



CITY OF ROSEVILLE, CALIFORNIA

JUNE 30, 2021

SINGLE AUDIT REPORT

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on YOU



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INDEPENDENT AUDITORS' 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 Members of the City Council
City of Roseville, California

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 of the City of Roseville, California, (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 30, 2021.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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. We did identify the following deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be significant deficiencies: 2021-001, 2021-002, 2021-003.



To the Honorable Mayor and Members of the City Council
City of Roseville, California

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 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*.

City's Response to Findings

The City's response to the findings identified in our audit 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Lance, Solt & Loughard, LLP". The signature is written in a cursive, flowing style.

Sacramento, California
December 30, 2021



INDEPENDENT AUDITORS' 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 Members of the City Council
City of Roseville, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Roseville (the City), California's 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 City's major federal programs for the year ended June 30, 2021. 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, 2021.

Basis for Opinion

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 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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. 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 government programs.



To the Honorable Mayor and Members of the City Council
City of Roseville, California

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, 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 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 City's compliance with the requirements of the government program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and 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 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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be a material weakness, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.



To the Honorable Mayor and Members of the City Council
City of Roseville, California

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, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 30, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Lance, Soll & Luyhard, LLP".

Sacramento, California

March 31, 2022 (except for our report on the Schedule of Expenditures of Federal Awards, for which the date is December 30, 2021)

CITY OF ROSEVILLE

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

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor's Identifying Number	Pass-Through Entity Identifying Number	Federal Expenditures	Amounts Passed Through to Subrecipients
U.S. Department of Housing and Urban Development					
<i>Direct Programs</i>					
Housing Voucher Cluster					
Section 8 Housing Choice Vouchers	14.871	N/A	CA128	\$ 6,206,584	\$ -
COVID-19 - Section 8 Housing Choice Vouchers - Additional CARES Funding	14.871	N/A	CA128	50,844	-
Subtotal Assistance Listing Number 14.871				6,257,428	-
Mainstream Vouchers	14.879	N/A	CA128	263,900	-
Total Housing Voucher Cluster				6,521,328	-
CDBG - Entitlement Grants Cluster					
Community Development Block Grants/Entitlement Grants	14.218	N/A	B19MC060043	1,767,747	-
Community Development Block Grants/Entitlement Grants	14.218	N/A	Program Income	125,288	-
Subtotal Assistance Listing Number 14.218				1,893,035	-
Total CDBG - Entitlement Grants Cluster				1,893,035	-
<i>Passed through the California Department of Housing and Community Development</i>					
Home Investment Partnership Program	14.239	02-122-5490	N/A	16,659	-
Home Investment Partnership Program	14.239	02-122-5490	Current year loans issued	53,650	-
Home Investment Partnership Program	14.239	02-122-5490	Program Income	497,155	-
Subtotal Assistance Listing Number 14.239				567,464	-
Total Home Investment Partnership Program				567,464	-
Total Department of Housing and Urban Development				8,981,827	-
U.S. Department of Justice					
<i>Direct Programs</i>					
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034	N/A	2020-VD-BX-0418	27,530	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	2019-DJ-BX-0105	7,620	-
Equitable Sharing Program	16.922	N/A	N/A	8,209	-
Total Department of Justice				43,359	-
U.S. Department of Transportation					
<i>Direct Programs</i>					
Federal Transit Cluster					
Federal Transit - Formula Grants (Urbanized Formula Program)*	20.507	N/A	CA-2021-064-00	2,679,013	-
Federal Transit - Formula Grants (Urbanized Formula Program)*	20.507	N/A	CA-90-Y492-00	267,825	-
Federal Transit - Formula Grants (Urbanized Formula Program)*	20.507	N/A	Program Income	44,252	-
Subtotal Assistance Listing Number 20.507				2,990,890	-
Bus and Bus Facilities Formula & Discretionary Programs (Bus Program)*	20.526	N/A	CA-2021-168-00	3,320,813	-
Total Federal Transit Cluster				6,311,703	-
<i>Passed through the California Department of Transportation</i>					
Highway Planning and Construction Cluster					
Highway Planning and Construction - Dry Creek Greenway Comm Plan/Out	20.205	13-525-3776	CML 5182(058)	50,000	-
Highway Planning and Construction - Oakridge Bridge Replacement	20.205	13-525-3776	BRLO 5182(057)	5,785,567	-
Highway Planning and Construction - Bridge Preventative Maintenance Project	20.205	13-525-3776	BPMP-L-5182(071)	3,628	-
Highway Planning and Construction - 2017 Arterial Resurfacing	20.205	13-525-3776	STPL-5182(077)	52,563	-
Highway Planning and Construction - Non-Infrastructure Washington Blvd Bikeway and Pedesrian Pathways	20.205	13-525-3776	ATPLNI-5182(081)	6,482	-
Subtotal Assistance Listing Number 20.205				5,898,240	-
Total Highway Planning and Construction Cluster				5,898,240	-
Transit Services Programs Cluster					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	13-525-3776	64AM18-00749	1,479	-
Total Transit Services Program Cluster				1,479	-
Total Department of Transportation				12,211,422	-
U.S. Department of Treasury					
<i>Passed through the State of California</i>					
COVID 19 - Coronavirus Relief Fund*	21.019	88-307-4270	N/A	3,947	-
COVID 19 - Coronavirus Relief Fund*	21.019	88-307-4270	N/A	1,792,347	-
Subtotal Assistance Listing Number 21.019				1,796,294	-
<i>Passed through the Placer County Department of Health and Human Services</i>					
COVID-19 - Emergency Rental Assistance*	21.023	07-154-9588	HHS000224	921,764	-
COVID-19 - Emergency Rental Assistance*	21.023	07-154-9588	HHS000224-Admin	46,208	-
Total Emergency Rental Assistance				967,972	-
Total Department of Treasury				2,764,266	-
Environmental Protection Agency					
<i>Passed through the California State Water Resources Control Board</i>					
Clean Water State Revolving Fund Cluster					
Capitalization Grants for Clean Water State Revolving Funds*	66.458	88-307-4270	SWRCB-D1901012	2,078,586	-
Total Clean Water State Revolving Fund Cluster				2,078,586	-
Total Environmental Protection Agency				2,078,586	-
U.S. Department of Health and Human Services					
<i>Passed through the California Department of Education</i>					
CCDF Cluster					
Child Care and Development Block Grant	93.575	88-307-4270	13609-2191	51,915	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	88-307-4270	15136-2191	118,549	-
Total CCDF Cluster				170,464	-
Total Department of Health and Human Services				170,464	-
U.S. Department of Homeland Security					
<i>Direct Programs</i>					
Assistance to Firefighters Grant	97.044	N/A	EMW-2020-FG-00522	46,797	-
<i>Passed through the California Governor's Office of Emergency Services</i>					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)*	97.036	88-307-4270	061-62938-00	380,906	-
<i>Passed through the County of Placer</i>					
Homeland Security Grant Program	97.067	07-154-9588	2019-0035	41,727	-
Homeland Security Grant Program	97.067	07-154-9588	2017-0083	55,000	-
Subtotal Assistance Listing Number 97.067				96,727	-
Total Homeland Security Grant Program				96,727	-
Total Department of Homeland Security				524,430	-
Total Expenditures of Federal Awards				\$ 26,774,354	\$ -

CITY OF ROSEVILLE

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

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor's Identifying Number	Pass-Through Entity Identifying Number	Federal Expenditures	Amounts Passed Through to Subrecipients
Federal Loan Balances with a Continuing Compliance Requirement					
CDBG Loan (beginning balance)		14.218		632,393	
HOME - Investment Partnership Program (beginning balance)		14.239		<u>3,391,905</u>	
Total Federal Loan Balances with a Continuing Compliance Requirement				<u>4,024,298</u>	
TOTAL EXPENDITURES OF FEDERAL AWARDS INCLUDING LOANS				<u>\$ 30,798,652</u>	

* Major Program

Note a: There were no federal awards expended in the form of noncash assistance and insurance in effect during the year.

CITY OF ROSEVILLE

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

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the City of Roseville, California (City) under programs of the federal government for the year ended June 30, 2021. The information in this 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)*. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

Note 2: Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the modified accrual basis of accounting for the governmental funds and the accrual basis of accounting for the proprietary funds, except for subrecipient expenditures, which are recorded on the cash basis. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, 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 the

Note 3: Indirect Cost Rate

The City has not elected to use the 10-percent de minimis indirect cost rate.

Note 4: Loan Programs with Continuing Compliance Requirements

The loans listed below are administered directly by the City, and balances and transactions relating to these programs are included in the City's basic financial statements. Loans made during the fiscal year, if any, are included in the federal expenditures presented in the Schedule of Expenditures of Federal Awards. The balance of loans outstanding at June 30, 2021, consists of:

Assistance Listing Number	Program Name	Outstanding Balance at June 30, 2021
14.218	CDBG - Entitlement Grants Cluster	\$ 666,613
14.239	HOME Investment Partnership Program	4,714,748
	Total Loans Outstanding	<u>\$ 5,381,361</u>

CITY OF ROSEVILLE

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

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified Opinion

Internal control over financial reporting:

- Significant deficiencies identified? yes none reported
 - Material weaknesses identified? yes no
- Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Significant deficiencies identified? yes none reported
- Material weaknesses identified? yes no

Type of auditors' report issued on compliance for major programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)?

yes no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.023	Emergency Rental Assistance Program
20.507/20.526	Federal Transit Cluster
21.019	Coronavirus Relief Fund
66.458	Clean Water State Revolving Fund Cluster
97.036	Disaster Grants – Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish between type A and type B program

\$923,960

Auditee qualified as low-risk auditee?

yes no

CITY OF ROSEVILLE

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

SECTION II - FINANCIAL STATEMENT FINDINGS

Year-end Close – Significant deficiency

Reference Number: 2021-001

Condition:

Significant adjusting entries were received throughout the duration of the audit to correct errors in account balances identified by LSL and/or the City.

Criteria:

The trial balance received at the beginning of audit fieldwork is expected to be reconciled and free from material errors.

Cause of Condition:

During fiscal year 2021, there were a new activities, including GASB 84 implementation, refunding bond issuance, new fee program and COVID related grant programs that required additional review and consideration. In addition, the City has had increased turnover and a vacant Accounting Supervisor position for approximately 2 years. Due to these circumstances, the City did not have enough time or resources to reconcile all account balances before the scheduled audit fieldwork.

Effect or Potential Effect of Condition:

Unreconciled account balances could result in a material misstatement in the City's Financial Statements.

Recommendation:

We recommend the City implement controls and positions to ensure that all account balances are properly and timely reconciled prior to providing a final trial balance for the audit.

Management's Response and Corrective Action:

The City is in the process of recruiting for all of its vacant positions and anticipates that it will be able to properly and timely reconcile all account balances prior to providing a trial balance for the audit in future years.

Bank Reconciliations – Significant deficiency

Reference Number: 2021-002

Condition:

Bank statements in some instances were accumulated for several months before they were reconciled to the appropriate general ledger controls.

Criteria:

Bank statements are expected to be reconciled to the general ledger on a monthly basis.

Cause of Condition:

The employee responsible for reconciling the bank statements left the City during fiscal year 2021. As a result, a new employee was trained to perform the bank reconciliations, which resulted in a delay in the reconciliation of bank statements to the general ledger.

CITY OF ROSEVILLE

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

SECTION II - FINANCIAL STATEMENT FINDINGS (CONTINUED)

Effect or Potential Effect of Condition:

Not reconciling the accounts on a monthly basis means that errors or other problems might not be recognized and resolved on a timely basis. Also, it is generally easier and less time-consuming to reconcile accounts while transactions are fresh in mind.

Recommendation:

We recommend that all bank accounts be reconciled each month prior to preparation of the annual financial statements.

Management's Response and Corrective Action:

The delay in bank reconciliation was an issue with an issue with the timing of the retirement of a key employee within the finance department. Bank reconciliations are now being performed timely.

Interest Payable – RNGFA – Significant deficiency

Reference Number: 2021-003

Condition:

We made certain journal entries as the result of the account analyses, we performed during the audit. These journal entries were to correct the recording of accrued interest payable in the Roseville Natural Gas Financing Authority major enterprise fund.

Criteria:

Per GAAP, enterprise funds should be recorded on a full accrual basis of accounting.

Cause of Condition:

During our recalculation of the accrued interest payable balance, we noted that the City did not reverse the prior year accrued interest accrual.

Effect or Potential Effect of Condition:

As a result of the error, the interest payable and related expense account were overstated by \$2,037,656.

Recommendation:

We recommend that the ending balance of accrued interest payable is reviewed to ensure all necessary entries have been posted.

Management's Response and Corrective Action:

The City is in the process of recruiting for all of its vacant positions and anticipates that it will be able to properly and timely reconcile all account balances prior to providing a trial balance for the audit in future years.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

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

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Reference Number: 2020-001

Status of Finding: The City prepared and submitted a form 50058 for annual reexamination effective 4/1/2020 which created an underpayment of \$78 in HAP. The funds were sent to the owner the following week. The Housing Analyst now reviews all annual and interim reexaminations to ensure they are locked in and generating 50058s that are submitted to HUD.

Reference Number: 2020-002

Status of Finding: The City has updated the HQS Procedures to include a section that explains how to scan the HQS Inspection booklet into iDIA, the Housing Authority's document acquisition database.