

# **Greenwood County, South Carolina**

***OMB Circular A-133 Reports  
(With Independent Auditor's Report Thereon)***

***For the year ended June 30, 2015***

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# Greenwood County, South Carolina

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**Greenwood County, South Carolina**

*Schedule of Expenditures of Federal Awards*

*For the year ended June 30, 2015*

Federal grantor/pass-through grantor/program title	Federal CFDA number	Pass-through grantor's number	Expenditures
<b><u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u></b>			
Passed through State Department of Commerce			
Community Development Block Grant Cluster (CDBG)			
2013 Regional Planning	14.228	4-RP-13-004	\$ 50,000
Sullivan Sewer Upgrade	14.228	4-CI-14-008	43,197
Grendel Mill Sewer Upgrade	14.228	4-CI-13-010	478,468
Total Community Development Block Grant Cluster (CDBG)			<u>571,665</u>
Passed through the Upper Savannah HOME Consortium			
HOME Investment Partnership Program	14.239	M-09-DC-45-0215	45,363
HOME Investment Partnership Program	14.239	M-10-DC-45-0215	59,502
HOME Investment Partnership Program	14.239	M-11-DC-45-0215	39,306
HOME Investment Partnership Program	14.239	M-12-DC-45-0215	279,833
HOME Investment Partnership Program	14.239	M-13-DC-45-0215	366,053
HOME Investment Partnership Program	14.239	M-14-DC-45-0215	12,218
Total Home Investment Partnership Program			<u>802,275</u>
Total U.S. Department of Housing & Urban Development			<u>1,373,940</u>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>			
Direct Awards			
Improvements for Fuel Farm	20.106	3-45-0027-012-2011	22,635
Airport Improvement Program	20.106	3-45-0027-013-2012	8,770
Runway 9-27 Rehabilitation Project	20.106	3-45-0027-014-2013	1,187
Runway 9-27 Rehabilitation Project	20.106	3-45-0027-015-2014	2,701,151
			<u>2,733,743</u>
Total U.S. Department of Transportation			<u>2,733,743</u>
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
Passed through S.C. Department of Public Safety			
JAG Program Cluster			
FY13 Edward Bryne Memorial JAG Program	16.738	2013-DJ-BX-0128	32,427
FY14 Edward Bryne Memorial JAG Program	16.738	2014-DJ-BX-0443	36,163
2014 Bulletproof Vest Partnership	16.607	2014BUBX14072263	6,677
VAWA Prosecution Team	16.588	1K13002	24,814
VAWA Prosecution Team	16.588	1K13049	14,547
VAWA Prosecution Team	16.588	1K14002	57,633
Total JAG Program Cluster			<u>172,261</u>
Total U.S. Department of Justice			<u>172,261</u>
<b><u>U S HOMELAND SECURITY ADMINISTRATION</u></b>			
Passed through S.C. Emergency Management Division			
LEMPG Competitive	97.042	13EMPG01	13,704
LEMPG	97.042	14EMPG01	60,381
Total U.S. Department of Homeland Security			<u>74,085</u>
<b><u>U S DEPARTMENT OF HEALTH &amp; HUMAN SERVICES</u></b>			
Passed through S C Department of Social Services			
DSS Incentive Cost	93.563	G1501SC1401	32,938
DSS Unit Cost	93.563	G1501SC1401	210,024
DSS Unit Cost - Sheriff's Department	93.563	G1501SC1401	14,586
Total U.S. Department of Health and Human Services			<u>257,548</u>
Total expenditures of Federal Awards			<u>\$ 4,611,577</u>

***The accompanying notes are an integral part of this schedule.***

# Greenwood County, South Carolina

## Notes to the Schedule of Expenditures of Federal Awards

June 30, 2015

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### Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Greenwood County, South Carolina (the County) under programs of the federal government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

### Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

### Note 3. Subrecipients

Of the federal expenditures presented in the Schedule, the County provided federal awards to subrecipients as follows:

<u>CDFA Number</u>	<u>Program Name</u>	<u>Amounts provided to Subrecipients</u>
14.228	CDBG Cluster	\$ 571,665
14.239	HOME Investment Partnership Program	\$ 802,275



**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***

Greenwood County Council  
County of Greenwood  
Greenwood, 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, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Greenwood County (the County), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements, and have issued our report thereon dated December 18, 2015.

**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 the County’s internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that 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 on internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Elliott Davis Decosimo, LLC*

Greenwood, South Carolina  
December 18, 2015



**Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

Greenwood County Council  
County of Greenwood  
Greenwood, South Carolina

**Report on Compliance for Each Major Federal Program**

We have audited Greenwood County’s (the County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County’s major federal programs for the year ended June 30, 2015. The County’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

**Management’s Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor’s Responsibility**

Our responsibility is to express an opinion on compliance for each of the County’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County’s compliance with those requirements and performing such other procedures as we consider necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the County’s compliance.

**Opinion on Each Major Federal Program**

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

## **Report on Internal Control Over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

## **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the County as of and for the year ended June 30, 2015, and have issued our report thereon dated December 18, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



Greenwood, South Carolina  
December 18, 2015

**Greenwood County, South Carolina**  
*Schedule of Findings and Questioned Costs*  
*For the year ended June 30, 2015*

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**Section I. SUMMARY OF AUDITOR'S RESULTS**

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? \_\_\_\_\_ yes      X   no
- Significant deficiency identified? \_\_\_\_\_ yes      X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes      X   no

Federal Awards

Internal control over major federal programs:

- Material weakness identified? \_\_\_\_\_ yes      X   no
- Significant deficiency identified? \_\_\_\_\_ yes      X   none reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? \_\_\_\_\_ yes      X   no

Identification of major federal programs:

CFDA #	Program / Cluster Name
20.106	U. S. Department of Transportation – Runway Rehabilitation Project

Dollar threshold used to distinguish between Type A and Type B Programs \$300,000

Auditee qualified as low-risk auditee?   X   yes    \_\_\_\_\_ no

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**Greenwood County, South Carolina**  
*Schedule of Findings and Questioned Costs*  
*For the year ended June 30, 2015*

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**Section II. Financial Statement Findings**

None reported.

**Section III. Federal Award Questioned Costs & Findings**

None reported.

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**Greenwood County, South Carolina**

*Summary Schedule of Prior Audit Findings  
For the year ended June 30, 2015*

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None reported.