligation - See Note P	16,039,564	16,039,564
Lease purchase, less current portion	1,990,064	1,990,064
	<u>57,027,898</u>	<u>57,027,898</u>
TOTAL LIABILITIES		
DEFERRED INFLOWS		
Grant	22,546	22,546
Pension	1,165,058	1,165,058
NET POSITION		
Invested in capital assets, net of related debt, \$6,949,250	24,314,521	24,314,521
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	(25,708,865)	(25,708,865)
	<u>7,743,081</u>	<u>7,743,081</u>
TOTAL NET POSITION		
	<u>\$ 65,958,583</u>	<u>\$ 65,958,583</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
	<u>\$ 65,958,583</u>	<u>\$ 65,958,583</u>

STATEMENT OF ACTIVITIES

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	Expenses	Program Revenues			Net Revenue & Changes in Net Position	
		Charges for Services	Operating Grants	Capital Grants	Governmental Activities	Total
Governmental Activities						
Current						
Legislative	\$ 274,491	\$ -	\$ -	\$ -	\$ (274,491)	\$ (274,491)
Administration	2,281,601	-	-	-	(2,281,601)	(2,281,601)
Tax assessment & collection	1,610,336	-	-	-	(1,610,336)	(1,610,336)
Election & registration	217,165	-	-	-	(217,165)	(217,165)
Administration of Justice	2,035,031	-	170,663	-	(1,864,368)	(1,864,368)
Law enforcement	4,726,182	-	4,935	-	(4,721,247)	(4,721,247)
Detention	2,199,202	-	-	-	(2,199,202)	(2,199,202)
Public safety	5,105,860	201,681	-	-	(4,904,179)	(4,904,179)
Public works & maintenance	7,308,626	-	-	-	(7,308,626)	(7,308,626)
Planning & development	603,706	-	-	-	(603,706)	(603,706)
Agriculture & home economics	121,826	-	-	-	(121,826)	(121,826)
Public health	23,129	-	-	-	(23,129)	(23,129)
Social services	305,401	-	-	-	(305,401)	(305,401)
Miscellaneous	3,625,890	-	523,966	-	(3,101,924)	(3,101,924)
Emergency telephone reporting	326,857	317,474	-	-	(9,383)	(9,383)
Capital construction & improvements - intergovernmental	7,487,407	-	-	-	(7,487,407)	(7,487,407)
Debt service						
Interest & other bond costs	840,496	-	-	-	(840,496)	(840,496)
Total Governmental Activities	39,093,206	519,155	699,564	-	(37,874,487)	(37,874,487)
TOTAL	\$ 39,093,206	\$ 519,155	\$ 699,564	\$ -	(37,874,487)	(37,874,487)
General Revenues						
Property Taxes Levied For:						
General Purposes					20,505,821	20,505,821
Debt Service					1,208,884	1,208,884
Intergovernmental sources					3,557,422	3,557,422
Fines and assessments					2,085,358	2,085,358
Sales tax - debt service					4,274,724	4,274,724
Other					1,185,461	1,185,461
Total General Revenues					32,817,670	32,817,670
Change in Net Position					(5,056,817)	(5,056,817)
Net Position, Beginning of Year					12,799,898	12,799,898
NET POSITION, END OF YEAR					\$ 7,743,081	\$ 7,743,081

BALANCE SHEET

GOVERNMENTAL FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2020

	General	Debt Service	Capital Projects	Non-Major Special Revenue	Totals
ASSETS					
Cash - Notes B & C	\$ 9,804,775	\$ 109,504	\$ 1,354,927	\$ 1,636,021	\$ 12,905,227
Investments - Note C	6,357,422	5,358,390	4,479,538	-	16,195,350
Receivables					
Property taxes - delinquent - Note E	62,544	5,068	-	-	67,612
Fines and fees	45,864	-	-	-	45,864
Other	201,072	-	-	-	201,072
Due from other governments					
State shared revenue	403,085	-	-	-	403,085
Sales tax	-	1,039,623	-	-	1,039,623
Inventory - jet fuel	-	-	-	22,104	22,104
Prepaid items	-	-	-	14,295	14,295
Due from other funds - Note D	915,774	-	-	1,182	916,956
	<u>\$ 17,790,536</u>	<u>\$ 6,512,585</u>	<u>\$ 5,834,465</u>	<u>\$ 1,673,602</u>	<u>\$ 31,811,188</u>
TOTAL ASSETS					
LIABILITIES, DEFERRED INFLOW & FUND BALANCES					
LIABILITIES					
Accrued expenses	\$ 399,733	\$ -	\$ -	\$ -	\$ 399,733
Due to taxing units and others	964,013	-	-	-	964,013
Due to other funds - Note D	-	-	535,934	381,022	916,956
	<u>1,363,746</u>	<u>-</u>	<u>535,934</u>	<u>381,022</u>	<u>2,280,702</u>
TOTAL LIABILITIES					
DEFERRED INFLOW - grant income	-	-	-	22,546	22,546
FUND BALANCES					
Reserved:					
Nonspendable - inventory - fuel	-	-	-	22,104	22,104
Nonspendable - prepaid items	-	-	-	14,295	14,295
Committed for special revenue	-	-	-	1,233,635	1,233,635
Assigned for projects	1,077,291	-	5,298,531	-	6,375,822
Assigned for debt service	-	6,512,585	-	-	6,512,585
Unreserved:					
Unassigned	15,349,499	-	-	-	15,349,499
	<u>16,426,790</u>	<u>6,512,585</u>	<u>5,298,531</u>	<u>1,270,034</u>	<u>29,507,940</u>
TOTAL FUND BALANCES					
TOTAL LIABILITIES, DEFERRED INFLOW & FUND BALANCES					
	<u>\$ 17,790,536</u>	<u>\$ 6,512,585</u>	<u>\$ 5,834,465</u>	<u>\$ 1,673,602</u>	<u>\$ 31,811,188</u>

Reconciliation of governmental fund balances to statement of net position:

Total Fund Balances - Governmental Funds	\$ 29,507,940
Capital assets, net of accumulated depreciation	31,263,771
Bonds payable	(17,160,118)
Leases payable	(2,630,130)
Compensated absences	(839,262)
Net OPEB Obligation	(16,039,564)
Net Pension Adjustment	(15,892,177)
Land fill post closure costs	(1,284,000)
Accrued interest	(216,036)
Recognition of deferred taxes	<u>1,032,657</u>
Total Net Position - Governmental Activities	<u>\$ 7,743,081</u>

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, 2020

Net change in fund balances - total governmental funds	\$	(4,433,280)
<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		1,157,848
Depreciation expense	<u>(2,523,094)</u>	(1,365,246)
<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>		
	(899,000)	
	<u>4,337,224</u>	3,438,224
<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>		
		(92,905)
<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	(965,000)	
Repayment of principal	<u>837,044</u>	(127,956)
<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:		37,924
<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>		
		(1,098,215)
<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>		
		(609,147)
<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>(806,216)</u>
Change in net position - governmental activities	\$	<u>(5,056,817)</u>

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
NEWBERRY COUNTY, SOUTH CAROLINA
Year Ended June 30, 2020

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Non-Major Special Revenue</u>	<u>Totals</u>
REVENUE					
Taxes	\$ 21,216,780	\$ 1,208,884	\$ -	\$ -	\$ 22,425,664
Intergovernmental	3,557,422	-	-	699,564	4,256,986
Fines and fees	2,125,152	-	-	479,361	2,604,513
Sales tax	-	4,274,724	-	-	4,274,724
Other	1,060,662	71,560	49,846	98,650	1,280,718
TOTAL REVENUE	27,960,016	5,555,168	49,846	1,277,575	34,842,605
EXPENDITURES					
Current					
Legislative	274,491	-	-	-	274,491
Administration	1,579,549	-	-	-	1,579,549
Tax assessment & collection	1,604,860	-	-	-	1,604,860
Election & registration	217,165	-	-	-	217,165
Administration of Justice	1,959,547	-	-	68,763	2,028,310
Law enforcement	4,266,473	-	-	155,316	4,421,789
Detention	2,090,903	-	-	-	2,090,903
Public safety	4,415,870	-	-	-	4,415,870
Public works & maintenance	5,902,453	-	-	-	5,902,453
Planning & development	961,664	-	-	-	961,664
Agriculture & home economics	121,826	-	-	-	121,826
Public health	23,129	-	-	-	23,129
Social services	305,401	-	-	-	305,401
Miscellaneous	422,786	-	-	2,104,889	2,527,675
Emergency telephone reporting	-	-	-	326,857	326,857
Capital outlays					
Capital construction & improvements	3,803,352	-	4,841,903	-	8,645,255
Debt service					
Principal retirement - Note G	-	4,814,268	-	-	4,814,268
Interest	-	878,420	-	-	878,420
TOTAL EXPENDITURES	27,949,469	5,692,688	4,841,903	2,655,825	41,139,885
Excess/(Deficiency) of Revenue Over/(Under) Expenditures before Other Financing Sources	10,547	(137,520)	(4,792,057)	(1,378,250)	(6,297,280)
OTHER FINANCING SOURCES					
Bond proceeds	-	899,000	-	-	899,000
Lease purchase	-	-	965,000	-	965,000
Transfer In/(Out)	(1,506,716)	(547,275)	636,401	1,417,590	-
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(1,496,169)	214,205	(3,190,656)	39,340	(4,433,280)
Fund Balance, Beginning of Year,	17,922,959	6,298,380	8,489,187	1,230,694	33,941,220
FUND BALANCE, END OF YEAR	\$ 16,426,790	\$ 6,512,585	\$ 5,298,531	\$ 1,270,034	\$ 29,507,940

STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
NEWBERRY COUNTY, SOUTH CAROLINA
Year Ended June 30, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUE				
Property taxes, current	\$ 17,294,145	\$ 17,419,145	\$ 17,453,334	\$ 34,189
Community service levies - taxes	975,478	975,478	1,068,982	93,504
Fee In Lieu	1,705,365	1,705,365	1,787,583	82,218
Delinquent taxes and cost	672,840	672,840	906,881	234,041
Intergovernmental	1,969,366	1,969,366	3,557,422	1,588,056
Fines and fees	1,932,045	1,932,045	2,125,152	193,107
Other	<u>921,700</u>	<u>1,093,400</u>	<u>1,060,662</u>	<u>(32,738)</u>
TOTAL REVENUE	<u>25,470,939</u>	<u>25,767,639</u>	<u>27,960,016</u>	<u>2,192,377</u>
Use of Fund Balance Reserves	<u>995,438</u>	<u>1,524,721</u>	<u>-</u>	<u>(1,524,721)</u>
EXPENDITURES				
Current				
Legislative	293,593	293,593	274,491	19,102
Administration	1,786,832	1,786,832	1,579,549	207,283
Tax assessment & collection	1,705,289	1,705,289	1,604,860	100,429
Election & registration	196,970	196,970	217,165	(20,195)
Administration of Justice	2,078,650	2,078,650	1,959,547	119,103
Law enforcement	4,703,824	4,703,824	4,266,473	437,351
Detention	2,268,076	2,268,076	2,090,903	177,173
Public safety	4,631,174	4,631,174	4,415,870	215,304
Public works & maintenance	5,910,311	5,910,311	5,902,453	7,858
Planning & development	1,062,439	1,475,939	961,664	514,275
Agriculture & home economics	122,052	122,052	121,826	226
Public health	23,800	23,800	23,129	671
Social services	312,158	312,158	305,401	6,757
Miscellaneous	123,731	536,214	422,786	113,428
Capital outlays				
Capital construction & improvements	<u>272,000</u>	<u>272,000</u>	<u>3,803,352</u>	<u>(3,531,352)</u>
TOTAL EXPENDITURES	<u>25,490,899</u>	<u>26,316,882</u>	<u>27,949,469</u>	<u>(1,632,587)</u>
Excess/(Deficiency) of Revenue Over/(Under)				
Expenditures before Other Financing Sources	<u>975,478</u>	<u>975,478</u>	<u>10,547</u>	<u>(964,931)</u>
OTHER FINANCING SOURCES/(USES)				
Transfer to special revenue (includes Community Service Levies)	<u>(975,478)</u>	<u>(975,478)</u>	<u>(1,506,716)</u>	<u>(531,238)</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(1,496,169)</u>	<u>(1,496,169)</u>
Fund Balance, Beginning of Year			<u>17,922,959</u>	
FUND BALANCE, END OF YEAR			<u>\$ 16,426,790</u>	

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS - AGENCY FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2020

	Newberry County School District	Magistrates/ Clerk of Court	Total Agency Funds
ASSETS			
Cash and cash equivalents - Note B and C	\$ 7,522,591	\$ 149,407	\$ 7,671,998
Investments	<u>23,954,803</u>	<u>-</u>	<u>23,954,803</u>
TOTAL ASSETS	<u>\$ 31,477,394</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>
LIABILITIES			
Due to other entities	<u>\$ 31,477,394</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>
TOTAL LIABILITIES	<u>\$ 31,477,394</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

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, 2020

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, 2020

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, 2020

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, 2020

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, 2020. 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, 2020. 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, 2020

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, 2020

NOTE B - CASH

Deposits

At June 30, 2020, the carrying amount of the County's deposits was \$20,577,225 (\$12,905,227 for the primary government, and \$7,671,998, 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 \$80,727 cash on hand at June 30, 2020.

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, 2020. 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	\$ 20,577,225	\$ --	\$ --	\$ 20,577,225	\$ 20,577,225
Total	\$ 20,577,225	\$ --	\$ --	20,577,225	20,577,225
State treasurer's investment pool				16,195,350	16,195,350
State treasurer's investment pool – Agency funds				23,954,803	23,954,803
Total Investments and Deposits				\$ 60,727,378	\$ 60,727,378

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

NOTE C – INVESTMENTS - Continued

The County has investments in the S. C. Local Government Investment Pool at June 30, 2020 of \$40,150,153 (\$16,195,350 for the primary government and \$23,954,803 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	\$ 381,022
General Fund	Capital Projects	535,934
Special Revenue	General	1,182
	Total	\$ 918,138

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

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, 2020, 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, 2020 follows:

General Fund	\$ 815,676
Debt Service Fund	<u>284,593</u>
Total Governmental Activities	<u>\$ 1,100,269</u>
General Fund	\$ 815,676
Debt Service Fund	284,593
Net Deferred tax revenue – Collections after 60 days	<u>(1,032,657)</u>
Net taxes payable – Governmental Funds	<u>\$ 67,612</u>

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

NOTE F - LONG-TERM DEBT

The following is a summary of long-term debt transactions of the County for the year ended June 30, 2020:

	<u>Balance,</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance,</u> <u>June 30, 2020</u>
Bonds payable	\$ 20,598,342	\$ 899,000	\$ 4,337,224	\$ 17,160,118
Lease purchase agreement	2,502,174	965,000	837,044	2,630,130
Accrued vacation	<u>746,357</u>	<u>92,905</u>	<u>--</u>	<u>839,262</u>
Total Long Term Debt	<u>\$ 23,846,873</u>	<u>\$ 1,956,905</u>	<u>\$ 5,202,762</u>	<u>\$ 20,601,016</u>

Bonds payable at June 30, 2020, are composed of the following:

Special Source Revenue Bond (Fee-in-Lieu) – 2006 - due in annual installments of \$195,000 - \$455,000 through April 2026; interest rate 2.8%. Current amount due \$375,000	\$ 2,480,000
\$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 \$2,725,000	11,750,000
\$1,000,000 General Obligation , Series 2018A, due in Annual installments of \$88,722 to \$114,260 through March 2028; Interest rate 3.15%. Current amount due \$91,962	822,124
\$325,000 General Obligation Bonds, Series 2018B, due in Annual installments of \$27,992 to \$38,326 through March 2028; Interest rate 3.94%. Current amount due \$29,243	268,874
\$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 \$73,050	<u>649,120</u>
Total bonds payable	<u>\$ 17,160,118</u>

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA
 Year Ended June 30, 2020

NOTE F - LONG-TERM DEBT – Continued

Outstanding bonds payable are due as follows at June 30, 2020:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 3,294,255	\$ 737,567	\$ 4,031,822
2022	3,455,480	584,441	4,039,921
2023	3,616,907	423,687	4,040,594
2024	3,788,543	255,300	4,043,843
2025	884,061	78,771	962,832
2026 – 2028	<u>2,120,872</u>	<u>107,192</u>	<u>2,228,064</u>
Totals	<u>\$ 17,160,118</u>	<u>\$ 2,186,958</u>	<u>\$ 19,347,076</u>

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, 2020 assessed property valuation (\$148,903,516) the County is below its legal debt limit of \$11,912,281. Bond indebtedness applied to the debt limit was \$2,930,118 leaving \$8,982,163 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, 2020

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 2020 – 2027. Current principal amount due is \$124,192.

Lease Purchase 2016 was used to buy equipment for \$710,000. The annual interest rate is 1.59%. Annual payments of \$146,625 of principal and interest are due in December from 2020 – 2020. Current principal amount due is \$144,330

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 from 2020 – 2021. Current principal amount due is \$100,007

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 2020 – 2022. Current principal amount due is \$137,802

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 2020 – 2023. Current principal amount due is \$185,593

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

Outstanding lease purchase agreements are due as follows at June 30, 2020:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 691,924	\$ 63,768	\$ 755,692
2022	560,986	48,080	609,066
2023	469,599	37,715	507,314
2024	331,184	26,059	357,243
2025	137,835	18,687	156,522
2026 – 2029	<u>438,602</u>	<u>38,348</u>	<u>476,950</u>
Totals	<u>\$ 2,630,130</u>	<u>\$ 232,657</u>	<u>\$ 2,862,787</u>

Accrued Vacation

At June 30, 2020, the liability for accrued vacation benefits recorded in the governmental activities was \$839,262. 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, 2020

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, 2020

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>2020</u>	<u>2019</u>	<u>2018</u>
Total payroll	\$4,915,499	\$ 4,779,135	\$4,702,211
Covered payroll	4,915,499	4,779,135	4,702,211
County's contribution	757,478	688,673	630,566
Employee's contribution	442,395	430,122	423,199
Group life	7,373	7,169	7,053
County's Contribution %	15.41%	14.41%	13.41%
Employee's contribution %	9.00%	9.00%	9.00%

PORS

	<u>2020</u>	<u>2018</u>	<u>2017</u>
Total payroll	\$3,903,008	\$3,624,065	\$3,571,991
Covered payroll	3,903,008	3,624,065	3,571,991
County's contribution	696,297	610,293	565,803
Employee's contribution	380,543	353,346	348,269
Group Life and AD	7,806	7,248	7,144
Accidental death	7,806	7,248	7,144
County's Contribution %	17.84%	16.84%	15.84%
Employee's contribution %	9.75%	9.75%	9.75%

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

NOTE G - PENSION PLAN - Continued

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

At June 30, 2020 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, 2019 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, 2019	\$ (10,334,307)	\$(7,160,735)
County's portion of the Plan's Total net pension (liability)	0.045258 %	0.249856 %

For the year ended June 30, 2020, the County recognized pension expense (credit) of \$991,251 for SCRS and \$953,363 for PORS. At June 30, 2020 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	590,494	
Exp & Assumption Changes - SCRS		528,293
Payments made in 2020 – SCRS	757,478	
Exp & Assumption Changes – PORS	723,654	
Exp & Assumption Changes - PORS		636,765
Payments made in 2020 – 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, 2020. 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
2021	\$ (187,877)	(61,662)
2022	(10,110)	(53,424)
2023	34,855	19,639

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

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, 2020

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	\$ 13,019,065	\$ 10,334,307	\$ 8,093,722
PORS	\$ 9,704,494	\$ 7,160,735	\$ 5,076,754

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, 2019	June 30, 2019
Total pension asset/(liability)	\$ (50,073,060,256)	\$ (7,681,749,768)
Plan fiduciary net position	\$ 27,238,916,138	\$ 4,815,808,554
Employers Net Pension Liability	\$ 22,834,144,118	\$ 2,865,941,214
Ratio of plan net position to total pension (liability)	54.4 %	62.7 %

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, 2020

NOTE I - LITIGATION

The County is involved in various claims and litigation arising from the normal course of business. Management estimates the range of possible contingency losses are from \$1 to \$600,000. 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	\$ 22,104
Nonspendable – prepaid item	14,295
Committed for special revenue	1,233,635
Assigned for debt service	6,512,585
Assigned for projects	6,911,756

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 Capital Improvements. The County assigned fund balance for a project and did not adjust the current year budget to reflect the use of this fund balance.

NOTES TO FINANCIAL STATEMENTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

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, <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance, <u>June 30, 2020</u>
Buildings and Land *	\$ 46,763,518	\$ --	\$ --	\$ 46,763,518
Vehicles and equipment	22,105,817	1,157,848	(255,006)	23,008,659
Roads	11,340,105	--	--	11,340,105
Airport Impr	5,654,044	--	--	5,654,044
Accumulated Depreciation	<u>(53,234,467)</u>	<u>(2,523,094)</u>	<u>255,006</u>	<u>(53,234,467)</u>
Total	<u>\$ 32,629,017</u>	<u>\$ (1,365,246)</u>	<u>\$ --</u>	<u>\$ 31,263,771</u>

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

The County recorded depreciation expense of \$2,523,094 shown in current expenses on the statement of activities – governmental activities. Depreciation was allocated as follows:

Administration	\$ --
Tax assessment	5,476
Admin of Justice	6,721
Law Enforcement	304,393
Detention	108,299
Public Safety	689,990
Public Works	1,406,173
Planning and Development	<u>2,042</u>
Total	<u>\$ 2,523,094</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, 2020

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, 2020

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, 2020, the amount actually contributed to the plan, and changes in the County's Net OPEB Obligation/(Asset):

<u>Item</u>	<u>FYE 6/30/20</u>
Annual OPEB cost	\$ 1,111,127
Benefit payments	<u>(112,355)</u>
Increase in Net OPEB Obligation	\$ 998,772
Net OPEB Obligation – Beginning of Year	<u>15,040,792</u>
Net OPEB Obligation – End of Year	<u>\$ 16,039,564</u>

NOTES TO FINANCIAL STATEMENTS
 NEWBERRY COUNTY, SOUTH CAROLINA
 Year Ended June 30, 2020

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, 2020 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>
06/30/16 **	\$849,833	\$126,280	14.86%	\$4,565,313
06/30/17 **	\$996,504	102,141	10.25%	\$5,459,676
06/30/18	1,111,127	102,141	9.19%	14,031,806
06/30/19	1,111,127	102,141	9.19%	15,040,792
06/30/20	1,111,127	112,355	10.11%	16,039,564

** - 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, 2020 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	16,039,564	16,039,564	0.00%	8,850,650	181%

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, 2020

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	\$ 17,483,213	\$ 16,039,564	\$ 11,379,026
Healthcare Cost	\$ 10,915,439	\$ 16,039,564	\$ 18,283,239

NOTE Q – TRANSFERS

Individual fund transfers for the year ended June 30, 2020 were:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Special Revenue	\$ 1,506,716
Debt Service	Capital Projects	547,275

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 \$22,104 at June 30, 2020. The County values its inventory at cost.

NOTES TO FINANCIAL STATEMENTS
NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

NOTE S – NET POSITION

The County has an unrestricted net deficit in the governmental activities of \$25,708,865. 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, 2020 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

SCHEDULE OF THE COUNTY'S
NET OPEB OBLIGATION
NEWBERRY COUNTY
FOR THE YEARS ENDED JUNE 30, 2011 - 2020

Fiscal Year Ended	Annual OPEB Cost	Actual Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation/ (Asset)
6/30/2011	496,023	56,764	11.44%	1,415,607
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 **	1,111,127	102,141	9.19%	14,031,806
6/30/2019	1,111,127	102,141	9.19%	15,040,792
6/30/2020	1,111,127	112,355	10.11%	16,039,564

** - 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 - 2020

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

** - 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 - 2020 **

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

** - 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, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenue			
Taxes			
Property taxes, current	\$ 17,419,145	\$ 17,453,334	\$ 34,189
Property taxes - Community Service Levies	975,478	1,068,982	93,504
Fee in lieu of taxes	1,705,365	1,787,583	82,218
Delinquent taxes	525,000	756,297	231,297
Delinquent tax cost	<u>147,840</u>	<u>150,584</u>	<u>2,744</u>
Total Taxes	<u>20,772,828</u>	<u>21,216,780</u>	<u>443,952</u>
Intergovernmental			
Local government	1,548,866	1,500,260	(48,606)
Merchant inventory tax	86,000	86,536	536
Salary supplements	6,300	6,300	-
Accomodations tax	3,200	84,753	81,553
National forestry fund	140,000	188,513	48,513
Solid waste - state grant	20,000	28,950	8,950
Grants	-	1,491,310	1,491,310
Disaster preparedness	<u>165,000</u>	<u>170,800</u>	<u>5,800</u>
Total Intergovernmental	<u>1,969,366</u>	<u>3,557,422</u>	<u>1,588,056</u>
Fines and fees			
Clerk of Court - fines and fees	130,000	123,662	(6,338)
CCCP fees	130,000	129,285	(715)
Clerk of Court - copies	26,000	29,643	3,643
Central Court	256,000	310,618	54,618
Registration and election	30,000	29,887	(113)
Animal control	36,500	31,522	(4,978)
Probate Judge - fees	59,518	88,725	29,207
Probate Judge - copies	1,500	2,216	716
Sheriff - fees	8,500	7,038	(1,462)
Forfeit land commission	5,000	4,874	(126)
Building Inspection	260,000	201,681	(58,319)
Bad check	1,500	369	(1,131)
Tipping fees	825,511	1,009,006	183,495

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Fines and fees - continued			
Recycle revenue	35,000	21,439	(13,561)
Zoning fee	45,000	20,285	(24,715)
CCCP-IV D	58,016	89,126	31,110
Cable/phone franchise	<u>24,000</u>	<u>25,776</u>	<u>1,776</u>
Total Fines and fees	<u>1,932,045</u>	<u>2,125,152</u>	<u>193,107</u>
Other			
Interest	100,000	145,141	45,141
Veterans affairs	5,000	4,798	(202)
Mobile home licenses	1,000	780	(220)
Assessor's GIS	2,500	704	(1,796)
Soil and Water Conservation	46,552	44,925	(1,627)
School resource officer	358,748	386,296	27,548
FFP	25,000	1,023	(23,977)
Miscellaneous	<u>554,600</u>	<u>476,995</u>	<u>(77,605)</u>
Total Other	<u>1,093,400</u>	<u>1,060,662</u>	<u>(32,738)</u>
Balance brought forward	<u>1,524,721</u>	<u>-</u>	<u>(1,524,721)</u>
 TOTAL REVENUE	 <u>27,292,360</u>	 <u>27,960,016</u>	 <u>667,656</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Expenditures			
LEGISLATIVE			
County Council			
Personnel	117,701	116,486	1,215
Social security	9,004	7,553	1,451
Retirement	18,716	17,321	1,395
Travel - council	26,800	14,148	12,652
Insurance	76,019	79,411	(3,392)
Workers compensation	3,236	2,809	427
Advertising	2,000	1,170	830
Audit and accounting	30,000	26,093	3,907
Contingency	1,500	1,167	333
Bookbinding	500	3,158	(2,658)
Contracted maintenance	1,000	545	455
Office expenses	1,500	429	1,071
Postage	200	8	192
Telephone	4,897	4,193	704
Subsistence	520	-	520
	<hr/>	<hr/>	<hr/>
TOTAL LEGISLATIVE	293,593	274,491	19,102
	<hr/>	<hr/>	<hr/>
ADMINISTRATION			
County Administrator			
Personnel	519,620	496,711	22,909
Social security	39,751	36,945	2,806
Retirement	80,853	72,483	8,370
Insurance	60,773	61,881	(1,108)
Workers compensation	12,085	10,379	1,706
Advertising	1,500	384	1,116
Maintenance	8,500	9,360	(860)
Copier machine	750	-	750
Memberships & Dues	1,000	230	770
Office expense	4,175	3,553	622
Postage	4,000	1,913	2,087
Printing	3,000	2,796	204
Telephone	5,500	6,943	(1,443)

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
County Administrator - continued			
Training	4,000	209	3,791
Travel	5,000	2,920	2,080
Subsistence	<u>6,000</u>	<u>1,950</u>	<u>4,050</u>
Total County Administrator	<u>756,507</u>	<u>708,657</u>	<u>47,850</u>
Miscellaneous Operating			
Non Dept Contingency	82,996	-	82,996
Contracted maintenance	18,000	12,781	5,219
Insurance	61,134	6,088	55,046
Tort insurance	153,600	149,970	3,630
Insurance - buildings	137,377	130,944	6,433
Subsistence	20,000	11,969	8,031
Employee service recognition	3,000	2,550	450
Medical	2,500	1,122	1,378
Payroll service	45,000	40,682	4,318
Employment screening	-	1,446	(1,446)
IT Department	255,057	251,769	3,288
Legals	<u>251,661</u>	<u>261,571</u>	<u>(9,910)</u>
Total Miscellaneous Operating	<u>1,030,325</u>	<u>870,892</u>	<u>159,433</u>
TOTAL ADMINISTRATION	<u>1,786,832</u>	<u>1,579,549</u>	<u>207,283</u>
TAX ASSESSMENT & COLLECTION			
Treasurer's Office			
Personnel	212,206	212,326	(120)
Overtime	3,200	648	2,552
Social security	16,479	15,634	845
Retirement	33,517	31,128	2,389
Insurance	38,554	35,347	3,207
Workers compensation	3,420	2,969	451
Advertising	200	118	82
Contracted maintenance	23,700	23,795	(95)
Professional services	57,969	49,418	8,551
Membership & dues	200	110	90
Office expense	5,000	5,000	-
Postage	46,000	46,000	-

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Treasurer's Office - continued			
Printing	10,000	9,176	824
Telephone	2,000	1,464	536
Training	1,455	870	585
Travel	2,700	589	2,111
Subsistence	2,770	1,369	1,401
Office Furniture/Equipment	-	-	-
Total Treasurer's Office	<u>459,370</u>	<u>435,961</u>	<u>23,409</u>
Auditor's Office			
Personnel	226,430	226,430	-
Social security	17,322	17,307	15
Retirement	35,233	35,238	(5)
Insurance	32,329	31,281	1,048
Workers compensation	3,403	738	2,665
Advertising	250	100	150
Contracted maintenance	23,000	21,305	1,695
Professional services	57,970	50,163	7,807
Memberships & dues	200	155	45
Office expense	3,000	2,618	382
Postage	1,400	1,247	153
Printing	7,000	5,818	1,182
Subscriptions & books	600	290	310
Telephone	2,050	2,092	(42)
Training	1,495	925	570
Travel	2,730	772	1,958
Subsistence	3,071	611	2,460
Office furniture	-	-	-
Total Auditor's Office	<u>417,483</u>	<u>397,090</u>	<u>20,393</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Assessor's Office			
Personnel	396,743	395,022	1,721
Overtime	978	721	257
Social security	30,733	29,566	1,167
Retirement	62,511	57,741	4,770
Insurance	76,093	74,924	1,169
Workers compensation	8,380	7,274	1,106
Advertising	500	-	500
Contracted maintenance	73,194	59,859	13,335
Vehicle insurance	2,877	2,875	2
Memberships & dues	2,500	1,045	1,455
Office expense	7,500	6,574	926
Postage	1,500	1,083	417
Printing	750	772	(22)
Subscriptions	1,650	330	1,320
Telephone	1,500	1,233	267
Training	3,590	2,345	1,245
Travel	1,471	871	600
Subsistence	1,745	1,287	458
Gas, oil, grease	4,000	1,195	2,805
Uniforms	750	461	289
	<u>678,965</u>	<u>645,178</u>	<u>33,787</u>
Total Assessor's Office			
Tax Collector			
Personnel	48,155	48,976	(821)
Overtime	2,000	415	1,585
Social security	3,837	3,747	90
Retirement	7,804	6,245	1,559
Insurance	6,245	6,278	(33)
Workers compensation	1,354	1,175	179
Advertising	15,001	12,326	2,675
Contracted maintenance	5,700	5,596	104
Professional fees	4,000	3,898	102
Consulting	15,000	10,939	4,061
Memberships & dues	125	80	45
Office expense	1,200	550	650

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Tax Collector - continued			
Postage	30,000	20,541	9,459
Supplies	1,600	493	1,107
Subscriptions	150	60	90
Telephone	700	566	134
Training	900	485	415
Travel	1,000	671	329
Subsistence	500	500	-
Review board and appeals	<u>4,200</u>	<u>3,090</u>	<u>1,110</u>
Total Tax Collector	<u>149,471</u>	<u>126,631</u>	<u>22,840</u>
TOTAL TAX ASSESSMENT & COLLECTION	<u>1,705,289</u>	<u>1,604,860</u>	<u>100,429</u>
REGISTRATION & ELECTION BOARD			
Personnel	85,308	85,308	-
Precinct personnel	19,400	45,000	(25,600)
Board members	12,890	9,906	2,984
Social security	6,526	6,048	478
Retirement	13,274	13,372	(98)
Insurance	13,397	13,469	(72)
Wokers Comp	259	225	34
Advertising	2,000	1,629	371
Contracted maintenance	19,452	18,472	980
Memberships and dues	500	189	311
Office expense	3,500	3,500	-
Postage	1,700	4,064	(2,364)
Printing	7,338	7,073	265
Supplies	2,536	2,365	171
Telephone	1,500	1,030	470
Training	700	625	75
Travel	4,690	3,986	704
Subsistence	2,000	904	1,096
Other Equipment	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REGISTRATION & ELECTION BOARD	<u>196,970</u>	<u>217,165</u>	<u>(20,195)</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<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	13,865	2,191
Jury fees	29,500	15,000	14,500
Contracted maintenance	3,415	3,327	88
Office	3,428	3,100	328
Postage	2,500	227	2,273
Printing	1,257	1,257	-
Telephone	1,500	1,243	257
DJJ	<u>1,000</u>	<u>779</u>	<u>221</u>
Total Criminal & Civil Court	<u>180,523</u>	<u>160,665</u>	<u>19,858</u>
Clerk of Court			
Personnel	225,438	281,810	(56,372)
Social security	17,246	19,165	(1,919)
Retirement	35,078	37,306	(2,228)
Insurance	69,523	69,897	(374)
Workers compensation	3,667	3,183	484
Contracted maintenance	84,000	76,507	7,493
Memberships & dues	125	125	-
Office expense	7,500	5,997	1,503
Postage	25,000	7,839	17,161
Printing	4,000	1,313	2,687
Telephone	1,600	1,287	313
Training	700	-	700
Subsistence	1,500	-	1,500
Travel	<u>800</u>	<u>-</u>	<u>800</u>
Total Clerk of Court	<u>476,177</u>	<u>504,429</u>	<u>(28,252)</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Family Court - Clerk of Court			
Personnel	148,211	88,896	59,315
Social security	11,338	8,162	3,176
Retirement	23,062	17,230	5,832
Insurance	18,734	18,833	(99)
Workers compensation	450	391	59
Contracted maintenance	24,000	15,841	8,159
Office expense	4,500	2,739	1,761
Postage	5,000	5,000	-
Printing	6,500	2,264	4,236
Telephone	1,600	1,702	(102)
Training	500	-	500
	<u>243,895</u>	<u>161,058</u>	<u>82,837</u>
Total Family Court - Clerk of Court			
Probate Judge			
Personnel	193,894	193,894	-
Social security	14,833	13,530	1,303
Retirement	32,465	30,635	1,830
Insurance	40,236	38,898	1,338
Workers compensation	3,820	3,316	504
Advertising	201	198	3
Contracted maintenance	3,240	3,240	-
Membership & dues	570	570	-
Office expense	5,174	4,890	284
Postage	2,000	2,000	-
Printing	626	625	1
Telephone	1,600	1,255	345
Education & training	3,400	3,280	120
Travel	5,100	1,680	3,420
Office furniture/equipment	5,000	4,995	5
	<u>312,159</u>	<u>303,006</u>	<u>9,153</u>
Total Probate Judge			
Probation & Parole Office			
Telephone	950	1,034	(84)
	<u>950</u>	<u>1,034</u>	<u>(84)</u>
Total Probation & Parole Office			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Defender			
Personnel	66,196	66,196	-
Social security	5,064	4,749	315
Retirement	10,300	9,654	646
Insurance	13,397	13,469	(72)
Workmens Comp	240	208	32
Copier Machine	100	-	100
Office Expense	250	-	250
Postage	50	-	50
Telephone	500	116	384
Training	750	739	11
	<u>96,847</u>	<u>95,131</u>	<u>1,716</u>
Total Public Defender			
Coroner			
Personnel	68,866	69,106	(240)
Social security	5,268	5,063	205
Retirement	7,801	10,655	(2,854)
Insurance	10,984	11,044	(60)
Workers compensation	2,006	1,741	265
Contracted maintenance	750	937	(187)
Vehicle insurance	3,001	1,423	1,578
Memberships & dues	650	550	100
Office expense	1,500	1,401	99
Postage	200	200	-
Repairs	950	186	764
Telephone	2,000	1,916	84
Training	3,525	3,525	-
Travel	1,975	-	1,975
Subsistence	2,000	-	2,000
Fuel	3,501	3,004	497
Supplies	4,500	3,709	791
Uniforms	900	864	36
Post Mortems & BA	60,000	71,597	(11,597)
Capital outlay	-	-	-
	<u>180,377</u>	<u>186,921</u>	<u>(6,544)</u>
Total Coroner			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Magistrate - Central Court			
Personnel	337,887	336,274	1,613
Jury fees	20,000	15,000	5,000
Social security	25,848	25,041	807
Retirement	57,978	54,438	3,540
Insurance	56,082	60,975	(4,893)
Workers compensation	1,027	891	136
Contracted maintenance	23,500	21,973	1,527
Consulting & tech fees	500	40	460
Memberships	550	400	150
Office expense	11,250	10,890	360
Postage	10,000	10,000	-
Telephone	2,000	7,403	(5,403)
Training	2,600	1,060	1,540
Travel	2,500	833	1,667
Subsistence	4,000	2,085	1,915
Capital outlay	32,000	-	-
	<u>587,722</u>	<u>547,303</u>	<u>8,419</u>
Total Magistrate - Central Court			
	<u>587,722</u>	<u>547,303</u>	<u>8,419</u>
TOTAL ADMINISTRATION OF JUSTICE	<u>2,078,650</u>	<u>1,959,547</u>	<u>87,103</u>
LAW ENFORCEMENT - Sheriff's Department			
Personnel	2,320,781	2,054,371	266,410
Overtime	125,000	133,284	(8,284)
School resource officer - salary and benefits	358,748	386,296	(27,548)
Social security	189,715	183,334	6,381
Retirement	476,404	380,797	95,607
Insurance	410,275	394,249	16,026
Workers compensation	91,140	67,184	23,956
Contracted maintenance	87,806	75,935	11,871
Professional services	1,897	2,594	(697)
Vehicle insurance	71,632	70,848	784
Non Salary Legals	750	83	667
Membership & dues	7,000	6,365	635

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Sheriffs office - continued			
Office expense	5,000	3,232	1,768
Postage	1,200	1,080	120
Printing	2,000	1,851	149
Transportation of Prisoners	1,500	-	1,500
Repairs to vehicle	10,000	8,533	1,467
Training	3,000	2,285	715
Travel	500	-	500
Subsistence	2,500	2,083	417
Ammo & guns	3,000	3,000	-
Cleaning supplies	5,000	4,331	669
Gas, oil, grease	158,797	134,463	24,334
Medical	1,000	745	255
Photo supplies	2,500	2,091	409
Police supplies	7,512	7,466	46
CIRT supplies	3,000	3,000	-
Uniforms	35,001	34,645	356
Special law enforcement	1,000	1,000	-
Supplies	3,500	3,491	9
Crime prevention	1,000	932	68
School safety	3,000	2,789	211
Other Equipment	51,416	41,433	9,983
Capital replacement	<u>261,250</u>	<u>252,683</u>	<u>8,567</u>
Total Sheriff's Department	<u>4,703,824</u>	<u>4,266,473</u>	<u>437,351</u>
TOTAL LAW ENFORCEMENT	<u>4,703,824</u>	<u>4,266,473</u>	<u>437,351</u>
DETENTION			
Corrections			
Personnel	1,098,114	1,009,231	88,883
Overtime	80,000	66,692	13,308
Social security	90,126	83,239	6,887
Retirement	214,888	185,138	29,750
Insurance	226,337	224,549	1,788
Workers compensation	64,031	53,140	10,891
Contracted maintenance	75,000	74,208	792

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Detention - continued			
Utilities	75,000	74,288	712
Vehicle insurance	2,500	28	2,472
Memberships & dues	1,000	525	475
Office expense	4,000	3,976	24
Ammo & Gunns	1,000	1,000	-
Postage	230	115	115
Training	2,950	2,500	450
Travel	1,500	-	1,500
Subsistence	3,000	1,015	1,985
Chemicals	7,500	7,291	209
Cleaning materials	8,000	7,894	106
Food	115,000	117,239	(2,239)
Medical	160,000	149,298	10,702
Supplies	3,000	2,949	51
Uniforms	12,000	12,687	(687)
Clothing	8,000	8,007	(7)
DYS Juvenile	5,000	550	4,450
Kitchen supplies	2,500	-	2,500
Capital Replacement	5,000	3,284	1,716
Police Supplies	900	568	332
Other equipment	1,500	1,492	8
	<u>2,268,076</u>	<u>2,090,903</u>	<u>177,173</u>
Total Corrections			
	<u>2,268,076</u>	<u>2,090,903</u>	<u>177,173</u>
TOTAL DETENTION			
	<u>2,268,076</u>	<u>2,090,903</u>	<u>177,173</u>
 PUBLIC SAFETY			
Public Safety			
Personnel	93,107	98,107	(5,000)
Social security	7,123	7,460	(337)
Retirement	14,487	14,350	137
Insurance	25,347	27,094	(1,747)
Workers compensation	5,210	4,522	688
Contracted maintenance	10,001	9,841	160
Vehicle insurance	1,750	1,718	32
Office expense	1,400	1,381	19
Postage	200	-	200

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Safety - continued			
Telephone	1,000	1,193	(193)
Other Equipment	-	106	(106)
Training	<u>2,000</u>	<u>1,541</u>	<u>459</u>
Total Public Safety	<u>161,625</u>	<u>167,313</u>	<u>(5,688)</u>
Animal Control			
Personnel	157,776	149,311	8,465
Overtime	8,000	3,447	4,553
Social security	12,682	11,465	1,217
Retirement	25,795	19,374	6,421
Insurance	27,564	26,666	898
Workers compensation	3,915	3,398	517
Advertising	4,000	3,250	750
Utilities	35,000	30,730	4,270
Insurance vehicles	3,696	2,260	1,436
Memberships and dues	400	125	275
Office expense	2,500	2,500	-
Contracted Maintenance	1,900	1,315	585
Postage	100	72	28
Telephone	3,500	2,901	599
Training	1,650	595	1,055
Subsistence	1,400	407	993
Cleaning supplies	2,000	932	1,068
Dog food	4,000	1,511	2,489
Gas, oil and grease	6,000	4,837	1,163
Medical and surgical	20,000	20,317	(317)
Medication	19,000	10,936	8,064
Tools	1,000	468	532
Uniforms	2,000	392	1,608
Euthanasia	2,500	-	2,500
Spay and Neuter	50,000	70,647	(20,647)
Repairs and supplies	3,000	3	2,997
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Animal Control	<u>399,378</u>	<u>367,859</u>	<u>31,519</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Communications			
Personnel	465,729	452,024	13,705
Overtime	50,000	46,951	3,049
Social security	38,306	37,602	704
Retirement	77,914	73,499	4,415
Insurance	103,255	99,038	4,217
Workers compensation	1,418	1,231	187
Contracted maintenance	64,715	60,563	4,152
Memberships and dues	125	-	125
Professional Services	40,940	8,120	32,820
Office expense	5,000	4,998	2
Printing	140	-	140
Telephone	20,000	16,656	3,344
Training	1,485	1,485	-
Travel	750	85	665
Subsistence	1,000	68	932
800 MHZ User Fees	335,000	246,421	88,579
Capital Outlay	48,000	47,569	431
	<u>1,253,777</u>	<u>1,096,310</u>	<u>157,467</u>
Total Communications			
Board of Rescue Squads			
Workers compensation	19,403	16,842	2,561
Nominal Reimb - Volunteers	32,000	30,178	1,822
Contracted maintenance	17,999	11,644	6,355
Utilities	24,000	24,000	-
Vehicle insurance	30,000	33,506	(3,506)
Repairs to equipment	13,877	13,038	839
Telephone	4,000	2,851	1,149
Training	10,000	2,921	7,079
Gas, oil, grease	17,100	10,522	6,578
Medical supplies	15,000	13,480	1,520
Rescue supplies	53,742	54,442	(700)
Other Equipment	-	71,230	(71,230)
Capital outlay	42,858	(66)	42,924
	<u>279,979</u>	<u>284,588</u>	<u>(4,609)</u>
Total Board of Rescue Squads			

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Hazardous Materials			
Nominal Reimb - Volunteers	5,000	4,168	832
Vehicle Insurance		1,423	27
Repair to Radio	75	-	75
Telephone	480	480	-
Training	4,975	3,550	1,425
Supplies	<u>3,300</u>	<u>1,963</u>	<u>1,337</u>
Total Hazardous Materials	<u>13,830</u>	<u>11,584</u>	<u>3,696</u>
GIS Department			
Personnel	47,666	46,666	1,000
Social security	3,646	3,512	134
Retirement	7,417	6,825	592
Insurance	6,245	6,278	(33)
Workers compensation	144	125	19
Contracted maintenance	51,604	50,615	989
Membership Dues	175	-	175
Office expense	1,500	1,614	(114)
Telephone	50	38	12
Training	1,550	479	1,071
Travel	950	267	683
Subsistence	<u>1,330</u>	<u>56</u>	<u>1,274</u>
Total GIS Department	<u>122,277</u>	<u>116,475</u>	<u>5,802</u>
Board of Rural Fire Control			
Personnel	34,000	34,000	-
Grant match	20,000	28,031	(8,031)
Workers compensation	12,935	11,228	1,707
Nominal Reimb - Volunteers	111,000	112,480	(1,480)
Contracted services	168,350	168,350	-
Shared revenue	134,300	134,248	52
Contracted maintenance	29,077	23,416	5,661
Utilities	88,400	77,200	11,200
Vehicle insurance	66,818	60,639	6,179

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Board of Rural Fire Control - continued			
Insurance Buildings	10,500	509	9,991
Office	500	305	195
Postage	200	-	200
Repairs to Vehicle	50,485	51,086	(601)
Repairs to equipment	21,000	20,935	65
Repairs to radio	7,500	7,500	-
Telephone	8,500	8,734	(234)
Training	5,000	3,366	1,634
Cleaning supplies	2,000	1,025	975
Gas, oil, grease	30,000	21,607	8,393
Medical	25,000	19,246	5,754
Fire supplies	12,500	12,379	121
Capital	<u>100,000</u>	<u>96,939</u>	<u>3,061</u>
Total Board of Rural Fire Control	<u>904,065</u>	<u>893,223</u>	<u>44,842</u>
Building Inspections			
Personnel	115,746	115,134	612
Contracted personnel	12,116	4,575	7,541
Social security	8,855	8,531	324
Retirement	17,964	16,868	1,096
Insurance	17,229	17,322	(93)
Workers compensation	2,141	1,831	310
Contracted maintenance	4,000	3,857	143
Vehicle insurance	822	796	26
Memberships	300	15	285
Office	4,000	3,580	420
Postage	500	269	231
Printing	1,000	503	497
Subscriptions	1,000	-	1,000
Telephone	2,200	1,634	566
Training	2,000	450	1,550
Travel	250	250	-
Subsistence	1,000	427	573
Fuel	2,500	1,730	770

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Building Inspections - continued			
Uniforms	200	181	19
Repairs	1,500	-	1,500
Capital outlay	-	-	-
	<u>195,323</u>	<u>177,953</u>	<u>17,370</u>
Total Building Inspections			
Ambulance			
Contracted maintenance	16,000	12,692	3,308
Vehicle insurance	25,000	25,216	(216)
Repairs to vehicle	18,000	16,357	1,643
Training	1,500	-	1,500
Gas, oil, grease	55,000	54,952	48
Uniforms	14,000	11,615	2,385
Appropriations	1,114,580	1,114,580	-
Capital outlay	30,000	32,280	(2,280)
	<u>1,274,080</u>	<u>1,267,692</u>	<u>6,388</u>
Total Ambulance			
Public Safety - Substations			
Lake Murray - Utilities	11,500	11,821	(321)
Silverstreet - Utilities	3,000	2,791	209
Whitmire - Utilities and maintenance	12,340	18,261	(5,921)
	<u>26,840</u>	<u>32,873</u>	<u>(6,033)</u>
Total Public Safety - Substations			
TOTAL PUBLIC SAFETY			
	<u>4,631,174</u>	<u>4,415,870</u>	<u>250,754</u>
PUBLIC WORKS & MAINTENANCE			
Public Works			
Personnel	626,690	598,521	28,169
Overtime	11,440	8,499	2,941
Social security	48,817	44,887	3,930
Retirement	99,293	89,038	10,255
Insurance	153,291	147,602	5,689
Workers compensation	50,403	43,643	6,760
Advertising	500	72	428
Contracted maintenance	47,000	46,813	187

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Public Works - continued			
Utilities	22,000	21,183	817
Vehicle insurance	39,000	33,414	5,586
Memberships	350	-	350
Rent/Rental Equipment	2,000	158	1,842
Office expense	4,500	3,315	1,185
Postage	600	466	134
Repairs to vehicles & equipment	59,000	45,752	13,248
Supplies	8,500	3,004	5,496
Telephone	4,000	3,910	90
Training	3,500	500	3,000
Travel	400	-	400
Subsistence	1,300	-	1,300
Cleaning materials	199	48	151
Bridge materials	10,000	8,698	1,302
Fertilizer, plants, seeds	1,000	465	535
Gas, oil, grease	33,000	30,461	2,539
Diesel fuel	30,000	24,593	5,407
Safety supplies	3,800	2,257	1,543
Gravel	70,000	40,050	29,950
Asphalt	18,000	10,167	7,833
Pipe	10,000	3,632	6,368
Tools	5,000	4,065	935
Road signs	8,000	6,026	1,974
219 Beautification Project	52,000	52,000	-
Uniforms	7,500	6,447	1,053
Road paving and improvements	60,000	53,380	6,620
Total Public Works	<u>1,491,083</u>	<u>1,333,066</u>	<u>158,017</u>
Central Maintenance			
Contracted maintenance	460,940	460,940	-
Utilities	13,500	12,610	890
Fuel	4,000	1,425	2,575
Tools	250	81	169
Total Central Maintenance	<u>478,690</u>	<u>475,056</u>	<u>3,634</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Building Maintenance			
Personnel	273,489	241,670	31,819
Social security	23,117	18,187	4,930
Retirement	47,021	34,903	12,118
Insurance	43,625	33,132	10,493
Workers compensation	15,681	13,611	2,070
Advertising	1,000	72	928
Contracted maintenance	97,810	112,792	(14,982)
Utilities	285,000	248,380	36,620
Vehicle insurance	7,201	7,150	51
Office Expense	2,000	1,700	300
Supplies	72,000	62,514	9,486
Telephone	7,300	6,297	1,003
Cleaning Supplies	24,000	12,587	11,413
Floor Cleaning	1,000	-	1,000
Gas, oil, grease	15,300	7,200	8,100
Tools	2,000	1,100	900
Uniforms	1,800	1,137	663
Capital Repairs Bldgs	193,372	190,677	2,695
Capital outlay	-	-	-
	<u>1,112,716</u>	<u>993,109</u>	<u>119,607</u>
Total Building Maintenance			
Community Hall			
Contracted maintenance	5,200	3,638	1,562
Utilities	15,000	8,576	6,424
Repairs building	4,000	1,401	2,599
	<u>24,200</u>	<u>13,615</u>	<u>10,585</u>
Total Community Hall			
Collections			
Personnel	42,000	42,107	(107)
Social security	3,213	2,689	524
Retirement	6,535	6,185	350
Insurance	17,528	17,623	(95)
Workers compensation	124	108	16
Advertising	500	517	(17)
Contracted personnel	331,309	314,868	16,441

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Collections - continued			
Contracted maintenance	491,667	525,081	(33,414)
Repairs to equipment	7,500	1,904	5,596
Utilities	20,541	23,066	(2,525)
Vehicle insurance	2,750	2,728	22
Membership and dues	107	-	107
Office	1,500	1,110	390
Postage	200	-	200
Printing	100	-	100
Supplies	1,500	490	1,010
Telephone	5,224	5,825	(601)
Training	500	220	280
Travel	200	8	192
Cleaning	257	257	-
Subsistence	1,000	-	1,000
Gas, oil, grease	7,000	2,395	4,605
Diesel	500	3,645	(3,145)
Supplies	750	68	682
Tools and other equipment	500	103	397
Road Signs	500	147	353
Keep America Beautiful Program	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total Collections	<u>946,005</u>	<u>951,144</u>	<u>(5,139)</u>
Transfer Station			
Personnel	30,597	30,597	-
Social security	2,341	2,309	32
Retirement	4,761	4,466	295
Insurance	6,245	6,278	(33)
Workmens Comp	90	78	12
Contracted services	1,791,683	2,081,661	(289,978)
Repairs to equipment	7,500	1,375	6,125
Utilities	7,500	3,986	3,514
Sewer disposal	3,500	3,070	430
Office	200	200	-

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Transfer Station - continued			
Supplies	3,000	2,437	563
Equipment	<u>200</u>	<u>6</u>	<u>194</u>
Total Transfer Station	<u>1,857,617</u>	<u>2,136,463</u>	<u>(278,846)</u>
 TOTAL PUBLIC WORKS & MAINTENANCE	 <u>5,910,311</u>	 <u>5,902,453</u>	 <u>7,858</u>
 PLANNING & DEVELOPMENT			
Central Midlands Regional PC	<u>21,667</u>	<u>21,667</u>	<u>-</u>
 Economic Development			
Personnel	142,931	141,596	1,335
Social Security	10,934	10,629	305
Retirement	22,240	20,676	1,564
Insurance	12,571	12,327	244
Workers compensation	3,851	3,343	508
Marketing	20,000	2,141	17,859
Contracted Services	5,000	500	4,500
Contracted Maintenance	32,250	12,902	19,348
Special source revenue bond	430,555	440,656	(10,101)
Vehicle Insurance	1,100	716	384
Memberships	3,605	2,005	1,600
Office	5,000	1,847	3,153
Postage	750	263	487
Printing	2,500	278	2,222
Subscriptions	150	60	90
Telephone	3,000	2,398	602
Training	5,500	2,150	3,350
Site Inventory Costs	10,001	7,673	2,328
Travel	6,000	4,404	1,596
Subsistence	6,000	2,547	3,453
Regional Marketing Org	72,000	72,000	-
Capital outlays	<u>413,500</u>	<u>-</u>	<u>413,500</u>
Total Economic Development	<u>1,209,438</u>	<u>741,111</u>	<u>468,327</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Comprehensive Planning			
Personnel	121,395	119,759	1,636
Social security	9,287	8,977	310
Retirement	18,889	17,473	1,416
Insurance	30,798	30,964	(166)
Workers compensation	2,578	2,199	379
Advertising	1,260	504	756
Contracted Maintenance	5,081	3,857	1,224
Consulting	33,600	3,221	30,379
Vehicle insurance	1,450	1,427	23
Memberships and dues	2,980	893	2,087
Office expense	4,500	2,634	1,866
Postage	1,500	752	748
Printing	500	135	365
Books	1,377	1,377	-
Telephone	1,800	1,474	326
Training	3,000	1,070	1,930
Repairs	735	419	316
Travel	2,184	184	2,000
Fuel	1,450	1,270	180
Uniforms	470	297	173
	<u>244,834</u>	<u>198,886</u>	<u>45,948</u>
 TOTAL PLANNING & DEVELOPMENT	 <u>1,475,939</u>	 <u>961,664</u>	 <u>514,275</u>
 AGRICULTURE & HOME ECONOMICS			
Clemson Extension	28,500	28,500	-
Newberry Soil & Water Conservation	93,552	93,326	226
	<u>122,052</u>	<u>121,826</u>	<u>226</u>
TOTAL AGRICULTURE & HOME ECONOMICS	<u>122,052</u>	<u>121,826</u>	<u>226</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
PUBLIC HEALTH			
Health Department			
Telephone and supplies	<u>4,550</u>	<u>3,902</u>	<u>648</u>
Total Health Department	<u>4,550</u>	<u>3,902</u>	<u>648</u>
Beckman Mental Health	<u>12,750</u>	<u>12,750</u>	<u>-</u>
Newberry Free Medical Clinic	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Westview Behavioral	<u>1,500</u>	<u>1,477</u>	<u>23</u>
TOTAL PUBLIC HEALTH	<u>23,800</u>	<u>23,129</u>	<u>5,671</u>
SOCIAL SERVICES			
Department of Social Services			
Utilities	56,000	53,331	2,669
Office	90	92	(2)
Telephone	9,000	8,580	420
Emergency	5,000	5,000	-
Paupers funeral	<u>3,000</u>	<u>600</u>	<u>2,400</u>
Total Department of Social Services	<u>73,090</u>	<u>67,603</u>	<u>5,487</u>
Veteran's Affairs			
Personnel	110,888	113,180	(2,292)
Social security	8,483	8,606	(123)
Retirement	17,254	16,592	662
Insurance	25,891	26,030	(139)
Workers compensation	1,577	1,369	208
Contracted maintenance	750	534	216
Membership fees	170	170	-
Office expense	2,200	2,095	105
Postage	800	684	116
Subscriptions & Books	50	-	50
Telephone	1,300	989	311
Training	150	70	80
Travel	830	231	599

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Veteran's Affairs - continued			
Subsistence	2,080	703	1,377
Other equipment	<u>100</u>	<u>-</u>	<u>100</u>
Total Veteran's Affairs	<u>172,523</u>	<u>171,253</u>	<u>1,270</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>312,158</u>	<u>305,401</u>	<u>6,757</u>
MISCELLANEOUS			
Airport			
Contingency	<u>35,026</u>	<u>-</u>	<u>35,026</u>
Total Airport	<u>35,026</u>	<u>-</u>	<u>35,026</u>
Government Association	<u>380</u>	<u>175</u>	<u>205</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>15,175</u>	<u>-</u>	<u>15,175</u>
Medically indigent			
Appropriation	<u>66,447</u>	<u>66,447</u>	<u>-</u>
Small business	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Fairgrounds			
Contracted maintenance	1,200	-	1,200
Utilities	<u>10,000</u>	<u>10,624</u>	<u>(624)</u>
Total Fairgrounds	<u>11,200</u>	<u>10,624</u>	<u>576</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Helena Community Center			
Utilities	8,700	5,177	3,523
Repairs to building	-	-	-
Total Helena Community Center	<u>8,700</u>	<u>5,177</u>	<u>3,523</u>
Newberry Opera House	25,000	25,000	-
Newberry County Literacy	6,000	6,000	-
Newberry County Museum	70,000	68,313	1,687
Recreation			
Personnel	86,316	101,586	(15,270)
Part Time Personnel	7,625	7,625	-
Social security	8,484	8,285	199
Retirement	17,258	16,486	772
Insurance	19,402	9,433	9,969
Maybinton ballfield	3,000	1,330	1,670
Workmens Comp	3,801	3,299	502
Telephone	1,500	991	509
Misc	7,874	10,127	(2,253)
Distribution to Municipalities	70,870	45,430	25,440
Vehicle Insurance	760	762	(2)
Camps and Clinics	15,000	2,729	12,271
Other Equipment	10,000	8,680	1,320
Road Paving	5,000	2,881	2,119
Fuel	1,500	397	1,103
YMCA	5,000	869	4,131
Scholarships	5,000	2,150	2,850
Umpires	<u>15,000</u>	<u>3,094</u>	<u>11,906</u>
Total Recreation	<u>283,390</u>	<u>226,154</u>	<u>57,236</u>
TOTAL MISCELLANEOUS	<u>536,214</u>	<u>422,786</u>	<u>113,428</u>

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
CAPITAL CONSTRUCTION & IMPROVEMENTS			
Road Paving, Etc, Land Improvements Contingency	<u>272,000</u>	<u>3,803,352</u>	<u>(3,531,352)</u>
TOTAL CAPITAL CONSTRUCTION & IMPROVEMENTS	<u>272,000</u>	<u>3,803,352</u>	<u>(3,531,352)</u>
TOTAL EXPENDITURES	<u>26,316,882</u>	<u>27,949,469</u>	<u>(1,624,137)</u>
Excess/(Deficiency) of Revenue over Expenditures	975,478	10,547	(964,931)
OTHER FINANCING SOURCES/ (USES)			
Transfers to special revenue (includes Community Service Levies and Capital Projects)	<u>(975,478)</u>	<u>(1,506,716)</u>	<u>(531,238)</u>
TOTAL OTHER FINANCING SOURCES/(USES)	<u>(975,478)</u>	<u>(1,506,716)</u>	<u>(531,238)</u>
Excess of Revenue over Expenditures after other financing sources	<u>\$ -</u>	<u>\$ (1,496,169)</u>	<u>\$ (1,496,169)</u>

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

June 30, 2020

	Sheriff's Funds	Sheriff's Grants	Victim's Advocate	Emergency 911	DSS Clerk of Court	Miscellaneous	Airport	Total
ASSETS								
Cash	\$ 300,023	\$ 202,490	\$ 159,639	\$ 109,081	\$ 322,093	\$ 542,695	\$ -	\$ 1,636,021
Due from general fund	-	-	-	-	1,182	-	-	1,182
Prepaid item	-	-	-	-	-	-	14,295	14,295
Inventory	-	-	-	-	-	-	22,104	22,104
TOTAL ASSETS	<u>\$ 300,023</u>	<u>\$ 202,490</u>	<u>\$ 159,639</u>	<u>\$ 109,081</u>	<u>\$ 323,275</u>	<u>\$ 542,695</u>	<u>\$ 36,399</u>	<u>\$ 1,673,602</u>
LIABILITIES								
Due to general fund	<u>45,364</u>	-	<u>85,629</u>	<u>24,933</u>	-	<u>174,607</u>	<u>50,489</u>	<u>381,022</u>
DEFERRED OUTFLOWS								
Deferred Outflow - grant income	<u>22,546</u>	-	-	-	-	-	-	<u>22,546</u>
FUND BALANCE								
Reserved for special revenue	<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>
TOTAL FUND BALANCE	<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>
TOTAL LIABILITIES, OUTFLOWS AND FUND BALANCE	<u>\$ 300,023</u>	<u>\$ 202,490</u>	<u>\$ 159,639</u>	<u>\$ 109,081</u>	<u>\$ 323,275</u>	<u>\$ 542,695</u>	<u>\$ 36,399</u>	<u>\$ 1,673,602</u>

COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

	Sheriff's Funds	Sheriff Grants	Victim's Advocate	Emergency 911	DSS Clerk of Court	Miscellaneous	Airport	Total
Revenue								
Intergovernmental								
Federal grants	\$ -	\$ 4,935	\$ -	\$ -	\$ 170,663	\$ 523,966	\$ -	\$ 699,564
State grants	-	-	-	-	-	-	-	-
Other								
Assessments	96,666	-	65,221	317,474	-	-	-	479,361
Interest	-	-	31	-	-	-	-	31
Miscellaneous	-	45,568	-	-	-	-	53,051	98,619
Total Revenue	<u>96,666</u>	<u>50,503</u>	<u>65,252</u>	<u>317,474</u>	<u>170,663</u>	<u>523,966</u>	<u>53,051</u>	<u>1,277,575</u>
Expenditures								
Personnel	-	-	63,110	110,278	-	-	-	173,388
Operating	88,710	-	3,496	216,579	68,763	1,065,347	74,207	1,517,102
Intergovernmental	-	-	-	-	-	965,335	-	965,335
Total Expenditures	<u>88,710</u>	<u>-</u>	<u>66,606</u>	<u>326,857</u>	<u>68,763</u>	<u>2,030,682</u>	<u>74,207</u>	<u>2,655,825</u>
Other financing sources								
Transfer in/(out)	-	-	-	-	(89,126)	1,506,716	-	1,417,590
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>7,956</u>	<u>50,503</u>	<u>(1,354)</u>	<u>(9,383)</u>	<u>12,774</u>	<u>-</u>	<u>(21,156)</u>	<u>39,340</u>
Fund balance, beginning of year	<u>224,157</u>	<u>151,987</u>	<u>75,364</u>	<u>93,531</u>	<u>310,501</u>	<u>368,088</u>	<u>7,066</u>	<u>1,230,694</u>
FUND BALANCE, END 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>

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE

DEBT SERVICE FUND

Year Ended June 30, 2020

REVENUE

Property Taxes	
2010 GO Bond	\$ 146,136
2014 GO Bond	16,758
2018 GO Bond	117,088
2018B GO Bond	33,904
2018C GO Bond	114,891
GO Bond - Lease Purchase	780,107
Sales tax	4,274,724
Interest	<u>71,560</u>
TOTAL REVENUE	<u>5,555,168</u>

EXPENDITURES

Principal	
2010B GO Bond	290,000
2018A GO Bond	89,154
2018B GO Bond	28,134
2018C GO Bond	70,936
Sales Tax	2,600,000
GO Bond - Lease Purchase	899,000
Lease purchase	837,044
Interest	
2010B GO Bond	7,076
2014 GO Bond	23,800
2018A GO Bond	28,705
2018B GO Bond	11,702
2018C GO Bond	21,458
Sales Tax	717,500
GO Bond - Lease Purchase	5,711
Lease purchase	<u>62,468</u>
TOTAL EXPENDITURES	<u>5,692,688</u>

OTHER FINANCING SOURCES/(USES)

2019 GO Bond	899,000
Transfer to capital projects	<u>(547,275)</u>

EXCESS/(DEFICIENCY) OF REVENUE OVER EXPENDITURES	214,205
-----------------------------------------------------	---------

Fund balance, beginning of year	<u>6,298,380</u>
---------------------------------	------------------

FUND BALANCE, END OF YEAR	<u>\$ 6,512,585</u>
---------------------------	---------------------

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE

CAPITAL PROJECTS FUND

Year Ended June 30, 2020

REVENUE

Interest	\$	<u>49,846</u>
TOTAL REVENUE		<u>49,846</u>

EXPENDITURES

Capital Outlays		
Sales tax projects		3,009,989
Lease purchase		785,802
Capital budgets		<u>1,046,112</u>

TOTAL EXPENDITURES		<u>4,841,903</u>
--------------------	--	------------------

OTHER FINANCING SOURCES/(USES)

Lease purchase proceeds		965,000
Transfer In		<u>636,401</u>

EXCESS OF REVENUE

OVER EXPENDITURES		(3,190,656)
-------------------	--	-------------

Fund balance, beginning of year		<u>8,489,187</u>
---------------------------------	--	------------------

FUND BALANCE, END OF YEAR	\$	<u><u>5,298,531</u></u>
---------------------------	----	-------------------------

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

June 30, 2020

	Newberry County Schools Construction	Newberry County Schools Operations	Newberry Schools Sinking Funds	Magistrates/ Clerk of Court	Total
ASSETS					
Cash	\$ 2,045,281	\$ 4,144,779	\$ 1,332,531	\$ 149,407	\$ 7,671,998
Investments	<u>887,368</u>	<u>20,182,748</u>	<u>2,884,687</u>	<u>-</u>	<u>23,954,803</u>
TOTAL ASSETS	<u>\$ 2,932,649</u>	<u>\$ 24,327,527</u>	<u>\$ 4,217,218</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>
LIABILITIES					
Due to taxing units and others	<u>\$ 2,932,649</u>	<u>\$ 24,327,527</u>	<u>\$ 4,217,218</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>
TOTAL LIABILITIES	<u>\$ 2,932,649</u>	<u>\$ 24,327,527</u>	<u>\$ 4,217,218</u>	<u>\$ 149,407</u>	<u>\$ 31,626,801</u>

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

E-911 FUND

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

REVENUES	
Assessments	\$ 317,474
	<u>317,474</u>
TOTAL REVENUES	<u>317,474</u>
EXPENDITURES	
Personnel	110,278
Operating	<u>216,579</u>
	<u>326,857</u>
TOTAL EXPENDITURES	<u>326,857</u>
EXCESS OF REVENUE OVER/(UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES/(USES)	(9,383)
Other Sources/ (Uses)	<u>-</u>
EXCESS/(DEFICIENCY) OF REVENUE OVER EXPENDITURES	(9,383)
Fund balance, July 1, 2019	<u>93,531</u>
FUND BALANCE, JUNE 30, 2020	<u>\$ 84,148</u>

VICTIMS SERVICES FUND

SPECIAL REVENUE FUND

NEWBERRY COUNTY, SOUTH CAROLINA

For the Year Ended June 30, 2020

Assessments and surcharges	\$ 65,221
Interest	<u>31</u>
Expenditures	<u>66,606</u>
Decrease in fund balance	(1,354)
Fund Balance, July 1, 2019	<u>75,364</u>
Fund Balance, June 30, 2020	<u><u>\$ 74,010</u></u>

Schedule of Fines, Assessments and Surcharges

	<u>Total</u>	<u>State Portion</u>	<u>County Portion</u>
Fines, Fees & Assessments	\$ 184,956	\$ 184,956	\$ -
DUI/DUS/BUI - Assessments, Surcharges	675	675	-
Surcharges	139,406	139,406	-
Other Assessments	19,888	19,888	-
General Sessions - Other Assessments	1,815	-	1,815
Magistrates Court - Other Assessments	31,639	-	31,639
General Sessions - Surcharges	11,220	-	11,220
Magistrates Court - Surcharges	<u>14,686</u>	<u>-</u>	<u>14,686</u>
	<u><u>\$ 404,285</u></u>	<u><u>\$ 344,925</u></u>	<u><u>\$ 59,360</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, 2020

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, 2020, and the related notes to the financial statements, which collectively comprise County's basic financial statements, and have issued our report thereon dated September 11, 2020.

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
September 11, 2020

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

NEWBERRY COUNTY, SOUTH CAROLINA

Year Ended June 30, 2020

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, 2020

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.