

CITY OF GLENDALE, ARIZONA
SINGLE AUDIT ACT REPORTS
YEAR ENDED JUNE 30, 2023



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**CITY OF GLENDALE, ARIZONA
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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***

The Honorable Mayor and Members of City Council
City of Glendale, Arizona
Glendale, Arizona

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 Glendale, Arizona (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 29, 2024.

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 City'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. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be a material weakness.

The Honorable Mayor and Members of City Council
City of Glendale, Arizona

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Glendale, Arizona’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*.

City of Glendale, Arizona’s Response to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.



CliftonLarsonAllen LLP

Phoenix, Arizona
March 29, 2024



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE,
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable Mayor and Members of City Council
City of Glendale, Arizona
Glendale, Arizona

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Glendale, Arizona (City)'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, 2023. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations 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 Auditors' 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.

Auditors' 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 City of Glendale, Arizona'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 City of Glendale, Arizona's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Glendale, Arizona'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 City of Glendale, Arizona'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 City of Glendale, Arizona'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.

The Honorable Mayor and Members of City Council
City of Glendale, Arizona

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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.

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 of the City of Glendale, Arizona as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 29, 2024, 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.



CliftonLarsonAllen LLP

Phoenix, Arizona
March 29, 2024

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Federal Grantor, Pass Through Grantor, Program Name or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Pass-Through to Subrecipients
U.S. Department of Housing and Urban Development				
Office of Community Planning and Development				
CDBG - Entitlement Grants Cluster				
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-040506	\$ 293,096	\$ 203,799
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-040506	593,906	326,593
Community Development Block Grants/Entitlement Grants	14.218	B-16-MC-040506	98,052	-
Community Development Block Grants/Entitlement Grants	14.218	B-17-MC-040506	227,895	-
Community Development Block Grants/Entitlement Grants	14.218	B-18-MC-040506	96,746	-
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-040506	182,905	-
Community Development Block Grants/Entitlement Grants	14.218	B-20-MC-040506	296,600	155,851
Community Development Block Grants/Entitlement Grants	14.218	B-21-MC-040506	1,121,357	367,365
Community Development Block Grants/Entitlement Grants	14.218	B-22-MC-040506	1,581,230	816,631
Community Development Block Grants/Entitlement Grants	14.218	Program Income	133,206	-
Community Development Block Grants/Entitlement Grants Neighborhood Stabilization Program	14.218	Program Income	17,997	-
Community Development Block Grants/Entitlement Grants Neighborhood Stabilization Program	14.218	Program Income	7,638	-
Total Assistance Listing Number 14.218			4,650,628	1,870,239
Total CDBG - Entitlement Grants Cluster			4,650,628	1,870,239
COVID-19 Emergency Solutions Grant Program	14.231	E-20-MW-040506	34,946	-
COVID-19 Emergency Solutions Grant Program	14.231	E-20-MW-040506	1,051,494	1,051,494
Emergency Solutions Grant Program	14.231	E-19-MC-040506	17,104	-
Emergency Solutions Grant Program	14.231	E-20-MC-040506	14,384	2,184
Emergency Solutions Grant Program	14.231	E-21-MC-040506	152,133	152,133
Total Assistance Listing Number 14.231			1,270,061	1,205,811
Passed-Through Mariopa County, Arizona				
COVID-19 HOME Investment Partnerships Program	14.239	Not Available	23,984	-
HOME Investment Partnerships Program	14.239	M-17-DC-04-0227	82,802	79,240
HOME Investment Partnerships Program	14.239	M-18-DC-04-0227	585,204	447,872
HOME Investment Partnerships Program	14.239	M-19-DC-04-0227	119,012	47,680
HOME Investment Partnerships Program	14.239	M-20-DC-04-0227	373,041	373,041
HOME Investment Partnerships Program	14.239	Program Income	6,308	-
Total Assistance Listing Number 14.239			1,190,351	947,833
Office of Public and Indian Housing				
Public and Indian Housing	14.850	SF-466	727,229	-
Total Assistance Listing Number 14.850			727,229	-
Housing Voucher Cluster				
Section 8 Housing Choice Vouchers	14.871	SF-512 V	11,254,730	-
Emergency Housing Choice Vouchers	14.EHV	Direct Grant	1,034,370	-
Total Assistance Listing Number 14.871			12,289,100	-
Total Housing Voucher Cluster			12,289,100	-
Capital Fund Program (CFP) Cluster (14.872, 14.884 & 14.885)				
Public Housing Capital Fund (CFP)	14.872	AZ20P003501-19	81,997	-
Public Housing Capital Fund (CFP)	14.872	AZ20P003501-20	67,983	-
Public Housing Capital Fund (CFP)	14.872	AZ20P003501-21	260,965	-
Public Housing Capital Fund (CFP)	14.872	AZ20P003501-22	337,419	-
Total Assistance Listing Number 14.872			748,364	-
CFP Cluster Total			748,364	-
Family Unification Program (FUP)	14.880	AZ003VO0168	108,217	-
ROSS Supportive Services Programs	14.898	ROSS201465	68,076	-
Total U.S. Department of Housing and Urban Development			21,052,026	4,023,883

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Federal Grantor, Pass Through Grantor, Program Name or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Pass-Through to Subrecipients
<u>U.S. Department of the Interior</u>				
Bureau of Reclamation				
WaterSMART (Sustain and Manage America's Resources for Tomorrow)	15.507	R21AS00300	\$ 33,736	\$ -
Total U.S. Department of the Interior			33,736	-
<u>U.S. Department of Justice</u>				
Office of Justice Programs, Bureau of Justice Assistance				
Passed-Through Arizona Criminal Justice Commission				
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	ACESF-21-023	4,463	-
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1656	71,964	-
Total Assistance Listing Number 16.034			76,427	-
Criminal Division				
Joint Law Enforcement Operations (JLEO)	16.111	M-22-D08-O-000095	8,905	-
Joint Law Enforcement Operations (JLEO)	16.111	M-23-D08-O-000116	58,258	-
Total Assistance Listing Number 16.111			67,163	-
Office of Justice Programs, Bureau of Justice Assistance				
Passed-Through Arizona Department of Public Safety				
Antiterrorism Emergency Reserve	16.321	Direct Grant	6,747	-
Passed-Through City of Phoenix,				
Arizona Internet Crimes Against Children Task Force Missing Children's Assistance	16.543	IGA # 156936-0	4,983	-
Office of Victims of Crime				
Passed-Through Arizona Department of Public Safety				
Crime Victim Assistance	16.575	State Contract #2020-162	68,501	-
Crime Victim Assistance	16.575	State Contract #2020-162	169,681	-
Crime Victim Assistance	16.575	State Contract #2020-163	46,562	-
Crime Victim Assistance	16.575	State Contract #2020-163	77,684	-
Total Assistance Listing Number 16.575			362,428	-
Bureau of Justice Assistance				
Bulletproof Vest Partnership Program	16.607	Direct Grant	2,458	-
Office of Community Oriented Policing Services				
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-22-GG-01461-TECP	416,782	-
Bureau of Justice Assistance				
JAG Program Cluster (16.738, 16.803, & 16.804)				
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	2019-DJ-BX-0907	3,455	-
Passed-Through City of Phoenix, Arizona				
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	GRANT13429092	20,006	-
Total Assistance Listing Number 16.738			23,461	-
Total JAG Program Cluster (16.738, 16.803, & 16.804)			23,461	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CV20-21-007	4,885	-
Criminal Division				
Equitable Sharing Program	16.922	Direct Grant	145,677	-
Drug Enforcement Administration--DEA Phoenix Task Force	16.U01	Direct Grant	2,217	-
Drug Enforcement Administration--DEA Phoenix Task Force	16.U01	Direct Grant	42,465	-
Drug Enforcement Administration--DEA Phoenix Task Force	16.U01	Direct Grant	7,534	-
Federal Bureau of Investigation--Joint Terrorism Task Force	16.U02	Direct Grant	2,922	-
Federal Bureau of Investigation--Joint Terrorism Task Force	16.U02	Direct Grant	1,679	-
United States Secret Service Electronic Crimes Task Force	16.U03	Direct Grant	2,158	-
Total U.S. Department of Justice			1,169,986	-

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Federal Grantor, Pass Through Grantor, Program Name or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Pass-Through to Subrecipients
U.S. Department of Transportation				
Federal Aviation Administration (FAA)				
COVID-19 Airport Improvement Program	20.106	3-04-0064-033-2021	\$ 34,077	\$ -
Airport Improvement Program	20.106	3-04-0064-034-2022	1,351,952	-
Airport Improvement Program	20.106	3-04-0064-035-2023	270,537	-
Total Assistance Listing Number 20.106			<u>1,656,566</u>	<u>-</u>
Federal Highway Administration (FHWA)				
Highway Planning and Construction Cluster				
Passed-Through Maricopa Association of Governments				
Highway Planning and Construction	20.205	CMAQ	286,529	-
Total Highway Planning and Construction Cluster			<u>286,529</u>	<u>-</u>
Federal Transit Administration (FTA)				
Federal Transit Cluster				
Passed-Through City of Phoenix, Arizona				
COVID-19 Federal Transit Formula Grants	20.507	AZ-2021-026	477,283	-
COVID-19 Federal Transit Formula Grants	20.507	AZ-2021-028	1,164,130	-
COVID-19 Federal Transit Formula Grants	20.507	AZ-2022-024	4,777	-
Federal Transit Formula Grants	20.507	AZ-2018-009-00	217,035	-
Federal Transit Formula Grants	20.507	AZ-2020-009	944	-
Federal Transit Formula Grants	20.507	AZ-2019-014	72,345	-
Federal Transit Formula Grants	20.507	AZ-2021-049	41,666	-
Federal Transit--Formula Grants	20.507	AZ-2022-003	17,211	-
Total Assistance Listing Number 20.507			<u>1,995,391</u>	<u>-</u>
Total Federal Transit Cluster			<u>1,995,391</u>	<u>-</u>
Transit Services Programs Cluster				
Passed-Through City of Phoenix, Arizona				
Enhanced Mobility for Seniors and Individuals with Disabilities	20.513	AZ-2019-038-00	14,042	-
Enhanced Mobility for Seniors and Individuals with Disabilities	20.513	AZ-2020-040-00	6,240	-
Total Assistance Listing Number 20.513			<u>20,282</u>	<u>-</u>
Total Transit Services Programs Cluster			<u>20,282</u>	<u>-</u>
National Highway Traffic Safety Administration (NHTSA)				
Highway Safety Cluster				
Passed-Through Arizona Governor's Office of Highway Safety				
State and Community Highway Safety	20.600	2022-AI-015	7,372	-
State and Community Highway Safety	20.600	2022-PT-029	21,659	-
State and Community Highway Safety	20.600	2023-AI-006	22,960	-
State and Community Highway Safety	20.600	2023-PT-026	37,281	-
State and Community Highway Safety	20.600	2023-MC-002	10,598	-
Total Assistance Listing Number 20.600			<u>99,870</u>	<u>-</u>
National Priority Safety Programs	20.616	2022-405d-021	25,528	-
National Priority Safety Programs	20.616	2022-405b-004	11,606	-
National Priority Safety Programs	20.616	2022-405h-004	24,869	-
National Priority Safety Programs	20.616	2023-405d-018	63,787	-
National Priority Safety Programs	20.616	2023-OP-006	14,755	-
National Priority Safety Programs	20.616	2023-405h-004	27,989	-
National Priority Safety Programs	20.616	2023-CIOT-012	5,993	-
Total Assistance Listing Number 20.616			<u>174,527</u>	<u>-</u>
Total Highway Safety Cluster			<u>274,397</u>	<u>-</u>
Total U.S. Department of Transportation			4,233,165	-

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Federal Grantor, Pass Through Grantor, Program Name or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Pass-Through to Subrecipients
<u>U. S. Department of the Treasury</u>				
COVID-19 Emergency Rental Assistance Program	21.023	Direct Grant	\$ 17,705	\$ -
COVID-19 Emergency Rental Assistance Program	21.023	Direct Grant	1,298,707	-
COVID-19 Emergency Rental Assistance Program	21.023	Direct Grant	745,361	-
COVID-19 Emergency Rental Assistance Program	21.023	Direct Grant	4,753,974	-
Passed-Through Maricopa County, Arizona COVID-19 Emergency Rental Assistance Program	21.023	Direct Grant	1,436,837	-
Total Assistance Listing Number 20.023			8,252,584	-
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	Direct Grant	7,357,444	-
Passed-Through Arizona Office of Tourism COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	Direct Grant	242,845	-
Passed-Through Maricopa County, Arizona COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	Direct Grant	179,167	-
Total Assistance Listing Number 20.027			7,779,456	-
Total U. S. Department of the Treasury			16,032,040	-
<u>Institute of Museum and Library Services</u>				
Passed Through Arizona State Library, Archives and Public Records Grants to States	45.310	2021-0010-CAP-05	371	-
Grants to States	45.310	2021-0170-InComm-03	8,337	-
Grants to States	45.310	2021-0271-02	800	-
Grants to States	45.310	2022-0010-C4	4,000	-
Grants to States	45.310	2022-0010-C5	3,289	-
Grants to States	45.310	2022-0260-O5	11,110	-
Total Institute of Museum and Library Services			27,907	-
<u>U.S. Department of Health and Human Services</u>				
Administration for Children and Families TANF Cluster (93.558 & 93.714)				
Passed-Through Arizona Department of Economic Security Temporary Assistance for Needy Families	93.558	DI20-002260	150,000	-
TANF Cluster Total			150,000	-
Community Services Block Grant Cluster (93.568 & 93.569)				
COVID-19 Low-Income Home Energy Assistance	93.568	DI20-002260	133,881	-
Low-Income Home Energy Assistance	93.568	DI20-002260	315,728	-
Total Assistance Listing Number 93.568			449,609	-
COVID-19 Community Services Block Grant	93.569	DI20-002260	68,863	-
Community Services Block Grant	93.569	DI20-002260	151,813	-
Total Assistance Listing Number 93.569			220,676	-
Total Community Services Block Grant Cluster			220,676	-
Social Services Block Grant	93.667	DI20-002260	87,159	-
Total U.S. Department of Health and Human Services			907,444	-
<u>Executive Office of the President</u>				
Passed-Through City of Tucson, Arizona Police Department High Intensity Drug Trafficking Areas Program HIDTA	95.001	HT-21-2922	40,000	-
High Intensity Drug Trafficking Areas Program HIDTA	95.001	HT-21-2922A	32,979	-
High Intensity Drug Trafficking Areas Program HIDTA	95.001	HT-22-2922	16,098	-
High Intensity Drug Trafficking Areas Program HIDTA	95.001	HT-22-2922A	97,782	-
High Intensity Drug Trafficking Areas Program HIDTA	95.001	HT-23-2922A	6,524	-
Total Assistance Listing Number 95.001			193,383	-
Total Executive Office of the President			193,383	-

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Federal Grantor, Pass Through Grantor, Program Name or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Pass-Through to Subrecipients
<u>U.S. Department of Homeland Security</u>				
Assistance to Firefighters Grant	97.044	EMW-2020-FG-14980	\$ 160,626	\$ -
Passed Through Arizona Department of Homeland Security				
Homeland Security Grant Program	97.067	210807-02	13,221	-
Homeland Security Grant Program	97.067	210807-01	6,398	-
Homeland Security Grant Program	97.067	210808-02	21,535	-
Homeland Security Grant Program	97.067	210808-01	5,378	-
Homeland Security Grant Program	97.067	220809-02	85,000	-
Homeland Security Grant Program	97.067	220215-01	3,108	-
Homeland Security Grant Program	97.067	220810-02	47,943	-
Homeland Security Grant Program	97.067	220202-01	44,719	-
Homeland Security Grant Program	97.067	210204-02	45,170	-
Homeland Security Grant Program	97.067	200206-02	18,130	-
Total Assistance Listing Number 97.067			<u>290,602</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>451,228</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 44,100,915</u>	<u>\$ 4,023,883</u>

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2023

NOTE 1 GENERAL

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of City of Glendale (City) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of 2 CFR 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 BASIS OF ACCOUNTING

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, 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.

NOTE 3 INDIRECT COST RATE

The City of Glendale, Arizona did not elect to use the 10 percent de minimis indirect cost rate as covered in 2 CFR 200.414.

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
JUNE 30, 2023

NOTE 4 RECONCILIATION OF SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO STATEMENT REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (GOVERNMENTAL FUNDS) AND STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (PROPRIETARY FUNDS)

(Amounts expressed in thousands)

Intergovernmental Revenues:		
from General Fund	\$ 100,802	
from Transportation Special Revenue Fund	3,620	
from Other Special Revenue Fund	4,624	
from Municipal Property Corporation Debt Service Fund	4,974	
from Nonmajor Governmental Funds	<u>45,372</u>	
Total from Governmental Funds		\$ 159,392
from Housing Fund - Operating revenues and Capital Grants	<u>13,941</u>	
Total from Proprietary Funds		<u>13,941</u>
Total Intergovernmental Revenues		<u>173,333</u>
Less Non-Federal Revenue from General Fund:		
State and local intergovernmental revenues	<u>(100,802)</u>	(100,802)
Less Non-Federal Revenue from Transportation Fund:		
State ALF revenue	(628)	
Other state and local intergovernmental revenues	<u>(976)</u>	(1,604)
Less Non-Federal Revenue from Municipal Property Corporation Debt Service Fund:		
Other intergovernmental revenues	<u>(4,974)</u>	(4,974)
Less Non-Federal Revenue from Other Special Revenue Funds:		
State and HURF revenues in Highway Users Gas Tax Fund	(18,626)	
State and local grants in Other Special Revenue Funds	<u>(3,340)</u>	(21,966)
Plus (Less) Immaterial Timing Differences:		
Federal revenues in Nonmajor Governmental Funds not recorded in the current	(45)	
Expenditures of Program Income Earned	<u>159</u>	114
Total Adjustments		<u>(129,232)</u>
Schedule of Expenditures of Federal Awards, Total Federal Financial Assistance		<u>\$ 44,101</u>

**CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2023**

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified? yes X none reported

Type of auditors’ report issued on compliance for major federal programs: *Unmodified*

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

Identification of major programs:

<u>Federal Assistance Listing Numbers</u>	<u>Name of Federal Program or Cluster</u>
20.507	Federal Transit – Formula Grants
21.023	COVID-19 Emergency Rental Assistance
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$1,323,027

Auditee qualified as low-risk auditee? yes X no

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Section II – Financial Statement Findings

2023-001 Audit Adjustments

Type of Finding: Material Weakness in Internal Control over Financial Reporting

Condition: Audit adjustments were proposed and subsequently recorded to the beginning balances of unamortized premiums and discounts on long-term debt obligations.

Criteria or Specific Requirement: U.S. GAAP requires all financial activities of the City be recorded in accordance with applicable GAAP requirements.

Effect: The lack of adequate internal controls could result in a misstatement going undetected or uncorrected.

Cause: The City implemented the U.S. GAAP preferred effective interest rate method to discount their unamortized premiums and discounts on long-term obligations in FY 2022. The change in accounting principle was not adjusted in the City's FY 2022 financial statements and therefore the FY 2023 beginning balances were misstated.

Repeat Finding: Yes.

Recommendation: We recommend the City continue to review its internal controls over long-term debt obligations and modify policies and procedures, as necessary, to rectify this matter for future years.

Views of responsible officials and planned corrective actions: The City concurs with this recommendation. Management will continue to evaluate and implement controls over the preparation of annual financial statements.

Responsible Official: Levi Gibson, Assistant Director Budget and Finance.

CITY OF GLENDALE, ARIZONA, (AN ARIZONA MUNICIPALITY)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Section III – Federal Award Findings and Questioned Costs

None noted.



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