



SINGLE AUDIT REPORTS
CITY OF EL PASO, TEXAS

August 31, 2022

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Report of Independent Auditors 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 the City Council
City of El Paso, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise City of El Paso, Texas's basic financial statements, and have issued our report thereon dated February 24, 2023. Our report includes a reference to other auditors who audited the financial statements of El Paso Water Utilities Public Service Board, a discretely presented component unit of the City, and City of El Paso Employees Retirement Trust, 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 auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of El Paso, Texas'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 City of El Paso, Texas's internal control. Accordingly, we do not express an opinion on the effectiveness of City of El Paso, Texas's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of El Paso, Texas's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Albuquerque, New Mexico
February 24, 2023

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

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited City of El Paso, Texas's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the State of Texas Uniform Grant Management Standards that could have a direct and material effect on each of City of El Paso, Texas's major federal and state programs for the year ended August 31, 2022. 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 of El Paso, Texas'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 \$3,087,766 in federal awards for the year ended February 28, 2022, which are not included in the schedule of expenditures of federal and state awards during the year ended August 31, 2022. Our audit, described below, did not include the operations of EPWU because the component unit engaged other auditors to perform an audit in accordance with the Uniform Guidance.

In our opinion, the City of El Paso, Texas 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 and state programs for the year ended August 31, 2022.

Basis for Opinion on Each Major Federal and State 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 (*Government Auditing Standards*); 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); and the State of Texas Uniform Grant Management Standards, issued by the Texas Comptroller of Public Accountants. Our responsibilities under those standards, the Uniform Guidance, and the State of Texas Uniform Grant Management Standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of El Paso, Texas 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 and state program. Our audit does not provide a legal determination of City of El Paso, Texas'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 City of El Paso, Texas's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of El Paso, Texas'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*, the Uniform Guidance, and the State of Texas Uniform Grant Management Standards 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 El Paso, Texas's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the State of Texas Uniform Grant Management Standards, 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 El Paso, Texas'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 El Paso, Texas'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 and State of Texas Uniform Grant Management Standards, but not for the purpose of expressing an opinion on the effectiveness of City of El Paso, Texas'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 and state 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 and 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 and 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 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 City of El Paso, Texas as of and for the year ended August 31, 2022, and have issued our report thereon dated February 24, 2023, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. 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 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal and state awards is fairly stated in all material respects in relation to the financial statements as a whole.



Albuquerque, New Mexico
February 24, 2023

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards
Year Ended August 31, 2022

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture (USDA)				
Passed through from:				
Texas Department of State Health Services				
State Administrative Matching Grants for the				
Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	HHS000743500002	\$ -	\$ 177,085
Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	HHS000979200022	-	41,253
			-	218,338
Texas Department of Health and Human Services				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	HHS000803400001	-	5,557,938
Total U.S. Department of Agriculture			\$ -	\$ 5,776,276
U.S. Department of Commerce				
Passed through from:				
University of Texas at El Paso				
Economic Adjustment Assistance (Economic Development Cluster)	11.307	ED22HDQ3070059	-	29,526
Total U.S. Department of Commerce			\$ -	\$ 29,526
U.S. Department of National Oceanic and Atmospheric Administration				
Direct Program:				
National Oceanic and Atmospheric Administration (NOAA), Cooperative Institutes	11.432		-	5,158
Total U.S. Department of National Oceanic and Atmospheric Administration			\$ -	\$ 5,158
U.S. Department of Housing and Urban Development (HUD)				
Direct Programs:				
CDBG - Entitlement Grant Cluster				
Community Development Block Grants/Entitlement Grants	14.218		4,366,779	5,204,254
COVID-19 CARES PHASE III Community Development Block Grants	14.218		2,829,547	3,011,484
Total CDBG - Entitlement Grant Cluster			7,196,326	8,215,738
COVID-19 Emergency Solutions Grant Program	14.231		3,138,375	3,239,746
Emergency Solutions Grant Program	14.231		429,819	465,349
			3,568,194	3,705,095
Home Investment Partnerships Program	14.239		655,210	978,679
Home Investment Partnerships Program	14.239	Program Income	-	(978,679)
			655,210	-
COVID-19 Housing Opportunities for Persons with AIDS	14.241		400	400
Housing Opportunities for Persons with AIDS	14.241		734,037	734,037
			734,437	734,437
Total U.S. Department of Housing and Urban Development			\$ 12,154,167	\$ 12,655,270
U.S. Department of The Interior				
Direct Program:				
Water SMART (Sustaining and Manage America's Resource for Tomorrow)	15.507		-	30,718
Total U.S. Department of The Interior			\$ -	\$ 30,718
U.S. Department of Justice (DOJ)				
Direct Program:				
Equitable Sharing Program	16.922		-	234,583
Passed through from:				
Texas Office of The Governor				
Crime Victim Assistance	16.575	2592807	-	22,590
Crime Victim Assistance	16.575	2592808	-	234,325
			-	256,915
Crime Scene Investigations	16.738	3550602	-	49,702
Project Safe Neighborhoods	16.609	3952701	-	60,435
Project Safe Neighborhoods	16.609	3952702	-	76,971
			-	137,406
El Paso County				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01877-JAGX	-	16,762
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0638	-	64,969
			-	81,731
Total U.S. Department of Justice			\$ -	\$ 760,337

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (continued)
Year Ended August 31, 2022

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
U.S. Department of Transportation (DOT)				
Federal Aviation Administration				
Direct Program:				
Airport Improvement Program	20.106		\$ -	\$ 7,063,944
COVID-19 Airport Improvement Program	20.106		-	5,567,825
COVID-19 CRRSAA Airport Expenses	20.106		-	565,750
			-	13,197,519
Alternative Analysis	20.522		-	30,294
Highway Planning and Construction Cluster				
Passed through from:				
Texas Department of Transportation				
Highway Planning and Construction	20.205	0374-02-089	-	1,683,346
Highway Planning and Construction	20.205	0924-06-419	-	6,146
Highway Planning and Construction	20.205	0924-06-421	-	1,149,966
Highway Planning and Construction	20.205	0924-06-422	-	1,310,316
Highway Planning and Construction	20.205	0924-06-425	-	214,038
Highway Planning and Construction	20.205	0924-06-503	-	30,886
Highway Planning and Construction	20.205	0924-06-539	-	252,138
Highway Planning and Construction	20.205	0924-06-542	-	549,678
Highway Planning and Construction	20.205	0924-06-543	-	113,535
Highway Planning and Construction	20.205	0924-06-544	-	771,783
Highway Planning and Construction	20.205	0924-06-549	-	230,119
Highway Planning and Construction	20.205	0924-06-562	-	1,317,868
Highway Planning and Construction	20.205	0924-06-577	-	50,175
Highway Planning and Construction	20.205	0924-06-602	-	73,474
Highway Planning and Construction	20.205	0924-06-618	-	123,061
Highway Planning and Construction	20.205	50-21XF0004	-	1,361,476
			-	9,238,005
Passed through from:				
New Mexico Department of Transportation				
Highway Planning and Construction	20.205	D16018	-	42,915
Highway Planning and Construction	20.205	D18496	-	88,263
Total Highway Planning and Construction Cluster			-	9,369,183
Direct Programs:				
Metropolitan Transportation Planning	20.505		-	10,755
Passed through from:				
New Mexico Department of Transportation				
Metropolitan Transportation Planning	20.505	M01620	-	34,341
Federal Transit Cluster				
Federal Transit - Capital Investment Grants	20.500		-	7,785,189
COVID-19 ARPA Federal Transit Capital Investment Grants	20.500		-	3,111,053
Federal Transit - Formula Grants	20.507		-	31,506,338
COVID-19 CRRSAA Sun Metro Expenses	20.507		-	6,440,182
Bus and Bus Facilities Formula Program	20.526		-	1,471,396
Total Federal Transit Cluster			-	50,314,158
Transit Services Programs Cluster				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513		309,972	346,878
Passed through from:				
Texas Department of Transportation				
Highway Safety Cluster				
State and Community Highway Safety	20.600	2022-ELPASOPD-S-1YG-00047	-	223,272
Total Department of Transportation			\$ 309,972	\$ 73,526,400
Department of Treasury				
Direct Program:				
Equitable Sharing Program	21.016		-	2,556
COVID-19 Emergency Rental Assistance Program	21.023		20,986,990	20,986,990
COVID-19 Coronavirus Relief Fund-SLT0192	21.019		-	132
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027		-	23,049,826
Total Department of Treasury			\$ 20,986,990	\$ 44,039,504
National Endowment for the Humanities				
Passed through from:				
Humanities Texas				
Promotion of the Humanities Federal/State Partnership	45.129	2021-6346	-	13,686
	45.129	2021-6540	-	7,000
Total National Endowment for the Humanities			\$ -	\$ 20,686

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (continued)
Year Ended August 31, 2022

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Through To Subrecipients	Total Federal Expenditures
Institute of Museum and Library Services				
Passed through from:				
Texas State Library and Archives Commission (TSLAC)				
Grants to States	45.310	SPP-22011	\$ -	\$ 74,879
Grants to States	45.310	TXR-22014	-	7,997
Total Institute of Museum and Library Services			\$ -	\$ 82,876
Environmental Protection Agency (EPA)				
Passed through from:				
Texas Commission on Environmental Quality				
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	582-19-90036	-	91,829
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	582-23-40029	-	1,354
			-	93,183
Performance Partnership Grants	66.605	582-22-30103	-	112,407
Total Environmental Protection Agency			\$ -	\$ 205,590
Department of Health and Human Services				
Direct Program:				
Family Planning Services	93.217		-	846,160
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT)				
Health Department Response to Public Health or Health Care Crises	93.391		-	1,495,832
Passed through from:				
Texas Department of Health and Human Services				
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	537-18-0112-00001	-	207,582
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	537-18-0126-00001	-	527,857
			-	735,439
Food and Drug Administration Research	93.103	2021-032903	-	8,091
Food and Drug Administration Research	93.103	G-MP-2108-09632	-	16,977
Food and Drug Administration Research	93.103	G-OAME-202109-00994	-	964
			-	26,032
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	HHS000686100009	-	97,137
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	HHS001096400014	-	166,738
			-	263,875
Immunization Cooperative Agreements	93.268	HHS000111200001	-	307,345
COVID-19 Immunization Cooperative Agreements	93.268	HHS000111200001	-	214,586
Immunization Cooperative Agreements	93.268	HHS001019500015	-	373,730
			-	895,661
COVID-19 IDCU Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	HHS000812700010	-	685,460
Public Health Emergency Response Cooperative Agreements for Emergency	93.354	HHS001084400001	-	131,458
COVID-19 Health Crisis Response	93.354	HHS000771100001	-	209,476
			-	340,934
COVID-19 Activities Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health	93.421	6NU38OT000306-02-08	-	37,786
Temporary Assistance for Needy Families	93.558	HHS000979200022	-	868
Children's Health Insurance Program	93.767	HHS000979200022	-	4,965
Medical Assistance Program (Medicaid Cluster)	93.778	HHS000979200022	-	51,848
HIV Prevention Activities Health Department Based	93.940	HHS000778000021	-	358,104
HIV Prevention Activities Health Department Based	93.940	HHS000288900002	-	230,163
			-	588,267
Preventive Health and Health Services Block Grant	93.991	HHS000438400001	-	82,057
Preventive Health and Health Services Block Grant	93.991	HHS001025000001	-	88,092
			-	170,149
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS000288900002	-	6,785
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS001120300003	-	144,406
			-	151,191
Maternal and Child Health Services Block Grant to the States	93.994	HHS000136500031	-	87,510
Total Department of Health and Human Services			\$ -	\$ 6,381,977

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (continued)
Year Ended August 31, 2022

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
Corporation for National and Community Service (CNCS)				
Foster Grandparent/Senior Companion Cluster				
Direct Program:				
Foster Grandparent Program	94.011		\$ -	\$ 471,773
Retired and Senior Volunteer Program	94.002		-	110,147
Total Corporation for National and Community Service			\$ -	\$ 581,920
Executive Office of the President				
Direct Program:				
High Intensity Drug Trafficking Areas Program	95.001		-	2,498,882
Total Executive Office of the President			\$ -	\$ 2,498,882
Department of Homeland Security (DHS)				
Direct Programs:				
Emergency Food and Shelter National Board Program	97.024		-	784,858
Assistance to Firefighters Grant	97.044		-	30,908
Regional Catastrophic Preparedness Grant Program	97.111		-	354,823
Passed through from:				
Department of Homeland Security				
Homeland Security Biowatch Program	97.091	582-19-90035	-	138,114
Homeland Security Biowatch Program	97.091	582-21-22375	-	1,755
			-	139,869
Texas Office of the Governor				
Homeland Security Grant Program	97.067	2950606	-	30,935
Homeland Security Grant Program	97.067	2950607	-	144,514
Homeland Security Grant Program	97.067	2950707	-	438,511
Homeland Security Grant Program	97.067	2951005	-	21,687
Homeland Security Grant Program	97.067	2951006	-	94,162
Homeland Security Grant Program	97.067	3007106	-	720,765
Homeland Security Grant Program	97.067	3007107	-	392,727
Homeland Security Grant Program	97.067	3221404	-	55,470
Homeland Security Grant Program	97.067	4319701	-	3,408
Homeland Security Grant Program	97.067	4320101	-	11,938
			-	1,914,117
Total Department of Homeland Security			\$ -	\$ 3,224,575
Total Federal Awards Expended			\$ 33,451,129	\$ 149,819,695

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (continued)
Year Ended August 31, 2022

State Granting Agency/Grant Program	Grant or Identifying Number	Passed Through To Subrecipients	Total State Expenditures
Texas Commission on Environmental Quality			
TCEQ Rider 7 Air Quality	582-20-11979	\$ -	\$ 139,081
Compliance FY22	582-22-30103	-	295,579
Texas Volkswagen Environmental Mitigation Program	582-21-22900-VW	-	295,068
Total Texas Commission on Environmental Quality		\$ -	\$ 729,728
Texas Commission on the Arts (TCA)			
TCA CAD Arts Respond/Chalk the Block	77748793	-	4,250
TCA CAD Arts Respond/Farmers Market	77751223	-	2,000
TCA CAD Cultural District Project	77748746	-	13,750
TCA CAD YR3 Arts Create	51169	-	9,500
TCA EPMA YR3 Arts Create	51213	-	10,500
Total Texas Commission on the Arts (TCA)		\$ -	\$ 40,000
Texas Health and Human Services Commission			
Foster Grandparent Program	HHS000871100028	-	5,316
Retired Senior Volunteer Program	HHS000871100008	-	32,559
Total Texas Health and Human Services Commission		\$ -	\$ 37,875
Texas Library Association/Texas Book Festival			
Texas Book Festival Collections Enhancement	N/A	-	1,475
Total Texas Library Association/Texas Book Festival		\$ -	\$ 1,475
Texas Department of Housing and Community Affairs			
Project Vida Ending Homeless Fund	30216030007	51,805	51,805
FY21 HHSP Grant Recipient 1	63216030007	4,308	4,308
FY21 HHSP Grant Recipient 2	63216030007	9,534	9,534
FY21 HHSP Grant Recipient 3	63216030007	961	961
FY21 HHSP Grant Recipient 4	63216030007	24,002	24,002
FY21 HHSP Round 11 Admin	63216030007	-	15,267
FY21 HHSP Youth 11th Round Rcpt 1	18216030007	2,472	2,472
FY21 HHSP Youth 11th Round Rcpt 2	18216030007	3,543	3,543
FY21 HHSP Round 11 Admin	18226030007	288	288
FY22 HHSP General Administration	63216030007	-	35,720
FY22 HHSP Grant Recipient 1	63226030007	34,221	34,221
FY22 HHSP Grant Recipient 2	63226030007	48,140	48,140
FY22 HHSP Grant Recipient 3	63226030007	34,987	34,987
FY22 HHSP Grant Recipient 4	63226030007	68,663	68,663
HHSP Youth Set-Aside Admin	18216030007	11,352	11,352
FY22 HHSP Youth 11th Round Rcpt 1	18216030007	46,357	46,357
FY22 HHSP Youth 11th Round Rcpt 2	18216030007	13,603	13,603
HHSP EPHS Youth Allocation	18216030012	31,319	31,319
Total Texas Department of Housing and Community Affairs		\$ 385,555	\$ 436,542
Texas Department of State Health Services			
2-1-1 TIRN Referral Service Child Care	HHS000979200022	-	17,074
2-1-1 TITN Referral Service Operations	HHS000979200022	-	92,671
COVID-2-1-1 TIRN Referral Service Operations	HHS000979200022	-	2,486
Diabetes Prevention and Control	HHS000712400001	-	39,538
HIV Prevention State	HHS000077800021	-	35,003
HIV Surveillance - State	HHS000435400001	-	56,824
IDCU Surveillance/Epidemiology	HHS000436300011	-	127,016
Immunization Branch - Locals	HHS000111200001	-	434,652
LRN Influenza Surv & Epid Act	HHS000442100003	-	4,745
RLSS Local Public Health Services	HHS001025000001	-	70,910
STD - HIV Prevention Services	HHS000288900002	-	163,184
TB Prevention Control-State	HHS000464400001	-	429,328
Total Texas Department of State Health Services		\$ -	\$ 1,473,431

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards (continued)
Year Ended August 31, 2022

State Granting Agency/Grant Program	Grant or Identifying Number	Passed Through To Subrecipients	Total State Expenditures
Texas Office of the Governor			
Local Border Security Program	2022-BL-ST-0016	\$ -	\$ 343,164
Texas Anti-Gang (TAG) Program	3060705	-	134,598
Texas Anti-Gang (TAG) Program	3060706	-	1,075,082
Total Texas Office of the Governor		\$ -	\$ 1,552,844
Texas Office of the Governor			
Military Preparedness Commission			
Defense Economic Adjustment Assistance	TMPC 2020-02-09	-	500,000
Defense Economic Adjustment Assistance	TMPC 2020-01-05	-	2,050,000
Total Texas Office of the Governor: Military Preparedness Commission		\$ -	\$ 2,550,000
Texas Department of Motor Vehicles			
Motor Vehicle Crime Prevention Authority	608-22-0710200	-	975,270
Motor Vehicle Crime Prevention Authority	608-23-0710200	-	196
Total Texas Department of Motor Vehicles		\$ -	\$ 975,466
Texas Parks and Wildlife			
El Paso Northeast Regional Park	55-000033	-	861,005
All Abilities Playground	55-000041	-	327,974
Total Texas Department of Motor Vehicles		\$ -	\$ 1,188,979
Total State Awards Expended		\$ 385,555	\$ 8,986,340
Total Federal and State Awards Expended		\$ 33,836,684	\$ 158,806,035

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

City of El Paso, Texas

Notes to Schedule of Expenditures of Federal and State Awards

Note 1 – Presentation Scope

The accompanying schedule of expenditures of federal and state awards (the Schedule or SEFA) includes the federal and state award activity of City of El Paso, Texas (the City) under programs of the federal and state government for the year ended August 31, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) 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.

Note 2 – Basis of Accounting

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, 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.

Note 3 – Indirect Cost Rate

The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance. The City performs an annual indirect cost rate study for purposes of federal allocation costs.

City of El Paso, Texas
Notes to Schedule of Expenditures of Federal and State Awards

Note 4 – Community Development Block Grants Section 108 Loan Program

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 as of August 31, 2022 consists of the following:

<u>Assistance Listing Number</u>	<u>Program Name</u>	<u>August 31, 2022</u>
14.218	Community Development Block Grants/Entitlement Grants	\$ 10,577,001
14.239	HOME Investment Partnerships Program	<u>56,049,475</u>
		<u><u>\$ 66,626,476</u></u>

Note 5 – HOME Program Income

The total program income generated for this program during fiscal 2022 was \$2,859,815. Program income is the amount related to the HUD revolving loans fund for principal and interest payments. During fiscal year 2022, the total expenditures related to this program were \$978,666. As a result, total expenditures for the program are zero in the SEFA given that the program income generated offset all of the expenditures during the year.

City of El Paso, Texas
Schedule of Findings and Questioned Costs
Year Ended August 31, 2022

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: ☒ Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

Identification of major federal programs and type of auditor's report issued on compliance for major federal programs:

<i>Federal Assistance Listing Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
20.205	Highway Planning and Construction Cluster	Unmodified
20.500/20.507/20.526	COVID-19 Federal Transit Cluster	Unmodified
21.027	COVID-19 Coronavirus State & Local Fiscal Recovery Fund	Unmodified
14.231	COVID-19 Emergency Solutions Grant Program	Unmodified
20.106	COVID-19 Airport Improvement Program	Unmodified
21.023	COVID-19 Emergency Rental Assistance	Unmodified
14.218	COVID-19 Community Development Block Grants Cluster	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 3,000,000

Auditee qualified as low-risk auditee? ☒ Yes ☐ No

City of El Paso, Texas
Schedule of Findings and Questioned Costs (continued)
Year Ended August 31, 2022

State Awards

Internal control over major state programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Any audit findings disclosed that are required to be reported
in accordance the State of Texas Uniform
Grant Management Standards?

☐ Yes ☒ No

Identification of major state programs and type of auditor's report issued on compliance for major state
programs:

		<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
<i>Grant Numbers</i>	<i>Name of State Program or Cluster</i>	
55-000033	Northeast Regional Park	Unmodified
608-22-0710200	Motor Vehicle Crime Prevention Authority	Unmodified
TMPC 2020-02-09	Defense Economic Adjustment Assistance	Unmodified

Dollar threshold used to distinguish between type A and type
B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

City of El Paso, Texas
Schedule of Findings and Questioned Costs (continued)
Year Ended August 31, 2022

Section II - Financial Statement Findings

No matters were reported.

City of El Paso, Texas
Schedule of Findings and Questioned Costs (continued)
Year Ended August 31, 2022

Section III – Federal and State Award Findings and Questioned Costs

No matters were reported.

City of El Paso, Texas
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2022

No matters were reported.