

## **COMPLIANCE SECTION**

## **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**

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

We have audited, 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, 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 the **Greenville County, South Carolina** (the "County") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 18, 2024. Our report includes a reference to other auditors who audited the financial statements of the Greenville County Redevelopment Authority, the Greenville Area Development Corporation, 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 the internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Greenville Area Development Corporation were not audited in accordance with *Government Auditing Standards* and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Greenville Area Development Corporation or that are reported on separately by those auditors who audited the financial statements of the Greenville Area Development Corporation.

### **Report on 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 opinion 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 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.

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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 or significant deficiencies may exist that were not identified.

#### **Report on Compliance and Other Matters**

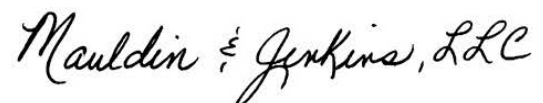
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 a certain instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2024-001.

#### **Greenville County's Response to the Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the County's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

#### **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  
November 18, 2024



# 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

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To the County Council  
of Greenville County  
Greenville, South Carolina

## Report on Compliance for Each Major Federal Program

### ***Opinion on 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, 2024. 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.

In our opinion, Greenville County, South Carolina 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, 2024.

Greenville County's basic financial statements include the operations of the Greenville County Redevelopment Authority, which expended \$5,312,784 in federal awards which is not included in the schedule of expenditures of federal awards of the County for the year ended June 30, 2024. 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.

### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

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***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

***Auditor's Responsibility for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

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**Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

*Mauldin & Jenkins, LLC*

Columbia, South Carolina  
November 18, 2024

**GREENVILLE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
<b>U.S. Department of Housing and Urban Development</b>				
<b>(Direct)</b>				
Fair Housing Initiatives	14.169	HC210421052	\$ 48,105	\$ -
<b>(Passed through Greenville County Redevelopment Authority)</b>				
Community Development Block Grant/Entitlement Grants Cluster	14.218	N/A	38,000	-
<b>(Passed through City of Greenville)</b>				
Community Development Block Grant/Entitlement Grants Cluster	14.218	N/A	11,510	-
Total Community Development Block Grant/Entitlement Grants Cluster			<u>49,510</u>	<u>-</u>
<b>(Passed through Greenville County Redevelopment Authority)</b>				
COVID-19 Homeless Prevention Rapid Rehousing	14.231	N/A	35,000	-
<b>(Passed through Greenville County Redevelopment Authority)</b>				
Home Investment Partnerships Program	14.239	N/A	139,709	-
<b>Total U.S. Department of Housing and Urban Development</b>			<u>272,324</u>	<u>-</u>
<b>U.S. Department of the Interior</b>				
<b>(Passed through S.C. Land and Water Conservation Fund)</b>				
Expansion, Realignment, or Closure of a Military Installation	15.916	45-01133	423,669	-
<b>Total U.S. Department of the Interior</b>			<u>423,669</u>	<u>-</u>
<b>U.S. Department of Justice</b>				
<b>(Passed through S.C. Office of the Attorney General)</b>				
Crime Victim Assistance	16.575	1V21044	8,896	-
Crime Victim Assistance	16.575	1S24042	27,261	-
			<u>36,157</u>	<u>-</u>
<b>(Passed through Office of Community Oriented Policing Services )</b>				
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-23-GG-01778-PP	61,939	-
<b>(Passed through S.C. Office of Public Safety)</b>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22-GG-00595-MUMU	38,371	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-MU-BX-0008	4,683	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	5G000423	9,701	-
<b>(Direct)</b>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01809-JAGX	7,277	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22-GG-02135-JAGX	21,503	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA23GG03772JAGX	80,233	-
			<u>161,768</u>	<u>-</u>
<b>(Direct)</b>				
DNA Backlog Reduction Program	16.741	15PBJA-21-GG-03183-DNAX	17,932	-
DNA Backlog Reduction Program	16.741	15PBJA-22-GG-01718-DNAX	70,847	-
			<u>88,779</u>	<u>-</u>
<b>(Passed through Office of Justice Programs)</b>				
Comprehensive Opioid, Stimulant, and other Substances Use Program	16.838	15PBJA-22-GG-04413-	325,006	-
<b>Total U.S. Department of Justice</b>			<u>673,649</u>	<u>-</u>
<b>U.S. Department of Labor</b>				
<b>(Passed through S.C. Department of Employment and Workforce)</b>				
WIOA Adult Program	17.258	22A004	153,130	115,909
WIOA Adult Program	17.258	23A004	381,425	292,487
WIOA Youth Activities	17.259	22EBY04	63,088	-
WIOA Youth Activities	17.259	22Y004	114,096	74,311
WIOA Youth Activities	17.259	23Y004	438,493	362,434
WIOA Dislocated Worker Formula Grants	17.278	22DW004	201,946	127,718
WIOA Dislocated Worker Formula Grants	17.278	23DW004	408,998	295,673
WIOA Dislocated Worker Formula Grants	17.278	22EBA04	206,519	-
WIOA Dislocated Worker Formula Grants	17.278	23IET04	77,982	-
Total WIOA Cluster			<u>2,045,677</u>	<u>1,268,532</u>
<b>Total U.S. Department of Labor</b>			<u>2,045,677</u>	<u>1,268,532</u>

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**GREENVILLE COUNTY, SOUTH CAROLINA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Grant Identification Number	Expenditures	Passed through to Subrecipients
<b>U.S. Department of Transportation</b>				
<b>(Passed through S.C. Department of Transportation)</b>				
Highway Planning and Construction	20.205	P042661	\$ 160,000	\$ 160,000
Highway Planning and Construction	20.205	P042661	413,336	-
Highway Planning and Construction	20.205	SC201802001	97,100	-
			<u>670,436</u>	<u>160,000</u>
<b>(Passed through Greenville-Pickens Area Transportation Study)</b>				
Public Transportation Innovation	20.530	N/A	22,000	-
<b>(Passed through S.C. Emergency Management Division)</b>				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	693JK32240041HEMP	18,335	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	693JK32240041HMEP	25,000	-
			<u>43,335</u>	<u>-</u>
<b>Total U.S. Department of Transportation</b>			<u>735,771</u>	<u>160,000</u>
<b>U.S. Department of the Treasury</b>				
<b>(Direct)</b>				
COVID-19 State and Local Fiscal Recovery Program	21.027	N/A	8,439,432	2,000,000
<b>Total U.S. Department of the Treasury</b>			<u>8,439,432</u>	<u>2,000,000</u>
<b>U.S. Department of Health and Human Services</b>				
<b>(Passed through S.C. Department of Health and Environmental Control)</b>				
Injury Prevention and Control Research and State and Community Based Programs	93.136	EM-0-537	12,200	-
<b>(Passed through S.C. Department of Social Services)</b>				
Child Support Enforcement	93.563	N/A	656,760	-
Child Support Enforcement	93.563	N/A	56,865	-
Child Support Enforcement	93.563	N/A	7,915	-
			<u>721,540</u>	<u>-</u>
<b>(Passed through S.C. Department of Health and Environmental Control)</b>				
National Bioterrorism Hospital Preparedness Program	93.889	5U3REP190593-05-00	101,046	-
			<u>-</u>	<u>-</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>834,786</u>	<u>-</u>
<b>U.S. Department of Homeland Security</b>				
<b>(Passed through S.C. Emergency Management Division)</b>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4479-DR	51,032	-
<b>(Passed through S.C. Emergency Management Division)</b>				
Hazard Mitigation Grant Program	97.039	FEMA-5162-FM-SC	2,447	-
<b>(Passed through S.C. Emergency Management Division)</b>				
Emergency Management Performance Grant	97.042	21EMPG01	14,006	-
Emergency Management Performance Grant	97.042	22EMPG01	51,890	-
Emergency Management Performance Grant	97.042	23EMPG01	99,166	-
			<u>165,062</u>	<u>-</u>
<b>(Passed through S.C. Law Enforcement Division)</b>				
Homeland Security Grant Program	97.067	20SHSP06	2,295	-
Homeland Security Grant Program	97.067	23SHSP09	25,000	-
Homeland Security Grant Program	97.067	21SHSP12	640	-
Homeland Security Grant Program	97.067	22SHSP16	30,594	-
Homeland Security Grant Program	97.067	23SHSP16	3,862	-
			<u>62,391</u>	<u>-</u>
<b>Total U.S. Department of Homeland Security</b>			<u>280,932</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 13,706,240</u>	<u>\$ 3,428,532</u>



# GREENVILLE COUNTY, SOUTH CAROLINA

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2024

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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 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, 2024.

### **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, 2024

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### 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?  Yes  No

Noncompliance material to financial statements noted?  Yes  No

#### **Federal Awards**

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

Significant deficiencies?  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 2 CFR 200.516(a)?  Yes  No

Identification of major programs:

AL Number  
21.027

Name of Federal Program or Cluster  
**U.S. Department of the Treasury**  
COVID-19 State and Local Fiscal Recovery Program

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

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, 2024

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### SECTION II FINANCIAL STATEMENT FINDINGS

#### **2024-001. Uncollateralized Bank Balances**

**Criteria:** The South Carolina Code of Laws requires all depositories of public funds to be secured by deposit insurance, surety bond, collateral securities, or letters of credit to protect the County against loss in the event of insolvency or liquidation of the financial institution, or for any other cause to the extent that such deposits exceed Federal Deposit Insurance Corporation (FDIC) insurance coverage.

**Condition:** For the year ended June 30, 2024, the County's deposits with a financial institution, recorded in the Clerk of Court and Public Defender custodial funds, were not properly collateralized by deposit insurance, surety bond, collateral securities, or letters of credit in the amount exceeding FDIC insurance coverage with a certain financial institution.

**Context:** A financial institution holding the deposits of the Clerk of Court and Public Defender custodial funds did not pledge sufficient collateral to comply with state law.

**Effect:** The Clerk of Court and Public Defender custodial funds' total deposits in excess of depository insurance were not properly collateralized, allowing for the possibility of loss of assets if the financial institution were to become insolvent.

**Cause:** See above context.

**Recommendation:** We recommend the official custodians of these bank accounts obtain monthly pledging reports from all financial institutions holding deposits in excess of FDIC insurance coverage. Additionally, we recommend the official custodians of these bank accounts compare the monthly pledging report to the deposits held by each financial institution to ensure compliance with pledging requirements as set forth in state law.

**Views of Responsible Officials and Planned Corrective Action:** The official custodians of these bank accounts will notify all financial institutions with which they are currently doing business and will review existing collateral agreements in order to modify any deficiencies along with evaluating existing collateral agreements during the current fiscal year.

### SECTION III FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

### SECTION IV SCHEDULE OF PRIOR YEAR FINDINGS

Not applicable.



## MANAGEMENT CORRECTIVE ACTION PLAN

### Section II – Financial Statement Findings

<b>Finding:</b>	<b>2024-001 – Uncollateralized Bank Balances</b>
<b>Name of contact persons:</b>	Brice Garrett – Clerk of Court Mindy Hervey Lipinski – Public Defender
<b>Corrective action:</b>	The official custodians of these bank accounts will notify all financial institutions with which they are currently doing business and will review existing collateral agreements in order to modify any deficiencies along with evaluating existing collateral agreements during the current fiscal year.
<b>Proposed completion date:</b>	Completed October 2024.