

CITY OF LOS ANGELES, CALIFORNIA

Single Audit Reports

Fiscal Year Ended June 30, 2022



Certified
Public
Accountants

CITY OF LOS ANGELES, CALIFORNIA
Single Audit Reports
Fiscal Year Ended June 30, 2022

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KENNETH MEJIA
CONTROLLER

March 28, 2023

INTRODUCTION TO THE ORGANIZATION OF THE CITY OF LOS ANGELES

The City of Los Angeles (City) was incorporated in 1850 under the provisions of a City Charter. The current Charter was approved by the electorate on June 8, 1999 and became effective on July 1, 2000. The City's organizational structure provides for a decentralized operation. For single audit purposes in accordance with the Uniform Guidance, the City reports as five separate entities to reflect this structure. These entities include: (1) General Government; (2) Department of Airports; (3) Harbor Department; (4) Department of Water and Power; and (5) Housing Authority of the City of Los Angeles. All five entities are responsible for arranging an annual financial audit. If they receive Federal assistance, they also arrange for single audits and submit the resulting reports to the Federal Audit Clearinghouse of the U.S. Census Bureau.

The General Government entity is under the control and management of the Mayor and City Council. Services provided by this entity are delineated in the City Charter and Administrative Code. The remaining four entities are independent of direct Mayor and City Council control and management.

The Department of Airports, Harbor Department, and Department of Water and Power are independent Charter departments headed by citizen commissions appointed by the Mayor and confirmed by the City Council. These departments have control of their own funds and revenue. They establish their own budgets, set their rates subject to City Council review and approval, sell revenue bonds, and have required audits performed.

The Housing Authority of the City of Los Angeles is an entity established as a result of Federal/State law provisions and is headed by a City commission.

INTRODUCTION TO THE ORGANIZATION OF THE CITY OF LOS ANGELES

March 28, 2023

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The City prepares and issues an Annual Comprehensive Financial Report that contains the Basic Financial Statements. The Annual Comprehensive Financial Report is prepared in conformity with generally accepted accounting principles (GAAP) for State and local governments. For GAAP reporting purposes, the City's reporting entity includes three of the four independent entities. The Housing Authority is fiscally independent of the City and therefore excluded from the City's reporting entity.

The General Government's auditor performs financial and single audits of the General Government, while the financial and any required single audits of the other entities are performed by their respective auditors.

The City's Annual Comprehensive Financial Report (which includes the basic financial statements) and the Schedule of Expenditures of Federal Awards (SEFA) with required single audit reports for the fiscal year ended June 30, 2022, are issued as separate documents. Copies of both the Annual Comprehensive Financial Report and the SEFA, with the required single audit reports, are submitted to the Federal Audit Clearinghouse of the U.S. Census Bureau, and the State Controller.

The attachment provides summary information on each of the five Single Audit reporting entities of the City. A brief description of the functions of each of these entities is included.

Sincerely,


[Kenneth Mejia \(Mar 28, 2023 12:09 PDT\)](#)

KENNETH MEJIA
Los Angeles City Controller

Attachment

STATUS OF THE FISCAL YEAR 2021-2022 SINGLE AUDIT

1. GENERAL GOVERNMENT

- Responsible for providing for the health, welfare and public safety of the City including police, fire, public works, building inspections and issuance of permits, City planning, libraries and recreation and parks under the authority of the City Charter.
- Fiscal Year: July 1 to June 30
- Fiscal Year 2021-2022 Budget: \$11,480,288,000
- Fiscal Year 2021-2022 Federal Award Expenditures: \$1,557,378,000
- Fiscal Year 2021-2022 Balance of Outstanding Loans of Federal Funds under Section 108 Loan Guarantee Program: \$56,596,000
- Fiscal Year 2021-2022 Financial Audit: Completed
- Fiscal Year 2021-2022 Single Audit: Completed
- Federal Cognizant Agency for Audit: Department of Housing and Urban Development
- Auditor: Macias Gini & O'Connell LLP

2. DEPARTMENT OF AIRPORTS

- Responsible for the management, supervision and control of the City's airports and airport facilities. Controls its own funds, establishes its own budget and sets rates subject to City Council review. Governed by a Board of Commissioners appointed by the Mayor and confirmed by the City Council.
- Fiscal Year: July 1 to June 30
- Fiscal Year 2021-2022 Budget: \$7,803,391,000
- Fiscal Year 2021-2022 Federal Award Expenditures: \$45,311,000
- Fiscal Year 2021-2022 Financial Audit: Completed
- Fiscal Year 2021-2022 Single Audit: Completed
- Federal Cognizant Agency for Audit: Department of Transportation
- Auditor: Moss Adams LLP

**STATUS OF THE FISCAL YEAR 2021-2022 SINGLE AUDIT
(Continued)**

3. HARBOR DEPARTMENT

- Responsible for the management, supervision, and control of the Port of Los Angeles. Provides for the needs of maritime commerce, navigation, and marine recreations for the citizens of California. Constructs and maintains its own facilities and controls its own funds in accordance with the Charter and State of California Tidelands Trust. Governed by a Board of Commissioners appointed by the Mayor and confirmed by the City Council.
- Fiscal Year: July 1 to June 30
- Fiscal Year 2021-2022 Budget: \$1,710,172,000
- Fiscal Year 2021-2022 Federal Award Expenditures: \$10,257,000
- Fiscal Year 2021-2022 Financial Audit: Completed
- Fiscal Year 2021-2022 Single Audit: Completed
- Federal Oversight Agency for Audit: Department of Homeland Security
- Auditor: Moss Adams LLP

**STATUS OF THE FISCAL YEAR 2021-2022 SINGLE AUDIT
(Continued)**

4. HOUSING AUTHORITY OF THE CITY OF LOS ANGELES

- Responsible for the elimination of unsafe and unsanitary dwelling units in the City to protect the health and safety of the inhabitants and to develop and administer low-rent housing projects within the City limits. Established by the City Council in accordance with the California Health and Safety Code (Section 34200 et seq.) and Section 8 of the Federal Housing Act of 1937. Prepares its own budget for the approval by the Board of Housing Authority Commissioners and forwards it to the U.S. Department of Housing and Urban Development for approval in accordance with Federal guidelines. Employs personnel not included in the classified Civil Service established by the Charter and participates in the State Public Employees Retirement System.

- Fiscal Year: January 1 to December 31

- Fiscal Year 2021 Budget: \$1,634,432,000

- Fiscal Year 2022 Budget: \$1,844,155,000

- Fiscal Year 2021 Federal Award Expenditures: \$1,543,168,000

- Fiscal Year 2022 Federal Award Expenditures: \$1,910,726,000

- Fiscal Year 2021 Financial and Single Audits: Completed

- Fiscal Year 2022 Financial and Single Audits: In Process

- Federal Cognizant Agency for Audit: Department of Housing and Urban Development

- Auditor: Berman Hopkins, CPAs & Associates, LLP

**STATUS OF THE FISCAL YEAR 2021-2022 SINGLE AUDIT
(Continued)**

5. DEPARTMENT OF WATER AND POWER

- Responsible for supplying the City and its inhabitants with water and electric energy by constructing, operating, and maintaining facilities located throughout the City and Inyo and Mono counties. Governed by a Board of Commissioners appointed by the Mayor and confirmed by the City Council. Controls its own funds, establishes its own budget and sets rates, subject to City Council approval.

- Fiscal Year: July 1 to June 30

- Fiscal Year 2021-2022 Budget:
 - \$3,034,152,000 (Water System)
 - \$7,011,504,000 (Power System)

- Fiscal Year 2021-2022 Federal Award Expenditures:
 - \$ 107,572,000 (Water System)
 - \$ 202,788,000 (Power System)

- Fiscal Year 2021-2022 Financial Audit: Completed

- Fiscal Year 2021-2022 Single Audit:
 - Water System: Completed
 - Power System: Completed

- Federal Oversight Agencies for Audit:
 - Environmental Protection Agency (Water System)
 - Department of the Treasury (Power System)

- Auditor: KPMG LLP



**Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance With *Government Auditing Standards***

The Honorable Members of the City Council
City of Los Angeles, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Los Angeles, California (City) as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 25, 2023. Our report includes an emphasis of matter paragraph for the City's adoption of Governmental Accounting Standards Board Statement No. 87, *Leases*. Our report includes a reference to other auditors who audited the financial statements of the following City departments/funds: Los Angeles World Airports (Airports); Department of Water and Power (DWP) Water System and Power System; Port of Los Angeles (Harbor); Los Angeles Fire and Police Pension System (Pensions); Los Angeles City Employees' Retirement System (LACERS); and Water and Power Employees' Retirement, Disability and Death Benefit Insurance Plans (DWP Plans) as described in our report on the City's financial statements. The financial statements of the DWP Plans were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the DWP Plans or 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 who audited the financial statements of Airports, DWP Water System and Power System, Harbor, Pensions, and LACERS.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on 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.

Macias Gini É O'Connell LAP

Los Angeles, California

January 25, 2023



Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance, Supplementary Schedule of Expenditures of Federal Awards and State Awards Granted by California Department of Aging, and Community Services Block Grant Supplementary Schedules of Revenue and Expenditures

The Honorable Members of the City Council
City of Los Angeles, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Los Angeles, California’s (City), compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City’s major federal programs for the fiscal year ended June 30, 2022. The City’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City’s compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

The City's basic financial statements include the operations of the Los Angeles World Airports (Airports), the Department of Water and Power (DWP) Water System and Power System, and the Port of Los Angeles (Harbor), which expended \$45,311,000, \$310,360,000, and \$10,257,000, respectively, in federal awards, which are not included in the City's schedule of expenditures of federal awards for the fiscal year ended June 30, 2022. Our compliance audit, described in the Opinion for Each Major Federal Program, does not include the operations of Airports, DWP Water System and Power System, and Harbor because these departments engaged other auditors to perform an audit of compliance.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

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 the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during our audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-001 and 2022-002. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-002 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response

was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance, Supplementary Schedule of Expenditures of Federal Awards and State Awards Granted by California Department of Aging, and Community Services Block Grant Supplementary Schedules of Revenue and Expenditures

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated January 25, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards, supplementary schedule of expenditures of federal awards and state awards granted by California Department of Aging, and community services block grant supplementary schedules of revenue and expenditures (Schedules) are presented for purposes of additional analysis as required by the Uniform Guidance, the California Department of Aging, and the California Department of Community Services and Development, respectively, and are 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 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 Schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Macias Gini & O'Connell LLP

Los Angeles, California
March 28, 2023

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
<u>DEPARTMENT OF AGRICULTURE</u>						
Recreation and Parks	State of California - Department of Education	Summer Food Service Program for Children	10.559	19-81909V	\$ 570,000	\$ --
TOTAL FOR DEPARTMENT OF AGRICULTURE					570,000	--
<u>DEPARTMENT OF COMMERCE</u>						
Economic and Workforce Development	Direct	Economic Adjustment Assistance	11.307	07-79-07609	1,126,000	1,100,000
TOTAL FOR DEPARTMENT OF COMMERCE					1,126,000	1,100,000
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>						
Community Investment for Families Department	Direct	Community Development Block Grants/Entitlement Grants	14.218	B-21-MC-06-0523 and Prior Awards	56,061,000	22,715,000
Los Angeles Housing Department	Direct	Community Development Block Grants/Entitlement Grants Neighborhood Stabilization Program 3	14.218	B-11-MN-06-0512	858,000	--
Community Investment for Families Department	Direct	COVID-19 CARES - Community Development Block Grants/Entitlement Grants <i>Subtotal 14.218</i>	14.218	B-20-MW-06-0523	24,347,000	17,592,000
					<u>81,266,000</u>	<u>40,307,000</u>
Los Angeles Housing Department	Direct	Emergency Solutions Grant Program	14.231	E-21-MC-06-0523 and Prior Awards	4,883,000	4,777,000
Los Angeles Housing Department	Direct	COVID-19 CARES - Emergency Solutions Grant Program <i>Subtotal 14.231</i>	14.231	E-20-MW-06-0523	69,671,000	69,105,000
					<u>74,554,000</u>	<u>73,882,000</u>
Los Angeles Housing Department	Direct	Home Investment Partnerships Program	14.239	M-21-MC-06-0519 and Prior Awards	23,476,000	--
Los Angeles Housing Department	Direct	Housing Opportunities for Persons with AIDS	14.241	CA-H20-0002	10,000	--
Los Angeles Housing Department	Direct	COVID-19 CARES - Housing Opportunities for Persons with AIDS	14.241	CA-H2001W026	35,000	31,000
Los Angeles Housing Department	Direct	Housing Opportunities for Persons with AIDS	14.241	CA-H20-F005 and Prior Awards	14,352,000	13,556,000

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Los Angeles Housing Department	Direct	COVID-19 CARES - Housing Opportunities for Persons with AIDS	14.241	CA-H20-FHW005	18,000	--
		<i>Subtotal 14.241</i>			<u>14,415,000</u>	<u>13,587,000</u>
Economic and Workforce Development	Direct	Community Development Block Grants - Section 108 Loan Guarantees	14.248	B-11-MC-06-0523-B and Prior Awards	72,181,000	--
Los Angeles Housing Department	Direct	Lead Hazard Reduction Demonstration Grant Program	14.905	CALHD0419-19	798,000	--
TOTAL FOR DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					<u>266,690,000</u>	<u>127,776,000</u>
<u>DEPARTMENT OF THE INTERIOR</u>						
City Planning	State Department of Parks & Recreation	Historic Preservation Fund Grants-In-Aid	15.904	P20AF000006	35,000	--
City Planning	State Department of Parks & Recreation	LA River Wayfinding	15.935	P20AC01087-01	15,000	--
TOTAL FOR DEPARTMENT OF THE INTERIOR					<u>50,000</u>	--
<u>DEPARTMENT OF JUSTICE</u>						
Police	Direct	Law Enforcement Assistance - Narcotics and Dangerous Drugs Training	16.004	92R31600	278,000	--
Mayor	Direct	COVID-19 CARES - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1658	5,601,000	--
Police	Direct	Law Enforcement Assistance - FBI Advanced Police Training	16.300	415-LA-A1509676-R 305A-LA-C247329-CE Unknown 87-LA-A2576889 245C-LA-3216188 166E-LA-140751-CRA 281E-LA-A2472302 SW-CAC-various	73,000 2,000 14,000 14,000 185,000 435,000 17,000 36,000	-- -- -- -- -- -- -- --
		<i>Subtotal 16.300</i>			<u>776,000</u>	--
Mayor	Direct	Education, Training, and Enhanced Services to End Violence Against and Abuse of Women with Disabilities	16.529	2016-FW-AX-K002	111,000	70,000

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Mayor	State of California - Board of General Services	Juvenile Justice and Delinquency Prevention	16.540	BSCC 302-19	348,000	--
Police	Direct	Missing Children's Assistance	16.543	2018-MC-FX-K037 15PJDP-21-GK-03812-MECP	565,000 372,000	-- --
		<i>Subtotal 16.543</i>			<u>937,000</u>	<u>--</u>
Police	Direct	National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	334D-LA-259761 Unknown	95,000 110,000	-- --
		<i>Subtotal 16.560</i>			<u>205,000</u>	<u>--</u>
City Attorney	County of Los Angeles	Crime Victim Assistance	16.575	VW20390190 VW21400190	596,000 1,315,000	-- --
City Attorney	State of California - Office of Emergency Services	Crime Victim Assistance	16.575	XC20 03 7250 XC21 04 7250 UV20 05 7250 UV21 06 7250	1,153,000 352,000 116,000 112,000	793,000 -- -- --
		<i>Subtotal 16.575</i>			<u>3,644,000</u>	<u>793,000</u>
Police	Direct	Corrections -Technical Assistance/ Clearinghouse	16.603	JLEO-22-0045	174,000	--
Police	Direct	Bulletproof Vest Grant	16.607	Unknown	91,000	--
Police	The Children's Initiative Inc.	Project Safe Neighborhoods	16.609	PSN 20-037848012	75,000	--
Police	Office of Community Oriented Policing Service	Community Policing Development De-Escalation Training	16.710	15JCOPS-21-GG-02436-SPPS	20,000	--
Police	Direct	Special Data Collections and Statistical Studies	16.734	2016-FU-CX-K058	23,000	23,000
Police	Direct	Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-WY-BX-0002	251,000	219,000
Police	Direct	Edward Byrne Memorial Justice Assistance Grant Program	16.738	15BPJA-21-GG-03927-NTCP	1,000	--
Mayor	Direct	Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-DJ-BX-0337 2018-DJ-BX-0296	720,000 694,000	543,000 --
		<i>Subtotal 16.738</i>			<u>1,666,000</u>	<u>762,000</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Police	Direct	DNA Backlog Reduction Program	16.741	2019-DN-BX-0122 2020-DN-BX-0153	1,253,000 <u>293,000</u>	-- --
		<i>Subtotal 16.741</i>			<u>1,546,000</u>	--
Police	State of California - Office of Emergency Services	Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CQ20 17 7250 15PBJA-21-GG-02878-COVE	107,000 <u>65,000</u>	-- --
		<i>Subtotal 16.742</i>			<u>172,000</u>	--
Police	Direct	Economic, High-Tech, and Cyber Crime Prevention	16.752	2019-IP-BX-0004 2020-IP-BX-0001 15PBJA-21-GG-02812-INTE	96,000 107,000 <u>65,000</u>	-- -- --
		<i>Subtotal 16.752</i>			<u>268,000</u>	--
Economic and Workforce Development	Direct	Second Chance Act Reentry Initiative	16.812	2017-CZ-BX-0029	<u>6,000</u>	--
Police	Office of Community Oriented Policing Service	Body Worn Camera Grant	16.835	2019-BC-BX-0024	<u>710,000</u>	--
City Attorney	Direct	Equitable Sharing Program	16.922	Unknown	1,000	--
Police	Direct	Equitable Sharing Program	16.922	Unknown	<u>1,106,000</u>	--
		<i>Subtotal 16.922</i>			<u>1,107,000</u>	--
TOTAL FOR DEPARTMENT OF JUSTICE					<u>17,758,000</u>	<u>1,648,000</u>
 <u>DEPARTMENT OF LABOR</u>						
Aging	State of California- Department of Aging	Senior Community Service Employment Program	17.235	TV-2122-25	<u>1,512,000</u>	--
Economic and Workforce Development	State of California- Employment Development Department	WIOA Adult Program Cluster with AL Nos. 17.259 and 17.278	17.258	AA211011 AA111011 and AA011011	9,581,000 2,860,000	6,556,000 2,860,000
Economic and Workforce Development	County of Los Angeles - Workforce Development, Aging and Community Services Department (WDACS)	WIOA Adult Program Cluster with AL Nos. 17.259 and 17.278	17.258	IA-0114	<u>131,000</u>	<u>125,000</u>
		<i>Subtotal 17.258</i>			<u>12,572,000</u>	<u>9,541,000</u>
Economic and Workforce Development	State of California- Employment Development Department	WIOA Youth Activities Cluster with AL Nos. 17.258 and 17.278	17.259	AA111011 and AA011011 AA211011	646,000 10,448,000	359,000 8,874,000

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Economic and Workforce Development	County of Los Angeles - Workforce Development, Aging and Community Services Department (WDACS)	WIOA Youth Activities Cluster with AL Nos. 17.258 and 17.278	17.259	IA-0114	41,000	37,000
		<i>Subtotal 17.259</i>			<u>11,135,000</u>	<u>9,270,000</u>
Economic and Workforce Development	State of California- Employment Development Department	WIOA Dislocated Worker Formula Grants Cluster with AL Nos. 17.258, 17.259	17.278	AA111011 & AA011011 AA211011	5,396,000 6,095,000	5,372,000 2,500,000
Economic and Workforce Development	County of Los Angeles - Workforce Development, Aging and Community Services Department (WDACS)	WIOA Dislocated Worker Formula Grants Cluster with AL Nos. 17.258, 17.259	17.278	IA-0114	38,000	32,000
		<i>Subtotal 17.278</i>			<u>11,529,000</u>	<u>7,904,000</u>
		<i>Subtotal WIOA Cluster (17.258, 17.259, 17.278)</i>			<u>35,236,000</u>	<u>26,715,000</u>
Economic and Workforce Development	State of California- Employment Development Department	WIOA National Dislocated Worker Grants/ WIA National Emergency Grants	17.277	K9110016 AA011011 AA111011 K9110016	25,000 680,000 776,000 49,000	-- 637,000 746,000 48,000
		<i>Subtotal 17.277</i>			<u>1,530,000</u>	<u>1,431,000</u>
Economic and Workforce Development	State of California- Employment Development Department	Hurricanes and Wildfires of 2017 Supplemental - National Dislocated Worker Grants	17.286	AA011011 AA111011 K9110016	465,000 496,000 74,000	465,000 161,000 48,000
		<i>Subtotal 17.286</i>			<u>1,035,000</u>	<u>674,000</u>
		TOTAL FOR DEPARTMENT OF LABOR			<u>39,313,000</u>	<u>28,820,000</u>
<u>DEPARTMENT OF TRANSPORTATION</u>						
Public Works	State of California - Department of Transportation	Highway Planning and Construction	20.205	Various	66,084,000	--
Transportation	State of California - Department of Transportation	Highway Planning and Construction	20.205	Various	20,349,000	--
		<i>Subtotal 20.205</i>			<u>86,433,000</u>	<u>--</u>
Transportation	State of California - California High-Speed Rail Authority	High-Speed Rail Corridors and Intercity Passenger Rail Service - Capital Assistance Grants	20.319	HSR 16-20	4,000	--
Transportation	Direct	Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs Cluster with AL No. 20.507	20.526	CA-2019-129-00	1,225,000	--
Transportation	Direct	COVID-19 CARES - Federal Transit Formula Grants Cluster with AL No. 20.526	20.507	CA-2020-213-00	8,877,000	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Transportation	Direct	Federal Transit - Formula Grants Cluster with AL No. 20.526	20.507	CA-2019-129-00	9,482,000	--
		<i>Subtotal 20.507</i>			<u>18,359,000</u>	--
		Subtotal Federal Transit Cluster (20.507 and 20.526)			<u>19,584,000</u>	--
Police	State of California - Office of Traffic Safety	State and Community Highway Safety Cluster with AL No. 20.616	20.600	PT22024	516,000	--
Community Investment for Families Department	State of California- Office of Traffic Safety	National Priority Safety Programs Cluster with AL No. 20.600	20.616	OP21017 PS21041 OP22006 PS22006	24,000 65,000 79,000 139,000	-- 26,000 -- --
Police	State of California- Office of Traffic Safety	National Priority Safety Programs Cluster with AL No. 20.600	20.616	PT21182	338,000	--
City Attorney	State of California - Office of Traffic Safety	National Priority Safety Programs Cluster with AL No. 20.600	20.616	DI 21022 DI 22003	230,000 619,000	-- --
		<i>Subtotal 20.616</i>			<u>1,494,000</u>	<u>26,000</u>
		Subtotal Highway Safety Cluster (20.600, 20.616)			<u>2,010,000</u>	<u>26,000</u>
Police	State of California- Office of Traffic Safety	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT21182 PT22024	988,000 2,009,000	-- --
		<i>Subtotal 20.608</i>			<u>2,997,000</u>	--
TOTAL FOR DEPARTMENT OF TRANSPORTATION					<u>111,028,000</u>	<u>26,000</u>
<u>DEPARTMENT OF THE TREASURY</u>						
Police	Direct	Taxpayer Service	21.003	Unknown	102,000	--
City Administrative Officer	Direct	COVID-19 - Coronavirus Relief Fund	21.019	Unknown	32,343,000	--
Los Angeles Housing Department	Direct	COVID-19 - Emergency Rental Assistance Program	21.023	ERA-2101080879	109,826,000	--
Los Angeles Housing Department	State of California - Department of Housing and Community Development	COVID-19 - Emergency Rental Assistance Program	21.023	20-ERAP-00019	121,347,000	--
		<i>Subtotal 21.023</i>			<u>231,173,000</u>	--

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
City Administrative Officer	Direct	COVID-19 ARPA - Coronavirus State and Local Fiscal Recovery Funds	21.027	Unknown	659,081,000	5,000,000
Public Works	State of California - Water Resources Control Board	COVID-19 ARPA - Coronavirus State and Local Fiscal Recovery Funds CA Water and Wastewater Arrearage Payment Program	21.027	Unknown	<u>55,507,000</u>	<u>--</u>
		<i>Subtotal 21.027</i>			<u>714,588,000</u>	<u>5,000,000</u>
TOTAL FOR DEPARTMENT OF THE TREASURY					<u>978,206,000</u>	<u>5,000,000</u>
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>						
Public Works	Direct	Science	43.001	80NSSC20K0246	<u>64,000</u>	<u>--</u>
TOTAL FOR AERONAUTICS AND SPACE ADMINISTRATION					<u>64,000</u>	<u>--</u>
<u>NATIONAL ENDOWMENT FOR THE ARTS</u>						
Cultural Affairs	Direct	Promotion of the Arts Grants to Organizations and Individuals	45.024	1855757-42 00029894	<u>5,000</u> <u>5,000</u>	<u>--</u> <u>--</u>
TOTAL FOR NATIONAL ENDOWMENT FOR THE ARTS					<u>10,000</u>	<u>--</u>
<u>INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u>						
Library	Direct	Grants to States	45.310	LG-95-18-0014-18	<u>6,000</u>	<u>--</u>
TOTAL FOR INSTITUTE OF MUSEUM AND LIBRARY SERVICES					<u>6,000</u>	<u>--</u>
<u>US SMALL BUSINESS ADMINISTRATION</u>						
Zoo	Direct	Shuttered Venue Operators Grant Program	59.075	SBAHQ21SV011769	<u>10,000,000</u>	<u>--</u>
TOTAL FOR US SMALL BUSINESS ADMINISTRATION					<u>10,000,000</u>	<u>--</u>
<u>ENVIRONMENTAL PROTECTION AGENCY</u>						
Public Works	Direct	Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreement	66.818	BF-99T55401-0	<u>58,000</u>	<u>--</u>
TOTAL FOR ENVIRONMENTAL PROTECTION AGENCY					<u>58,000</u>	<u>--</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
<u>DEPARTMENT OF ENERGY</u>						
Public Works	Direct	Conservation Research and Development	81.086	DE-EE0009556	<u>30,000</u>	<u>--</u>
TOTAL FOR DEPARTMENT OF ENERGY					<u>30,000</u>	<u>--</u>
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
Aging	State of California - Department of Aging	Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.041	AP-2122-25	<u>102,000</u>	<u>102,000</u>
Aging	State of California - Department of Aging	Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.042	AP-2122-25	52,000	52,000
Aging	State of California - Department of Aging	COVID-19 CARES - Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747 <i>Subtotal 93.042</i>	93.042	CARES-25	67,000	67,000
					<u>119,000</u>	<u>119,000</u>
Aging	State of California - Department of Aging	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.043	AP-2122-25	<u>264,000</u>	<u>264,000</u>
Aging	State of California - Department of Aging	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.044	AP-2122-25	3,850,000	3,242,000
Aging	State of California - Department of Aging	COVID-19 CARES - Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747 <i>Subtotal 93.044</i>	93.044	CARES-25	299,000	295,000
					<u>4,149,000</u>	<u>3,537,000</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Aging	State of California - Department of Aging	Special Programs for the Aging, Title III, Part C, Nutrition Services. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.045	AP-2122-25	5,789,000	5,136,000
Aging	State of California - Department of Aging	COVID-19 CARES - Special Programs for the Aging, Title III, Part C, Nutrition Services. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.045	CARES-25	1,098,000	1,022,000
Aging	State of California - Department of Aging	COVID-19 CAA- Special Programs for the Aging, Title III, Part C, Nutrition Services. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.045	AP-2122-25	618,000	618,000
Aging	State of California - Department of Aging	COVID-19 FFCRA - Special Programs for the Aging, Title III, Part C, Nutrition Services. Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747 <i>Subtotal 93.045</i>	93.045	FFCRA-25	481,000	481,000
					<u>7,986,000</u>	<u>7,257,000</u>
Aging	State of California - Department of Aging	National Family Caregiver Support, Title III, Part E Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.052	AP-2022-25	1,363,000	934,000
Aging	State of California - Department of Aging	COVID-19 CARES - National Family Caregiver Support, Title III, Part E Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747 <i>Subtotal 93.052</i>	93.052	CARES-25	296,000	296,000
					<u>1,659,000</u>	<u>1,230,000</u>
Aging	State of California - Department of Aging	Nutrition Services Incentive Program Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747	93.053	AP-2122-25	987,000	987,000
Aging	State of California - Department of Aging	Special Programs for the Aging, Title XX, Elder Justice, Long Term Care Ombudsman Services for Older Individuals Cluster with AL Nos. 93.041, 93.042, 93.043 93.044, 93.045, 93.052, and 93.747 Subtotal Aging Cluster (93.041, 93.042, 93.043, 93.044, 93.045, 93.052, 93.053, 93.747)	93.747	AP-2122-25	34,000	34,000
					<u>15,300,000</u>	<u>13,530,000</u>
Aging	State of California - Department of Aging	Medicare Enrollment Assistance Program	93.071	MI-2122-25	181,000	171,000

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Emergency Management	County of Los Angeles - Department of Public Health	Public Health Emergency Preparedness	93.069	PH-004087	173,000	--
Aging	State of California - Department of Aging	State Health Insurance Assistance Program	93.324	HI-2122-25	179,000	179,000
Economic and Workforce Development	County of Los Angeles - Community and Senior Services Department	Temporary Assistance for Needy Families	93.558	IA-0114	2,116,000	1,524,000
Community Investment for Families	State of California - Department of Community Services and Development	Community Services Block Grant	93.569	21F-4022 21F-4423 22F-5022	6,595,000 28,000 118,000	4,686,000 -- --
		<i>Subtotal 93.569 Regular</i>			<u>6,741,000</u>	<u>4,686,000</u>
Community Investment for Families	State of California - Department of Community Services and Development	COVID-19 CARES - Community Services Block Grant - Regular	93.569	20F-3661	7,535,000	6,630,000
Community Investment for Families	State of California - Department of Community Services and Development	COVID-19 CARES - Community Services Block Grant - Discretionary	93.569	20F-3661	19,000	14,000
		<i>Subtotal 93.569 COVID-19 CARES</i>			<u>7,554,000</u>	<u>6,644,000</u>
		<i>Subtotal 93.569</i>			<u>14,295,000</u>	<u>11,330,000</u>
Recreation and Parks	State of California - Department of Education	Child Care and Development Block Grant Cluster with AL No. 93.596	93.575	CCTR-1085	3,000	--
Recreation and Parks	State of California - Department of Education	Child Care Mandatory and Matching Funds of the Child Care and Development Fund Cluster with AL No. 93.575	93.596	CCTR-1085	1,000	--
		<i>Subtotal CCDF Cluster (93.575, 93.596)</i>			<u>4,000</u>	<u>--</u>
Aging	State of California - Department of Aging	Affordable Care Act State Health Insurance Assistance Program (SHIP) and Aging and Disability Resource Center (ADRC) Options Counseling for Medicare-Medicaid Individuals in States with Approved Financial Alignment Models.	93.626	FA-2122-25	68,000	61,000
Fire	County of Los Angeles - Department of Public Health	National Bioterrorism Hospital Preparedness Program	93.889	U3RHS05932	74,000	--
TOTAL FOR DEPARTMENT OF HEALTH AND HUMAN SERVICES					<u>32,390,000</u>	<u>26,795,000</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
<u>DEPARTMENT OF HOMELAND SECURITY</u>						
Fire	Direct	National Urban Search and Rescue (US&R) Response System	97.025	EMW-2017-CA-00022 EMW-2018-CA-00007 EMW-2019-CA-00059 EMW-2020-CA-00053 EMW-2021-CA-00060	51,000 11,000 315,000 291,000 386,000	-- -- -- -- --
		<i>Subtotal 97.025</i>			<u>1,054,000</u>	--
City Administrative Officer	State of California- Office of Emergency Services	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4301-DR-CA, CAL OES ID: 037-44000 FEMA-4482-DR-CA, CAL OES ID: 037-44000	202,000 60,182,000	-- --
		<i>Subtotal 97.036</i>			<u>60,384,000</u>	--
Emergency Management Department	County of Los Angeles - Office of Emergency Services	Emergency Management Performance Grant	97.042	C-141215	<u>640,000</u>	--
Fire	Direct	Assistance to Firefighters Grant	97.044	EMW-2020-FG-00329	<u>228,000</u>	--
City Administrative Officer	State of California- Office of Emergency Services	Fire Management Assistance Grant	97.046	FEMA-5293-FMAG-CA, CAL OES ID: 037-44000	<u>287,000</u>	--
Police	Direct	Port Security Grant Program	97.056	EMW-2019-PU-00062-S01 EMW-2020-PU-00187-S01	21,000 281,000	-- --
		<i>Subtotal 97.056</i>			<u>302,000</u>	--
Police	County of Los Angeles Sheriff's Department	Homeland Security Grant Program Regional Threat Assessment Center	97.067	2019-0035	26,000	--
Mayor	State of California- Office of Emergency Services	Homeland Security Grant Program	97.067	2018-0054 2019-0035 2019-0035 2020-0095	194,000 28,522,000 428,000 2,977,000	-- 22,189,000 -- --
		<i>Subtotal 97.067</i>			<u>32,147,000</u>	<u>22,189,000</u>
Fire	Direct	Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2016-FH-00301 EMW-2017-FH-00122	1,419,000 502,000	-- --
		<i>Subtotal 97.083</i>			<u>1,921,000</u>	--
Police	Direct	Law Enforcement Officer Reimbursement Agreement Program	97.090	CA0194200	<u>111,000</u>	--

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2022
(Amounts rounded to nearest thousand)

<u>FEDERAL GRANTOR/ CITY DEPARTMENT</u>	<u>PASS-THROUGH GRANTOR</u>	<u>PROGRAM TITLE</u>	<u>ASSISTANCE LISTING (AL) NUMBER</u>	<u>GRANT/PASS- THROUGH NUMBER</u>	<u>EXPENDITURES</u>	<u>SUBRECIPIENTS</u>
Mayor	Direct	Securing the Cities Program	97.106	2012-DN-106-000001-05 and Prior Awards	<u>2,226,000</u>	<u>94,000</u>
Police	Direct	Targeted Violence and Terrorism Prevention	97.132	EMW-2021-GR-00057	<u>6,000</u>	<u>--</u>
Mayor	Direct	Preparing for Emerging Threats and Hazards	97.133	EMW-2016-GR-00091-S01	<u>773,000</u>	<u>651,000</u>
TOTAL FOR DEPARTMENT OF HOMELAND SECURITY					<u>100,079,000</u>	<u>22,934,000</u>
TOTAL FEDERAL AWARDS					<u>\$ 1,557,378,000</u>	<u>\$ 214,099,000</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF LOS ANGELES, CALIFORNIA
Notes to the Schedules of Expenditures of Federal Awards
Fiscal Year Ended June 30, 2022

1. Reporting Entity for Single Audit

The City of Los Angeles, California (City) has defined its single audit reporting entity for the purpose of this report, 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), as:

"Those Departments and Offices over which the Mayor and the City Council have direct legislative, executive and budgetary control."

The Housing Authority of the City of Los Angeles is fiscally independent of the City and therefore excluded from the City's reporting entity under generally accepted accounting principles and, accordingly, from its Single Audit reporting entity.

For the purpose of the Schedule of Expenditures of Federal Awards, the reporting entity consists of the following City Departments and Offices:

Aging	Employee Relations Board
Animal Services	Office of Finance
Building and Safety	Fire
Cannabis Regulation	General Services
City Administrative Officer	Los Angeles Housing
City Attorney	Information Technology Agency
City Clerk	Library
City Ethics Commission	Mayor
Civil, Human Rights and Equity	Neighborhood Empowerment
Community Investment for Families	Personnel
Controller	City Planning
Convention and Tourism Development	Police
Council	Public Accountability
Cultural Affairs	Public Works
Disability	Recreation and Parks
Economic and Workforce Development	Transportation
El Pueblo de Los Angeles	Youth Development
Emergency Management	Zoo

CITY OF LOS ANGELES, CALIFORNIA
Notes to the Schedules of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2022

2. Awards Received by Other City Departments and Entities

The federal award programs administered by the following City Departments and related organization are not included in the Schedule of Expenditures of Federal Awards but have separate independent single audits:

<u>Department/Agencies</u>	<u>Federal Single Audit Cognizant/Oversight Agencies</u>	<u>Auditors</u>
Airports	Department of Transportation	Moss Adams LLP
Harbor	Department of Homeland Security	Moss Adams LLP
Housing Authority of the City of Los Angeles	Department of Housing and Urban Development	Berman, Hopkins, CPAs & Associates LLP
Water and Power	Environmental Protection Agency (Water System) Department of the Treasury (Power System)	KPMG LLP

3. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal award programs of the City Departments and Offices identified in Note 1. All federal awards from the federal government and pass-through agencies are included in the SEFA. The information in the SEFA is presented in accordance with the requirements of the Uniform Guidance.

4. Summary of Significant Accounting Policies

Expenditures reported on the SEFA are reported on the modified accrual basis of accounting, however, some amounts presented in this schedule are reported on a cash basis, as described in Note 10. Such expenditures are recognized following the cost principles contained in the Office of Management and Budget Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. Negative or credit amounts on the SEFA represent an adjustment for amounts reported as expenditures in the prior fiscal year.

The City has elected not to use the ten (10) percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF LOS ANGELES, CALIFORNIA
Notes to the Schedules of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2022

5. Relationship to Federal Financial Reports

Amounts reported in the accompanying SEFA agree with the amounts reported in the related federal financial reports.

6. Changes in Assistance Listing (AL) Numbers (No.)

AL Nos. 14.256, 21.003 and 97.090 are archived programs that are being retained to report expenditures incurred or to show outstanding loans of these programs.

7. Major Federal Programs

Under the risk-based approach to determine major programs under the Uniform Guidance, major programs of the City may have expenditures as low as \$750,000 if the program is considered to be of high risk. Level of risk is determined by the auditor's judgment and guidelines contained in the Uniform Guidance.

8. Outstanding Loans of Federal Funds

The following is a summary of outstanding loans at cost by AL No. as of June 30, 2022. The outstanding loan balances do not reflect an allowance for uncollectibles of \$454,407,000. The FY 2020-21 outstanding balance of AL No. 14.248 in the amount of \$63,387,000, for which the Federal Government imposed continuing compliance, was included in the total expenditures in the accompanying SEFA.

AL No.	Federal Grantor	Administering City Departments	Outstanding Balance as of June 30, 2022
14.218	HUD	Economic and Workforce Development	\$ 16,715,000
		Community Investment for Families	301,329,000
		Housing	12,974,000
		Subtotal for AL No. 14.218	331,018,000
14.228	HUD	Housing	4,500,000
14.239	HUD	Housing	762,622,000
14.239	HUD	Community Investment for Families	2,000
		Subtotal for AL No. 14.239	762,624,000
14.241	HUD	Housing	23,390,000
14.248	HUD	Economic and Workforce Development	56,596,000
14.256	HUD	Housing	47,750,000
14.Unknown	HUD	Housing	12,525,000
81.128	DOE	Housing	3,436,000
		TOTAL	\$ 1,241,839,000

CITY OF LOS ANGELES, CALIFORNIA
Notes to the Schedules of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2022

9. Coronavirus Disease 2019 (COVID-19)

On March 13, 2020, a presidential emergency was declared for all states, tribes, territories, and the District of Columbia due to the ongoing Coronavirus Disease 2019 (COVID-19) pandemic. The declaration made federal disaster grant public assistance available through the Coronavirus Aid, Relief, and Economic Security (CARES) Act to the City and to the State of California to supplement the City's local recovery efforts. To assist in the efforts to respond to COVID-19, the City received significant fiscal stimulus in federal funds.

On April 22, 2020, the City received a CARES Act award of \$694,405,324 from the U.S. Department of the Treasury. The City is a prime recipient and received the direct payment under section 601(b) of the Social Security Act. The accompanying SEFA includes significant expenditures of CARES Act funds: AL No. 14.218 in the amount of \$24,347,000; AL No. 14.231 in the amount of \$69,671,000; AL No. 16.034 in the amount of \$5,601,000; AL No. 20.507 in the amount of \$8,877,000; AL No. 21.019 in the amount of \$32,343,000, Aging Cluster AL No. 93.042, 93.044, 93.045, and 93.052 in the amount of \$1,760,000; and AL No. 93.569 in the amount of \$7,554,000 that: a) were necessary expenditures incurred due to the public health emergency with respect to COVID-19; b) were accounted for in the revised budget most recently approved as of July 1, 2021; and c) were incurred during the period July 1, 2021 through June 30, 2022. The award's period of performance ends on September 30, 2024. The City is continuously reviewing the eligible CARES Act expenditures and will reflect any FY 2021-22 expenditures adjustments in the FY 2022-23 Single Audit Report due to the complexity of the federal guidance on the CARES Act.

On March 11, 2021, the American Rescue Plan Act (ARPA) was signed into law to deliver immediate and direct relief to individuals, families, states and local governments impacted by the COVID-19 pandemic. In May of 2021, the City received the first portion of funding from ARPA and the second tranche was received in June of 2022. The accompanying SEFA includes expenditures of ARPA funds (AL No. 21.027) in the amount of \$714,588,000 that: a) were necessary expenditures incurred due to the public health emergency with respect to COVID-19; and b) were incurred during the period July 1, 2021 through June 30, 2022. ARPA funding was also used for COVID-19 Emergency Rental Assistance Program (ERAP) and began distributions in July 2020. During FY 2021-22, the accompanying SEFA includes expenditures of ERAP funds in the amount of \$231,173,000 (AL No. 21.023).

On March 18, 2020, the Families First Coronavirus Response Act (FFCRA) was signed into law to provide additional flexibility for additional administrative funding in response to the COVID-19 pandemic. The accompanying SEFA includes expenditures of FFCRA funds (AL No. 93.045) in the amount of \$481,000 that: a) were necessary expenditures incurred due to the public health emergency with respect to COVID-19; and b) were incurred during the period July 1, 2021 through June 30, 2022.

CITY OF LOS ANGELES, CALIFORNIA
Notes to the Schedules of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2022

10. Disaster Grants AL No. 97.036

On March 22, 2020, the President declared a major disaster for the State of California in relation to the coronavirus pandemic and issued FEMA-4482-DR. As a result of 4482-DR, the City is eligible for reimbursement of eligible expenditures through the FEMA Public Assistance (PA) Program for emergency protective measures. The vaccination sites that the City set up as part of their emergency protective measures falls under emergency protective measures for this major disaster. Based on the information available at the time, the cost for the City's vaccination efforts was anticipated to be approximately \$108,987,000. The City has since concluded their vaccination program and has submitted approximately \$32,500,000 in expenditures to FEMA for this effort; they are in the process of reviewing this claim for obligation. As of today, the City has not received any funds related to this project; we anticipate the reconciliation and reimbursement for this project in FY 2024-25.

During the fiscal year ended June 30, 2022, the City received \$60,182,000 and reported this amount on the SEFA for FEMA-4482-DR. The City anticipates receiving \$114,000,000 by the end of FY 2022-23, the total amount that the City anticipates claiming, receiving, and reporting is approximately \$261,000,000 in subsequent years after FY 2022-23. The claims to FEMA are still ongoing and this figure may change.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs
Fiscal Year Ended June 30, 2022

Section I - Summary of Auditor's Results

(a) 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? **No**
- Significant deficiency(ies) identified? **None reported**

Noncompliance material to the financial statements noted? **No**

(b) Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? **Yes**
- Significant deficiency(ies) identified? **Yes**

Type of auditor's report issued on compliance for major federal programs:

Unmodified for all major programs

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a)? **Yes**

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

Identification of major federal programs:

<u>AL Number</u>	<u>Name of Federal Program or Cluster</u>
14.231	Emergency Solutions Grant Program
14.241	Housing Opportunities for Persons with AIDS
16.034	Coronavirus Emergency Supplemental Funding Program
16.738	Edwards Byrne Memorial Justice Assistance Grant Program
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants
21.019	Coronavirus Relief Fund
21.023	Emergency Rental Assistance Program
21.027	Coronavirus State and Local Fiscal Recovery Funds
59.075	Shuttered Venue Operators Grant Program
93.041/93.042/93.043/ 93.044/93.045/93.052/ 93.053/93.747	Aging Cluster
93.569	Community Services Block Grant
97.036	Disaster Grants – Public Assistance (Presidentially Declared Disasters)

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

\$4,672,134

Auditee qualified as a low-risk auditee?

No

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

Reference Number: 2022-001
Federal Program Title: Special Programs for the Aging, CARES Act – Special Programs for the Aging, CAA – Special Programs for the Aging, FFCRA – Special Programs for the Aging, National Family Caregiver Support, CARES Act – National Family Caregiver Support, and Nutrition Services Incentive Program (Aging Cluster)
Federal Catalog Number: 93.041, 93.042, 93.043, 93.044, 93.045, 93.052, 93.053 and 93.747
Federal Agency: Department of Health and Human Services
Pass-Through Entity: State of California - Department of Aging
Federal Award Number and Year: AP-2022-25, AP-2122-25, CARES-25, FFCRA-25; FY 2021-22
Name of City Department: City of Los Angeles Department of Aging (LADOA)
Category of Finding: Subrecipient Monitoring

Criteria

In accordance with Title 2 *Code of Federal Regulations* (CFR) §200.332(d) *Requirements for pass-through entities*, monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; and the subaward performance goals are achieved. Pass-through entity monitoring of the subrecipient must include:

- (1) Reviewing financial and performance reports required by the pass-through entity.
- (2) Following up and ensuring the subrecipient takes timely and appropriate action on all deficiencies pertaining to the Federal award provided to the subrecipient from the pass-through entity detected through audits, onsite reviews, and written confirmations from the subrecipient, highlighting the status of actions planned or taken to address Single Audit findings related to the particular subaward.
- (3) Issuing a management decision for applicable audit findings pertaining only to the Federal award provided to the subrecipient from the pass-through entity as required by §200.521.

In accordance with LADOA's Fiscal Monitoring Review Procedures Manual and its Internal Control guidance, the Project Management Division (PMD) performs site visits at the subrecipient to review financial and programmatic records and observe operations. The on-site visits are to be conducted on a semi-annual basis by PMD and evaluate any findings identified during the on-going desk reviews and observe operations. Auditors perform site visit monitoring every other year.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

Condition

During our audit of the Aging Cluster, we selected seven (7) subrecipients with active contracts during FY 21-22 and noted that for 1 subrecipient LADOA did not perform on-site monitoring during FY 21-22. For the other six (6) subrecipients, we noted that while LADOA conducted the on-site monitoring visit during FY 21-22, the reports were either not completed or not finalized until after June 30, 2022.

Subrecipient	Date On-site Review Conducted	Date Report Finalized and Approved
Center for Health Care Rights (CHCR)	None during FY 21-22	None during FY 21-22
Consulting Nutrition Services (CNS)	May 2022	August 24, 2022
Little Tokyo Service Center	June 27, 2022	August 22, 2022
Partners in Care Foundation	June 28, 2022	None noted
Single Room Occupancy (SRO)	June 28, 2022	August 18, 2022
Special Service for Groups	June 27, 2022	None noted
WISE & Healthy Aging	June 28, 2022	August 25, 2022

Evidence of alternative remote monitoring procedures was not available.

Cause

While aware of the requirements, LADOA did not complete the required on-site monitoring due to closures from the COVID-19 pandemic. Furthermore, LADOA did not develop or implement compensating controls over the monitoring of subrecipients receiving funding during FY 21-22

Effect

Failure to conduct monitoring of subrecipients results in noncompliance with 2 CFR §200.332(d) and a failure of the internal control environment surrounding subrecipient monitoring. In addition, failure to conduct monitoring of subrecipients could result in disallowed costs.

Questioned Costs

Questioned costs were not determinable.

Context

Of the seven (7) subrecipients selected for testing, totaling \$3,208,183 from a population of \$13,530,000, subrecipient monitoring was not completed for all seven (7) subrecipients during FY 21-22.

The sample was not a statistically valid sample. This is a repeat finding as indicated in the Schedule of Prior Audit Findings as finding number 2021-001.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

Recommendation

We recommend that LADOA evaluate resources and obstacles impeding the City from performing subrecipient monitoring in accordance with its prescribed program and develop and implement solutions to comply with the subrecipient monitoring requirements. Consider reorganizing staffing roles and responsibilities to create capacity, revising monitoring program and outsourcing monitoring to independent contractors.

Management Response and Corrective Action

1. Person responsible for corrective action plan:

Stewart Young, Deputy Director of Strategic Partnership and Planning, (213) 482-7246

2. Corrective action plan:

The Los Angeles Department of Aging (LADOA and Department, used interchangeably) is in receipt of the MGO memorandum received on March 16, 2023, requesting a Management Response and Corrective Action Plan for the abovementioned grant programs.

During the review period, the City of Los Angeles was under a local and state declaration of emergency and operating under the Safer at Home order issued on March 19, 2020 by Mayor Garcetti. As such, the Department's service providers were closed and on-site monitoring was suspended.

Per the California Department of Aging Guidance (Guidance for Area Agencies on Aging [AAA] Regarding COVID-19, updated November 30, 2021), the Los Angeles Department of Aging instituted remote monitoring practices in alignment with the State's practices. As indicated in its response to the question on monitoring requirements, the State encouraged remote program monitoring:

"Question 2: Are AAAs required to resume monitoring service providers?"

"Yes, In July 2020, CDA instituted remote program and fiscal monitoring using desk reviews, virtual interviews, conference calls, etc. AAAs are expected to do the same if in-person monitoring is not possible."

In its report, the auditor suggests that the Department was deficient in its "monitoring of subrecipients" and as such was "in noncompliance with 2 CFR §200.332(d)" and with its "Internal Control Environment with subrecipient monitoring." The report recommends that the Department evaluate the allocation of resources that are "impeding the City's ability to perform subrecipient monitoring." The report further recommends that LADOA consider "revising the monitoring program and outsourcing to independent contractors."

The Department maintains that its approach and implementation was in alignment with the State's remote monitoring practices. During this period, LADOA program monitoring staff conducted desk reviews of its service providers ("remote electronic data report reviews and monitored Client Tracking System (CTS) activity performance as a daily task..."), which included a review of service units, funding, and performance reports. If issues were identified, the Department contacted the service providers to clarify the

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

concern and/or to remedy the issue. In May 2022, most (not all) of the Department's service providers resumed in-person operations with limited capacity.

As such, in June 2022, the Department reinstated on-site program monitoring of its service providers for Titles III-B, III-C1, III-C2, III-D, III-E and VII programs. These monitoring did not reveal any program findings. The Department also conducted fiscal monitoring of its service providers, which did not reveal any fiscal discrepancies. As noted in the auditor's report, all but one of these on-site visits were conducted during the program year. The regulations in 2 CFR §200.332(d) are silent on the need for issuing a written notice when no program findings are noted and are equally silent on the purported requirement to issue a program report during the program year. The Department recognizes the issuance of a report upon completion of a monitoring site-visit with no findings is a best practice but not a requirement under 2 CFR §200.332(d). Moving forward, the Department will ensure that a written report is issued within 60 business days after completing an on-site program monitoring visit.

LADOA maintains that it has complied with the CDA guidance on monitoring and has met its contractual requirements. The Department has also resumed on-site monitoring and, more recently, in December 2022, LADOA has hired additional senior management staff that will review its monitoring tools and protocols to ensure compliance with statutes, regulations, and contractual obligations.

3. Anticipated implementation date:

July 1, 2023

CITY OF LOS ANGELES, CALIFORNIA
 Schedule of Findings and Questioned Costs (Continued)
 Fiscal Year Ended June 30, 2022

Reference Number: 2022-002
Federal Program Title: Housing Opportunities for Persons With AIDS (HOPWA) Program
Federal Catalog Number: 14.241
Federal Agency: Department of Housing and Urban Development
Pass-Through Entity: Los Angeles Housing Department
Federal Award Number and Year: CA-H20-0002, CA-H2001W026, CA-H20-FHW005, and CA-H21-F005 and prior awards; FY 2021-22
Name of City Department: Los Angeles Housing Department
Category of Finding: Reporting

Criteria

Per the U.S. Department of Housing and Urban Development grant agreements; CA-H20-0002, CA-H2001W026, CA-H20-FHW005, and CA-H21-F005 and prior awards, with the Los Angeles Housing Department (LAHD), must complete and submit an annual Consolidated Annual Performance and Evaluation Report (CAPER) and an Annual Progress Report (APR) within 90 days of the end of the each 12 month program year, in accordance with 24 CFR 574.520(a) and 24 CFR 574.520(b) respectively, and 2 CFR 200.301 performance measurement.

Condition

During our audit of the Housing Opportunities for Persons With AIDS (HOPWA) Program, we noted that the LAHD submitted the following reports after the due dates or has not yet submitted the reports.

Report Type	Grant Code	Period Covered	Due Date	Date Submitted	Number of Days Late
CAPER	HOPWA	7/1/2021-6/30/2022	9/30/2022	3/9/2023	160
HUD-40110-C APR (Regular and CARES)	HOPWA	7/1/2021-6/30/2022	9/30/2022	Report has not been submitted yet	

Cause

LAHD does not have an internal control process in place to ensure that the required annual reports are reviewed, approved and submitted on a timely basis. LAHD was not aware these reports had not been submitted until contacted by HUD, in the case of the CAPER or by the external audit team, in the case of the APR.

Effect

The delay or lack of submitted report(s) without a previously requested extension(s) results in noncompliance with 24 CFR §574.520(a) and (b) and 2 CFR §200.301.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

Questioned Costs

Questioned costs were not identified.

Context

LAHD is required to submit three (3) types of reports for HOPWA for FY 21-22: HUD 60002 Section 3 Summary Report, Economic Opportunities for Low-and Very Low-Income Persons; HUD-40110-C Annual Progress Report (for both Regular and CARES HOPWA funds); and HUD-40110-D Consolidation Annual Performance and Evaluation Report (CAPER). Out of the three (3) reports, one (1) report was submitted after the due date, and one (1) report has yet to be submitted.

The sample was not a statistically valid sample.

Recommendation

We recommend that LAHD review workflow priorities and evaluate resource needs to ensure all reports are submitted timely. When a report cannot be submitted by the due date, LAHD should contact its grantor, request an extension and maintain a record of the correspondence and approval.

Management Response and Corrective Action

1. Person responsible for corrective action plan: (Name, Title, and phone number)

Jesus D. Orozco
HOPWA Program Manager
(213) 808-8668

2. Corrective action plan:

LAHD has created an internal control process led by the HOPWA Program Manager in order to ensure that the required reports are submitted in compliance with 24 CFR §574.520(a) and (b) and 2 CFR §200.301. HUD has announced that for ongoing program years, reporting forms will be updated for HUD-40110-C, and HUD-40110-D and will be the responsibility of providers to complete. These reports will be submitted to LAHD, reviewed, and subsequently submitted to HUD.

As a result of these changes in reporting, LAHD will be implementing the following to ensure timely reporting:

- LAHD will issue a HOPWA Directive to the providers with the required Excel forms, and mandatory dates for technical assistance training on filling out the report. The Directive must be issued by the first week of April which will be followed by a training in May.
- All reporting must be submitted for an initial review to LAHD 60 days before September 30, 2023.
- LAHD will provide second review 45 days before September 30, 2023.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
Fiscal Year Ended June 30, 2022

- A review by Cloudburst—a HUD contractor for technical assistance support—will be submitted by LAHD by September 1, 2023 to provide LAHD enough time to respond and correct any errors.
- Final reports will be submitted by LAHD by the reporting deadline.

In the event that an extension is needed, a request will be submitted well before the deadline to be in compliance with 24 CFR §574.520(a) and (b) and 2 CFR §200.301.

3. Anticipated implementation date:

Effective immediately, LAHD will require that the identified protocols for future reporting periods are implemented. By April 7, 2023, LAHD will issue a HOPWA Directive to HOPWA providers notifying them of the reporting process and requirements.

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CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Audit Findings
Fiscal Year Ended June 30, 2022

FINANCIAL STATEMENT FINDINGS:

2014-001 Risk Assessment over Financial Reporting (Material Weakness)

1. Control Environment and Risk Assessment

Condition

The City does not have a comprehensive risk assessment process over external financial reporting.

Due to the risks associated with the decentralized nature of the City, in 2008, the City Controller identified and issued a report titled "Evaluation of Citywide Risk Management Functions" related to the lack of risk assessment within the City.

The report recommended that the City establish an organizational and governance structure for an enterprise risk management model (ERM). The report further recommended that the City be responsible for implementing a risk assessment framework similar to that mentioned in the Green Book.

As of fiscal year 2014, an ERM or risk assessment framework over external financial reporting has not yet been implemented.

Recommendation

We recommend that the City adopt a process for financial statement risk assessment to ensure that adequate controls over external financial reporting exist.

2. Control Activities and Monitoring

Condition

The City has not established a comprehensive assessment of risks over external financial reporting. In the absence of a risk assessment, the City has not identified the critical controls to ensure compliance with external financial reporting requirements nor have these critical controls been monitored on a regular basis.

The City's current control activities, while necessary, emphasize risks primarily at the transaction level rather than at the external financial reporting level. The transaction level reporting and monitoring includes Demand Audit for payments, Funds and Appropriations for budgetary controls, and the Audit Division for departmental controls. As the City is decentralized, individual City departments' internal control processes are significantly relied upon for accurate external financial reporting.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Audit Findings (Continued)
Fiscal Year Ended June 30, 2022

The lack of controls over external financial reporting resulted in certain inconsistencies by various departments in the preparation of financial information used in preparing the City's basic financial statements included in its ACFR resulting in misstatements, such as misclassifications of financial statement elements, and misapplications of GAAP. As an example, the reversion worksheets prepared at the department level to reclassify expenditures initially recorded in the General Fund to the proper funds add an extra element of complexity to the financial reporting process. Since these reversion worksheets are based on both budgeted and actual expenditures, there is an increased risk that the consolidation process for external financial reporting may contain errors. This is further complicated by the City's multiple proprietary IT systems (PaySR, LATAX, and SMS) that interface with the City's Financial Management System (FMS), which is then summarized in a Microsoft Access database used by the Controller's Office to prepare the City's ACFR.

Recommendation

The City should design and implement a system of internal controls over external financial reporting. The system of internal controls should include: 1) implementation of a risk assessment over external financial reporting; 2) design and implementation of controls over critical risk areas identified; 3) monitoring of stated controls; and 4) periodic re-evaluations of risks and controls.

Current Year Management Response

The Fiscal Oversight & Controls Utilization Survey (FOCUS) program is a citywide internal control assessment that aims to streamline the evaluation of citywide internal controls, primarily as it relates to financial reporting. The Controller's Office continued to refine the FOCUS risk assessment program throughout the course of FY22, with an eye toward launching a multiyear assessment cycle in FY23. Potential options include obtaining technical assistance to refine or administer the upcoming survey. In the meantime, information about control weaknesses obtained through the initial iteration of the program are being incorporated into citywide risk assessments completed by the Controller's Audit Services Division.

Current Status as of June 30, 2022

Partially implemented.

2014-002 Information Technology – General Controls Review (Significant Deficiency)

Lack of Adequate Fire Protection at Server Room

Condition

The City's server room does not have an automatic non-water fire suppression system. We note that the City has plans to build a new data center adjacent to its current center, and install adequate fire protection.

Recommendation

The City should ensure that the new data center contains a dry fire suppression system.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Audit Findings (Continued)
Fiscal Year Ended June 30, 2022

Current Year Management Response

Since the last report of the construction status on February 10, 2022, the installation and the final acceptance of the Double Interlocked Pre-Action Fire Sprinkler System have been completed on March 31, 2022.

The fire alarm system was finally approved by LADBS on September 21, 2022. The inspection status of the fire sprinkler permits 18043-10000-03587, 18043-10001-03587 and the fire alarm permits 18041-10000-21993 and 18041-10001-21993 have been attached for your reference (document: "ITA Server Room Upgrade Construction Status as of September 21, 2022")

Current Status as of June 30, 2022

Implemented.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

FEDERAL AWARD FINDINGS:

2018-003 Noncompliance with Cash Management – Noncompliance and Material Weakness

CFDA No. 93.558 – Temporary Assistance for Needy Families

Condition

Per review of subrecipient invoices paid by EWDD, the time lapse between the receipt of funds from the County and the disbursement of funds to subrecipients exceeded the City's payment policy of 30 days for twenty-six (26) invoices reviewed. Delaying payments to subrecipients when funds are available also indicates a failure to ensure that the timing and amounts of advance payments are minimized to meet the immediate cash requirements of the program.

Recommendation

To ensure that EWDD minimizes the timing and amount of advances to the immediate cash requirements of the program, we recommend that EWDD report subrecipient expenditures on the cash requests to the County only when subrecipient invoices have been reviewed and approved for payment.

Current Year Management Response

Not implemented as of June 30, 2022. Due to the on-going vacancies, EWDD was not able to submit billings to the County during FY 2021-2022 in a timely manner. As of November 30, 2022, all delinquent billings for FY 2021-2022 were completed and submitted to the County by August 2022. We have now been able to hire a new Grants Manager who will be responsible for preparing the billings (i.e., grant reports) required by the County of Los Angeles.

Current Status as of June 30, 2022

Not implemented.

2019-008 Noncompliance with Special Tests and Provisions – Noncompliance and Material Weakness

CFDA No. 14.239 – Home Investment Partnerships Program

Condition

During our review of the housing quality inspections for completed projects, we selected three (3) completed projects and noted that HCID performed a housing quality inspection. However, for two of the projects, they were not performed within the required 12-month period after the project was completed.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

Recommendation

We recommend that HCID strengthens its process to ensure housing quality inspections are performed in a timely manner.

Current Year Management Response

A. Process 1: Using the new Code, Compliance, Rent Information System (CCRIS) scheduler module, which will automatically queue HOME-assisted housing projects for scheduling.

The HOME Inspection Group (HIG) now utilizes the new CCRIS scheduler and HOME inspection modules for routine duties related to the scheduling, conducting, and managing of HOME inspections.

B. Process 2: Staffing Housing Inspection Group (HIG) Inspector position as necessary to meet inspection goals.

Additional staff resources have been identified, trained, and assigned to assist the HIG in catching up on inspections which have been delayed due to absences and the COVID-19 pandemic and to serve as backups to HIG Inspectors, so they may substitute for them on inspections when the assigned HIG Inspector is absent. The HIG will continue to utilize these additional resources as necessary to ensure inspections are conducted in accordance with HOME regulations.

Current Status as of June 30, 2022

Implemented.

2020-001 Noncompliance with Financial Reporting – SEFA – Significant Deficiency

CFDA No. 20.519 – Clean Fuels

Condition

Federal awards expended in a fiscal year should be reported on the schedule of expenditures of federal awards (SEFA) of the same year. However, during our review of the Clean Fuels program, we noted that the expenditures reported on the FY 2019-2020 SEFA were incurred between April 2018 and December 2018, which were prior to FY 2019-2020.

Recommendation

We recommend that when reimbursement requests are prepared subsequent to the end of a fiscal year, DOT notify and discuss with the Controller's Office to determine the appropriate fiscal year that the expenditures should be reported on the SEFA.

Current Year Management Response

The Department of Transportation has taken immediate corrective actions that reimbursement requests prepared subsequent to the end of the fiscal year are reported on the SEFA.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

Current Status as of June 30, 2022

Implemented – No expenditures reported for the Clean Fuels program in FY 2022. The program ended in FY 2019-2020; however, LADOT has revised department procedures to properly report expenditures on the SEFA in the required period.

2020-003 Noncompliance with Reporting – Noncompliance and Significant Deficiency

CFDA No. 20.519 – Clean Fuels

Condition

During our review of the Clean Fuels program, one (1) financial report and one (1) progress report were selected for testing. We noted that there was no documentation of the review and approval for the submitted reports. The City’s Department of Transportation (DOT) indicated the reports are reviewed before submission. However, documentation of review and approval was not maintained. Since the reviews were not documented, we were not able to verify that the reviews were performed for the reports.

Recommendation

We recommend that LADOT documents its review of financial and progress reports.

Current Year Management Response

We have implemented the corrective action as of October 1, 2021.

Current Status as of June 30, 2022

Implemented - The Clean Fuels program ended in FY 2022; however, LADOT implemented a report review process department wide affecting all grants current and future grants in FY 2021-22.

2020-005 Noncompliance with Allowable Costs/Cost Principles – Noncompliance and Material Weakness

CFDA No. 93.558 – Temporary Assistance for Needy Families

Condition

Of the sixty (60) samples selected for testing, we noted the following exceptions:

1. There were three (3) samples where the total reported expenditures were \$222,885. Upon the Economic and Workforce Development Department’s (EWDD) review of the subrecipients’ closeout reports and supporting documentation, the expenditures exceeded the approved budget by \$15,829. However, the amount has not yet been returned to the County of Los Angeles (the funding agency).

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

2. There were two (2) samples where the total reported expenditures were \$51,040. EWDD withheld the payments to subrecipients due to unresolved audit findings. After the findings were resolved, EWDD only paid \$49,054, which were the allowable costs of the subrecipients. As a result, there was an overstatement of \$1,986, and this amount has not yet been returned to the County of Los Angeles (the funding agency).
3. There was one (1) sample with reported accrued expenditures of \$30,824. EWDD indicated that the expenditures were reported by a subrecipient that is in process of a bankruptcy proceeding, and the supporting documents for the subrecipient's reimbursement claims are pending from the subrecipient's bankruptcy trustee. Upon review of the EWDD's records, there are other accrued expenditures of \$15,198 for this subrecipient. Therefore, the total accrual expenditures were \$46,022. Since EWDD has not paid this total amount to the subrecipient, it is not considered a federal award expended and should not be reported on the schedule of expenditures of federal awards (SEFA).

Recommendation

We recommend that EWDD performs the following:

1. Work with subrecipients to ensure that closeout reports are submitted timely and report the actual expenditures on the SEFA.
2. Remind subrecipients of the importance of timely submission to ensure the County reimburses allowable costs.
3. Review subrecipient agreements and ensure contract clauses are included regarding the strict timing of reimbursement policies of the County.
4. Return the overstated claimed amount to the County.
5. Discuss with the County reimbursement for expenditures incurred by the bankrupt organization should a court order be issued requiring reimbursement.

Current Year Management Response

Recommendation #4: Implemented as of June 30, 2022 for Conditions 1 and 2. In September 2021, the County of Los Angeles was refunded \$15,829 and \$1,986. See status of Recommendation # 5 below for Condition 3

Recommendation #5: Outstanding as of June 30, 2022. On November 1, 2022, EWDD met with County officials regarding all County funds withheld pending the conclusion of the bankruptcy proceedings for EWDD's former subrecipient. Although the bankruptcy court proceedings were still on-going, the County of Los Angeles required that funds withheld be returned to them. On November 28, 2022, EWDD returned \$46,022 to the County, together with other County non-federal funds withheld for this subrecipient.

Current Status as of June 30, 2022

Recommendation 1, 2, 3: Implemented.

Recommendation 4: Condition 1 and 2: Implemented.
Condition 3: Not resolved as of June 30, 2022.

Recommendation 5: Not resolved as of June 30, 2022.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

2020-006 Noncompliance with Special Tests and Provisions – Housing Quality Standards – Noncompliance and Material Weakness

CFDA No. 14.239 – Home Investment Partnerships Program

Condition

During our review of the housing quality inspections for the selected projects, we noted that Housing and Community Investment Department (HCID) did not perform a housing quality inspection within 12 months after project completion for four (4) projects and at least once every 3 years for ten (10) projects.

Recommendation

We recommend that HCID plans for alternative personnel to perform inspections when an inspector is absent so that housing quality inspections are performed in a timely manner, and fill vacant positions for the housing inspection division.

Current Year Management Response

Additional staff resources have been identified, trained, and assigned to assist the HIG in catching up on inspections which have been delayed due to absences and the COVID-19 pandemic and to serve as backups to HIG Inspectors, so they may substitute for them on inspections when the assigned HIG Inspector is absent. The HIG will continue to utilize these additional resources as necessary to ensure inspections are conducted in accordance with HOME regulations.

Current Status as of June 30, 2022

Implemented.

2021-001 Noncompliance with Subrecipient Monitoring – Material Noncompliance and Material Weakness

AL Nos. 93.041, 93.042, 93.043, 93.044, 93.045, 93.052, and 93.053 – Special Programs for the Aging, CARES Act – Special Programs for the Aging, FFCRA – Special Programs for the Aging, National Family Caregiver Support, CARES Act – National Family Caregiver Support, and Nutrition Services Incentive Program (Aging Cluster)

Condition

We selected nine (9) subrecipients with active contracts during FY 20-21 and noted that LADOA did not perform on-site monitoring over the subrecipients federal funding during FY 20-21.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

Recommendation

We recommend that LADOA evaluate resources and obstacles impeding the City's ability to perform subrecipient monitoring in accordance with its prescribed program and develop and implement solutions to comply with subrecipient monitoring requirements. LADOA should consider reorganizing staffing roles and responsibilities to create capacity, revising the monitoring program and outsourcing monitoring to independent contractors.

Current Year Management Response

The Department continues to maintain that its approach and implementation was in alignment with the State's remote monitoring practices. As indicated in our response, LADOA program monitoring staff conducted desk reviews of its service providers ("remote electronic data report reviews and monitored CTS activity performance as a daily task..."), which included a review of service units, funding, and performance reports. If issues were identified, the Department contacted the service providers to clarify the concern and/or to remedy the issue.

Moreover, in June 2022, the Department reinstated on-site monitoring of its service providers. LADOA continues to maintain that it has complied with CDA guidance on monitoring and has met its contractual requirements. The Department has also resumed on-site monitoring and, more recently, in December 2022, LADOA has hired additional senior management staff that will review its monitoring tools and protocols to ensure compliance with statutes, regulations, and contractual obligations.

Current Status as of June 30, 2022

Partially implemented – See current finding 2022-001

2021-002 Noncompliance with Subrecipient Monitoring – Noncompliance and Significant Deficiency

AL No. 97.067 - Homeland Security Grant Program

Condition

We noted that two of the five subrecipients selected for testing did not have onsite or virtual monitoring performed by the Mayor's Office during FY 20-21.

Recommendation

We recommend that MOPS evaluate resources and obstacles impeding the City's ability to perform subrecipient monitoring in accordance with its prescribed program and develop and implement solutions to comply with the subrecipient monitoring requirements. MOPS should consider reorganizing staffing roles and responsibilities to create capacity, revising the monitoring program and outsourcing monitoring to independent contractors.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

Current Year Management Response

MOPS has conducted all outstanding monitoring, and is in compliance. Additionally, staff meets regularly with the internal monitoring team to review and update processes. Finally, MOPS has drafted a monitoring procurement and will release it by the end of the month. Our expectation is to have a contractor in place on or about January 31, 2023. However, there may be delays due to potential related issues, i.e. failed procurement, ineligible proposals, etc.

Current Status as of June 30, 2022

Not implemented as of June 30, 2022.

2021-003 Noncompliance with Subrecipient Monitoring - Material Noncompliance and Material Weakness

AL No. 93.558 - Temporary Assistance for Needy Families

Condition

We noted that for all five samples selected from the population of subrecipients with active contracts during FY 20-21, EWDD did not perform on-site or desk monitoring over the subrecipients of the federal funding during FY 20-21.

Recommendation

We recommend that EWDD evaluate resources and obstacles impeding the City's ability to perform subrecipient monitoring in accordance with its prescribed program and develop and implement solutions to comply with the subrecipient monitoring requirements. EWDD should consider reorganizing staffing roles and responsibilities to create capacity, revising the monitoring program and outsourcing monitoring to independent contractors.

Current Year Management Response

On May 3, 2022, EWDD issued a Request for Quotation for audit services to outsource certain subrecipient monitoring activities. The evaluation of proposals was completed in September 2022. On October 19, 2022, EWDD obtained the approval of the Workforce Development Board to contract with the two CPA firms selected. In November 2022, the City contracted with one CPA firm, Davis Farr. EWDD will assign monitoring reviews not completed to the outside auditors.

EWDD is actively recruiting for vacant positions. EWDD has hired two new auditors, and one 120-day contracted Senior Auditor as of January 2023.

The anticipated implementation date is April 30, 2023.

Current Status as of June 30, 2022

Not implemented.

CITY OF LOS ANGELES, CALIFORNIA
 Schedule of Prior Year Findings (Continued)
 Fiscal Year Ended June 30, 2022

2021-004 Noncompliance with Reporting - Noncompliance and Significant Deficiency

AL No. 93.558 - Temporary Assistance for Needy Families (TANF)

Condition

We noted that EWDD submitted the following reports after the due dates.

Report Type	Grant Code	Period Covered	Due Date	Date Submitted	Number of Days Late
Financial Report	TANF	February 2021	3/10/2021	3/13/2021	3
Financial Report	TANF	November 2020	12/10/2020	12/24/2020	14

Recommendation

We recommend that EWDD review workflow priorities and evaluate resource needs to ensure all reports are submitted timely. When a report cannot be submitted by the due date, EWDD should contact its grantor, request an extension and maintain a record of the correspondence and approval.

Current Year Management Response

Not implemented as of June 30, 2022. Due to the on-going vacancies, EWDD was not able to submit billings to the County during FY 2021-2022 in a timely manner. As of November 30, 2022, all delinquent billings for FY 2021-2022 were completed and submitted to the County by August 2022. We have now been able to hire a new Grants Manager who will be responsible for preparing the billings (i.e., grant reports) required by the County of Los Angeles.

Current Status as of June 30, 2022

Not implemented.

2021-005 Noncompliance with Special Tests and Provisions – Housing Quality Standards – Noncompliance and Significant Deficiency

AL No. 14.239 - Home Investment Partnerships Program

Condition

We noted that the Los Angeles Housing Department (LAHD) did not perform a housing quality inspection within 12 months after project completion for one (1) project and at least once every 3 years for seventeen (17) projects.

This is a repeat finding as indicated in the Schedule of Prior Audit Findings as finding number 2019-008 and 2020-006.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

Recommendation

We recommend that LAHD plans for alternative personnel to perform inspections when an inspector is absent so that housing quality inspections are performed in a timely manner, and fill vacant positions for the housing inspection division.

Current Year Management Response

Additional staff resources have been identified, trained, and assigned to assist the HIG in catching up on inspections which have been delayed due to absences and the COVID-19 pandemic and to serve as backups to HIG Inspectors, so they may substitute for them on inspections when the assigned HIG Inspector is absent. The HIG will continue to utilize these additional resources as necessary to ensure inspections are conducted in accordance with HOME regulations.

Current Status as of June 30, 2022

Implemented.

2021-006 Noncompliance with Subrecipient Monitoring – Noncompliance and Significant Deficiency

AL Nos. 17.258, 17.259, 17.278 - Workforce Innovation and Opportunity Act (WIOA) Adult Program; WIOA Youth Activities; WIOA Dislocated Worker Formula Grants

Condition

We noted that for three of the samples selected from the population of subrecipients with active contracts during FY 20-21, EWDD did not perform on-site or desk monitoring over the subrecipients of the federal funding during FY 20-21. For three of the samples selected from the population of subrecipients, EWDD started but did not complete on-site and/or desk monitoring over the subrecipients of the federal funding during FY 20-21.

Recommendation

We recommend that EWDD evaluate resources and obstacles impeding the City's ability to perform or complete subrecipient monitoring in accordance with its prescribed program and develop and implement solutions to comply with the subrecipient monitoring requirements. EWDD should consider reorganizing staffing roles and responsibilities to create capacity, revising the monitoring program and outsourcing monitoring to independent contractors.

Current Year Management Response

On May 3, 2022, EWDD issued a Request for Quotation for audit services to outsource certain subrecipient monitoring activities. The evaluation of proposals was completed in September 2022. On October 19, 2022, EWDD obtained the approval of the Workforce Development Board to contract with the two CPA firms selected. In November 2022, the City contracted with one CPA firm, Davis Farr. EWDD will assign monitoring reviews not completed to the outside auditors.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

EWDD is actively recruiting for vacant positions. EWDD has hired two new auditors, and one 120-day contracted Senior Auditor as of January 2023.

The anticipated implementation dates is April 30, 2023.

Current Status as of June 30, 2022

Not implemented.

2021-007 Noncompliance with Eligibility - Noncompliance and Significant Deficiency

AL No. 17.259 - Workforce Innovation and Opportunity Act (WIOA) Youth Activities

Condition

During our review of forty (40) WIOA Youth Program participant case files, we noted the following:

- 1) One participant met the In-School Youth Program eligibility requirements; however, the application information in the CalJOBS system incorrectly indicated the participant's education status as Out-of-School Youth, and the completed application from the CalJOBS system was certified by both the applicant and the YouthSource Center staff.
- 2) One participant met the WIOA Youth Program eligibility requirements and received stipends from WIOA Youth funds; however, the application information in the CalJOBS system included an address outside of City lines, making the applicant ineligible for the program without a waiver. Waivers are sometimes granted for housing insecure youth; however, this information was not documented in the file.

Recommendation

We recommend that EWDD strengthens its review process to ensure that information entered into the CalJOBS system is accurate.

Current Year Management Response

Not implemented as of June 30, 2022. As of November 30, 2022, the error noted was a result of a typographical error rather than a lack of understanding of EWDD's procedures. However, case managers were reminded to ensure accuracy of participant data prior to completing participant files and entry of data into the State's CalJOBS system. The Waiver Request Form is now currently being used.

Current Status as of June 30, 2022

Not implemented.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

2021-008 Noncompliance with Control Environment

AL No. 20.608 – Minimum Penalties for Repeat Offenders for Driving While Intoxicated – Noncompliance and Material Weakness

Condition

The Los Angeles Police Department (LAPD) manages the Selective Traffic Enforcement Program (STEP) grant with a purpose to reduce the number of persons killed and injured in crashes involving alcohol and other primary collision factors. Expenditures claimed represent eligible overtime for employees performing allowable activities.

During our evaluation of the design of internal controls over the claims process, we noted a missing control where the manual accumulation of data to prepare the claim was not reviewed. The Program Manager (preparer) is responsible for categorizing allowable transactions in a spreadsheet for multiple grants for which the summary totals by grants are used to prepare the quarterly claims. The manual input is not reviewed for accuracy by anyone prior to the claim preparation.

During our audit of allowable expenditures, we identified one transaction that was not properly categorized and improperly claimed against the grant.

Recommendation

Management should design procedures to review manual inputs and provide assurance of accuracy for the summarized information used to prepare reimbursement claims. We recommend that LAPD strengthens its control process to ensure that information entered into the spreadsheet system is accurate.

Current Year Management Response

The LAPD will be implementing a new data entry process to ensure accuracy in reporting overtime activities funded by the grant.

There are three systems used to generate LAPD payroll checks. The *Payroll System Replacement* is a Citywide system managed by the City Controller's Office that processes regular and overtime payroll upload from the *Deployment Planning System* for regular time, and the *Online Overtime Timekeeping System (OLOTS)* for overtime. The LAPD uses Overtime Codes to segregate different overtime activities or categories. The Overtime Code 84, is assigned for all allowable activities for the STEP grant.

The LAPD identified that within OLOTS, aside from the timekeeper inputting an Overtime Code, there is a Comment Code field that could be utilized to input unique activity codes to further distinguish the different activities within the STEP grant. This would provide accurate reporting of overtime activity codes at the time the activity is performed and allow for the generation of separate overtime reports for each overtime activity.

This corrective action would replace the after-the-fact manual categorization of the different allowable activities under Code 84.

CITY OF LOS ANGELES, CALIFORNIA
Schedule of Prior Year Findings (Continued)
Fiscal Year Ended June 30, 2022

New procedures have been drafted for the accurate recording of overtime activities by the officers, supervisors, and timekeepers of OLOTS Coordinators and for the quarterly review and audit by the STEP Coordinator and grants analyst.

Although the newly awarded STEP grant is still pending approval from the City Council, the LAPD will be providing the procedures to all participating divisions and timekeepers by December 15, 2022. The new procedures will be implemented as soon as the grant is approved by the City Council and overtime activities commence for the new grant.

Current Status as of June 30, 2022

Not implemented.

CITY OF LOS ANGELES, CALIFORNIA
DEPARTMENT OF AGING
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE AWARDS
GRANTED BY CALIFORNIA DEPARTMENT OF AGING
FISCAL YEAR ENDED JUNE 30, 2022

Federal Grantor Pass-through Grantor Program Title	Grant/ Contract No.	AL No.	Expenditures State	Federal
U.S. Department of Labor				
Passed through State of California, Department of Aging				
Title V	TV-2122-25	17.235	\$ -	\$ 1,512,041
U.S. Department of Health and Human Services				
Passed through State of California, Department of Aging:				
Title III B	AP-2122-25	93.044	\$ 630,915	\$ 3,850,365
Title III C1 Congregate Nutrition	AP-2122-25	93.045	890,463	3,498,226
Title III C2 Home Delivered Nutrition	AP-2122-25	93.045	2,943,602	2,290,822
Title III D	AP-2122-25	93.043		263,481
Title III E	AP-2122-25	93.052		1,363,146
NSIP C1	AP-2122-25	93.053		485,910
NSIP C2	AP-2122-25	93.053		501,130
Title VII A	AP-2122-25	93.041		102,431
Title VII B	AP-2122-25	93.042		52,147
Dignity At Home Fall Prevention	FP-1920-25		71,913	-
Consolidated Appropriations Act	AP-2122-25	93.045		617,559
Social Security Act Elder-Justice Title XX	AP-2122-25	93.747		34,059
Ombudsman - Public Health L & C	AP-2122-25		32,658	-
Ombudsman - State Health Facilities/Citation Penalties	AP-2122-25		264,056	-
Ombudsman Volunteer Recruitment Initiative- Skilled Nursing Facility (SNF) Quality and Accountability Fund (QAF)	AP-2122-25		155,126	-
Health Insurance Counseling and Advocacy Program (HICAP)	HI -2122-25	93.324	435,090	178,638
Medicare Improvements for Patients and Providers Act	MI-2122-25	93.071		181,030
Financial Alignment	FA-2122-25	93.626		68,090
Families First Coronavirus Response Act C1	FFCRA-25	93.045		116,265
Families First Coronavirus Response Act C2	FFCRA-25	93.045		364,820
Supportive Services - Cares Act	CARES-25	93.044		298,462
Home Delivered Meals - Cares Act	CARES-25	93.045		1,097,790
Family Care - Cares Act	CARES-25	93.052		296,395
Ombudsman - Cares Act	CARES-25	93.042		66,907
Total Health and Human Services			5,423,823	15,727,673
Total			\$ 5,423,823	\$ 17,239,714

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CIFD)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 21F-4022, Project No. CAA-2021, REGULAR GRANT
For the Period January 1, 2021 through June 30, 2022

	<u>January 1, 2021 through June 30, 2021</u>	<u>July 1, 2021 through June 30, 2022</u>	<u>Total Audited Costs</u>	<u>Total Reported Expenditures</u>	<u>Total Budget</u>
Revenue					
Grant Revenue	\$ 1,928,070	\$ 4,897,175	\$ 6,825,245		\$ 6,825,245
Interest Income/ Program Income	-	2,649	2,649		-
Deferred Interest Income	-	-	-		-
Deferred Grant Revenue	(1,694,818)	1,694,818	-		-
Total Revenue	<u>233,252</u>	<u>6,594,642</u>	<u>6,827,894</u>		<u>6,825,245</u>
Expenditures					
Administrative Costs					
Salaries and Wages	138,208	1,073,901	1,212,109	1,209,461	1,204,433
Fringe Benefits	81,141	464,962	546,103	546,103	496,457
Operating Expenses and Equipment	13,773	134,636	148,409	148,409	176,945
Out-of-State Travel	-	-	-	-	-
Contractor/Consultant Services	130	1,405	1,535	1,535	6,152
Other Costs	-	233,436	233,436	233,436	254,956
Total Administrative Costs	<u>233,252</u>	<u>1,908,340</u>	<u>2,141,592</u>	<u>2,138,943</u>	<u>2,138,943</u>
Program Costs					
Salaries and Wages	-	-	-	-	-
Fringe Benefits	-	-	-	-	-
Subcontractor Services	-	4,686,302	4,686,302	4,686,302	4,686,302
Total Program Costs	<u>-</u>	<u>4,686,302</u>	<u>4,686,302</u>	<u>4,686,302</u>	<u>4,686,302</u>
Total Expenditures	<u>233,252</u>	<u>6,594,642</u>	<u>6,827,894</u>	<u>6,825,245</u>	<u>6,825,245</u>
Excess of Revenue Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CFID)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 21F-4423, Project No. CAA-2021, DISCRETIONARY GRANT
For the Period July 1, 2021 through June 30, 2022

	<u>July 1, 2021 through June 30, 2022</u>	<u>Total Audited Costs</u>	<u>Total Reported Expenditures</u>	<u>Total Budget</u>
Revenue				
Grant Revenue	\$ 35,312	\$ 35,312		\$ 28,250
Interest Income/ Program Income	-	-		-
Deferred Interest Income	-	-		-
Deferred Grant Revenue	(7,063)	(7,063)		-
Total Revenue	<u>28,250</u>	<u>28,250</u>		<u>28,250</u>
Expenditures				
Administrative Costs				
Salaries and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Operating Expenses and Equipment	-	-	-	-
Contractor/Consultant Services	-	-	-	-
Other Costs	-	-	-	-
Total Administrative Costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Program Costs				
Salaries and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Operating Expenses	28,250	28,250	28,250	28,250
Total Program Costs	<u>28,250</u>	<u>28,250</u>	<u>28,250</u>	<u>28,250</u>
Total Expenditures	<u>28,250</u>	<u>28,250</u>	<u>28,250</u>	<u>28,250</u>
Excess of Revenue Over Expenditures	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CFID)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 22F-5022, Project No. CAA-2022, REGULAR GRANT
For the Period January 1, 2022 through June 30, 2022

	<u>January 1, 2022 through June 30, 2022</u>	<u>Total Audited Costs</u>	<u>Total Reported Expenditures</u>	<u>Total Budget</u>
Revenue				
Grant Revenue	\$ 1,807,273	\$ 1,807,273		\$ 6,846,431
Interest Income/ Program Income	-	-		-
Deferred Interest Income	-	-		-
Deferred Grant Revenue	(1,689,247)	(1,689,247)		-
Total Revenue	<u>118,026</u>	<u>118,026</u>		<u>6,846,431</u>
Expenditures				
Administrative Costs				
Salaries and Wages	47,361	47,361	47,361	1,062,942
Fringe Benefits	42,896	42,896	42,896	468,226
Operating Expenses and Equipment	150	150	150	193,421
Out-of-State Travel	-	-	-	20,000
Contractor/Consultant Services	-	-	-	170,000
Other Costs	27,619	27,619	27,619	245,540
Total Administrative Costs	<u>118,026</u>	<u>118,026</u>	<u>118,026</u>	<u>2,160,129</u>
Program Costs				
Salaries and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Subcontractor Services	-	-	-	4,686,302
Total Program Costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,686,302</u>
Total Expenditures	<u>118,026</u>	<u>118,026</u>	<u>118,026</u>	<u>6,846,431</u>
Excess of Revenue Over Expenditures	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CFID)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 22F-5022, Project No. CAA-2022, DISCRETIONARY GRANT
For the Period January 1, 2022 through June 30, 2022

	January 1, 2022 through June 30, 2022	Total Audited Costs	Total Reported Expenditures	Total Budget
Revenue				
Grant Revenue	\$ -	\$ -		\$ 31,000
Interest Income/ Program Income	-	-		-
Deferred Interest Income	-	-		-
Deferred Grant Revenue	-	-		-
Total Revenue	-	-		31,000
Expenditures				
Administrative Costs				
Salaries and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Operating Expenses and Equipment	-	-	-	-
Out-of-State Travel	-	-	-	-
Contractor/Consultant Services	-	-	-	3,720
Other Costs	-	-	-	-
Total Administrative Costs	-	-	-	3,720
Program Costs				
Salaries and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Subcontractor Services	-	-	-	27,280
Total Program Costs	-	-	-	27,280
Total Expenditures	-	-	-	31,000
Excess of Revenue Over Expenditures	\$ -	\$ -	-	\$ -

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CIFD)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 20F-3661, Project No. CAA-2020, CARES GRANT- REGULAR GRANT
For the Period July 1, 2020 through June 30, 2022

	<u>July 1, 2020 through June 30, 2021</u>	<u>July 1, 2021 through June 30, 2022</u>	<u>Total Audited Costs</u>	<u>Total Reported Expenditures</u>	<u>Total Budget</u>
Revenue					
Grant Revenue	\$ 3,464,226	\$ 5,236,708	\$ 8,700,934		\$ 9,194,002
Interest Income/ Program Income	-	-	-		-
Deferred Interest Income	-	-	-		-
Deferred Grant Revenue	(2,298,501)	2,298,501	-		-
Total Revenue	<u>1,165,725</u>	<u>7,535,209</u>	<u>8,700,934</u>		<u>9,194,002</u>
Expenditures					
Administrative Costs					
Salaries and Wages	108,864	531,665	640,530	640,530	939,742
Fringe Benefits	47,977	224,369	272,347	272,347	378,752
Operating Expenses and Equipment	4,589	31,640	36,229	36,229	76,717
Out-of-State Travel	-	-	-	-	-
Contractor/Consultant Services	-	-	-	-	-
Other Costs	23,948	117,455	141,403	141,403	188,366
Total Administrative Costs	<u>185,379</u>	<u>905,129</u>	<u>1,090,509</u>	<u>1,090,509</u>	<u>1,583,577</u>
Program Costs					
Salaries and Wages	-	-	-	-	-
Fringe Benefits	-	-	-	-	-
Subcontractor Services	980,346	6,630,079	7,610,425	7,610,425	7,610,425
Total Program Costs	<u>980,346</u>	<u>6,630,079</u>	<u>7,610,425</u>	<u>7,610,425</u>	<u>7,610,425</u>
Total Expenditures	<u>1,165,725</u>	<u>7,535,209</u>	<u>8,700,934</u>	<u>8,700,934</u>	<u>9,194,002</u>
Excess of Revenue Over Expenditures	<u>\$ -</u>	<u>-</u>	<u>-</u>		<u>-</u>

CITY OF LOS ANGELES, CALIFORNIA
COMMUNITY INVESTMENT FOR FAMILIES DEPARTMENT (CFID)
STATE OF CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
COMMUNITY SERVICES BLOCK GRANT
SUPPLEMENTARY SCHEDULES OF REVENUE AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2022

Community Services Block Grant - AL No. 93.569
Contract No. 20F-3661, Project No. CAA-2020, CARES GRANT - DISCRETIONARY GRANT
For the Period July 1, 2020 through June 30, 2022

	<u>July 1, 2020 through June 30, 2021</u>	<u>July 1, 2021 through June 30, 2022</u>	<u>Total Audited Costs</u>	<u>Total Reported Expenditures</u>	<u>Total Budget</u>
Revenue					
Grant Revenue	\$ 31,317	\$ 9,053	\$ 40,370		\$ 40,370
Interest Income/ Program Income	-		-		-
Deferred Interest Income	-				-
Deferred Grant Revenue	(10,093)	10,093			-
Total Revenue	<u>21,224</u>	<u>19,146</u>	<u>40,370</u>		<u>40,370</u>
Expenditures					
Administrative Costs					
Salaries and Wages	-	-	-	-	-
Fringe Benefits	-	-	-	-	-
Operating Expenses and Equipment	-	4,844	4,844	4,844	4,844
Out-of-State Travel	-	-	-	-	-
Contractor/Consultant Services	-	-	-	-	-
Other Costs	-	-	-	-	-
Total Administrative Costs	<u>-</u>	<u>4,844</u>	<u>4,844</u>	<u>4,844</u>	<u>4,844</u>
Program Costs					
Salaries and Wages	-	-	-	-	-
Fringe Benefits	-	-	-	-	-
Subcontractor Services	21,224	14,302	35,526	35,526	35,526
Total Program Costs	<u>21,224</u>	<u>14,302</u>	<u>35,526</u>	<u>35,526</u>	<u>35,526</u>
Total Expenditures	<u>21,224</u>	<u>19,146</u>	<u>40,370</u>	<u>40,370</u>	<u>40,370</u>
Excess of Revenue Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>