

COUNTY OF TIOGA

Owego, New York

EXECUTIVE SUMMARY

For the Year Ended

December 31, 2018



COUNTY OF TIOGA

EXECUTIVE SUMMARY OF 2018 AUDIT REPORT AND FINDINGS

Financial Statements

Independent Auditors' Report on Basic Financial Statements

Independent Auditors' 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*

Single Audit (Uniform Guidance) Report

Independent Auditors' Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance

Auditors' Communication with Those Charged with Governance at the Conclusion of the Audit

Management Comment Letter

Description of Report and Findings

Unmodified opinion on the County of Tioga's (the County) basic financial statements for the year ended December 31, 2018.

Report on the County's compliance with laws and regulations that may have a direct and material effect on the basic financial statements, and on the County's internal control structure policies and procedures based on the auditor's understanding of the internal control structure and assessment of control risk obtained as part of the audit of the basic financial statements. This report identified **no material weaknesses or significant deficiencies in internal control** over financial reporting at the financial statement level and **no material instances of noncompliance**.

Report on 1) the County's internal control structure policies and procedures used in administering federal award programs; and 2) compliance requirements with respect to its federal award programs. This report identified **no instances of noncompliance and no material internal control weaknesses** regarding compliance in accordance with Uniform Guidance.

There are numerous federal award programs; expenditures amounted to \$11,702,521.

A letter that specifically addresses certain required communications to the Legislature in accordance with professional standards - there were **no comments of concern** related to:

- Qualitative Aspects of Accounting Practices
- Difficulties Encountered in Performing the Audit
- Corrected and Uncorrected Misstatements
- Disagreements with Management
- Management Representations
- Management Consultations with Other Independent Accountants
- Other Audit Findings or Issues
- Other Matters

A letter to management with any other selected communications. The letter contains discussion of other matters, and other discussion items.

COUNTY OF TIOGA

5 YEAR FINANCIAL STATEMENT ANALYSIS

	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
GENERAL FUND					
ASSETS					
Cash and Investments	\$ 17,727,073	\$ 15,434,717	\$ 20,928,303	\$ 17,713,850	\$ 13,075,438
Taxes Receivable	6,939,207	7,095,318	6,573,874	7,010,849	6,404,030
Due from State and Federal	6,861,521	7,346,883	5,380,494	5,810,589	6,555,906
Other Receivables	508,965	704,526	719,735	125,812	1,006,230
Prepaid Expenses	761,569	1,010,128	622,326	720,962	847,111
Due from Other Governments	9,159	14,815	-	-	40,506
Due from Other Funds	-	-	1,455,924	1,455,924	3,258,689
Total Assets	<u>\$ 32,807,494</u>	<u>\$ 31,606,387</u>	<u>\$ 35,680,656</u>	<u>\$ 32,837,986</u>	<u>\$ 31,187,910</u>
LIABILITIES AND DEFERRED					
INFLOWS OF RESOURCES					
Accounts Payable and Accruals	\$ 1,063,397	\$ 746,448	\$ 1,468,640	\$ 997,871	\$ 2,206,434
Due to Other Governments	4,547,780	4,562,878	3,883,963	4,968,860	4,512,729
Due to Other Funds	-	-	1,831,964	1,831,964	2,605,343
Unearned Revenue	1,001,771	1,026,721	1,662,667	1,122,814	2,669,387
Deferred Inflows of Resources	2,447,001	2,675,652	2,211,609	2,367,742	2,259,071
Total Liabilities and Deferred Inflows of Resources	<u>9,059,949</u>	<u>9,011,699</u>	<u>11,058,843</u>	<u>11,289,251</u>	<u>14,252,964</u>
FUND BALANCES					
Nonspendable	761,569	1,010,128	622,326	720,962	847,111
Restricted	406,580	412,476	400,458	441,823	417,236
Assigned	3,974,790	3,222,336	1,982,057	2,314,782	2,477,096
Unassigned	18,604,606	17,949,748	21,616,972	18,071,168	13,193,503
Total Fund Balances	<u>23,747,545</u>	<u>22,594,688</u>	<u>24,621,813</u>	<u>21,548,735</u>	<u>16,934,946</u>
Total Liabilities and Deferred Inflows of Resources, and Fund Balances	<u>\$ 32,807,494</u>	<u>\$ 31,606,387</u>	<u>\$ 35,680,656</u>	<u>\$ 32,837,986</u>	<u>\$ 31,187,910</u>

Note: Abstracted from Audited Financials - See Audit Reports for Complete Information

COUNTY OF TIOGA

5 YEAR FINANCIAL STATEMENT ANALYSIS (CONTINUED)

	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
GENERAL FUND					
REVENUES					
Real Property Taxes and Tax Items	\$ 25,191,521	\$ 24,238,463	\$ 25,182,022	\$ 23,932,908	\$ 23,390,519
Nonproperty Tax Items	23,755,956	20,680,920	19,354,376	19,717,783	19,892,019
Departmental Income	5,301,098	4,881,556	4,796,657	4,572,470	4,697,165
Intergovernmental Charges	141,364	130,041	311,532	421,031	555,946
Use of Money and Property	226,050	83,663	100,796	81,864	48,711
Fines and Forfeitures	113,812	103,681	84,433	80,608	99,849
Other	354,794	67,064	431,135	394,674	521,428
State Sources	10,025,685	10,493,237	9,781,598	8,821,819	9,509,821
Federal Sources	6,658,254	6,919,007	6,848,125	7,705,798	7,138,990
Total Revenues	<u>71,768,534</u>	<u>67,597,632</u>	<u>66,890,674</u>	<u>65,728,955</u>	<u>65,854,448</u>
EXPENDITURES					
General Governmental Support	11,742,245	11,058,940	10,348,399	10,234,786	10,660,758
Education	5,311,304	4,811,419	4,468,732	4,091,128	4,501,850
Public Safety	8,989,556	9,755,439	8,299,810	7,648,139	7,131,869
Public Health	5,197,218	4,698,403	4,652,355	4,364,389	4,740,561
Transportation	268,374	161,318	190,734	-	1,179,181
Economic Assistance and Opportunity	19,569,591	19,361,392	18,957,933	18,501,704	19,629,686
Culture and Recreation	379,094	324,331	346,422	338,412	338,028
Home and Community Service	767,917	628,830	628,662	767,759	704,465
Employee Benefits	12,395,335	12,239,345	11,576,056	11,302,934	11,074,461
Debt Service (Principal and Interest)	2,113,356	2,110,584	2,107,699	2,114,957	1,822,886
Total Expenditures	<u>66,733,990</u>	<u>65,150,001</u>	<u>61,576,802</u>	<u>59,364,208</u>	<u>61,783,745</u>
Excess of Revenues (Expenditures)	<u>5,034,544</u>	<u>2,447,631</u>	<u>5,313,872</u>	<u>6,364,747</u>	<u>4,070,703</u>
Transfers In (Out)	<u>(3,881,687)</u>	<u>(4,474,756)</u>	<u>(2,240,794)</u>	<u>(1,750,958)</u>	<u>(1,404,300)</u>
Net Change in Fund Balance	<u>\$ 1,152,857</u>	<u>\$ (2,027,125)</u>	<u>\$ 3,073,078</u>	<u>\$ 4,613,789</u>	<u>\$ 2,666,403</u>

Note: Abstracted from Audited Financials - See Audit Reports for Complete Information

COUNTY OF TIOGA

5 YEAR FINANCIAL STATEMENT ANALYSIS (CONTINUED)

	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
REVENUES AND TRANSFERS IN					
Refuse and Garbage Fund	<u>\$ 1,444,048</u>	<u>\$ 1,231,600</u>	<u>\$ 1,160,631</u>	<u>\$ 1,274,039</u>	<u>\$ 1,061,202</u>
County Road Fund	<u>\$ 2,390,581</u>	<u>\$ 1,988,357</u>	<u>\$ 2,026,381</u>	<u>\$ 2,028,546</u>	<u>\$ 1,942,813</u>
Road Machinery Fund	<u>\$ 679,811</u>	<u>\$ 395,669</u>	<u>\$ 838,362</u>	<u>\$ 44,602</u>	<u>\$ 697,323</u>
Special Grant Fund	<u>\$ 630,926</u>	<u>\$ 807,851</u>	<u>\$ 408,635</u>	<u>\$ 310,464</u>	<u>\$ 505,024</u>
Capital Projects Funds	<u>\$ 3,617,982</u>	<u>\$ 4,935,297</u>	<u>\$ 1,753,890</u>	<u>\$ 4,510,703</u>	<u>\$ 4,326,126</u>
EXPENDITURES AND TRANSFERS OUT					
Refuse and Garbage Fund	<u>\$ 1,375,742</u>	<u>\$ 1,280,086</u>	<u>\$ 1,293,240</u>	<u>\$ 1,175,694</u>	<u>\$ 1,195,461</u>
County Road Fund	<u>\$ 2,151,791</u>	<u>\$ 1,898,770</u>	<u>\$ 2,336,075</u>	<u>\$ 2,299,157</u>	<u>\$ 1,933,001</u>
Road Machinery Fund	<u>\$ 603,528</u>	<u>\$ 596,934</u>	<u>\$ 557,465</u>	<u>\$ 629,038</u>	<u>\$ 660,376</u>
Special Grant Fund	<u>\$ 626,223</u>	<u>\$ 486,394</u>	<u>\$ 400,149</u>	<u>\$ 341,271</u>	<u>\$ 496,493</u>
Capital Projects Funds	<u>\$ 3,741,513</u>	<u>\$ 4,424,145</u>	<u>\$ 5,586,186</u>	<u>\$ 6,785,683</u>	<u>\$ 8,540,816</u>

Note: Abstracted from Audited Financials - See Audit Reports for Complete Information

COUNTY OF TIOGA

EXECUTIVE SUMMARY OF 2018 AUDIT

AUDIT FOCUS/REPORTING OBJECTIVE

1) Financial Statements

- * Management's Discussion and Analysis
- * Government-wide Financial Statements
- * Governmental Fund Financial Statements
- * Notes to Financial Statements
- * Budgetary Comparison Schedules and Other Required Supplementary Information
- * Supplementary Information

2) Single Audit

- * Study and Evaluation of Internal Controls
- * Testing of Compliance with Laws and Regulations

AUDIT APPROACH

- * Preliminary Planning
- * Consideration of Internal Control Structure
- * Tests of Controls
- * Tests of Compliance with Laws and Regulations
- * Substantive Testing of Financial Information

AUDIT REPORTS

- * Report on Financial Statements and Schedule of Expenditures of Federal Awards
- * Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
- * Report on Compliance with Requirements Applicable to Major Programs and Internal Control Over Compliance with Uniform Guidance

UNDERSTANDING THE COUNTY'S OPERATIONS

- * Services Provided
- * Assessment of Accounting and Reporting System
- * Nature of Activities
- * Special Reporting Requirements
- * Nature of Compliance Requirements
- * Assessment of Management

FACTORS AFFECTING THE SCOPE OF TESTING

- * Effectiveness of Overall Financial Controls
- * Qualifications of Key Personnel
- * Appropriate Segregation of Duties
- * Budget Administration
- * Ability to Issue Timely and Accurate Financial Reports

CONSIDERATION OF INTERNAL CONTROL STRUCTURE

- * Ability to Demonstrate Compliance with Laws and Regulations
- * Effectiveness of Budget Process
- * Accuracy and Comprehensiveness of Internal Reporting
- * Existence of Adequate Policies and Procedures