

GREENVILLE COUNTY, SOUTH CAROLINA

**REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS IN ACCORDANCE
WITH THE UNIFORM GUIDANCE AND
*GOVERNMENT AUDITING STANDARDS***

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2021**

GREENVILLE COUNTY, SOUTH CAROLINA

SINGLE AUDIT REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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**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 County Council
of Greenville County
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, the aggregate discretely presented component units, 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, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated October 7, 2021. Our report includes a reference to other auditors who audited the financial statements of the Greenville County Redevelopment Authority, the Greenville Area Development Commission, and the Greenville County Library System, 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 the County's internal control over financial reporting (internal control) as a basis for designing 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we considered to be a material weakness.

Compliance and Other Matters

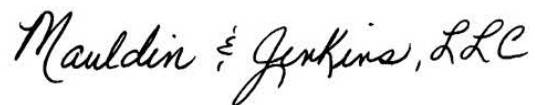
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

Greenville County, South Carolina's Response to the Finding

Greenville County, South Carolina's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



Columbia, South Carolina
October 7, 2021



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER
COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

**To the County Council
of Greenville County
Greenville, South Carolina**

Report on Compliance for Each Major Federal Program

We have audited **Greenville County, South Carolina'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, 2021. 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.

Greenville County's basic financial statements include the operations of the Greenville County Redevelopment Authority, which expended \$6,894,606 in federal awards which is not included in the schedule of expenditures of federal awards of the County for the year ended June 30, 2021. Our audit, described below, did not include the operations of the Greenville County Redevelopment Authority as the component unit engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards 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* (CFR) 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 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, 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, 2021.

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, 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.

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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greenville County, South Carolina as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Greenville County's basic financial statements. We issued our report thereon dated October 7, 2021, 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 basic 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 basic financial statements as a whole.

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. Accordingly, this report is not suitable for any other purpose.



Columbia, South Carolina

March 30, 2022 except for our report on the schedule of expenditures of federal awards, for which the date is October 7, 2021

GREENVILLE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
U.S. Department of Housing and Urban Development				
(Direct)				
Fair Housing Initiatives	14.169	HC190421061	\$ 7,798	\$ -
Fair Housing Initiatives	14.169	HC200421021	41,999	-
(Passed through Greenville County Redevelopment Authority)				
Community Development Block Grant/Entitlement Grants Cluster	14.218	N/A	48,970	-
(Passed through City of Greenville)				
Community Development Block Grant/Entitlement Grants Cluster	14.218	N/A	214,759	-
Total Community Development Block Grant/Entitlement Grants Cluster			<u>263,729</u>	<u>-</u>
(Passed through Greenville County Redevelopment Authority)				
Homeless Prevention Rapid Rehousing	14.231	N/A	18	-
(Direct)				
Education and Outreach Initiatives	14.416	FEOI1900412	102,434	-
Total U.S. Department of Housing and Urban Development			<u>415,978</u>	<u>-</u>
U.S. Department of the Interior				
(Passed through S.C. Land and Water Conservation Fund)				
Expansion, Realignment, or Closure of a Military Installation	15.916	45-01120	194,081	-
Total U.S. Department of the Interior			<u>194,081</u>	<u>-</u>
U.S. Department of Justice				
(Passed through S.C. Department of Public Safety)				
COVID-19 Coronavirus Emergency Supplemental Funding	16.034	1CF20044	144,991	-
(Direct)				
COVID-19 Coronavirus Emergency Supplemental Funding	16.034	2020-VD-BX-1488	427,489	-
(Passed through S.C. Office of the Attorney General)				
Crime Victim Assistance	16.575	1V19061	12,380	-
Crime Victim Assistance	16.575	1V20040	24,106	-
(Direct)				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-DJ-BX-0002	2,943	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-DJ-BX-0631	9,940	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-DJ-BX-0213	29,716	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0355	90,264	-
(Passed through National Institute of Justice)				
DNA Backlog Reduction Program	16.741	2018-DN-BX-0089	53,570	-
DNA Backlog Reduction Program	16.741	2019-DN-BX-0058	63,320	-
(Direct)				
Equitable Sharing Program	16.922	N/A	138,779	-
Total U.S. Department of Justice			<u>997,498</u>	<u>-</u>
U.S. Department of Labor				
(Passed through S.C. Department of Employment and Workforce)				
WIOA Cluster				
WIOA Adult Program	17.258	F5A005	90,453	-
WIOA Adult Program	17.258	20A004	492,989	130,965
WIOA Youth Activities	17.259	20CIG04	53,035	-
WIOA Youth Activities	17.259	20IWT04	1,630	-
WIOA Youth Activities	17.259	19Y004	282,996	-
WIOA Youth Activities	17.259	20Y004	345,892	180,564
WIOA Dislocated Worker Formula Grants	17.278	20RRIWT12	1,515	-
WIOA Dislocated Worker Formula Grants	17.278	19DW004	343,892	-
WIOA Dislocated Worker Formula Grants	17.278	20DW004	535,167	127,615
WIOA Dislocated Worker Formula Grants	17.278	19RRIWT04	19,786	-
WIOA Dislocated Worker Formula Grants	17.278	20RRIWT02	29,467	-
WIOA Dislocated Worker Formula Grants	17.278	20RRIWT03	49,755	-
Total WIOA Cluster			<u>2,246,577</u>	<u>439,144</u>
Total U.S. Department of Labor			<u>2,246,577</u>	<u>439,144</u>

(continued)

GREENVILLE COUNTY, SOUTH CAROLINA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
U.S. Department of Transportation				
(Passed through S.C. Department of Transportation)				
Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205	N/A	\$ 160,000	\$ 160,000
Highway Planning and Construction	20.205	PO39943	409,183	-
Total Highway Planning and Construction Cluster			<u>569,183</u>	<u>160,000</u>
(Direct)				
Federal Transit Cluster				
Federal Transit - Capital Investment Grants	20.500	SC-2019-026-00	121,473	-
Total Federal Transit Cluster			<u>121,473</u>	<u>-</u>
Total U.S. Department of Transportation			<u>690,656</u>	<u>160,000</u>
U.S. Department of the Treasury				
(Direct)				
Equitable Sharing	21.016	N/A	199,695	-
(Direct)				
COVID-19 Coronavirus Relief Fund	21.019	N/A	82,958,674	52,131,132
(Direct)				
COVID-19 Emergency Rental Assistance Program	21.023	N/A	4,879,174	-
Total U.S. Department of the Treasury			<u>88,037,543</u>	<u>52,131,132</u>
U.S. Department of Health and Human Services				
(Passed through Department of Social Services)				
Child Support Enforcement	93.563	N/A	135,378	-
Child Support Enforcement	93.563	N/A	897,279	-
Child Support Enforcement	93.563	N/A	14,933	-
(Passed through Department of Health and Environmental Control)				
National Bioterrorism Hospital Preparedness Program	93.889	UP-0-328	258,944	-
Total U.S. Department of Health and Human Services			<u>1,306,534</u>	<u>-</u>
U.S. Department of Homeland Security				
(Passed through S.C. Emergency Management Division)				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4479-DR	438,754	-
(Passed through S.C. Military Department)				
Hazard Mitigation Grant Program	97.039	DR-4166-SC-054	502,953	-
(Passed through S.C. Emergency Management Division)				
Emergency Management Performance Grant	97.042	19EMPG01	9,818	-
Emergency Management Performance Grant	97.042	20EMPG01	71,420	-
Emergency Management Performance Grant	97.042	20EMPGS01	36,538	-
(Passed through S.C. Law Enforcement Division)				
Homeland Security Grant Program	97.067	18SHSP05	32,013	-
Homeland Security Grant Program	97.067	19SHSP06	66,021	-
Homeland Security Grant Program	97.067	20SHSP06	12,257	-
Homeland Security Grant Program	97.067	19SHSP13	66,749	-
Homeland Security Grant Program	97.067	20SHSP22	53,016	-
Total U.S. Department of Homeland Security			<u>1,289,539</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 95,178,406</u>	<u>\$ 52,730,276</u>

GREENVILLE COUNTY, SOUTH CAROLINA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2021

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Greenville County, South Carolina (the "County"), and is presented on the modified accrual basis of accounting for governmental fund types and the accrual basis of accounting for the proprietary fund types. The County reporting entity is described in Note 1 to the County's basic financial statements.

The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The County chose not to use the ten percent de Minimis indirect cost rate for the year ended June 30, 2021.

NOTE 3. NON-CASH AWARDS AND LOANS

There were no federal awards expended in the form of noncash assistance during the fiscal year. There were also no loans or loan guarantees outstanding at year end.

GREENVILLE COUNTY, SOUTH CAROLINA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION I SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:
Material weaknesses identified? Yes No

Significant deficiencies identified not considered to be material weaknesses? Yes No

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal Control over major programs:
Material weaknesses identified? Yes No

Significant deficiencies identified not considered to be material weaknesses? Yes No

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

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
21.019	U.S. Department of the Treasury COVID-19 Coronavirus Relief Fund
21.023	U.S. Department of the Treasury COVID-19 Emergency Rental Assistance Program

Dollar threshold used to distinguish between Type A and Type B programs: \$2,855,352

Auditee qualified as low-risk auditee? Yes No

GREENVILLE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION II
FINANCIAL STATEMENT FINDINGS

2021-001 Management of Long-term Obligations

Criteria: Generally accepted accounting principles require long-term obligations to be recorded in the accounting period in which they are incurred. Additionally, governmental accounting standards require liabilities reported in governmental-type funds and whose liquidation does not require current financial resources to be reported only at the government-wide level Statement of Net Position. Additionally, governmental accounting standards require that governmental funds record proceeds from the issuance of long term obligations in the period of issuance as well as debt service expenditure and costs of issuance in the period paid.

Condition: The County did not properly record the activities associated with certain issuances of special assessment general obligation bonds that were issued in prior years, namely the Glassy Mountain Fire Service Area 2015A bonds, the Canebrake Fire District 2018 bonds, the Tigerville Fire District 2010 bonds, the Clear Springs Fire District 2017 bonds, the River Falls Fire Service Area 2013 bonds, the Donaldson Center Fire Service Area 2019B bonds, and the Greenville County Museum of Art 2019C bonds.

Context: We addressed this matter with County officials, who worked diligently to determine the appropriate amounts to be recorded for the special assessment general obligation bonds as of July 1, 2020.

Effect: The County determined a restatement to decrease the beginning net position of the County's governmental activities in order to record the outstanding debt and accrued interest in the amount of \$10,075,641 as of July 1, 2020.

Cause: There was a lack of appropriate controls implemented at the County during the prior fiscal year to ensure that all long-term obligations were properly reported in the accounting period in which they were incurred.

Recommendation: We recommend that the County implement the necessary controls to identify all long-term obligations that are issued in the name of the County to ensure such activities are properly reported in the period in which they occur.

View of Responsible Officials and Planned Corrective Action: We concur with the finding. We will implement the necessary controls and procedures to identify all long-term obligations that are issued in the name of the County to ensure such activities are properly reported in the period in which they occur.

GREENVILLE COUNTY, SOUTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**SECTION III
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None reported.

**SECTION IV
SCHEDULE OF PRIOR YEAR FINDINGS**

None reported.



Department of General Services

Financial Operations
301 University Ridge, Suite 200
Greenville, South Carolina 29601

MANAGEMENT CORRECTIVE ACTION PLAN

Section II – Financial Statement Findings

Finding: 2021-001 – Management of Long-term Obligations

Name of contact person: Angela Roache – Director of Finance

Corrective action: We will implement the necessary controls and procedures to identify all long-term obligations that are issued in the name of the County to ensure such activities are properly reported in the period in which they occur.

Proposed completion date: Completed.