

TRIDENT TECHNICAL COLLEGE

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

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

TRIDENT TECHNICAL COLLEGE
SINGLE AUDIT OF FEDERAL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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TRIDENT TECHNICAL COLLEGE

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Education				
Student Financial Aid Cluster				
Federal Supplementary Educational Opportunity Grant	84.007	P007A173811	\$ 14,406	\$ -
Federal Supplementary Educational Opportunity Grant	84.007	P007A173811	14,056	-
Federal Supplementary Educational Opportunity Grant	84.007	P007A183811	891,309	-
Federal College Work-Study Program	84.033	P033A183811	265,674	-
Federal PELL Grant Program	84.063	P063P170483	423,776	-
Federal PELL Grant Program	84.063	P063P180483	16,186,137	-
Federal Direct Student Loan Program	84.268	P268K180483	415,739	-
Federal Direct Student Loan Program	84.268	P268K190483	13,239,336	-
(Passed through Greenville Technical College)				
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	84.379	N/A	4,444	-
Total Student Financial Aid Cluster			<u>31,454,877</u>	<u>-</u>
COVID-19 Higher Education Emergency Relief Funds- Students	84.425E	P425E200244	3,284,138	-
COVID-19 Higher Education Emergency Relief Funds- IHE/Institution	84.425F	P425F200188	443,612	-
			<u>3,727,750</u>	<u>-</u>
TRIO Cluster				
TRIO Student Support Services	84.042	P042A150208	65,292	-
TRIO Student Support Services	84.042	P042A150208	318,549	-
TRIO Upward Bound Math & Science	84.047	P047M170328	93,293	-
TRIO Upward Bound Math & Science	84.047	P047M170328	148,096	-
TRIO Upward Bound Math & Science	84.047	P047M170341	65,859	-
TRIO Upward Bound Math & Science	84.047	P047M170341	163,968	-
TRIO Talent Search	84.044	P044A160061	98,066	-
TRIO Talent Search	84.044	P044A160061	357,456	-
TRIO Educational Opportunity Centers	84.066	P066A160012	122,355	-
TRIO Educational Opportunity Centers	84.066	P066A160012	473,060	-
TRIO Veterans Upward Bound	84.047	P047V170021	36,781	-
TRIO Veterans Upward Bound	84.047	P047V170021	158,513	-
Total TRIO Cluster			<u>2,101,288</u>	<u>-</u>
Higher Education Institutional Aid (Title III, Part A & Part F Trident Tech Pathways)	84.031	P031A160010	379,691	-
(Passed through S.C. Department of Education)				
Career and technical Education - National Programs (Perkins V - FY2018-2019)	84.051	N/A	36,321	-
Career and technical Education - National Programs (Perkins V - FY2019-2020)	84.051	N/A	555,852	-
			<u>592,173</u>	<u>-</u>
Total U.S. Department of Education			<u>38,255,779</u>	<u>-</u>
U.S. Department of Labor				
(Passed through S.C. Technical System)				
H -1B Job Training Grants (SCAI - South Carolina Apprenticeship Initiative)	17.268	AP-27836-15-60-A-45	12,086	-
Apprenticeship USA Grants (Apprenticeship USA State Expansion Grants - Evolved 2.0)	17.285	N/A	34,112	-
WIOA Cluster				
WIA Dislocated Worker Formula Grants (ManuFirst SC)	17.278	18MAN01	25	-
Total WIOA Cluster			<u>25</u>	<u>-</u>
Total U.S. Department of Labor			<u>46,223</u>	<u>-</u>
Office of Naval Research				
Basic and Applied Scientific Research Grant (Cyber SECURE Project)	12.300	N00014-17-1-2780	276,972	-
Total Office of Naval Research			<u>276,972</u>	<u>-</u>
National Science Foundation				
Education and Human Resources Grant (C.L.O.U.D. Tech Project)	47.076	1601166	16,770	-
Education and Human Resources Grant (C.L.O.U.D. Tech Expansion Project)	47.076	1801164	88,848	-
Education and Human Resources Grant (Flight Deck Virtual Maintenance Trainer Project)	47.076	1801048	270,957	-
Education and Human Resources Grant (SPECTRA)	47.076	1834000	6,091	-
Total National Science Foundation			<u>382,666</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 38,961,640</u>	<u>\$ -</u>

In addition to the above, the College disbursed \$471,779 during the year from approved vendors under the Federal Family Education Program.

TRIDENT TECHNICAL COLLEGE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes grant activity of Trident Technical College (the "College") and is prepared on the accrual basis of accounting.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. Expenditures for student financial aid programs include the federal share of student's Federal Supplemental Educational Opportunity Grant program grants and Federal Work Study program earnings, certain other federal financial aid for students and administrative cost allowances, where applicable.

Expenditures for nonfinancial aid awards include indirect costs, related primarily to facilities operation and maintenance and general, divisional and departmental administrative services, which are allocated to direct cost objectives (including federal awards) based on negotiated formulas commonly referred to as facilities and administrative cost rates. Facilities and administrative costs allocated to such awards for the year ended June 30, 2020, were based on predetermined fixed rates negotiated with the College's cognizant federal agency.

NOTE 3. CONTINGENCIES

Trident Technical College receives funds under various federal grant programs and such awards are to be expended in accordance with the provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

NOTE 4. INDIRECT COST RATE

The College has elected not to use the 10% de Minimis indirect cost rate allowed under the Uniform Guidance.

**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 President and Members of the Area Commission
of Trident Technical College
Charleston, 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 **Trident Technical College** (the "College") and the discretely presented component unit, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Trident Technical College's basic financial statements, and have issued our report thereon dated September 29, 2020. Our report also includes a reference to other auditors who audited the financial statements of the Trident Technical College Foundation, Inc., as described in our report on the College'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 College'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 College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College'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 the College'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*.

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
September 29, 2020



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the President and Members of the Area Commission
of Trident Technical College
Charleston, South Carolina

Report on Compliance for Each Major Federal Program

We have audited **Trident Technical College's** (the "College") 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 College's major federal programs for the year ended June 30, 2020. The College's major federal programs are identified in the summary of audit 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 the College'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 the major federal program occurred. An audit includes examining, on a test basis, evidence about the College'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 the major federal programs. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal Program

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the College 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 College's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal programs 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 College'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 College as of and for the year ended June 30, 2020, and have issued our report thereon dated September 29, 2020, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. 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 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 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 financial statements or to the 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 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.

Mauldin & Jenkins, LLC

Columbia, South Carolina

April 5, 2021, except for our report on the schedule of expenditures of federal awards, for which the date is September 29, 2020

TRIDENT TECHNICAL COLLEGE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unmodified

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

Significant deficiencies identified not considered
to be material weaknesses? ___ Yes X None Reported

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major programs:
Material weaknesses identified? ___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses? ___ Yes X 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 Uniform Guidance ___ Yes X No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
	Student Financial Aid Cluster
	U.S. Department of Education –
84.033	Federal College Work Study Grant
84.007	Federal Supplemental Education Opportunity Grant
84.063	Federal Pell Grant Program
84.268	Federal Direct Student Loan Program
84.379	Teach Education Assistance for College and Higher Education Grants (TEACH Grants)
	U.S. Department of Education –
84.425E	COVID-19 Higher Education Emergency Relief Funds – Students
84.425F	COVID-19 Higher Education Emergency Relief Funds – IHE/Institution

TRIDENT TECHNICAL COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

SECTION I
SUMMARY OF AUDIT RESULTS (CONTINUED)

Dollar threshold used to distinguish between Type A and Type B programs: \$1,168,849

Auditee qualified as low-risk auditee? Yes No

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

SECTION IV
SCHEDULE OF PRIOR YEAR FINDINGS

None reported.