

**CITY OF COLUMBIA, SOUTH CAROLINA**  
**SUPPLEMENTAL FEDERAL FINANCIAL**  
**ASSISTANCE REPORTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

# City of Columbia

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**City of Columbia, South Carolina**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2025**

Federal Grantor/Pass Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identification Number	Expenditures to Subrecipients	Federal Expenditures
<b>U.S. DEPARTMENT OF COMMERCE</b>				
<b>Direct Programs</b>				
Economic Adjustment Assistance for Disaster Economic Recovery	11.307		-	\$ 2,758,170
Total Direct Program	Total ALN 11.307	Economic Development Cluster	-	2,758,170
<b>Total U.S. Department of Commerce</b>			-	<b>2,758,170</b>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>				
<b>Direct Programs</b>				
Community Development Block Grant	14.218		702,990	1,739,805
	Total ALN 14.218	CDBG - Entitlement Grants Cluster	702,990	1,739,805
Community Block Grants/State's Program - DR	14.228		-	900,204
Community Block Grants/State's Program - MIT	14.228		-	1,857,796
Community Block Grants/State's Program - CV	14.228		-	108,501
		Total ALN 14.228	-	2,866,501
HOME Investment Partnership Program	14.239		-	747,618
HOME Investment Partnership Program - American Rescue Plan	14.239		-	26,930
		Total ALN 14.239	-	774,548
Housing Opportunities for Persons with AIDS	14.241		1,807,969	1,877,064
		Total ALN 14.241	1,807,969	1,877,064
Total Direct Programs			2,510,959	7,257,918
<b>Total U.S. Department of Housing and Urban Development</b>			<b>2,510,959</b>	<b>7,257,918</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>				
Passed through South Carolina Public Safety:				
Public Safety Partnership and Community Policing	16.710	9915000025 – SR-001-C4001-25	-	93,380
		Total ALN 16.710	-	93,380
Edward Byrne Memorial Justice Assistance Grant	16.738	9236000024	-	31,674
		Total ALN 16.738	-	31,674
Total Pass-Through South Carolina Public Safety			-	125,054
Passed through South Carolina State Office of Victim Assistance:				
Crime Victim Assistance	16.575	1V23053	-	69,690
		Total ALN 16.575	-	69,690
Total Pass-Through South Carolina State Office of Victim Assistance			-	69,690
<b>Total U.S. Department of Justice</b>			-	<b>194,744</b>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>				
Passed Through South Carolina Public Safety:				
State and Community Highway Safety (Fifth Judicial Circuit)	20.600	2JC21005	-	5,918
State and Community Highway Safety (Fifth Judicial Circuit)	20.600	2JC26005	-	62,434
	Total ALN 20.600	Highway Safety Cluster	-	68,352
Total Pass-Through South Carolina Public Safety		<b>Total Highway Safety Cluster</b>	-	68,352
<b>Total U.S. Department of Transportation</b>			-	<b>68,352</b>
<b>U.S. DEPARTMENT OF THE TREASURY</b>				
<b>Direct Programs</b>				
Coronavirus State and Local Fiscal Recovery Funds	21.027		-	6,273,459
Total Direct Program			-	6,273,459
Passed Through South Carolina Rural Infrastructure Authority:				
Coronavirus State and Local Fiscal Recovery Funds	21.027	A-23-C044	-	10,000,000
			-	10,000,000
<b>Total U.S. Department of the Treasury</b>			-	<b>16,273,459</b>

*See accompanying notes to the schedule of expenditures of federal awards.  
See accompanying independent auditor's report.*

**U.S. DEPARTMENT OF HOMELAND SECURITY**

Passed through South Carolina Emergency Management Division: Disaster Grants - Public Assistance (Presidentially Declared)	97.036	FEMA-4241-PA-SC Total ALN 97.036	-	<u>2,065,176</u>
			-	<u>2,065,176</u>
Building Resilient Infrastructure and Communities	97.047	FEMA-SC-DR4286 Total ALN 97.047	-	<u>1,677,631</u>
			-	<u>1,677,631</u>
Total Passed through South Carolina Emergency Management Division			-	<u>3,742,807</u>
Passed through South Carolina State Law Enforcement Division: Homeland Security Grant Program	97.067	18SHSP17 Total ALN 97.067	-	<u>44,296</u>
			-	<u>44,296</u>
Total Pass-Through South Carolina State Law Enforcement Division			-	<u>44,296</u>
<b>Total U.S. Department of Homeland Security</b>			-	<u><b>3,787,103</b></u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u><b>\$ 2,510,959</b></u>	<u><b>\$ 30,339,746</b></u>

*See accompanying notes to the schedule of expenditures of federal awards.  
See accompanying independent auditor's report*

**CITY OF COLUMBIA, SOUTH CAROLINA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2025**

**Note A - Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of City of Columbia, South Carolina (the "City") 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. For purposes of the Schedule, federal programs include all federal awards and procurement relationships entered into directly between the primary government, the City, and the federal government, and sub-grants from non-federal organizations made under federally sponsored agreements. Because the Schedule presents only a selected portion of the operations of the City of Columbia, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Columbia.

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

1 – The financial information shown in the Schedule of Expenditures of Federal Awards reflects amounts recorded by the City during its fiscal year July 1, 2024 through June 30, 2025. 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 City has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

**Note C - Economic Adjustment Assistance Loan Program (ALN 11.307)**

The City received an Economic Development Administration revolving loan funds pursuant to an Economic Development Administration Loan Grant of the U.S. Department of Commerce grant #04-79-07548 and ALN #11.307. The accounts for these loan funds are reported in the basic financial statements under the Redevelopment Program Fund. The amount reported on the Schedule of Expenditures of Federal Awards is calculated in accordance with the EDA's final rule issued on January 27, 2010 and published in the Federal Register (75 FR 4529). This rule requires that each EDA RLF grant be calculated as follows: (1) Balance of RLF loans outstanding at year-end (\$2,461,944) plus, (2) the cash and investment balance in the revolving loan fund as of year-end (\$288,035) plus, (3) administrative expenses paid out of RLF income during the year ended June 30, 2025 (\$8,191) and administrative funds paid using award funds designated for administrative expenses through the year ended June 30, 2025 (\$0) plus, (4) the unpaid principal of all loans written off during the year ended June 30, 2025 (\$0). The federal participation rate for the Economic Adjustment Assistance grant is 100%. The federal share of the RLF is the sum of the preceding four items multiplied by the federal participation rate percentage (\$2,758,170.), which is reported as the amount of expenditures of the Economic Adjustment Assistance program on the Schedule of Expenditure of Federal Awards.

**Note D - Matching Costs**

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

**CITY OF COLUMBIA, SOUTH CAROLINA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2025**

**Note E - Contingencies**

The City of Columbia 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.



**Independent Auditor's Report on Internal Control over  
Financial Reporting and on Compliance and Other Matters Based  
on an Audit of Financial Statements Performed in Accordance with  
Government Auditing Standards**

To the Honorable Mayor and City Council  
Columbia, 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 the City of Columbia, South Carolina (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated December 18, 2025. Our report includes a reference to other auditors who audited the financial statements of the Experience Columbia SC, as described in our report on the City of Columbia, South Carolina'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.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City'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.

*Scott and Company LLC*

Columbia, South Carolina  
December 18, 2025



**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 Honorable Mayor and City Council  
City of Columbia, South Carolina

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

***Opinion on Each Major Federal Program***

We have audited the City of Columbia, South Carolina's (the "City") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2025. The City'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, the City 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, 2025.

***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; 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 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 City 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 City's compliance with the compliance requirements referred to above.

***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 City's federal programs.

***Auditor's Responsibilities 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 City'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 generally accepted auditing standards, *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 City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 City'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 City'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 City'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

#### **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 a 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 in internal control over compliance may exist that were not 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.

## **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 the City, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 18, 2025, which contained unmodified opinions on those financial statements. Our audit was performed 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.

*Scott and Company LLC*

Columbia, South Carolina  
December 18, 2025

**CITY OF COLUMBIA, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

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

**Financial Statements:**

We have issued unmodified opinions dated December 18, 2025 on the financial statements of the City of Columbia, South Carolina.

Internal control over financial reporting:

- Material weaknesses identified? No
- Significant deficiencies identified? None reported
- Noncompliance material to financial statements noted? None reported

**Federal Awards:**

Internal control over major programs:

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

We have issued an unmodified opinion dated December 18, 2025 on the City of Columbia, 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>Federal Assistance Listing Number</u>	<u>Name of Federal Program</u>
14.241	Housing Opportunities for Persons with AIDS
21.027	Coronavirus State and Local Fiscal Recovery Funds
21.027	SC Infrastructure Investment Program
97.047	Building Resilient Infrastructure and Communities

Dollar threshold used to be distinguished between Type A and Type B Programs: \$910,192

Auditee qualified as low-risk auditee? Yes

**CITY OF COLUMBIA, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section II - Financial Statement Findings:**

None Reported.

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

None Reported.

**Summary Schedule of Prior Audit Findings:**

None Reported.