



SINGLE AUDIT REPORTS

CITY OF EL PASO, TEXAS

August 31, 2023



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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 (the City) as of and for the year ended August 31, 2023, 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 23, 2024. 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 and El Paso Firemen and Policemen's Pension Fund, pension trust funds 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 23, 2024

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 (the City'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, 2023. 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 \$710,370 in federal awards for the year ended February 28, 2023, which are not included in the City's schedule of expenditures of federal and state awards during the year ended August 31, 2023. 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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (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, 2023.

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*); the audit requirements of the 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 or 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 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 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 governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of El Paso, Texas as of and for the year ended August 31, 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 February 23, 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 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 basic 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 basic financial statements as a whole.



Albuquerque, New Mexico
February 23, 2024

City of El Paso, Texas
Schedule of Expenditures of Federal and State Awards
Year Ended August 31, 2023

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)				
Direct Program:				
Farmers Market and Local Food Promotion Program	10.175		\$ -	\$ 12,399
Passed through from:				
Texas Department of State Health Services				
State Administrative Matching Grants for the				
Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	HHS000743500002	-	203,390
Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	HHS000979200022	-	34,631
Total SNAP Cluster			-	238,021
Texas Department of Health and Human Services				
Special Supplemental Nutrition Program for Women, Infants, and Children				
	10.557	HHS000803400001	-	5,369,418
Total U.S. Department of Agriculture (USDA)			\$ -	\$ 5,619,838
U.S. Department of Commerce				
Direct Program:				
Economic Adjustment Assistance (Economic Development Cluster)	11.307		-	136,514
Passed through from:				
University of Texas at El Paso				
Economic Adjustment Assistance (Economic Development Cluster)				
	11.307	ED22HDQ3070059	-	181,280
Total U.S. Department of Commerce and Total Economic Development Cluster			\$ -	\$ 317,794
U.S. Department of Housing and Urban Development (HUD)				
Direct Programs:				
CDBG - Entitlement Grant Cluster				
Community Development Block Grants/Entitlement Grants	14.218		3,369,595	4,491,956
COVID-19 CARES PHASE III Community Development Block Grants	14.218		874,443	874,443
Total CDBG - Entitlement Grant Cluster			4,244,038	5,366,399
COVID-19 Emergency Solutions Grant Program				
Emergency Solutions Grant Program	14.231		384,428	396,053
	14.231		534,995	590,862
			919,423	986,915
Home Investment Partnerships Program				
Home Investment Partnerships Program	14.239		19,472	494,884
	14.239	Program Income	-	(494,884)
			19,472	-
Housing Opportunities for Persons with AIDS				
	14.241		897,166	960,019
Total U.S. Department of Housing and Urban Development (HUD)			\$ 6,080,099	\$ 7,313,333
U.S. Department of The Interior				
Direct Program:				
Water SMART (Sustaining and Manage America's Resource for Tomorrow)				
	15.507		-	6,525
Total U.S. Department of The Interior			\$ -	\$ 6,525
U.S. Department of Justice (DOJ)				
Direct Program:				
Equitable Sharing Program				
	16.922		-	125,988
Congressionally Recommended Awards				
	16.753		-	525,000
			-	650,988
Passed through from:				
Texas Office of The Governor				
Crime Victim Assistance				
	16.575	2592808	-	19,714
Project Safe Neighborhoods				
	16.609	3952702	-	9,551
	16.609	3952703	-	10,415
			-	19,966
Edward Byrne Memorial Justice Assistance Grant Program				
	16.738	3550602	-	4,021
	16.738	4448701	-	14,024
			-	18,045
El Paso County				
Edward Byrne Memorial Justice Assistance Grant Program				
	16.738	15PBJA-21-GG-01877-JAGX	-	49,738
Total U.S. Department of Justice (DOJ)			\$ -	\$ 758,451

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, 2023

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		\$ -	\$ 13,950,408
COVID-19 Airport Improvement Program	20.106		-	8,797,540
			-	22,747,948
Federal Transit Cluster				
Federal Transit Capital Investment Grants	20.500		-	1,924,858
Federal Transit Formula Grants	20.507		-	37,484,830
Bus and Bus Facilities Formula Program	20.526		-	838,226
Total Federal Transit Cluster			-	40,247,914
Alternative Analysis	20.522		-	810
Public Transportation Innovation	20.530		-	11,998
Highway Planning and Construction				
Passed through from:				
Texas Department of Transportation				
Highway Planning and Construction	20.205	0374-02-089	-	354,124
Highway Planning and Construction	20.205	0924-06-421	-	582,991
Highway Planning and Construction	20.205	0924-06-422	-	138,804
Highway Planning and Construction	20.205	0924-06-425	-	19,155
Highway Planning and Construction	20.205	0924-06-539	-	47,397
Highway Planning and Construction	20.205	0924-06-542	-	445,474
Highway Planning and Construction	20.205	0924-06-544	-	84,064
Highway Planning and Construction	20.205	0924-06-562	-	581,570
Highway Planning and Construction	20.205	0924-06-566	-	291,677
Highway Planning and Construction	20.205	0924-06-602	-	414,409
Highway Planning and Construction	20.205	0924-06-605	-	4,075,794
Highway Planning and Construction	20.205	0924-06-609	-	61,868
Highway Planning and Construction	20.205	0924-06-618	-	643,597
Highway Planning and Construction	20.205	50-21XF0004	-	238,960
Highway Planning and Construction	20.205	50-23XF0004	-	1,456,511
			-	9,436,395
New Mexico Department of Transportation				
Highway Planning and Construction	20.205	D18496	-	23,619
Highway Planning and Construction	20.205	D16018	-	1,260
Highway Planning and Construction	20.205	D19355	-	77,780
Highway Planning and Construction	20.205	M01851	-	3,826
Total Highway Planning and Construction			-	106,485
Direct Programs:				
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505		-	99,097
Passed through from:				
New Mexico Department of Transportation				
Metropolitan Transportation Planning	20.505	M01620	-	1,441
			-	100,538
Passed through from:				
Texas Department of Transportation				
Transit Services Programs Cluster				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX-2017-047-00	44,684	44,684
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX-2022-045	404,770	404,770
Total Transit Services Programs Cluster			449,454	449,454
Highway Safety Cluster				
State and Community Highway Safety	20.600	2022-ELPASOPD-S-1YG-00036	-	198,185
Total U.S. Department of Transportation (DOT)			\$ 449,454	\$ 73,299,727
U.S. Department of Treasury				
Direct Program:				
Equitable Sharing Program	21.016		-	33,949
COVID-19 Emergency Rental Assistance Program	21.023		195,765	195,765
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027		-	23,037,589
Total U.S. Department of Treasury			\$ 195,765	\$ 23,267,303
Federal Communications Commission				
Direct Program:				
Emergency Connectivity Fund Program	32.009		-	64,026
Total Federal Communications Commission			\$ -	\$ 64,026

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, 2023

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
National Endowment for the Arts				
Direct Program:				
Promotion of the Arts Grants to Organization and Individuals	45.024		\$ -	\$ 250,000
Total National Endowment for the Arts			\$ -	\$ 250,000
Institute of Museum and Library Services				
Passed through from:				
Texas State Library and Archives Commission (TSLAC)				
Grants to States	45.310	FPG-23005	-	7,168
Grants to States	45.310	LS-249990-OLS-21	-	867
Grants to States	45.310	LS-252486-OLS-22	-	4,190
Grants to States	45.310	SPP-23007	-	74,971
Total Institute of Museum and Library Services			\$ -	\$ 87,196
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	-	96,015
Performance Partnership Grants	66.605	582-22-30103	-	146,056
Total Environmental Protection Agency			\$ -	\$ 242,071
U.S. Department of Health and Human Services				
Direct Program:				
Family Planning Services	93.217		-	152,510
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT)				
Health Department Response to Public Health or Health Care Crises	93.391		-	2,555,361
Passed through from:				
Texas Department of Health and Human Services Commission				
Food and Drug Administration Research	93.103	2021-032903	-	2,082
Passed through from:				
National Environmental Health Association				
Food and Drug Administration Research	93.103	G-BDEV-202109-00992	-	4,904
Food and Drug Administration Research	93.103	G-BDEV-202109-00994	-	3,904
			-	10,890
Passed through from:				
Texas Department of Health and Human Services Commission				
Temporary Assistance for Needy Families	93.558	HHS000979200022	-	406
Children's Health Insurance Program	93.767	HHS000979200022	-	1,724
Medical Assistance Program (Medicaid Cluster)	93.778	HHS000979200022	-	83,006
Maternal and Child Health Services Block Grant to the States	93.994	HHS000136500031	-	105,041
			-	190,177
Passed through from:				
Texas Department of Health Services				
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	537-18-0112-00001	-	202,595
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	537-18-0116-00001	-	469,900
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	HHS001311200017	-	52,376
Emergency Preparedness (PHEP) Aligned Co-Op Agreements	93.069	HHS001311400008	-	25,451
			-	750,322
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	HHS001096400014	-	264,549
Immunization Cooperative Agreements	93.268	HHS000111200001	-	336,189
COVID-19 Immunization Cooperative Agreements	93.268	HHS001019500015	-	160,946
			-	497,135
COVID-19 IDCU Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	HHS000812700010	-	884,245
Public Health Emergency Response Cooperative Agreements for Emergency	93.354	HHS001084400001	-	624,769
Public Health Emergency Response Cooperative Agreements for Emergency	93.354	HHS000771100001	-	3,103
			-	627,872
HIV Prevention Activities Health Department Based	93.940	HHS000778000021	-	367,715
HIV Prevention Activities Health Department Based	93.940	HHS000288900002	-	33,269
			-	400,984

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, 2023

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 Health and Human Services (Continued)				
Direct Program:				
CDC's Collaboration with Academia to Strengthen Public Health	93.967		\$ -	\$ 202,203
Passed through from:				
Texas Department of Health Services				
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS000288900002	-	181,890
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS001120300003	-	694,285
			-	876,175
Preventive Health and Health Services Block Grant	93.991	HHS000438400001	-	82,185
Preventive Health and Health Services Block Grant	93.991	HHS001025000001	-	91,565
			-	173,750
Total U.S. Department of Health and Human Services			\$ -	\$ 7,586,173
Corporation for National and Community Service (CNCS)				
Direct Program:				
Retired and Senior Volunteer Program	94.002		-	191,868
Foster Grandparent/Senior Companion Cluster				
Foster Grandparent Program	94.011		-	525,154
Total Corporation for National and Community Service			\$ -	\$ 717,022
Executive Office of the President				
Direct Program:				
High Intensity Drug Trafficking Areas Program	95.001		-	2,370,774
Total Executive Office of the President			\$ -	\$ 2,370,774
U.S. Department of Homeland Security (DHS)				
Direct Programs:				
Emergency Food and Shelter National Board Program	97.024		-	13,592,255
Assistance to Firefighters Grant	97.044		-	3,048
Regional Catastrophic Preparedness Grant Program	97.111		-	507,731
Passed through from:				
Texas Office of the Governor				
Homeland Security Grant Program	97.067	2950607	-	2,400
Homeland Security Grant Program	97.067	2950608	-	55,023
Homeland Security Grant Program	97.067	2950708	-	431,135
Homeland Security Grant Program	97.067	2951008	-	95,107
Homeland Security Grant Program	97.067	3007107	-	963,965
Homeland Security Grant Program	97.067	3007108	-	476,312
Homeland Security Grant Program	97.067	3221406	-	51,859
Homeland Security Grant Program	97.067	4319701	-	31,592
Homeland Security Grant Program	97.067	4320101	-	15,935
			-	2,123,328
Department of Homeland Security				
Homeland Security Biowatch Program	97.091	582-21-22375	-	214,446
Total U.S. Department of Homeland Security			\$ -	\$ 16,440,808
Total Federal Awards Expended			\$ 6,725,318	\$ 138,341,041

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, 2023

State Granting Agency/Grant Program	Grant or Identifying Number	Passed Through To Subrecipients	Total State Expenditures
Texas Department of Health and Human Services			
STD - HIV Prevention Services	HHS000288900002	\$ -	\$ 186,931
Info & Referral Service 211 Operation	HHS000979200022	-	89,618
Tuberculosis PC - Federal	HHS001096400014	-	42,810
Immunization Branch - Locals	HHS000111200001	-	434,653
RLSS/LPHS	HHS001025000001	-	69,791
COVID-2-1-1 TIRM Referral Service Operations	HHS000979200022	-	2,601
211 TIRN Referral Service Child Care	HHS000979200022	-	17,084
HIV Prevention	HHS000077800021	-	35,000
Total Texas Department of Health and Human Services		\$ -	\$ 878,488
Texas Commission on Environmental Quality			
TCEQ Rider 7 Air Quality	582-20-11979	-	399,546
Compliance FY23	582-23-40127	-	288,365
Total Texas Commission on Environmental Quality		\$ -	\$ 687,911
Texas Commission on the Arts (TCA)			
TCA CAD Cultural District Project	77752511	-	22,502
TCA EPMA Yr4 Arts Create	77750716	-	10,502
TCA CAD Arts Respond/DDUM	77753338	-	1,500
TCA Arts Create Yr4	77750655	-	9,500
Total Texas Commission on the Arts (TCA)		\$ -	\$ 44,004
Texas Health and Human Services Commission			
Retired Senior Volunteer Program	HHS000871100008	-	31,435
Foser Grandparent Program	HHS000871100028	5,316	5,316
Total Texas Health and Human Services Commission		\$ 5,316	\$ 36,751
Texas Book Festival			
Texas Book Festival Collection	GS5322TBF	-	25
Texas Book Festival Collection	GS5323TBF	-	2,500
Total Texas Book Festival		\$ -	\$ 2,525
Texas Department of Housing and Community Affairs			
FY22 HHSP General Administration	63226030007	-	434
FY22 HHSP Grant Recipient 1	63226030007	8,255	8,255
FY22 HHSP Grant Recipient 2	63226030007	2,921	2,921
FY22 HHSP Grant Recipient 3	63226030007	43,638	43,638
FY22 HHSP Grant Recipient 4	63226030007	1,024	1,024
HHSP Youth Set-Aside Admin	18226030007	-	1,167
FY22 HHSP Youth 11th Round Rcpt 1	18226030007	6,302	6,302
FY22 HHSP Youth 11th Round Rcpt 2	18226030007	3,369	3,369
FY23 HHSP General Administration	63236030007	-	57,601
FY23 HHSP Grant Recipient 1	63236030007	69,686	69,686
FY23 HHSP Grant Recipient 2	63236030007	115,914	115,914
FY23 HHSP Grant Recipient 3	63236030007	35,183	35,183
FY23 HHSP Youth 11th Round Rcpt 1	18236030007	92,392	92,392
Total Texas Department of Housing and Community Affairs		\$ 378,684	\$ 437,886

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, 2023

State Granting Agency/Grant Program	Grant or Identifying Number	Passed Through To Subrecipients	Total State Expenditures
Texas Department of State Health Services			
Direct Program:			
TB Prevention Control - State	HHS001182200010	\$ -	\$ 484,074
LRN Influenza Surv & Epid Act	HHS000442100003	-	1,244
Diabetes Prevention and Control	HHS000712400001	-	38,629
FY23 HIV Surveillance - State	HHS001186300002	-	57,295
FY23 IDCU Surveillance - State	HHS000436300011	-	93,935
Passed through from:			
Texas Office of the Governor			
Border Rac FY23	HHS000124600005	-	21,917
Total Texas Department of State Health Services		\$ -	\$ 697,094
Texas Mobility Fund			
ITS Infrastructure at Zaragosa and BOTA	0924-06-619	-	490,628
Total Mobility Fund		\$ -	\$ 490,628
Texas Office of the Governor			
Local Border Security Program	2023-BL-ST-0016	-	368,949
Body Worn Cameras	4365501	-	497,790
Texas Anti-Gang (TAG) Program	3060706	-	9,128
Texas Anti-Gang (TAG) Program	3060707	-	4,989,540
Total Texas Office of the Governor		\$ -	\$ 5,865,407
Texas Office of the Governor			
Military Preparedness Commission			
Defense Economic Adjustment Assistance	TMPC 2020-02-09	-	870,318
Total Texas Office of the Governor: Military Preparedness Commission		\$ -	\$ 870,318
Texas Department of Motor Vehicles			
Motor Vehicle Crime Prevention Authority	608-23-0710200	-	1,169,851
Total Texas Department of Motor Vehicles		\$ -	\$ 1,169,851
Texas Parks and Wildlife			
All Abilities Playground	55-000041	-	653,062
Total Texas Parks and Wildlife		\$ -	\$ 653,062
Total State Awards Expended		\$ 384,000	\$ 11,833,925
Total Federal and State Awards Expended		\$ 7,109,318	\$ 150,174,966

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, 2023. 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 the Uniform Guidance 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 – Loan Programs

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, 2023 consists of the following:

Assistance Listing Number	Program Name	August 31, 2023
14.218	Community Development Block Grants/Entitlement Grants	\$ 10,137,117
14.239	HOME Investment Partnerships Program	<u>54,124,293</u>
		<u><u>\$ 64,261,410</u></u>

Note 5 – HOME Program Income

The total program income generated for this program during fiscal 2023 was \$2,174,111. Program income is the amount related to the HUD revolving loans fund for principal and interest payments. During fiscal year 2023, the total expenditures related to this program were \$494,884 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, 2023

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>
97.024	Emergency Food and Shelter National Board Program	Unmodified
21.027	COVID-19 Coronavirus State & Local Fiscal Recovery Funds	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, 2023

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>Grant Numbers</i>	<i>Name of State Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major State Programs</i>
3060707	Texas Anti-Gang (TAG) Program	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, 2023

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, 2023

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, 2023

No matters were reported.

