

City of El Paso, Texas

Single Audit Reports

August 31, 2017



City of El Paso, Texas
Year Ended August 31, 2017

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City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards
Year Ended August 31, 2017

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture (USDA)				
Direct Program:				
Farmers' Market and Local Food Promotion Program	10.168	N/A	\$ -	\$ 58,034
Passed through from:				
Texas Department of State Health Services				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	2017-049739-001A 2016-048772-001	- -	5,657,641 672,766
			-	6,330,407
Total U.S. Department of Agriculture			-	6,388,441
Department of Housing and Urban Development (HUD)				
Direct Programs:				
<i>CDBG - Entitlement Grants Cluster</i>				
Community Development Block Grants/Entitlement Grants	14.218	N/A	1,113,556	7,925,777
<i>Total CDBG - Entitlement Grants Cluster</i>			1,113,556	7,925,777
Emergency Solutions Grant Program	14.231	N/A	481,124	511,720
HOME Investment Partnerships Program	14.239	N/A	-	2,719,572
Housing Opportunities for Persons with AIDS	14.241	N/A	356,432	367,284
Total Department of Housing and Urban Development			1,951,112	11,524,353
Department of Justice (DOJ)				
Direct Programs:				
Missing Children's Assistance	16.543	N/A	-	9,981
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	-	358,280
Passed through from:				
Texas Office of the Governor - Criminal Justice Division				
Crime Victim Assistance	16.575	2592805 2592804	- -	153,195 4,866
			-	158,061
Total Department of Justice			-	526,322
Department of Transportation (DOT)				
Direct Program:				
Airport Improvement Program	20.106	N/A	-	279,086
<i>Highway Planning and Construction Cluster</i>				
Passed through from:				
Texas Department of Transportation				
Highway Planning and Construction	20.205	Various	-	5,169,449
New Mexico Department of Transportation	20.205	D14780	-	44,716
<i>Total Highway Planning and Construction Cluster</i>			-	5,214,165

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (Continued)
Year Ended August 31, 2017

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Direct Programs:				
<i>Federal Transit Cluster</i>				
Federal Transit - Capital Investment Grants	20.500	N/A	\$ -	\$ 1,195,634
Federal Transit - Formula Grants	20.507	N/A	-	16,590,149
Bus and Bus Facilities Formula Program	20.526	N/A	-	474,879
<i>Total Federal Transit Cluster</i>			-	18,260,662
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	N/A	-	494,523
<i>Transit Service Programs Cluster</i>				
Enhanced Mobility for Seniors and Individuals with Disabilities	20.513	N/A	593,565	1,042,564
Job Access and Reverse Commute Program	20.516	N/A	98,189	571,076
<i>Total Transit Services Programs Cluster</i>			691,754	1,613,640
Clean Fuels	20.519	N/A	-	118,603
Alternatives Analysis	20.522	N/A	-	419,867
<i>Highway Safety Cluster</i>				
State and Community Highway Safety	20.600	N/A	-	238,714
<i>Total Highway Safety Cluster</i>			-	238,714
National Infrastructure Investments	20.933	N/A	-	7,096,452
Total Department of Transportation			691,754	33,735,712
National Endowment for the Arts (NEA)				
Direct Program:				
Promotion of the Arts - Grants to Organizations and Individuals	45.024	N/A	-	30,000
Passed through from:				
Texas Commission on the Arts				
Promotion of the Arts - Partnership Agreements	45.025	16-6100-2024	-	5,000
Total National Endowment for the Arts			-	35,000
Institute of Museum and Library Services				
Direct Programs:				
Museums for America	45.301	N/A	\$ -	\$ 9,908
Laura Bush 21st Century Librarian Program	45.301	N/A	-	8,178
Passed through from:				
LSTA State Grants				
Grants to States	45.310	475-17016	-	9,941
		475-17007	-	10,000
		478-17006	-	17,843
		451-17004	-	4,999
			-	42,783
Total Institute of Museum and Library Services			-	60,869

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (Continued)
Year Ended August 31, 2017

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Environmental Protection Agency (EPA)				
Direct Programs:				
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	N/A	\$ -	\$ 57,705
Performance Partnership Grants	66.605	N/A	-	44,127
Passed through from:				
Texas Commission of Environmental Quality				
Performance Partnership Grants	66.605	582-14-40044	-	97,283
			-	141,410
Total Environmental Protection Agency			-	199,115
Department of Health and Human Services (HHS)				
Direct Programs:				
Public Health Emergency Preparedness	93.069	N/A	-	1,160,635
Environmental Public Health and Emergency Response	93.070	N/A	-	7,985
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	N/A	-	299,499
Passed through from:				
Texas Department of Health and Human Services				
Immunization Cooperative Agreements	93.268	2016-001075-00	-	1,289
		2016-001075-01	-	1,015,791
			-	1,017,080
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	537-17-0384-00001	-	6,067
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	2012-111203	-	6,481
		2016-001185-00	-	152,353
			-	158,834
HIV Prevention Activities - Health Department Based	93.940	2015-001335-00	-	132
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	2011-036930	-	28,000
		2012-039349	-	726
			-	28,726
Preventive Health and Health Services Block Grant	93.991	2016-003907-00	-	2,580
		2016-003907-01	-	33,196
			-	35,776
Maternal and Child Health Services Block Grant to the States	93.994	2010-031630	-	7,367
		2014-044589	-	14,184
		2015-046359	-	1,721
		2016-001335-00	-	67,643
		2016-003924-00	-	231,826
		2016-001335-01	-	165,943
			-	488,684
Total Department of Health and Human Services			-	3,203,418

The accompanying notes are an integral part of this Schedule.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (Continued)
Year Ended August 31, 2017

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Corporation for National and Community Service (CNCS)				
Direct Program:				
Retired and Senior Volunteer Program	94.002	N/A	\$ -	\$ 105,181
Passed through from:				
Texas Department of Aging and Disability Services				
Retired and Senior Volunteer Program	94.002	17SRWTX023	-	2,178
		17SRWTX023	-	32,831
			-	35,009
Total Retired and Senior Volunteer Program			-	140,190
Direct Program:				
<i>Foster Grandparent/Senior Companion Cluster</i>				
Foster Grandparent Program	94.011	N/A	-	470,892
Passed through from:				
Texas Department of Aging and Disability Services				
Foster Grandparent Program	94.011	17SFWTX004	-	5,000
<i>Total Foster Grandparent/Senior Companion Cluster</i>			-	475,892
Total Corporation for National and Community Service			-	616,082
Executive Office of the President				
Direct Program:				
High Intensity Drug Trafficking Areas Program	95.001	N/A	-	1,748,218
Total Executive Office of the President			-	1,748,218
Department of Homeland Security (DHS)				
Direct Programs:				
Emergency Management Performance Grants	97.042	N/A	-	212,137
Homeland Security Grant Program	97.067	N/A	-	1,790,547
Homeland Security Biowatch Program	97.091	N/A	-	233,165
Total Department of Homeland Security			-	2,235,849
Total Federal Awards Expended			\$ 2,642,866	\$ 60,273,379

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (Continued)
Year Ended August 31, 2017

State Granting Agency/Grant Program	Grant or Identifying Number	Total State Expenditures
Texas Department of State Health Services		
Division of Prevention and Preparedness		
Infectious Disease Control	2016-001092-00	\$ 6,011
	2016-003833-00	59,015
	2016-003766-00	70,000
		<u>135,026</u>
Tuberculosis Prevention and Control	2016-001450-01	472,476
Area Info Center	526-16-0006-0001	266,109
HIV Screening/Survey Program	2016-001429-01	51,987
	2016-001338-01	137,590
	2016-001338-02	283,342
		<u>472,919</u>
Zoonosis Control-Sterilization	2016-003847-02	<u>17,440</u>
Total Texas Department of State Health Services		<u>1,363,970</u>
Texas Commission on the Arts (TCA)		
Promotion of the Arts Partnership Agreements	17-40579/16-6100-2024	6,500
ARP	17-40948	2,000
TCA Arts Create	17-40578	26,500
	17-40619	4,500
		<u>31,000</u>
TCA Chalk the Block	17-40164	4,500
TCA Cultural District Promotions	16-38788	5,620
TCA Arts Respond Project	16-38919	325
	17-40213	4,000
		<u>4,325</u>
TCA Farmer's Market	17-40165	1,500
	17-40947	2,000
		<u>3,500</u>
Total Texas Commission on the Arts		<u>57,445</u>
Texas Department of Housing and Community Affairs		
Homeless Housing and Services Program (HHSP)	63160002288	39,056
	63170002529	431,411
		<u>470,467</u>
Total Department of Housing and Community Affairs		<u>470,467</u>

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (Continued)
Year Ended August 31, 2017

State Granting Agency/Grant Program	Grant or Identifying Number	Total State Expenditures
Texas Parks and Wildlife		
Conservation License Plate	492365	\$ 20,635
Futureland Park Project	55-000024	165,821
Parks Trailblazers Program	52-000635	<u>21,326</u>
Total Texas Parks and Wildlife		<u>207,782</u>
Texas Government Code 434.01 Veterans Assistance Commission		
Veterans Court Program	GS2116VET	42,833
Texas Auto Burglary and Theft Prevention Authority		
Auto Burglary and Theft Prevention Program	608-17-0710200	938,571
Texas Department of Public Safety		
Local Border Security Program	2998202	335,746
U.S. Marshals Services		
Lone Star Fugitive Task Force	JLEOTFS4	1,334
El Paso County		
Juvenile Offender	2016-0593	43,960
Council of Texas Archeologists (CTA)		
CTA Public Outreach	GS5417R1	496
Texas Commission on Environmental Quality		
Program Rider 7 - Reduce Ozone	GS58210183	267,449
Air Pollution Control Program Support	582-15-50122	<u>295,291</u>
Total Texas Commission on Environmental Quality		<u>562,740</u>
Office of the Governor		
2017 Governor's Small Business Initiative	F-P170736	19,626
Defense Economic Adjustment Assistance Grant	502253	2,000,000
Texas Anti-Gang (TAG) Program	3060701	<u>1,500,296</u>
Total Office of the Governor		<u>3,519,922</u>
Humanities Texas		
Community Project - Lecture Series	2017-5161	1,000
	2017-5217	<u>300</u>
		1,300
Total State Awards Expended		<u>7,546,566</u>
Total Federal and State Awards Expended		<u>\$ 67,819,945</u>

City of El Paso, Texas

Notes to the Schedule of Expenditures of Federal and State Awards

Year Ended August 31, 2017

Notes to Schedule

1. The accompanying schedule of expenditures of federal and state awards includes the federal and state award activity of the City of El Paso, Texas (City) under programs of the federal and state government for the year ended August 31, 2017. 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) and the State of Texas *Uniform Grant Management Standards* issued by the Texas Comptroller of Public Accounts. 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.
2. Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, the cost principles in OMB A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, or the cost principles contained in the State of Texas *Uniform Grant Management Standards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on these schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.
3. The federal loan programs listed subsequently are administered directly by the City and balances and transactions relating to these programs are included in the City's basic financial statements. Loans outstanding at the beginning of the year are not included in the federal expenditures presented in the schedule, since there are no continuing compliance requirements other than required loan payments. New loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at August 31, 2017, consists of:

CFDA Number	Program Name	Outstanding Balance at August 31, 2017
14.218	Community Development Block Grants/Entitlement Grants	\$ 12,334,081
14.239	HOME Investment Partnerships Program	47,603,393
	Total revolving loans	<u>\$ 59,937,474</u>

**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of the Financial Statements
Performed in Accordance with *Government Auditing Standards***

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of El Paso, Texas
El Paso, Texas

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 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 El Paso, Texas (City), as of and for the year ended August 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 28, 2018, which contained a reference to the report of other auditors. Our report includes a reference to other auditors who audited the financial statements of the El Paso Water Utilities Public Service Board, a discretely presented component unit of the City, and the El Paso City Firemen and Policemen's Pension Fund, a pension trust fund included in the aggregate remaining fund information, as described in our report on the City's financial statements. This report does not include the results of the other auditor's 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 City's internal control over financial reporting (internal control) to determine the 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed 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.

BKD, LLP

Dallas, Texas
February 28, 2018

**Report on Compliance for Each Major Federal and State Program;
Report on Internal Control Over Compliance;
Report on Schedule of Expenditures of Federal and State Awards Required by the
Uniform Guidance and the State of Texas *Uniform Grant Management Standards***

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of El Paso, Texas
El Paso, Texas

Report on Compliance for Each Major Federal and State Program

We have audited the City of El Paso, Texas's (City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and State of Texas *Uniform Grant Management Standards* that could have a direct and material effect on each of the City's major federal and state programs for the year ended August 31, 2017. The City's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The City's basic financial statements include the operations of the El Paso Water Utilities Public Service Board (EPWU), a discretely presented component unit of the City, which received less than \$750,000 in federal and state awards for the year ended February 28, 2017, which are not included in the Schedule during the year ended August 31, 2017. Our audit, described below, did not include the operations of the EPWU because the component unit did not require an audit in accordance with the Uniform Guidance or the State of Texas *Uniform Grant Management Standards*.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, contracts and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal and state 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; 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); and the State of Texas *Uniform Grant Management Standards*, issued by the Texas Comptroller of Public Accounts. Those standards, the Uniform Guidance and the State of Texas *Uniform Grant Management Standards* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination on the City's compliance.

Opinion on Each Major Federal and State Program

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 and state programs for the year ended August 31, 2017.

Report on Internal Control Over Compliance

Management of the City 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 City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas *Uniform Grant Management Standards*, 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 City'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 or state 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 or state 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 or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State of Texas *Uniform Grant Management Standards*

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 of El Paso, Texas as of and for the year ended August 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated February 28, 2018, which contained unmodified opinions on those financial statements and a reference to the reports of other auditors. 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 and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and the State of Texas *Uniform Grant Management Standards* 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 and state awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

BKD, LLP

Dallas, Texas
March 8, 2018

City of El Paso, Texas
Schedule of Findings and Questioned Costs
Year Ended August 31, 2017

Summary of Auditor's Results

Financial Statements

1. The type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) was:

☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

2. The independent auditor's report on internal control over financial reporting disclosed:

Significant deficiency(ies)? ☐ Yes ☒ None reported

Material weakness(es)? ☐ Yes ☒ No

3. Noncompliance considered material to the financial statements was disclosed by the audit?

☐ Yes ☒ No

Federal Awards

4. The independent auditor's report on internal control over compliance for major federal awards programs disclosed:

Significant deficiency(ies)? ☐ Yes ☒ None reported

Material weakness(es)? ☐ Yes ☒ No

5. The opinions expressed in the independent auditor's report on compliance for major federal awards were:

☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

6. The audit disclosed findings required to be reported by 2 CFR 200.516(a)?

☐ Yes ☒ No

City of El Paso, Texas
Schedule of Findings and Questioned Costs (Continued)
Year Ended August 31, 2017

7. The City's major federal programs were:

<u>Cluster/Program</u>	<u>CFDA Number</u>
<i>Federal Transit Cluster</i>	
Federal Transit - Capital Investment Grants	20.500
Federal Transit - Formula Grants	20.507
Bus and Bus Facilities Formula Program	20.526
 National Infrastructure Investments	 20.933

8. The threshold used to distinguish between Type A and Type B programs was \$1,808,201.

9. The City qualified as a low-risk auditee?

☐ Yes ☒ No

State Awards

10. The independent auditor's report on internal control over compliance for major state awards programs disclosed:

Significant deficiency(ies)? ☐ Yes ☒ None reported

Material weakness(es)? ☐ Yes ☒ No

11. The opinions expressed in the independent auditor's report on compliance for major state awards were:

☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

12. The audit disclosed findings required to be reported by the State of Texas *Uniform Grant Management Standards*:

☐ Yes ☒ No

City of El Paso, Texas
Schedule of Findings and Questioned Costs (Continued)
Year Ended August 31, 2017

13. The City's major state programs were:

<u>Program</u>
Tuberculosis Prevention and Control
HIV Screening/Survey Program
Defense Economic Adjustment Assistance Grant
Texas Anti-Gang (TAG) Program

14. The threshold used to distinguish between Type A and Type B programs as those terms are defined in the State of Texas *Uniform Grants Management Standards* was \$300,000.

15. The City qualified as a low-risk auditee as that term is defined in the State of Texas *Uniform Grant Management Standards*?

☒ Yes ☐ No

City of El Paso, Texas
Schedule of Findings and Questioned Costs (Continued)
Year Ended August 31, 2017

Findings Required to be Reported by *Government Auditing Standards*

Reference Number	Finding
-----------------------------	----------------

No matters are reportable.

Findings Required to be Reported by the Uniform Guidance

Reference Number	Finding
-----------------------------	----------------

No matters are reportable.

Findings Required to be Reported by the State of Texas *Uniform Grant Management Standards*

Reference Number	Finding
-----------------------------	----------------

No matters are reportable.

City of El Paso, Texas
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2017

Reference Number	Summary of Finding	Status
No matters are reportable.		