

Single Audit Section

Note to Schedule of Federal Awards

Schedule of Expenditures of Federal Awards

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

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control over Compliance in Accordance with OMB Circular A-133

Schedule of Findings and Questioned Costs



Veteran's Memorial at County Square

GREENVILLE COUNTY, SOUTH CAROLINA

**Notes to Schedule of Expenditures of Federal Awards
For the year ended June 30, 2011**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*.

GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures	Federal Awards passed through to subrecipients
U.S. Environmental Protection Agency				
Passed through SC Department of Health and Environmental Control				
ARRA - Diesel Emission EQ-0-710	66.040	EQ-0-710	\$ 91,866	\$ -
Total ARRA Funds			<u>91,866</u>	<u>-</u>
Diesel Emission Reduction EQ-9-940	66.040	EQ-9-904	12,652	-
Total passed through SC Department of Health and Environmental Control			<u>104,518</u>	<u>-</u>
Total U.S. Environmental Protection Agency			<u>104,518</u>	<u>-</u>
U.S. Department of Health & Human Services				
Passed through SC Office of Lieutenant Governor				
Model Approaches to Legal Assistance	93.048	MALGCPC10	4,739	-
Total passed through SC Office of Lieutenant Governor			<u>4,739</u>	<u>-</u>
Passed through SC Department of Social Services				
Sheriff-Warrants	93.563	C11023CSP	26,947	-
IV D, Incentives	93.563	C11023C	165,345	-
IV D, Warrants	93.563	C11023C	73,659	-
IV D, Unit Cost	93.563	C11023C	549,771	-
Total passed through SC Department of Social Services			<u>815,722</u>	<u>-</u>
Total U.S. Department of Health & Human Services			<u>820,461</u>	<u>-</u>
U.S. Department of Housing and Urban Development				
Direct Programs				
Housing Counseling Grant	14.169	HC09-0421-164	3,083	-
Housing Counseling Grant	14.169	HC10-0422-019	16,532	-
Total Direct Programs			<u>19,615</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development			<u>19,615</u>	<u>-</u>
U.S. Department of Transportation				
Passed through SC Department of Transportation				
DUI Prosecution	20.601	2H110101	46,017	-
Section 8-Planning Commission	20.505	N/A	86,675	86,675
P/L Funds	20.205	N/A	548,601	-
HMEP Planning HMP0169100100	20.703	N/A	6,284	-
Total passed through SC Department of Transportation			<u>687,577</u>	<u>86,675</u>
Total U.S. Department of Transportation			<u>687,577</u>	<u>86,675</u>
U.S. Department of Justice				
Justice Assistance Grant Cluster				
Direct Programs				
ARRA - JAG Recovery Act FY09	16.738	2009SB890193	179,874	-
JAG FY09	16.738	2010DJBX0915	109,537	-
JAG FY08	16.738	2008DJBX0368	12,554	-
Passed through SC Department of Public Safety				
Crime Scene Equipment	16.738	1GO9020	11,692	-
CDV Prosecution Program	16.738	1GSO9019/1GO9017	577	-
ARRA - Criminal Domestic Violence Prosecution	16.803	1GSO9019	25,459	-
ARRA - SCJAG Firearms Safety Lab	16.803	1GSO9105	26,850	-
Total Justice Assistance Grants Cluster			<u>366,543</u>	<u>-</u>
Passed through SC Department of Public Safety				
EMS/E-911 Joint Dispatch Study Center	16.753	2010DBX0626	10,206	-
Federal Equitable Sharing	16.000	N/A	212,180	-
Total passed through SC Department of Public Safety			<u>222,386</u>	<u>-</u>
Total U.S. Department of Justice			<u>588,929</u>	<u>-</u>

Continued

GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures	Federal Awards passed through to subrecipients
Continued				
U.S. Department of Energy				
Direct Programs				
ARRA - Energy Efficiency Community Block Grant	81.128	N/A	2,051,450	-
Total Direct Programs			<u>2,051,450</u>	<u>-</u>
Passed through James Madison University				
ARRA - Vehicle Service Center Propane	81.086	DE-EE0002172	25,650	-
Total Passed through James Madison University			<u>25,650</u>	<u>-</u>
Total U.S. Department of Energy			<u>2,077,100</u>	<u>-</u>
U.S. Department of Homeland Security				
Passed through SC Emergency Management Division				
FEMA Pre-Disaster Mitigation Grant	97.047	PDMC-04-SC-2008	36,332	-
Total passed through SC Emergency Management Division			<u>36,332</u>	<u>-</u>
Passed through SC State Law Enforcement Division				
Citizens Corps	97.067	8CCP01	376	-
Citizens Corps	97.067	9CCP01	498	-
LEMPG	97.042	8EMPG01	5,465	-
LEMPG 9EMPG01	97.042	9EMPG01	11,038	-
LEMPG FY10 10EMPG01	97.042	10EMPG01	64,727	-
Regional EOD Team Equipment Enhancement	97.067	6SHSP37	44,378	-
NIMS Type I SWAT Team Equipment	97.067	10SHSP17	37,653	-
SHSP 2009	97.067	9SHSP28	224,942	-
Total passed through SC State Law Enforcement Division			<u>389,077</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>425,409</u>	<u>-</u>
U.S. Department of Defense				
Direct Programs				
Armory Building Donation	12.700	N/A	388,750	-
Total U.S. Department of Defense			<u>388,750</u>	<u>-</u>
U.S. Department of Labor				
Workforce Investment Act Cluster				
Passed through SC Department of Employment and Workforce				
ARRA - WIA State Reserve Funds 9ARSF04	17.258/17.259/17.260	9ARSF04	2,942	-
ARRA- WIA Adult ARRA-8A004	17.258	ARRA-8A004	5,318	-
ARRA - WIA Dislocated Worker ARRA-8DW004	17.260	ARRA-8DW004	4,963	-
ARRA-State Reserve Symposium	17.259	10ASP04	1,500	-
ARRA-State Reserve WorkKeys	17.259	10AWP04	10,601	-
ARRA-WIA State Reserve Funds	17.259	ARRA-10ARS04	200,000	-
WIA Youth Program 9Y004	17.259	10Y004	1,064,921	417,941
WIA Dislocated Worker Program 9DW004	17.260	9DW004	86,878	14,405
WIA Incumbent Worker 8IWT004	17.260	10IWT004	151,769	-
WIA Rapid Response Additional 9RRA004	17.258	10RRA004	739,477	-
WIA Technology Upgrade 10ATU04	17.259	10ATU04	77,000	-
WIA Dislocated Worker 8DW004	17.260	10DW004	1,182,589	51,998
WIA Youth 8Y004	17.259	9Y004	56,413	-
WIA Adult 9A004	17.258	9A004	85,187	14,653
WIA Adult 10A004	17.258	10A004	949,514	36,118
WIA Incentive 9INC004	17.258	9INC004	69,915	-
WIA Incentive 10INC004	17.258	10INC004	14,034	-
Total WIA Cluster			<u>4,703,021</u>	<u>535,115</u>
Passed through SC Department of Employment and Workforce				
WIA Trade Adjustment 9TAA-004	17.245	9TAA-004	132,925	-
Total Trade Adjustment Assistance			<u>132,925</u>	<u>-</u>
Total U.S. Department of Labor			<u>4,835,946</u>	<u>535,115</u>
Total Expenditures of Federal Awards			\$ <u>9,948,305</u>	\$ <u>621,790</u>

See accompanying note to the schedule of expenditures of federal awards.



**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***

To the Honorable Members of County Council
Greenville, South Carolina

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Greenville County, South Carolina (the County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 16, 2011. We did not audit the financial statements of the Greenville County Redevelopment Authority (the Authority) or the Greenville County Library Systems (the Library), discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Authority and the Library, are based solely on the reports of the other auditors. We conducted our audit in accordance with 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.

Internal Control Over Financial Reporting

Management of Greenville County, South Carolina is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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 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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 that are required to be reported under Government Auditing Standards.

This report is solely intended for the use and information of management, County Council, and other pass through entities and is not intended to be and should not be used by anyone other than those specified parties.

Greenville, South Carolina
November 16, 2011





**Independent Auditor's Report on Compliance with
Requirements That Could Have a Direct And Material Effect On Each Major Federal Program and
Internal Control over Compliance in Accordance with
OMB Circular A-133**

To the Honorable Members of County Council
Greenville, South Carolina

Compliance

We have audited the compliance of Greenville County, South Carolina (the County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2011. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the 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, 2011.

Internal control over compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended solely for the information of the County Council, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Greenville, South Carolina
November 16, 2011



GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2011

Section I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness identified? yes no
- Significant deficiency identified that is not considered to be a material weakness yes none reported

Noncompliance material to financial statements noted yes no

Federal Awards

Internal control over major federal programs:

- Material weakness identified? yes no
- Significant deficiency identified that is not considered to be a material weakness yes none reported

Noncompliance material to federal awards yes no

Type of auditors' report issued on compliance for major federal programs: Unqualified

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

Identification of major federal programs:

<u>CFDA #</u>	<u>Program / Cluster Name</u>
16.738, 16.803	U.S. Dept. of Justice – Justice Assistance Grants Cluster (includes ARRA)
81.128	U.S. Dept. of Energy – Energy Efficiency and Conservation Block Grant Program (ARRA)
97.067	U.S. Dept. of Homeland Security – State Programs
17.258, 17.259, 17.260	U.S. Dept. of Labor – Workforce Investment Act Cluster (including ARRA)
93.563	U.S. Dept. of Health and Human Services – Child Support Enforcement
12.700	U.S. Dept of Defense – Donations of Obsolete DOD Property

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

Auditee qualified as low-risk auditee? yes no

GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2011

Section II. Financial Statement Findings

None reported.

Section III. Federal Award Questioned Costs & Findings

None reported.

GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
For the year ended June 30, 2011

2010-1 Material Weakness

Condition and Criteria: In the year ended June 30, 2009, the County Stormwater Enterprise Fund incurred material expenses that were reimbursed by a federal grant program subsequent to year end. The County did not accrue the grant revenue and related receivable for these expenditures at June 30, 2009.

Effect: The net assets of the Stormwater Enterprise Fund were understated by \$377,876 as of June 30, 2009.

Cause: The County's year end closing procedures did not discover this understatement in the review process. The County department that applied for the grant did not inform budget or finance staff of the grant's existence until well after reimbursable expenses were incurred.

Auditor's Recommendation: We recommend the County Departments maintain open lines of communication to ensure that relevant financial information is shared on a timely basis.

Current Status: The County has remediated this finding by facilitating necessary communication as part of year end closing procedures to verify that all grant-related accruals have been recorded.

Only earth-friendly papers were used in the
making of this document.

