

Greenwood County, South Carolina

***Uniform Guidance Report
(With Independent Auditor's Report Thereon)***

For the year ended June 30, 2016

Greenwood County, South Carolina

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Greenwood County, South Carolina
Schedule of Expenditures of Federal Awards
For the year ended June 30, 2016

Federal grantor/pass-through grantor/program or cluster title	Federal CFDA number	Pass-through Entity Identifying number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through State Department of Commerce				
Community Development Block Grant Cluster (CDBG)				
2014 Regional Planning	14.228	4-RP-14-002	\$ 50,000	\$ 50,000
Sullivan Sewer Upgrade	14.228	4-CI-14-008	185,109	185,109
Stockman Sewer Upgrade	14.228	4-CI-15-014	49,298	49,298
Total Community Development Block Grant Cluster (CDBG)			284,407	284,407
Passed through the Upper Savannah HOME Consortium				
HOME Investment Partnership Program	14.239	M-10-DC-45-0215	322,331	322,331
HOME Investment Partnership Program	14.239	M-11-DC-45-0215	342,985	342,985
HOME Investment Partnership Program	14.239	M-12-DC-45-0215	67,045	67,045
HOME Investment Partnership Program	14.239	M-13-DC-45-0215	200,689	200,689
HOME Investment Partnership Program	14.239	M-14-DC-45-0215	333,878	333,878
HOME Investment Partnership Program	14.239	M-15-DC-45-0215	27,820	27,820
Total Home Investment Partnership Program			1,294,748	1,294,748
Total U.S. Department of Housing & Urban Development			1,579,155	1,579,155
U.S. DEPARTMENT OF TRANSPORTATION				
Direct Awards				
Apron Joint Sealing and Spall Repair	20.106	3-45-0027-016-2015	-	137,499
Runway 9-27 Rehabilitation Project	20.106	3-45-0027-015-2014	-	97,624
			-	235,123
Total U.S. Department of Transportation			-	235,123
U.S. DEPARTMENT OF JUSTICE				
Passed through S.C. Department of Public Safety				
JAG Program Cluster				
FY13 Edward Bryne Memorial JAG Program	16.738	2013-DJ-BX-0128	-	648
FY14 Edward Bryne Memorial JAG Program	16.738	2014-DJ-BX-0443	-	5,832
FY15 Edward Bryne Memorial JAG Program	16.738	2015-DJ-BX-1046	-	34,415
2014 Bulletproof Vest Partnership	16.607	2014BUBX14072263	-	2,700
2015 Bulletproof Vest Partnership	16.607	2015BUBX15077126	-	2,140
VAWA Prosecution Team	16.588	1K13077	53,000	53,000
VAWA Prosecution Team	16.588	1K15002	27,441	27,441
VAWA Prosecution Team	16.588	1K14002	30,748	30,748
State Criminal Alien Assistance	16.606	2015-H0809-SC-AP	-	2,287
Total JAG Program Cluster			111,189	159,211
Total U.S. Department of Justice			111,189	159,211
U.S. HOMELAND SECURITY ADMINISTRATION				
Passed through S.C. Emergency Management Division				
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	3,650
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	7,468
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	34,697
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	2,856
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	2,972
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	6,542
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	10,048
FEMA Public Assistance/ 4241 Severe Storms and Flooding	97.036	FEMA-4241-DR-SC	-	9,858
LEMPG Competitive	97.042	14EMPG01	-	9,130
LEMPG	97.042	15EMPG01	-	60,484
Total U.S. Department of Homeland Security			-	147,705
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES				
Passed through S.C. Department of Social Services				
DSS Incentive Cost	93.563	G15015C1401	-	32,048
DSS Unit Cost	93.563	G15015C1401	-	161,302
DSS Unit Cost - Sheriff's Department	93.563	G15015C1401	-	11,171
Total U.S. Department of Health and Human Services			-	204,521
U.S. INSTITUTE OF MUSEUM LIBRARY SERVICES				
Passed through S.C. State Library				
LSTA Project IID: Summer Reading Program Resource Grant	45.31	IID-14-139	-	1,000
Total U.S. Institute of Museum Library Services			-	1,000
Total expenditures of Federal Awards			\$ 1,690,344	\$ 2,326,715

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, 2016

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, 2016. The information in this Schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) for federal awards granted on or after December 26, 2014, or OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments* for federal awards granted prior to December 26, 2014, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.



**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, 2016, 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 13, 2016.

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.

A handwritten signature in black ink that reads "Manley Garwin, LLC". The signature is written in a cursive style and is centered on the page.

Greenwood, South Carolina
December 13, 2016



**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 the Uniform Guidance**

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 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, 2016. 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2016.

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 the Uniform Guidance (for federal awards with award dates December 26, 2014 or later) or in accordance with OMB Circular A-133 (for federal awards with award dates prior to December 26, 2014), 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.

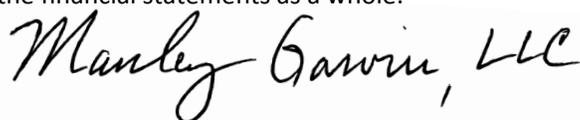
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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 the Uniform Guidance (for federal awards with award dates December 26, 2014 or later) or in accordance with OMB Circular A-133 (for federal awards with award dates prior to December 26, 2014). Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited 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 the County, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 13, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic 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 basic 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 basic 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 13, 2016

Greenwood County, South Carolina
Schedule of Findings and Questioned Costs
For the year ended June 30, 2016

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 516(a) of the Uniform Guidance (for federal awards with award dates of December 26, 2014 or later) or Section 510(a) of Circular A-133 (for federal awards with award dates prior to December 26, 2014)? _____ yes X no

Identification of major federal programs:

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
14.239	U. S. Department of Housing and Urban Development – HOME Investment Partnership Program

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? _____ yes X no

Greenwood County, South Carolina
Schedule of Findings and Questioned Costs, Continued
For the year ended June 30, 2016

Section II. Financial Statement Findings

None reported.

Section III. Federal Award Questioned Costs & Findings

None reported.

Greenwood County, South Carolina

Summary Schedule of Prior Audit Findings

For the year ended June 30, 2016

None reported.