

CITY OF SACRAMENTO, CALIFORNIA

Single Audit Reports

For the Fiscal Year Ended June 30, 2023

CITY OF SACRAMENTO, CALIFORNIA
Single Audit Reports
For the Fiscal Year Ended June 30, 2023

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**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 Mayor and Members of the
City Council of the City of Sacramento, 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 Sacramento, California (City), as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated December 19, 2023.

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 were not 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.

A handwritten signature in black ink that reads "Macias Gini & O'Connell LLP". The signature is written in a cursive, slightly slanted style.

Sacramento, California
December 19, 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

To the Honorable Mayor and Members of the City Council
City of Sacramento, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Sacramento, California’s (City) compliance with the types of compliance requirements identified as subject to audit 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, 2023. 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 federal programs for the fiscal year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*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.

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 the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 19, 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 is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Macias Gini & O'Connell LLP

Sacramento, California

March 29, 2024, except for our report on the Schedule of Expenditures of Federal Awards, for which the date is December 19, 2023

CITY OF SACRAMENTO, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Cluster Title/ Federal Program Name/City Program Name	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
United States Department of Housing and Urban Development				
Passed through Sacramento Housing and Redevelopment Agency:				
CDBG - Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants				
Del Paso Road Diet Construction	14.218	2020-1406	\$ 400,000	\$ -
21st Avenue Park Master Plan	14.218	2022-0318	2,660	-
River District Basketball Court	14.218	2020-0356	34,734	-
Nielsen Park	14.218	2020-1180	248,840	-
Woodlake Park	14.218	2022-0925	7,588	-
Lawrence Park Improvements	14.218	2022-0924	168,100	-
O'Neil Park Restroom Replacement	14.218	2021-0800	46,454	-
Mama Marks Park	14.218	2022-0513	13,823	-
Wood Park Design	14.218	2022-0341	27,890	-
Mangan Park Improvements	14.218	2021-0798-01	395,807	-
Temple Avenue Park Improvements	14.218	2021-0799	52,524	-
Matsui Park Access Improvements	14.218	2021-0270	89,117	-
Thelma and Hawk Park Master Plan	14.218	2022-0514	3,637	-
Franklin Blvd Complete Street	14.218	2021-0213	191,861	-
Northgate Boulevard Signals Project	14.218	2022-0563	436,603	-
Broadway Complete Street	14.218	2020-1412	508,517	-
Northwood School Access Improvement	14.218	2023-0241	115,502	-
Subtotal Community Development Block Grant/Entitlement Grants			<u>2,743,657</u>	<u>-</u>
Subtotal CDBG - Entitlement Grants Cluster			<u>2,743,657</u>	<u>-</u>
Passed through Sacramento Housing and Redevelopment Agency:				
Emergency Solutions Grant Program				
Step Up On Outreach and Supportive Services	14.231	2021-0531	34,742	34,742
Step Up Outreach and Housing Coordination Program	14.231	2023-0516	366,212	366,212
Subtotal Emergency Solutions Grant Program			<u>400,954</u>	<u>400,954</u>
Passed through Sacramento Housing and Redevelopment Agency:				
HOPE VI Cluster				
Choice Neighborhoods Implementation Grants:				
Gateway	14.889	2015-2230	151,366	-
N 12th Street Engagement	14.889	2015-2230	83,307	-
Project Administration	14.889	2015-2230	27,328	-
River District Basketball Court	14.889	2015-2230	11,170	-
Matsui Park Access Improvements	14.889	2015-2230	181,491	-
Subtotal Choice Neighborhoods Implementation Grants			<u>454,662</u>	<u>-</u>
Subtotal HOPE VI Cluster			<u>454,662</u>	<u>-</u>
Total United States Department of Housing and Urban Development			<u>3,599,273</u>	<u>400,954</u>
United States Department of the Interior				
Direct Programs:				
Central Valley Improvement Act, Title XXXIV:				
Lower American River Salmonid Habitat Improvement	15.512	---	663,205	-
Ancil Hoffman Restoration Site - Lower American River	15.512	---	55,290	-
Lower Sailor Bar	15.512	---	429,636	-
Lower American River Salmonid Habitat Improvement: Nimbus Basin				
Project Design and Engineering	15.512	---	153,329	-
Mississippi Bar Rock Sorting	15.512	---	5,536	-
Lower American River Salmonid Habitat Improvement Program - Upper				
Riverbend Phase I	15.512	---	223,257	-
Subtotal Central Valley Improvement Act, Title XXXIV			<u>1,530,253</u>	<u>-</u>
Central Valley Project Improvement Act (CVPIA)				
American River Juvenile Salmonid and Habitat Monitoring	15.648	---	300,804	-
Total United States Department of the Interior			<u>1,831,057</u>	<u>-</u>
United States Department of Justice				
Direct Programs:				
Public Safety Partnership and Community Policing Grants:				
COPS Hiring Program - 2017	16.710	---	69,270	-
COPS Hiring Program - 2021	16.710	---	378,663	-
Subtotal Public Safety Partnership and Community Policing Grants			<u>447,933</u>	<u>-</u>

The accompanying notes are an integral part of this schedule.

CITY OF SACRAMENTO, CALIFORNIA
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Cluster Title/ Federal Program Name/City Program Name	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
United States Department of Justice (Continued)				
Direct Programs:				
Edward Byrne Memorial Justice Assistance Grant Program				
Edward Byrne Memorial Justice Assistance Grant Program - 2019	16.738	---	\$ 20,704	\$ -
Edward Byrne Memorial Justice Assistance Grant Program - 2020	16.738	---	129,588	-
Edward Byrne Memorial Justice Assistance Grant Program - 2021	16.738	---	189,510	-
Edward Byrne Memorial Justice Assistance Grant Program - 2022	16.738	---	6,001	-
Subtotal Edward Byrne Memorial Justice Assistance Grant Program			345,803	-
Equitable Sharing Program				
Equitable Sharing Program	16.922	---	13,174	-
Total United States Department of Justice			806,910	-
United States Department of Labor				
Passed through Sacramento Employment and Training Agency:				
Workforce Investment Act/Workforce Innovation and Opportunity Act (WIA/WIOA) Cluster:				
WIOA Youth Activities	17.259	046301IS-19(E2)	1,316	-
WIOA Youth Activities	17.259	046301IS-19(E3)	69,296	-
Subtotal WIOA Youth Activities			70,612	-
Total United States Department of Labor			70,612	-
United States Department of Transportation				
Passed through State of California Department of Transportation (CALTRANS):				
Highway Planning and Construction	20.205	CML-5002(155)	487,931	-
Highway Planning and Construction	20.205	CML-5002(178)	58,980	-
Highway Planning and Construction	20.205	ATPL-5002(189)	4,038,421	-
Highway Planning and Construction	20.205	STPCML-5002(222)	298,611	-
Highway Planning and Construction	20.205	BRLS-5002(134)	256,623	-
Highway Planning and Construction	20.205	BRLS-5002(164)	2,215,947	-
Highway Planning and Construction	20.205	BRLS-5002(168)	274,273	-
Highway Planning and Construction	20.205	STPL-5002(174)	4,845,024	-
Highway Planning and Construction	20.205	STPL-5002(195)	548,417	-
Highway Planning and Construction	20.205	CML-5002(219)	128,172	-
Highway Planning and Construction	20.205	STPL-5002(213)	130,123	-
Highway Planning and Construction	20.205	ATPL-5002(203)	139,908	-
Highway Planning and Construction	20.205	HSIPL-5002(198)	1,975,996	-
Highway Planning and Construction	20.205	HSIPL-5002(199)	1,059,216	-
Highway Planning and Construction	20.205	HSIPL-5002(200)	56,608	-
Highway Planning and Construction	20.205	ATPL-5002(204)	43,648	-
Highway Planning and Construction	20.205	HSIPL-5002(209)	370,977	-
Highway Planning and Construction	20.205	HSIPL-5002(210)	64,219	-
Highway Planning and Construction	20.205	HSIPL-5002(211)	39,760	-
Highway Planning and Construction	20.205	HSIPL-5002(212)	67,204	-
Highway Planning and Construction	20.205	STPL-5002(221)	146,105	-
Highway Planning and Construction	20.205	BRLS-5002(220)	24,789	-
Highway Planning and Construction	20.205	STPL-5002(221)	33,895	-
Highway Planning and Construction	20.205	STPL-5002(224)	68,907	-
Highway Planning and Construction	20.205	STPL-5002(175)	220,169	-
Highway Planning and Construction	20.205	LPPSTPL-5002(226)	162,242	-
Highway Planning and Construction	20.205	DEMOL 5002(223)	5,466	-
Subtotal Highway Planning and Construction			17,761,631	-
Passed through State of California Office of Traffic Safety:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	PT20148	1,343	-
State and Community Highway Safety	20.600	PT21046	5,179	-
State and Community Highway Safety	20.600	PT22190	8,226	-
State and Community Highway Safety	20.600	PT23162	27,433	-
Subtotal State and Community Highway Safety			42,181	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT21046	4,402	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT22190	49,261	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT23162	83,768	-
Subtotal Minimum Penalties for Repeat Offenders for Driving While Intoxicated			137,431	-
Total United States Department of Transportation			17,941,243	-

The accompanying notes are an integral part of this schedule.

CITY OF SACRAMENTO, CALIFORNIA
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Cluster Title/ Federal Program Name/City Program Name	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
United States Department of the Treasury				
Direct Programs:				
COVID-19 Emergency Rental Assistance Program	21.023	---	\$ 4,463,105	\$ 4,463,105
Passed through California State Water Resources Control Board:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	CA3410020, W00012	4,620,084	-
Passed through County of Sacramento:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	ER3-2022-01	1,361,609	-
Passed through California Volunteers:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	JP1003	47,307	47,307
Subtotal Coronavirus State and Local Fiscal Recovery Funds			<u>6,029,000</u>	<u>47,307</u>
Total United States Department of the Treasury			<u>10,492,105</u>	<u>4,510,412</u>
United States Environmental Protection Agency				
Direct Programs:				
Brownfields Assessment and Cleanup Cooperative Agreements:				
Assessment and Cleanup - Northeast Sacramento	66.818	---	490	-
Revolving Loan Fund	66.818	---	3,569	-
Subtotal Brownfields Assessment and Cleanup Cooperative Agreements			<u>4,059</u>	<u>-</u>
Total United States Environmental Protection Agency			<u>4,059</u>	<u>-</u>
United States Department of Homeland Security				
Direct Programs:				
National Urban Search & Rescue (US&R) Response System:				
Urban Search and Rescue 2017	97.025	---	38,967	-
Urban Search and Rescue 2018	97.025	---	33,507	-
Urban Search and Rescue 2019	97.025	---	40,509	-
Urban Search and Rescue 2020	97.025	---	71,582	-
Urban Search and Rescue 2021	97.025	---	352,150	-
Urban Search and Rescue 2022	97.025	---	807,467	-
Urban Search and Rescue Hurricane Douglas	97.025	---	6,144	-
Urban Search and Rescue Oregon Fires	97.025	---	340	-
Urban Search and Rescue Hurricane Delta	97.025	---	277	-
Urban Search and Rescue Tropical Storm Henri	97.025	---	282	-
Urban Search and Rescue Hurricane Michael	97.025	---	628	-
Urban Search and Rescue Tropical Storm Barry	97.025	---	738	-
Urban Search and Rescue Kentucky Floods	97.025	---	76,470	-
Urban Search and Rescue Hurricane Fiona	97.025	---	34,568	-
Urban Search and Rescue Hurricane Ian	97.025	---	113,770	-
Subtotal National Urban Search & Rescue (US&R) Response System			<u>1,577,399</u>	<u>-</u>
Passed through California Governor's Office of Emergency Services				
Assistance to Firefighters Grant				
Assistance to Firefighters Grant - 2020	97.044	EMW-2020-FG-14603	366,164	-
Passed through California Governor's Office of Emergency Services				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)				
	97.036	FEMA-4482-DR-CA	556,272	-
Passed through State of California Office of Emergency Services:				
Homeland Security Grant Program				
Homeland Security Grant Program - 2019	97.067	2019-0035	12,462	-
Homeland Security Grant Program - 2020	97.067	2020-0095	2,195,907	1,122,530
Homeland Security Grant Program - 2021	97.067	2021-0081	874,749	-
Homeland Security Grant Program - 2022	97.067	2022-0043	17,392	-
Passed through the Sacramento County Office of Emergency Services:				
Homeland Security Grant Program - 2020				
	97.067	2020-0016	19,575	-
Homeland Security Grant Program - 2021				
	97.067	2021-0081	219,481	-
Subtotal Homeland Security Grant Program			<u>3,339,566</u>	<u>1,122,530</u>
Total United States Department of Homeland Security			<u>5,839,401</u>	<u>1,122,530</u>
Total Expenditures of Federal Awards			<u>\$ 40,584,660</u>	<u>\$ 6,033,896</u>

The accompanying notes are an integral part of this schedule.

CITY OF SACRAMENTO, CALIFORNIA
Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal award activity of the City of Sacramento, California (City) under programs of the federal government for the fiscal year ended June 30, 2023. The information in the Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

As a result of the COVID-19 pandemic, many new federal programs have been established and funding has been added to existing federal programs. Expenditures funded from the following acts are denoted by the prefix COVID-19 in the federal program title in the Schedule:

- Coronavirus Preparedness and Response Supplemental Appropriations Act
- Families First Coronavirus Response Act
- Coronavirus Aid, Relief, and Economic Security Act (CARES Act)
- Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA)
- American Rescue Plan Act (ARP)

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICY

Expenditures reported in the accompanying Schedule are presented using the modified accrual basis of accounting for governmental funds and the full accrual basis for proprietary funds. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown, if any, in the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 – ASSISTANCE LISTING NUMBERS (ALN)

The ALNs included in the accompanying Schedule were determined based on the program name, review of grant contract information, and the U.S. General Service Administration's [SAM.gov](https://www.sam.gov) website.

NOTE 4 – INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance Section 2 CFR 200.414.

CITY OF SACRAMENTO, CALIFORNIA
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2023

Section I Summary of Auditor’s Results

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

Internal control over major federal programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Type of auditor’s report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program
14.218	CDBG – Entitlement Grants Cluster
15.512	Community Development Block Grants/Entitlement Grants
21.023	Central Valley Improvement Act, Title XXXIV
21.027	Emergency Rental Assistance Program
97.025	Coronavirus State and Local Fiscal Recovery Funds
97.067	National Urban Search & Rescue (US&R) Response System
	Homeland Security Grant Program

Dollar threshold used to distinguish between type A and type B program:	\$1,217,540
Auditee qualified as a low-risk auditee?	Yes

CITY OF SACRAMENTO, CALIFORNIA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2023

Section II Financial Statement Findings

No matters were reported.

Section III Federal Awards Findings

No matters were reported.

CITY OF SACRAMENTO, CALIFORNIA
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2023

Finding Number	Federal Program Title	Assistance Listing Number	Compliance Requirement	Status
2022-001	Choice Neighborhoods Implementation Grants	14.889	Procurement and Suspension and Debarment	Fully Corrected