

**COUNTY OF CHARLESTON, SOUTH CAROLINA**  
**SUPPLEMENTAL FEDERAL FINANCIAL**  
**ASSISTANCE REPORTS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

SCOTT  COMPANY

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COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFICATION NUMBER	EXPENDITURES TO SUB-RECIPIENTS	TOTAL FEDERAL EXPENDITURES
<b><u>U.S. Department of Agriculture</u></b>				
Passed Through South Carolina State Treasurer:				
Title I Secure Schools and Roads FY21 (Schools and Roads - Grants to States)	10.665	NA	\$ -	\$ 44,748
	Total CFDA 10.665 - Forest Service Schools and Roads Cluster		-	44,748
Total Pass-Through South Carolina State Treasurer			-	44,748
<b>Total U.S. Department of Agriculture</b>			-	44,748
<b><u>U.S. Department of HUD</u></b>				
Direct Programs:				
Emergency Solutions Grants Program - 2020	14.231		55,176	55,176
Emergency Solutions Grants Program - 2021	14.231		131,538	143,193
CARES Act Emergency Solutions Grants Program - 2020	14.231		965,500	965,500
	Total CFDA 14.231		1,152,214	1,163,869
Urban Entitlement Grant - 2018	14.218		321,088	321,088
Urban Entitlement Grant - 2019	14.218		179,736	202,507
Urban Entitlement Grant - 2020	14.218		299,454	639,078
Urban Entitlement Grant - 2021	14.218		451,048	885,177
CARES ACT Urban Entitlement Grant - #1	14.218		855,699	855,699
CARES ACT Urban Entitlement Grant - #2	14.218		-	1,728,737
	Total CFDA 14.218 CDBG - Entitlement Grants Cluster		2,107,025	4,632,286
HOME Investment Partnership Program - 2017	14.239		895	895
HOME Investment Partnership Program - 2018	14.239		17,622	36,802
HOME Investment Partnership Program - 2019	14.239		263,348	282,182
HOME Investment Partnership Program - 2020	14.239		88,233	88,233
HOME Investment Partnership Program - 2021	14.239		73,564	73,564
	Total CFDA 14.239		443,662	481,676
Total Direct Programs			3,702,901	6,277,831
<b>Total U.S. Department of HUD</b>			3,702,901	6,277,831
<b><u>U.S. Department of the Interior</u></b>				
Direct Programs:				
Civil Rights Grant FY18	15.904		-	12,514
Total Direct Programs		Total CFDA 15.904	-	12,514
<b>Total U.S. Department of the Interior</b>			-	12,514
<b><u>U.S. Department of Justice</u></b>				
Direct Programs:				
Federal Equitable Sharing FY21	16.922		-	92,695
	Total CFDA 16.922		-	92,695
Total Direct Programs			-	92,695
Passed Through City of North Charleston:				
Formula JAG FY19	16.738	2017-DJ-BX-0565	-	6,468
Formula JAG FY20	16.738	2018-DJ-BX-0617	-	12,013
	Total CFDA 16.738		-	18,481
Total Pass-Through City of North Charleston			-	18,481

The accompanying notes are an integral part of this schedule.

COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFICATION NUMBER	EXPENDITURES TO SUB-RECIPIENTS	TOTAL FEDERAL EXPENDITURES
<b><u>U.S. Department of Justice</u></b>				
Passed Through SC Department of Public Safety:				
Coronavirus Emergency Supplemental Funding	16.034	1CF20047 / 2020-VD-BX-0099	-	47,242
	Total 16.034		-	47,242
State Coverdell Grant FY20	16.742	2019-CD-BX-0067	-	27,983
	Total CFDA 16.742		-	27,983
Public Safety Partnership and Community Policing Grant FY19	16.710	2018-SVWX-0079	-	89,117
	Total CFDA 16.710		-	89,117
Total Pass-Through S.C. Department of Public Safety			-	164,342
Passed Through SC Office of Attorney General:				
Victim of Crime Act FY20	16.575	1V19020	-	51,693
Victim of Crime Act FY21	16.575	1V20039	-	146,466
Victim of Crime Act FY20	16.575	1V19047	-	119,769
Victim of Crime Act FY21	16.575	1V20035	-	358,530
	Total CFDA 16.575		-	676,458
Violence Against Women FY20	16.588	1K19006	-	5,427
Violence Against Women FY21	16.588	1K20007	-	68,286
	Total CFDA 16.588		-	73,713
Total Pass-Through S.C. Office of Attorney General			-	750,171
<b>Total U.S. Department of Justice</b>			-	1,025,689
<b><u>U.S. Department of Transportation</u></b>				
Passed Through S.C. Emergency Management Division:				
HMEP Training Grant FY20	20.703	HMEP 693JK319400338HMEP	-	34,896
HMEP Training Grant FY21	20.703	HMEP 693JK319400338HMEP	-	34,884
	Total CFDA 20.703		-	69,780
Total Pass-Through S.C. Emergency Management Division			-	69,780
Passed Through SC Department of Public Safety:				
Speed Enforcement FY20	20.600	PT-2020-HS-08-20	-	23,218
	Total CFDA 20.600	Highway Safety Cluster	-	23,218
Total Pass-Through SC Department of Public Safety			-	23,218
<b>Total U.S. Department of Transportation</b>			-	92,998
<b><u>U.S. Department of Treasury</u></b>				
Direct Programs:				
Coronavirus Relief Fund	21.019		-	4,991,897
	Total CFDA 21.019		-	4,991,897
Emergency Rental Assistance Program #1	21.023		-	6,120,083
Emergency Rental Assistance Program #2	21.023		-	889,705
	Total CFDA 21.023		-	7,009,788
Coronavirus State and Local Fiscal Recovery Funds	21.027		-	123,070
	Total CFDA 21.027		-	123,070
Total Direct Programs			-	12,124,755
<b>Total U.S. Department of Treasury</b>			-	12,124,755
<b><u>National Endowment for the Humanities</u></b>				
Direct Programs:				
Promotion of the Humanities Division of Preservation and Access	45.149		-	2,615
	Total CFDA 45.149		-	2,615
Total Direct Programs			-	2,615
<b>Total National Endowment for the Humanities</b>			-	2,615

The accompanying notes are an integral part of this schedule.

COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFICATION NUMBER	EXPENDITURES TO SUB-RECIPIENTS	TOTAL FEDERAL EXPENDITURES
<b>U.S. Department of Health and Human Services</b>				
Direct Programs:				
COVID-19 Provider Relief Fund	93.498		-	43,714
	Total CFDA 93.498		-	43,714
Total Direct Programs			-	43,714
Passed Through S.C. Department of Social Services (DSS):				
Child Support Enforcement IV-D Filing Fees FY21	93.563	C21010C	-	285,788
Child Support Enforcement IV-D Unit Cost Reimbursement FY21	93.563	C21010C	-	1,139,803
Child Support Enforcement IV-D Incentive Reimbursements FY21	93.563	C21010C	-	186,064
Child Support Enforcement IV-D Filing Fees FY21	93.563	C21010S	-	6,270
Child Support Enforcement IV-D Unit Cost Reimbursement FY21	93.563	C21010S	-	11,880
	Total CFDA 93.563		-	1,629,805
COVID-19 Child Care and Development Block Grant FY21	93.575	CG-20-C001264	-	26,000
COVID-19 Child Care and Development Block Grant FY21 (Sanitation and Cleaning)	93.575	NA	-	600
			-	26,600
Total Pass-Through from SC DSS			-	1,656,405
Passed Through S.C. Department of Alcohol and Other Drug Abuse Services (SC DAODAS):				
PAIRS FY20	93.558	CHA-PAIRS-20	-	14,688
PAIRS FY21	93.558	CHA-PAIRS-21	-	50,500
	Total CFDA 93.558 TANF Cluster		-	65,188
COVID-19 Crisis Response Initiative Grant FY20	93.665	CHA-CV 19-20	-	47,717
			-	47,717
Opiod STR - FY20	93.788	CHA-SOR-20	-	9,866
Opiod STR - FY21	93.788	CHA-SOR-21	-	64,936
State Opiod Response -Transportation FY20	93.788	NA	-	4,561
ECHO State Opiod Response FY19	93.788	CHA-SOR-19-Amended	-	16,223
State Opiod Response - Supplement FY20	93.788	CHA-SUP-20	-	12,584
State Opiod Response -Primary Prevention Services Contract FY21	93.788	PREV-SOR 21	-	38,891
State Opiod Response (Medical Assistant/Nurse Practitioner FY20 # 2)	93.788	CHA-NP-20	-	17,499
State Opiod Response (Medical Assistant/Nurse Practitioner FY21)	93.788	CHA-NP-21	-	52,497
	Total CFDA 93.788		-	217,057
SC DAODAS State Block Grant FY21	93.959	CHA-BG-21	-	1,283,604
	Total CFDA 93.959		-	1,283,604
Total Pass-Through from SC DAODAS			-	1,613,566
Passed Through Ernest F. Kennedy Center:				
Ernest Kennedy Center FY18	93.959	NA	-	483
Ernest Kennedy Center FY19	93.959	NA	-	5,322
	Total CFDA 93.959		-	5,805
Total Pass-Through Ernest F. Kennedy Center			-	5,805
Passed Through SC Department of Health and Environmental Control				
National Bioterrorism Hospital Preparedness Program FY21	93.889	NU90TP21881	-	197,644
	Total CFDA 93.889		-	197,644
Total Pass-Through from SC Department of Health and Environmental Control			-	197,644
Total U.S. Department of Health and Human Services			-	3,517,134

The accompanying notes are an integral part of this schedule.



COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFICATION NUMBER	EXPENDITURES TO SUB-RECIPIENTS	TOTAL FEDERAL EXPENDITURES
<b>U.S. Department of Homeland Security</b>				
Direct Programs:				
Port Security Grant FY19	97.056		-	25,000
Port Security Grant FY20	97.056		-	64,293
Port Security Grant FY21	97.056		-	11,310
Total Direct Programs	Total CFDA 97.056		-	100,603
Passed Through S.C. Department of Natural Resources:				
Flood Plain Mitigation Grant FY19	97.029	SCDR FY 2019-33	-	131,867
	Total CFDA 97.036		-	131,867
Total Pass-Through S.C. Department of Natural Resources			-	131,867
Passed Through S.C. Emergency Management Division:				
Public Assistance (Presidentially Declared Disasters) FY16	97.036	FEMA-4241-DR-SC	-	497,038
Public Assistance (Presidentially Declared Disasters) FY17	97.036	FEMA-4286-DR-SC	-	91,272
Public Assistance (Presidentially Declared Disasters) FY20	97.036	FEMA-4464-DR-SC	-	9,860
	Total CFDA 97.036		-	598,170
Hazard Mitigation Grant FY18	97.039	FEMA-4286-DR-SC 12 (F0004)	-	12,073
Hazard Mitigation Grant FY20	97.039	FEMA-4346-DR-SC Project 005	-	88,331
	Total CFDA 97.039		-	100,404
Local Emergency Management Performance FY21	97.042	20EMPG01 / 20EMPG-S01	-	54,357
	Total CFDA 97.042		-	54,357
Total Pass-Through S.C. Emergency Management Division			-	752,931
Passed Through S.C. Law Enforcement Division (SLED):				
Lowcountry Regional WMD Bomb Team FY20	97.067	19SHSP05	-	19,773
Lowcountry Regional WMD Bomb Team FY21	97.067	20SHSP05	-	19,448
HazMat Regional WMD Team FY20	97.067	19SHSP18	-	36,034
HazMat Regional WMD Team FY21	97.067	20SHSP20	-	64,679
Lowcountry Regional WMD SWAT Team FY19	97.067	18SHSP11	-	4,169
Lowcountry Regional WMD SWAT Team FY20	97.067	19SHSP12	-	16,027
Lowcountry Regional WMD SWAT Team FY21	97.067	20SHSP12	-	2,790
	Total CFDA 97.067		-	162,920
Total Pass-Through SLED			-	162,920
Total U.S. Department of Homeland Security			-	1,148,321
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 3,702,901	\$ 24,246,605

The accompanying notes are an integral part of this schedule.

**COUNTY OF CHARLESTON, SOUTH CAROLINA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2021**

**Note A - Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Charleston County, South Carolina (the "County") and is presented on the modified accrual basis of accounting. The information in the Schedule is presented in accordance with the 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"). Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the financial statements. Expenditures for federal financial assistance awarded directly from the federal agencies, as well as those passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards. The non-federal share of certain program costs and loans are not included in the accompanying Schedule of Expenditures of Federal Awards.

**Note B - Summary of Significant Accounting Policies**

1 – The financial information shown in the Schedule of Expenditures of Federal Awards reflects amounts recorded by Charleston County during its fiscal year July 1, 2020 through June 30, 2021. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

2 – The County has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

**Note C - Matching Costs**

Matching costs, i.e. the non-federal share of certain program costs, are not included in the accompanying schedule.



**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 Members of County Council  
County of Charleston, 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, other than the financial statements of the aggregate discretely presented component units, and the budgetary comparison schedule of the general fund, of the County of Charleston, 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 issued our report thereon dated December 17, 2021. We have also audited the financial statements of each of the County's non-major governmental, enterprise, internal service, and fiduciary funds, and the respective budgetary comparison schedules for the special revenue funds, presented as supplementary information in the combining financial statements and schedules, as of and for the year ended June 30, 2021. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units. 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 County'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 have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain significant deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001.

### **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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2021-001.

### **County of Charleston, South Carolina's Response to Findings**

The County's response to the findings 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 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.

*Scott and Company LLC*

Columbia, South Carolina  
December 17, 2021

**Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

To the Members of County Council  
County of Charleston, South Carolina

**Report on Compliance for Each Major Federal Program**

We have audited the County of Charleston, 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.

**Management's Responsibility**

Management is responsible for compliance with the requirements of 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 audit requirements of Title 2 U.S. *Code of 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 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 a 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. 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, each major fund, and the aggregate remaining fund information, other than the financial statements of the aggregate discretely presented component units, and the budgetary comparison schedule of the general fund, of 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. We have also audited the financial statements of each of the County's non-major governmental, enterprise, internal service, and fiduciary funds, and the respective budgetary comparison schedules for the special revenue funds, presented as supplementary information in the combining financial statements and schedules, as of and for the year ended June 30, 2021. We issued our report thereon dated December 17, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements and other information discussed above. 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.

*Scott and Company LLC*

Columbia, South Carolina  
February 18, 2022



**COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2021**

**Section I—Summary of Auditor's Results**

**Financial Statements:**

We have issued unmodified opinions dated December 17, 2021 on the financial statements of the County of Charleston, South Carolina.

Internal control over financial reporting:

- Material weaknesses identified? No
- Significant deficiencies identified? Yes
- Noncompliance material to financial statements noted? No

**Federal Awards:**

Internal control over major programs:

- Material weaknesses identified? No
- Significant deficiencies identified? None Reported

We have issued an unmodified opinion dated February 18, 2022 on the County of Charleston, South Carolina's compliance for its major programs.

- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

**Identification of major programs**

<u>CFDA Number</u>	<u>Name of Federal Program</u>
14.218	Community Development Block Grants/Entitlement Grants
14.231	Emergency Solutions Grants Program
21.019	Coronavirus Relief Funds
21.023	Emergency Rental Assistance Program

Dollar threshold used to be distinguished between Type A and Type B Programs: \$750,000

Auditee qualified as low-risk auditee? Yes

**COUNTY OF CHARLESTON, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2021**

**Section II - Financial Statement Findings:**

***Item 2021-001 Year-End Cut Off Procedures (Significant Deficiency)***

**Criteria:** Management needs to implement procedures to review all transactions occurring after year end to ensure that the applicable revenue and receivables are recorded in the correct accounting period under the Governmental Accounting Standards Board Statement Number 34 – *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Government* (GASB 34).

**Condition:** It was noted that certain revenues received into the Register of Deeds office were not processed in a manner that allowed proper recording of these revenues using the full accrual reporting requirements required under GASB 34.

**Cause:** A backlog of processing real estate and other documents received into the Register of Deeds office have caused financial reporting deficiencies under the full accrual reporting requirements of GASB 34.

**Effect:** If continued, it is possible that revenues received into the Register of Deeds will result in a material misstatement of revenues in any reporting year under the full accrual reporting requirements of GASB 34.

**Recommendation:** It is recommended that management implement procedures that allow transactions to be processed in an efficient and effective manner. These procedures should result in the reporting of revenues and receivables consistent with GASB 34 requirements. It is also recommended that a process be implemented that allows revenues received close to year end and after year end to be documented in, either the financial reporting system or the department revenue collection software, that shows which financial reporting period the transaction took place. This would help ensure that all revenues received after year end are properly cutoff under the GASB 34 reporting requirements.

**Views of Responsible Officials and Planned Corrective Action:** Management has reviewed the recommendation and will make proper adjustments. The issue as the result of office backlog. Currently there is no more backlog. The mail recordings (USPS, FedEx, UPS, Courier, etc.) at the Registrar of Deeds are within the 30-day mandate. The concerns have been addressed.

**Section III - Federal Award Findings and Questioned Costs:**

None Reported.

**Summary Schedule of Prior Audit Findings:**

No prior year audit findings.