



city of
greenville
South Carolina

Financial Audit Presentation
Year Ended June 30, 2020



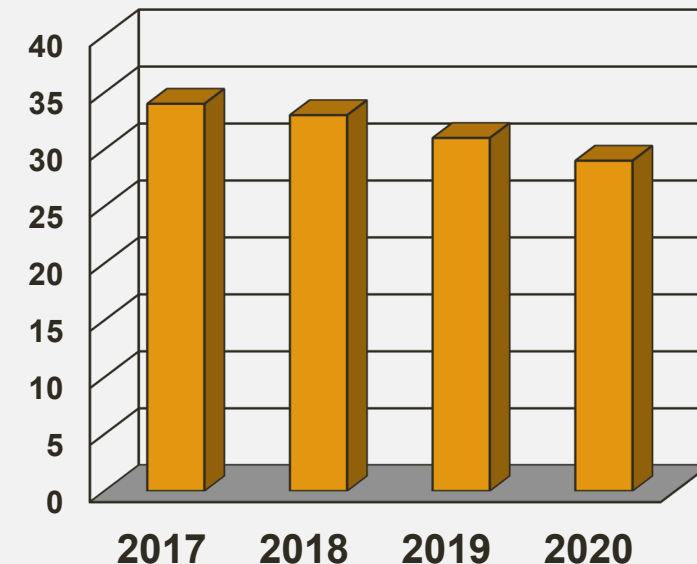
CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

General Fund

- Total fund balance of \$33.7M at 6/30/20; increase of \$4.9M
- \$10.0M in Y/E fund balance assignments by City Council in FY 2021 budget (budgeted use of fund balance)
- Unassigned fund balance is \$23.7M, which is 29% of 2020 actual expenditures (see chart on right) and 25% of 2020 actual expenditures plus transfers out.
- City policy is 20% unassigned minimum fund balance or \$20.5M. At 6/30/20, the City is \$3.2M above the minimum fund balance.

GENERAL FUND



Unassigned Fund Balance as a
% of General Fund
Expenditures



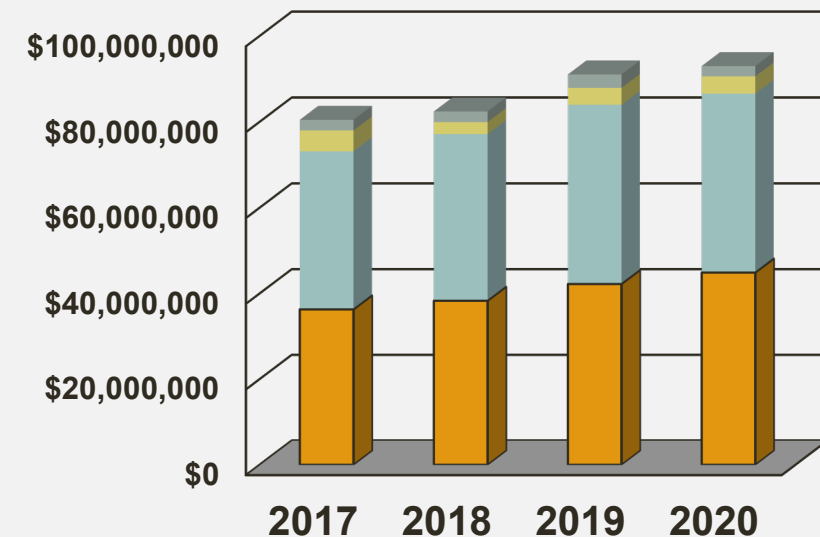
CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

General Fund Revenues:

- **\$93.0M for 2020:**
 - \$44.9M from taxes - 48% of total
 - \$41.7M in licenses, permits, and franchise fees – 45% of total
 - \$4.0M in intergovernmental revenues
 - \$2.4M for all other revenues
- **\$2.0M (2.2%) increase from 2019**
 - Increase in property taxes of \$2.67M (6.3%) - higher assessed values and taxes on vehicles
 - Decrease in fees, charges, and rentals of \$349K, primarily lower due to COVID-19 shut down
 - Decrease in investment income of \$183k due to changes in the interest rates
 - Net decrease of \$179k for all other revenues
- **\$4.0M (4.5%) over budget**
 - Primarily due to and property taxes (\$2.9M) as noted above and higher licenses, permits and franchise fees (\$1.1M)

GENERAL FUND REVENUES



- Other Revenues
- Intergovernmental Revenues
- Licenses, Permits, and Franchise Fees



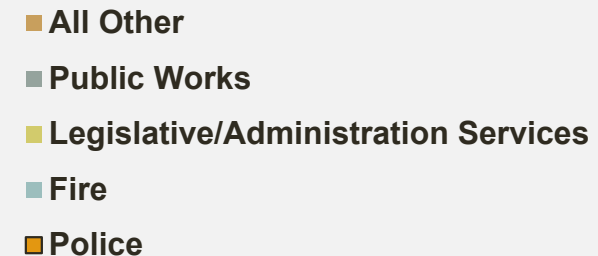
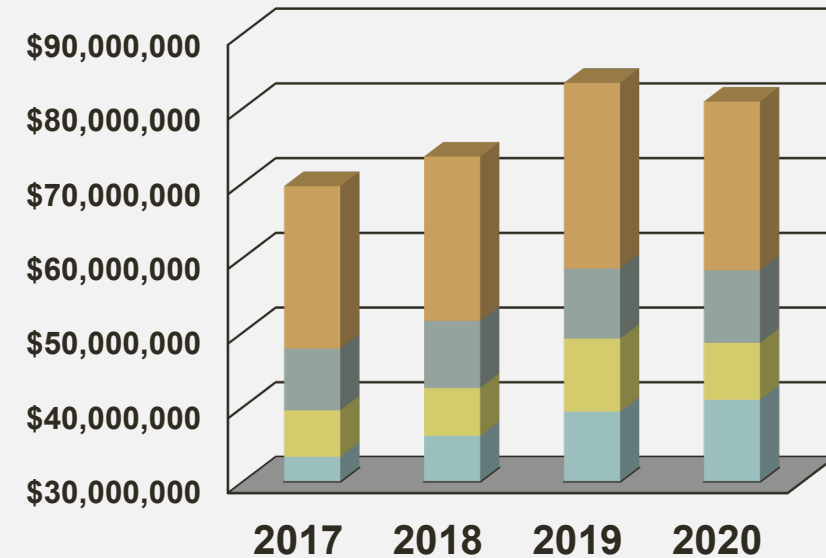
CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

General Fund Expenditures & Transfers:

- Expenditures of \$81.0M for 2020:
 - \$26.0M in police
 - \$15.0M in fire
 - \$9.7M in public works
 - \$7.6M in legislative/administration services
 - \$7.8M in parks and recreation
 - \$14.9M in all other expenditures
- \$2.5M (3.0%) decrease in expenditures from PY
 - \$2.7M capital outlay (primarily vehicles and technology); \$2.2M legislative/administration services; offset by \$2.2M increase in police, fire, economic development, and public works
- Expenditures were \$4.2M (4.9%) under budget
 - Capital outlay under budget by \$1.8M due to timing of expenditures
 - Parks and Recreation under budget by \$0.9M due to COVID-19 shutdowns
- Transfers out of \$14.1M including \$9.1M to Capital Projects Fund for planned improvements

GENERAL FUND EXPENDITURES





CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

Other Significant Governmental Funds

- **Capital Projects** - \$69.3M fund balance (\$39.6M restricted and \$29.7M committed), an increase of \$33.4M from the prior year (\$49.5M transferred in from the General Fund, Local Hospitality Fund, and Other Governmental Funds)
- **Hospitality Taxes** - \$6.0M fund balance, an increase of \$3.2M from the prior year. Fund balance consists of \$1.6M restricted for debt service and \$4.4M restricted for tourism-related expenditures. \$35.8M in debt issued. Transferred \$39.8M to Capital Projects Fund.



CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

Compliance

- No findings, significant deficiencies, or material weaknesses were noted.
- Single Audit was required for FY 2020 - CDBG
 - No findings or issues were noted
 - OMB guidance for auditing CARES Act funding is pending – CAFR will be finalized once the guidance is issued (expected mid-December)

Management Letter

- Required communications to management and those charged with governance



CITY OF GREENVILLE, SC

2020 FINANCIAL AUDIT

Greene Finney's responsibility:

- Opinion – reasonable assurance that financial statements are materially correct.
 - Does not address the financial condition of the City.
 - Purpose of the audit is not to detect fraud. We cannot take responsibility for finding fraud, if it existed.
- Issued unmodified opinion.



CITY OF GREENVILLE, SC 2020 FINANCIAL AUDIT

Summary

- Unmodified opinion on the Financial Statements from Greene Finney, LLP
- Healthy financial condition as of June 30, 2020