

Greenville County, South Carolina

Notes to Schedule of Expenditures of Federal Awards For the year ended June 30, 2014

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Greenville County under programs of the federal government for the year ended June 30, 2014. 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 Greenville County, it is not intended to and does not present the financial position, changes in net assets or cash flows of Greenville County.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the (identify basis of accounting) basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, Cost Principles for Non-profit Organizations, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Greenville County, South Carolina

Schedule of Expenditures of Federal Awards Year Ended June 30, 2014

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 Middle Saluda Pollution	66.460	C9994629-11	\$ 2,844	\$ -
Total passed through SC Department of Health and Environmental Control			2,844	-
Total U.S. Environmental Protection Agency			2,844	-
U.S. Department of Agriculture				
Passed through SC Department of Social Services DSS Summer Snack Program	10.559	SF-248	10,571	-
DSS After School Snack Program	10.558	C11131F	18,470	-
Total passed through SC Department of Social Services			29,041	-
Total U.S. Department of Agriculture			29,041	-
Appalachian Regional Commission				
Passed through Tennessee Valley Authority Swamp Rabbit Northern Extension ARC	23.002	2707	5,850	-
Total passed through Tennessee Valley Authority			5,850	-
Total Appalachian Regional Commission			5,850	-
U.S. Department of Health & Human Services				
Passed through SC Office of Lieutenant Governor Model Approaches to Legal Assistance	93.048	MALGCPC10	3,502	-
Total passed through SC Office of Lieutenant Governor			3,502	-
Passed through SC Department of Health and Environmental Control SC Hospital Preparedness Program	93.074	UP-4-551	42,083	-
Total passed through SC Department of Health and Environmental Control			42,083	-
Passed through SC Department of Social Services Sheriff-Warrants	13.783/93.563	C14023CSP	24,089	-
IV-D Incentives	93.563	C14023C	79,240	-
IV D Warrants	93.563	C14023C	76,428	-
IV D Unit Costs	93.563	C14023C	728,248	-
Total passed through SC Department of Social Services			908,005	-
Total U.S. Department of Health & Human Services			953,590	-
U.S. Department of Housing and Urban Development				
Direct Programs Fair Housing	14.416	FH400G11090	18,326	-
Housing Counseling Grant	14.169	HC120421132	419	-
Total Direct Programs			18,745	-
Passed through Greenville County Redevelopment Authority Fair Housing	14.218	B14UY450001	43,871	-
Total passed through Greenville County Redevelopment Authority			43,871	-
Passed through National Community Reinvestment Coalition Fair Housing Initiatives	14.169	N/A	20,386	-
Total passed through National Community Reinvestment Coalition			20,386	-
Passed through City of Greenville Fair Housing	14.218	B14MC450003	17,339	-
The Key	14.218	B14MC45	37,852	-
Total passed through City of Greenville			55,191	-
Total U.S. Department of HUD			138,193	-

See notes to the schedule of expenditures of federal awards

Greenville County, South Carolina

Schedule of Expenditures of Federal Awards Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures	Federal Awards passed through to subrecipients
U.S. Department of Transportation				
Passed through SC Department of Transportation				
P/L Funds	20.205	N/A	409,321	-
Section 8 - Planning Commission	20.505	N/A	83,200	83,200
Total passed through SC Department of Transportation			<u>492,521</u>	<u>83,200</u>
Passed through SC Department of Parks, Recreation and Tourism				
Swamp Rabbit Norther Extension RTP	20.219	RTP2011005	45,530	-
Passed through SC Department of Public Safety				
Blythe Goodwin Hagood House	20.205	LPA-7-12	37,563	-
Enhanced DUI Enforcement	20.601	KS2014HS4114	14,650	-
Total passed through SC Department of Public Safety			<u>52,213</u>	<u>-</u>
Total U.S. Department of Transportation			<u>590,264</u>	<u>83,200</u>
U.S. Department of Justice				
Justice Assistance Grant Cluster				
Direct Programs				
JAG FY10	16.738	2010DJBX0915	5,750	-
JAG FY11	16.738	2011DJBX2723	25,293	-
JAG FY12	16.738	2012DJBX0974	8,187	-
JAG FY13	16.738	2013DJBX0261	98,469	-
Total Justice Assistance Grants Cluster			<u>137,699</u>	<u>-</u>
Direct Programs				
Federal Equitable Sharing	16.922		363,567	-
Total Direct Programs			<u>501,266</u>	<u>-</u>
Passed through SC Department of Public Safety				
Juvenile Facility Equipment 1J11005	16.540	1J11005	14,475	-
Juvenile Facility Equipment 1J1007	16.540	1J1007	128,369	-
Total passed through SC Department of Public Safety			<u>142,844</u>	<u>-</u>
Passed through National Institute of Justice				
DNA Backlog 2012	16.741	2012DNBX0075	48,222	-
DNA Backlog 2013	16.741	2013DNBX0103	2,471	-
Total passed through National Institute of Justice			<u>50,693</u>	<u>-</u>
Total U.S. Department of Justice			<u>694,803</u>	<u>-</u>
U.S. Department of Energy				
Passed through James Madison University				
ARRA - Vehicle Service Center Propane	81.086	DE-EE0002172	2,850	-
Total Passed through James Madison University			<u>2,850</u>	<u>-</u>
Total U.S. Department of Energy			<u>2,850</u>	<u>-</u>
U.S. Department of Homeland Security				
Passed through SC Emergency Management Division				
LEMPG 12EMPG01	97.042	12EMPG01	14,503	-
LEMPG 13EMPG01	97.042	13EMPG01	64,248	-
Citizen Corps	97.067	11CCP01	9,000	-
Total passed through SC Emergency Management Division			<u>87,751</u>	<u>-</u>
Passed through SC State Law Enforcement Division				
Homeland Security 10SHSP17	97.067	10SHSP17	2,173	-
Homeland Security 11SHSP01	97.067	11SHSP01	4,569	-
WMD Team Enhancements	97.067	12SHSP16	111,108	-
Total passed through SC State Law Enforcement Division			<u>117,850</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>205,601</u>	<u>-</u>

See notes to the schedule of expenditures of federal awards

Greenville County, South Carolina

Schedule of Expenditures of Federal Awards Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures	Federal Awards passed through to subrecipients
U.S. Department of Treasury				
Direct Programs				
Federal Equitable Sharing	21.000	N/A	128,263	-
Total Direct Programs			<u>128,263</u>	-
Total U.S. Department of Treasury			<u>128,263</u>	-
U.S. Department of Labor				
Workforce Investment Act Cluster				
Passed through SC Department of Employment and Workforce				
WIA Rapid Response 13RRA04	17.278	13RRA04	179,850	-
WIA Youth Program 12Y004	17.259	12Y004	225,197	-
WIA Incumbent Worker 12RRIWT15	17.278	12RRIWT15	5,040	-
WIA Rapid Response 13RRIWT08	17.278	13RRIWT08	9,700	-
WIA Dislocated Worker 12DW004	17.278	12DW004	32,879	-
WIA Youth 13Y004	17.259	13Y004	772,337	201,017
WIA Incentive 13INC04	17.278	13INC04	4,584	-
WIA Adult 13A004	17.258	13A004	740,774	-
WIA Dislocated Worker National Emergency 13DWT04	17.277	13DWT04	35,015	-
WIA Dislocated Worker Program 13DW004	17.278	13DW004	696,757	-
WIA Incentive12INC04	17.258	12INC04	7,950	-
WIA Adult 12A004	17.258	12A004	191,791	-
Total WIA Cluster			<u>2,901,874</u>	<u>201,017</u>
Total U.S. Department of Labor			<u>2,901,874</u>	<u>201,017</u>
Total Expenditures of Federal Awards			<u>\$ 5,653,173</u>	<u>\$ 284,217</u>



**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**

To the Honorable Members of County Council
Greenville, 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, each major fund, and the aggregate remaining fund information of Greenville County (the County), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Greenville County's basic financial statements, and have issued our report thereon dated October 22, 2014. Our report includes a reference to other auditors who audited the financial statements of the Greenville County Redevelopment Authority (the Authority) and the Greenville County Library Systems (the Library), discretely presented component units as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Greenville 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 Greenville County's internal control. Accordingly, we do not express an opinion on the effectiveness of Greenville 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 Greenville 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 of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Greenville, South Carolina
October 22, 2014



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Honorable Members of County Council
Greenville, South Carolina

Report on Compliance for Each Major Federal Program

We have audited Greenville County's 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 Greenville County's major federal programs for the year ended June 30, 2014. Greenville 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 Greenville 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 Greenville 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, Greenville 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, 2014.

Report on Internal Control Over Compliance

Management of Greenville 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 Greenville 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 Greenville 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.



Greenville, South Carolina
October 22, 2014

Greenville County, South Carolina
Schedule of Findings and Questioned Costs
For the year ended June 30, 2014

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 No
- Significant deficiency identified? 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? Yes 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 No

Identification of major federal programs:

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
16.922	U.S. Dept. of Justice – Equitable Sharing Program
16.540	U.S. Dept. of Justice – Juvenile Justice and Delinquency Prevention Grant Program
97.067	U.S. Dept. of Homeland Security – Homeland Security Grant Program
17.258, 17.259, 17.277, 17.278	U.S. Dept. of Labor – Workforce Investment Act Cluster

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, 2014

Section II. Financial Statement Findings

None reported.

Section III. Federal Award Findings and Questioned Costs

None reported.

Greenville County, South Carolina

Schedule of Prior Year Audit Findings

For the year ended June 30, 2014

None reported.