Minutes

Members Present: Jake Rambo, Chairman; Howard Chapman, Gary Santos, Daniel Brownstein

Staff Present: Eric DeMoura, Marcy Cotov

1. Mr. Rambo called the meeting to order at 10:15 a.m.
2. Approval of Minutes from the September 5, 2023 meeting
   Mr. Chapman moved to approve; seconded by Mr. Santos. Motion passed with 3 votes in favor and 1 abstention.
3. Public Comments – None.
4. Presentation of the Town of Mount Pleasant fiscal year 2023 independent audit
   Ms. Cotov introduced David Irwin of Mauldin & Jenkins, who presented the following slides.

Presentation of Audit Results – June 30, 2023

Presented by:
David Irwin, CPA
Partner
Town of Mount Pleasant, South Carolina
Purpose of Today’s Presentation

- Overview of:
  - Independent Auditor’s Report
  - Compliance Reports
  - Financial Statements
  - Required Communications
  - Answer Any Questions

Audit Opinion

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

Compliance Reports

Financial Report contains two (2) Compliance Reports:

- Single Audit Report
  - Compliance audit
  - Required > $750k in federal expenditures
  - Unmodified (Clean) Opinion
- Yellow Book Report
  - Report on Town’s Internal Controls and Compliance
  - Not Intended to Provide an Opinion
  - No Material Weaknesses or Significant Deficiencies Noted During Our Audit

Overview of Financial Statements

- Town prepares an Annual Comprehensive Financial Report (ACFR)
- ACFR goes above and beyond basic reporting requirements
- Submitted annually to Government Finance Officers Association (GFOA)
- Town awarded ACFR Certificate for 35 th year in a row
Overview of Financial Statements

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

- Town’s Financial Statements Include Three (3) Components
  - Government-Wide Financial Statements
  - Fund Level Financial Statements
  - Notes to the Financial Statements

Government-Wide Financial Statements

- $912.2 Million = total assets and deferred outflows
- $608 Million = capital assets, net of A/D
- $266 Million = total liabilities and deferred inflows
- $646.2 Million = net position (or equity)
- $140.3 Million = revenues
- $120.5 Million = expenses
- Increase in Net Position of $19.8M vs $30.3M in PY

General Fund Revenues

General Fund Expenditures
General Fund Summary

- Revenues Exceeded Expenditures by $15.4 Million
- Net Other Financing Uses of $19.8 Million (Transfers)
- $4.4 Million Decrease in Fund Balance ($57 Million)
- Average Monthly Expenditures of $7 Million
- Unassigned Fund Balance = Approximately 6.5 Months of Operating Expenditures

Required Communications

- Clean Opinion and No Audit Findings
- We Received Full Cooperation from Management and Staff
- No Disagreements with Management
- No Significant Issues Discussed with Management
- No Uncorrected Misstatements
- We are Independent of the Town as required by Government Auditing Standards

Closing

We appreciate the opportunity to serve the Town of Mount Pleasant and look forward to serving the Town in the future.
There was discussion between Committee and staff.

5. **Presentation of fiscal year 2023 impact fees**

Ms. Cotov presented the following slide.

![FY 2023 Development Impact Fees](image)

There was discussion between Committee and staff.

6. **Review and possible action regarding Mid-Year Budget Amendment Ordinance**

Ms. Cotov presented the following slide.

![Proposed FY 2024 Budget Amendment](image)

There was discussion between Committee and staff.

- **Mr. Chapman moved to recommend to full council the Proposed Budget Amendment as presented by staff; seconded by Mr. Santos. All present voted in favor.**
7. Adjourn

There being no further business, meeting adjourned at 10:40 a.m.

Respectfully submitted by,
Gina Artrip
December 4, 2023