



COUNTY COUNCIL OF BEAUFORT COUNTY  
**FINANCE DEPARTMENT**  
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**August 2014 Stormwater Financials Narrative and Analysis**

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According to Governmental Accounting Standards, Stormwater tax revenues that are received during July and August 2014 will be recorded as revenue in fiscal year 2014. This standard is referred to as the 60 day revenue accrual, therefore Stormwater utility fees revenue is zero.

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Since August is the 2nd month of the fiscal year, one might expect expenses to be at 16% of budget based on consistent and recurring expenses and Stormwater is currently at this budget level.

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With the recent addition of the Capital Improvement Fund, some Stormwater Utility Funds have been transferred for larger retrofit projects that might take several years to fund and to finish. Therefore, the Stormwater cash balance is now comprised of two cash balances. The Stormwater cash balance has increased by about \$76,000 compared to last year, along with an increase in fund balance by about \$73,000.

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Please note that these August numbers will change as the Finance Department gets closer to closing out the 2014 fiscal year, which will impact the beginning fund balance for FY15.

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Respectively submitted,

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*"Professionally we serve; Personally we care!"*

**UNAUDITED AND PRELIMINARY**  
**BEAUFORT COUNTY, SOUTH CAROLINA**  
**STATEMENT OF NET ASSETS**  
Stormwater Utility and Capital Improvement Funds  
August 31, 2014 & August 31, 2013

|  | Stormwater Utility<br>Fund<br>August 31, 2014 | Capital Improvements<br>Fund<br>August 31, 2014 | Stormwater Utility<br>Fund<br>August 31, 2013 |
|--|---|---|---|
| <b><u>ASSETS</u></b>                               |   |   |   |
| <b>Current Assets</b>                              |   |   |   |
| Cash and Investments with Trustee                  | \$ 1,488,036                                  | \$ 808,205                                      | \$ 2,219,713                                  |
| Receivables, Net                                   | 3,876   | -   | 53,065  |
| Inventories  | 113,850                                       | -   | 92,511  |
| Prepayments  | -   | -   | -   |
| Total Current Assets                               | <u>1,605,762</u>                              | <u>808,205</u>                                  | <u>2,365,289</u>                              |
| Capital Assets                                     | 2,930,034                                     | -   | 2,800,950                                     |
| Accumulated Depreciation                           | <u>(2,147,016)</u>                            | <u>-</u>  | <u>(1,981,378)</u>                            |
|  | 783,018                                       | -   | 819,572                                       |
| Total Assets                                       | \$ 2,388,780                                  | \$ 808,205                                      | \$ 3,184,861                                  |
| <b><u>LIABILITIES</u></b>                          |   |   |   |
| <b>Liabilities</b>                                 |   |   |   |
| Account Payable                                    | 23,365  | 672.00  | 174,966                                       |
| Accrued Payroll                                    | 40,098  | -   | 60,482  |
| Accrued Compensated Absences                       | 6,247   | -   | 4,470   |
| Total Current Liabilities                          | <u>69,710</u>                                 | <u>672</u>                                      | <u>239,918</u>                                |
| <b>Long Term Liabilities</b>                       |   |   |   |
| Accrued Compensated Absences                       | 67,554  | -   | 57,156  |
| Net Other Postemployment<br>Benefits Obligation    | <u>857,616</u>                                | <u>-</u>  | <u>760,123</u>                                |
| Total Long Term Liabilities                        | 925,170                                       | -   | 817,279                                       |
| Total Liabilities                                  | 994,880                                       | 672   | 1,057,197                                     |
| <b><u>NET ASSETS</u></b>                           |   |   |   |
| Invested in Capital Assets, Net<br>of Related Debt | 783,018                                       | -   | 819,572                                       |
| Reserved for Encumbrances                          | 251,714                                       | 21,830  | 363,865                                       |
| Reserved for Capital Improvements                  | -   | 785,703   | -   |
| Unrestricted                                       | <u>359,168</u>                                | <u>-</u>  | <u>944,227</u>                                |
| Total Net Assets                                   | <u>\$ 1,393,900</u>                           | <u>\$ 807,533</u>                               | <u>\$ 2,127,664</u>                           |

**Unaudited and Preliminary**  
 BEAUFORT COUNTY, SOUTH CAROLINA  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
 Stormwater Utility Fund  
 For the Period Ended August 31, 2014

|   | Budget<br>FY 2015   | August 31, 2014     | Budget to<br>Actual | Percent<br>of<br>Budget |
|---|---------------------|---------------------|---------------------|-------------------------|
| Operating Revenues                        |                     |                     |                     |                         |
| Stormwater Utility Fees                   | \$ 3,132,205        | \$ - *              | (3,132,205)         | 0%                      |
| Stormwater Utility Project Billings       | 44,189              | 799                 | (43,390)            | 2%                      |
| Total Operating Revenues                  | <u>3,176,394</u>    | <u>799</u>          | <u>(3,175,595)</u>  | <u>0%</u>               |
| Operating Expenses                        |                     |                     |                     |                         |
| Personnel                                 | 1,883,440           | 243,254             | (1,640,186)         | 13%                     |
| Purchased Services                        | 684,864             | 189,791             | (495,073)           | 28%                     |
| Supplies                                  | 350,509             | 22,458              | (328,051)           | 6%                      |
| Depreciation                              | 182,523             | 30,422              | (152,101)           | 17%                     |
| Total Operating Expenses                  | <u>3,101,336</u>    | <u>485,925</u>      | <u>(2,615,411)</u>  | <u>16%</u>              |
| Operating Income (Loss)                   | 75,058              | (485,126)           | (560,184)           | -646%                   |
| Non-Operating Revenues (Expenses)         |                     |                     |                     |                         |
| Gain (Loss) on Sale of Capital Assets     | -                   | -                   | -                   | 0%                      |
| Interest Earned                           | 2,955               | -                   | (2,955)             | 0%                      |
| Total Non-Operating Revenues (Expenses)   | <u>2,955</u>        | <u>-</u>            | <u>(2,955)</u>      | <u>0%</u>               |
| Transfers Out To Capital Improvement Fund | -                   | -                   | -                   | 100%                    |
| Change in Net Assets                      | 78,013              | (485,126)           | (563,139)           | -622%                   |
| Net Assets, Beginning                     | <u>1,879,026</u>    | <u>1,879,026</u>    |                     |                         |
| Net Assets, Ending                        | <u>\$ 1,957,039</u> | <u>\$ 1,393,900</u> | (563,139)           | 71%                     |

**\* NOTE: According to Government Accounting Standards, Stormwater tax revenues received during July and August 2014 will be recorded as revenue in fiscal year 2014.**

**Unaudited and Preliminary**  
**BEAUFORT COUNTY, SOUTH CAROLINA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**Stormwater Capital Improvements Fund**  
**For the Period Ended August 31, 2014**

|  | Budget<br>FY 2015 | August 31, 2014   | Budget to<br>Actual | Percent<br>of<br>Budget |
|--|-------------------|-------------------|---------------------|-------------------------|
| <b>Transfers In from Stormwater Utility Fund</b> |                   |                   |                     |                         |
| Administration Complex Parking Lot Retrofit      | \$ -              | \$ -              | -                   | 0%                      |
| Okatie East Retrofit                             | -                 | -                 | -                   | 0%                      |
| Highway 278 Retrofit                             | -                 | -                 | -                   | 0%                      |
| Okatie West Retrofit                             | -                 | -                 | -                   | 0%                      |
| Upper Battery Creek Retrofit                     | -                 | -                 | -                   | 0%                      |
| <b>Total Transfers In</b>                        | <u>-</u>          | <u>-</u>          | <u>-</u>            | <u>100%</u>             |
| <b>Capital Improvement Expenses</b>              |                   |                   |                     |                         |
| Administration Complex Parking Lot Retrofit      | -                 | 360               | 360                 | 100%                    |
| Okatie East Retrofit                             | -                 | 500               | 500                 | 0%                      |
| Highway 278 Retrofit                             | -                 | -                 | -                   | 0%                      |
| Okatie West Retrofit                             | -                 | -                 | -                   | 0%                      |
| Upper Battery Creek Retrofit                     | -                 | -                 | -                   | 0%                      |
| <b>Total Operating Expenses</b>                  | <u>-</u>          | <u>860</u>        | <u>860</u>          | <u>100%</u>             |
| <b>Change in Net Assets by Project</b>           |                   |                   |                     |                         |
| Administration Complex Parking Lot Retrofit      |                   | (360)             | (360)               |                         |
| Okatie East Retrofit                             |                   | (500)             | (500)               |                         |
| Highway 278 Retrofit                             |                   | -                 | -                   |                         |
| Okatie West Retrofit                             |                   | -                 | -                   |                         |
| Upper Battery Creek Retrofit                     |                   | -                 | -                   |                         |
| <b>Total Change in Net Assets by Project</b>     |                   | <u>(860)</u>      | <u>(860)</u>        |                         |
| <b>Net Assets, Beginning</b>                     |                   |                   |                     |                         |
| Administration Complex Parking Lot Retrofit      |                   | 327,169           |                     |                         |
| Okatie East Retrofit                             |                   | 40,892            |                     |                         |
| Highway 278 Retrofit                             |                   | 207,722           |                     |                         |
| Okatie West Retrofit                             |                   | 100,000           |                     |                         |
| Upper Battery Creek Retrofit                     |                   | 132,610           |                     |                         |
| <b>Total Net Assets, Beginning</b>               |                   | <u>808,393</u>    |                     |                         |
| <b>Net Assets, Ending</b>                        |                   |                   |                     |                         |
| Administration Complex Parking Lot Retrofit      |                   | 326,809           |                     |                         |
| Okatie East Retrofit                             |                   | 40,392            |                     |                         |
| Highway 278 Retrofit                             |                   | 207,722           |                     |                         |
| Okatie West Retrofit                             |                   | 100,000           |                     |                         |
| Upper Battery Creek Retrofit                     |                   | 132,610           |                     |                         |
| <b>Total Net Assets, Ending</b>                  | <u>\$ -</u>       | <u>\$ 807,533</u> |                     |                         |

**Unaudited and Preliminary**  
**BEAUFORT COUNTY, SOUTH CAROLINA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**Stormwater Utility Fund**  
**For the Period Ended August 31, 2013**

|   | Budget<br>FY 2014   | August 31, 2013     | Budget to<br>Actual | Percent<br>of<br>Budget |
|---|---------------------|---------------------|---------------------|-------------------------|
| Operating Revenues                      |                     |                     |                     |                         |
| Stormwater Utility Fees                 | \$ 3,475,000        | \$ - *              | (3,475,000)         | 0%                      |
| Stormwater Utility Project Billings     | 60,023              | 10,738              | (49,285)            | 18%                     |
| Total Operating Revenues                | <u>3,535,023</u>    | <u>10,738</u>       | <u>(3,524,285)</u>  | 0%                      |
| Operating Expenses                      |                     |                     |                     |                         |
| Personnel                               | 2,160,475           | 311,175             | (1,849,300)         | 14%                     |
| Purchased Services                      | 961,864             | 84,851              | (877,013)           | 9%                      |
| Supplies                                | 381,446             | 58,241              | (323,205)           | 15%                     |
| Depreciation                            | 242,119             | 40,354              | (201,765)           | 17%                     |
| Total Operating Expenses                | <u>3,745,904</u>    | <u>494,621</u>      | <u>(3,251,283)</u>  | 13%                     |
| Operating Income (Loss)                 | (210,881)           | (483,883)           | (273,002)           | 229%                    |
| Non-Operating Revenues (Expenses)       |                     |                     |                     |                         |
| Gain (Loss) on Sale of Capital Assets   | -                   | (31,113)            | (31,113)            | -100%                   |
| Interest Earned                         | 6,922               | -                   | (6,922)             | 0%                      |
| Total Non-Operating Revenues (Expenses) | <u>6,922</u>        | <u>(31,113)</u>     | <u>(38,035)</u>     | 0%                      |
| Change in Net Assets                    | (203,959)           | (514,996)           | (311,037)           | 252%                    |
| Net Assets, Beginning                   | <u>2,642,660</u>    | <u>2,642,660</u>    |                     |                         |
| Net Assets, Ending                      | <u>\$ 2,438,701</u> | <u>\$ 2,127,664</u> | (311,037)           | 87%                     |

\* NOTE: According to Government Accounting Standards, Stormwater tax revenues received during July and August 2013 will be recorded as revenue in fiscal year 2013.