




City of El Paso, Texas

Single Audit Reports

August 31, 2024



City of El Paso, Texas
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Year Ended August 31, 2024

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City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Department of Agriculture				
Direct Program:				
Farmers Market and Local Food Promotion Program	10.175		\$ —	\$ 52,477
Passed through from:				
Texas Health and Human Services Commission				
WIC: Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	HHS000803400001	\$ —	\$ 5,789,023
SNAP Cluster:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program				
	10.561	HHS000979200022	\$ —	\$ 44,065
Texas Department of State Health Services				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program				
	10.561	HHS000743500002	\$ —	\$ 215,124
	10.561	HHS000979200022	\$ —	\$ 4,724
Total SNAP Cluster			\$ —	\$ 263,913
Total Department of Agriculture			\$ —	\$ 6,105,413
Department of Commerce				
Economic Development Cluster				
Direct Program:				
Economic Adjustment Assistance	11.307		\$ —	\$ 409,217
Passed through from:				
University of Texas at El Paso				
Economic Adjustment Assistance	11.307	ED22HDQ3070059	\$ —	\$ 29,194
Total Economic Development Cluster				\$ 438,411
Total Department of Commerce			\$ —	\$ 438,411
Department of Housing and Urban Development (HUD)				
Direct Programs:				
CDBG - Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants	14.218		\$ 12,611,857	\$ 13,514,327
COVID-19 Community Development Block Grants/Entitlement Grants	14.218		\$ —	\$ 231,811
Total CDBG - Entitlement Grants Cluster			\$ 12,611,857	\$ 13,746,138

The accompanying notes are an integral part of this schedule.

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Emergency Solutions Grant Program	14.231		\$ 564,966	\$ 569,699
Home Investment Partnerships Program	14.239		\$ —	\$ 819,258
Housing Opportunities for Persons with AIDS	14.241		\$ 950,078	\$ 1,017,689
Total Department of Housing and Urban Development (HUD)			\$ 14,126,901	\$ 16,152,784
Department of Justice				
Passed through from:				
Texas Office of the Governor				
Crime Victim Assistance	16.575	2592810	\$ —	\$ 193,185
Project Safe Neighborhoods	16.609	3952704	\$ —	\$ 23,756
Edward Byrne Memorial Justice Assistance Grant Program	16.738	4718001	\$ —	\$ 61,042
El Paso County				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22- GG-02186-JAGX	\$ —	\$ 105,156
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21- GG-01877-JAGX	\$ —	\$ 33,706
Total Edward Byrne Memorial Justice Assistance Grant Program			\$ —	\$ 199,904
Direct Program:				
Equitable Sharing Program	16.922		\$ —	\$ 273,641
Total Department of Justice			\$ —	\$ 690,486
Department of Transportation (DOT)				
Direct Program:				
Airport Improvement Program	20.106		\$ —	\$ 19,118,831
COVID-19 Airport Improvement Program	20.106		\$ —	\$ 3,392,458
Total Airport Improvement Program			\$ —	\$ 22,511,289

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Department of Transportation				
Highway Planning and Construction	20.205	0374-02-089	\$ —	\$ 520,218
Highway Planning and Construction	20.205	0924-06-240	\$ —	\$ 113,972
Highway Planning and Construction	20.205	0924-06-421	\$ —	\$ 75,251
Highway Planning and Construction	20.205	0924-06-422	\$ —	\$ 23,896
Highway Planning and Construction	20.205	0924-06-539	\$ —	\$ 17,675
Highway Planning and Construction	20.205	0924-06-542	\$ —	\$ 28,436
Highway Planning and Construction	20.205	0924-06-544	\$ —	\$ 17,606
Highway Planning and Construction	20.205	0924-06-566	\$ —	\$ 1,349,387
Highway Planning and Construction	20.205	0924-06-570	\$ —	\$ 267,588
Highway Planning and Construction	20.205	0924-06-602	\$ —	\$ 92,836
Highway Planning and Construction	20.205	0924-06-605	\$ —	\$ 4,608,832
Highway Planning and Construction	20.205	0924-06-609	\$ —	\$ 186,494
Highway Planning and Construction	20.205	0924-06-618	\$ —	\$ 109,571
Total Highway Planning and Construction			\$ —	\$ 7,411,762
Direct Programs:				
Federal Transit Cluster				
Federal Transit Capital Investment Grants	20.500		\$ —	\$ 291,249
Federal Transit Formula Grants	20.507		\$ —	\$ 23,006,242
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs	20.526		\$ —	\$ 2,124,070
Total Federal Transit Cluster			\$ —	\$ 25,421,561
Metropolitan Transportation Planning and State and Non Metropolitan Planning and Research	20.505		\$ —	\$ 50,440
Passed through from:				
Texas Department of Transportation				
Transit Services Programs Cluster				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX-2023-122	\$ —	\$ 192,960
Total Transit Services Programs Cluster			\$ —	\$ 192,960
Direct Program:				
Alternative Analysis	20.522		\$ —	\$ 1,441,699
Public Transportation Innovation	20.530		\$ —	\$ 213,002

The accompanying notes are an integral part of this schedule.

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Department of Transportation				
Highway Safety Cluster				
State and Community Highway Safety	20.600	2024-ELPASOPD- S-1YG-00011	\$ —	\$ 191,172
Total Highway Safety Cluster			<u>\$ —</u>	<u>\$ 191,172</u>
Passed through from:				
Federal Highway Administration				
National Infrastructure Investments	20.933	693JJ32340222	\$ —	\$ 281,768
Total Department of Transportation			<u>\$ —</u>	<u>\$ 57,715,653</u>
Department of Treasury				
Direct Programs:				
Equitable Sharing	21.016		\$ —	\$ 25,388
COVID-19 Emergency Rental Assistance Program	21.023		\$ 119,732	\$ 119,732
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		\$ 5,713,844	\$ 39,819,443
Passed through from:				
Texas Office of the Governor				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	2592809	\$ —	\$ 1,356
Total COVID-19 Coronavirus State and Local Fiscal Recovery Funds			<u>\$ 5,713,844</u>	<u>\$ 39,820,799</u>
Total Department of Treasury			<u>\$ 5,833,576</u>	<u>\$ 39,965,919</u>
Institute of Museum and Library Services				
Passed through from:				
Texas State Library and Archives Commission (TSLAC)				
Grants to States	45.310	FPG-23005	\$ —	\$ 232
Grants to States	45.310	LS-252486-OLS-22	\$ —	\$ 1,418
Total Grants to States			<u>\$ —</u>	<u>\$ 1,650</u>
Total Institute of Museum and Library Services			<u>\$ —</u>	<u>\$ 1,650</u>

The accompanying notes are an integral part of this schedule.

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Research and Development Cluster				
National Science Foundation				
Passed through from:				
University of Texas at El Paso				
Computer and Information Science and Engineering	47.070	226101049B	\$ —	\$ 49,447
Total National Science Foundation			\$ —	\$ 49,447
Environmental Protection Agency				
Passed through from:				
Texas Commission on Environmental Quality				
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	582-23-40029	\$ —	\$ 106,167
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	582-23-44421	\$ —	\$ 116,863
Total Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act			\$ —	\$ 223,030
Total Research and Development Cluster			\$ —	\$ 272,477
Direct Program:				
Climate Pollution Reduction Grants	66.046		\$ —	\$ 301,316
Performance Partnership Grants	66.605		\$ —	\$ 120,761
Total Environmental Protection Agency			\$ —	\$ 645,107
Department of Health and Human Services				
Passed through from:				
Texas Department of State Health Services				
Public Health Emergency Preparedness	93.069	HHS001311200017	\$ —	\$ 407,070
Public Health Emergency Preparedness	93.069	HHS001311400008	\$ —	\$ 166,343
Public Health Emergency Preparedness	93.069	HHS001439000007	\$ —	\$ 25,026
Public Health Emergency Preparedness	93.069	HHS001439500037	\$ —	\$ 62,788
Total Public Health Emergency Preparedness			\$ —	\$ 661,227

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Department of State Health Services				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	HHS001096400014	\$ —	\$ 233,351
Immunization Cooperative Agreements	93.268	HHS001331300012	\$ —	\$ 558,440
COVID-19 Immunization Cooperative Agreements	93.268	HHS001019500015	\$ —	\$ 232,852
Total Immunization Cooperative Agreements			\$ —	\$ 791,292
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	HHS000812700010	\$ —	\$ 7,942
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	HHS000812700010	\$ —	\$ 620,057
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			\$ —	\$ 627,999
Passed through from:				
Texas Department of State Health Services				
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	HHS001084400001	\$ —	\$ 483,874
Direct Program:				
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391		\$ —	\$ 2,207,521
Passed through from:				
Texas Health and Human Services Commission				
Temporary Assistance for Needy Families	93.558	HHS000979200022	\$ —	\$ 507
Passed through from:				
Texas Department of State Health Services				
Temporary Assistance for Needy Families	93.558	HHS000979200022	\$ —	\$ 45
Total Temporary Assistance for Needy Families			\$ —	\$ 552

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Health and Human Services Commission				
Children's Health Insurance Program	93.767	HHS000979200022	\$ —	\$ 1,983
Passed through from:				
Texas Department of State Health Services				
Children's Health Insurance Program	93.767	HHS000979200022	\$ —	\$ 98
Total Children's Health Insurance Program			<u>\$ —</u>	<u>\$ 2,081</u>
Direct Program:				
CDC's Collaboration with Academia to Strengthen Public Health				
	93.967		<u>\$ —</u>	<u>\$ 892,716</u>
Medicaid Cluster				
Passed through from:				
Texas Health and Human Services Commission				
Medical Assistance Program	93.778	HHS000979200022	\$ —	\$ 72,119
Passed through from:				
Texas Department of State Health Services				
Medical Assistance Program	93.778	HHS000979200022	\$ —	\$ 8,371
Total Medicaid Cluster			<u>\$ —</u>	<u>\$ 80,490</u>
HIV Prevention Activities Health Department Based	93.940	HHS000077800021	\$ —	\$ 385,061
HIV Prevention Activities Health Department Based	93.940	HHS001315900004	\$ —	\$ 73,219
Total HIV Prevention Activities Health Department Based			<u>\$ —</u>	<u>\$ 458,280</u>
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS001120300003	\$ —	\$ 479,183
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	HHS001315900004	\$ —	\$ 154,204
Total Sexually Transmitted Diseases (STD) Prevention and Control Grants			<u>\$ —</u>	<u>\$ 633,387</u>
Preventive Health and Health Services Block Grant	93.991	HHS000438400001	\$ —	\$ 85,370
Preventive Health and Health Services Block Grant	93.991	HHS001324900020	\$ —	\$ 88,815
Total Preventive Health and Health Services Block Grant			<u>\$ —</u>	<u>\$ 174,185</u>

The accompanying notes are an integral part of this schedule.

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Health and Human Services Commission				
Maternal and Child Health Services Block Grant to the States	93.994	HHS000136500031	\$ —	\$ 119,826
Total Department of Health and Human Services			\$ —	\$ 7,366,781
Corporation for National and Community Service				
Direct Programs:				
AmeriCorps Seniors Retired and Senior Volunteer Program (RSVP) 94.002	94.002		\$ —	\$ 119,476
Foster Grandparent/Senior Companion Cluster				
Foster Grandparent Program 94.011	94.011		\$ —	\$ 543,526
Total Foster Grandparent/Senior Companion Cluster			\$ —	\$ 543,526
Total Corporation for National and Community Service			\$ —	\$ 663,002
Executive Office of the President				
Direct Program:				
High Intensity Drug Trafficking Areas Program	95.001		\$ —	\$ 2,655,434
Total Executive Office of the President			\$ —	\$ 2,655,434
Department of Homeland Security (DHS)				
Direct Programs:				
Emergency Food and Shelter National Board Program	97.024		\$ —	\$ 12,291,586
Assistance to Firefighters Grant	97.044		\$ —	\$ 1,269,521
Rail and Transit Security Grant Program	97.075		\$ —	\$ 189,650
Regional Catastrophic Preparedness Grant Program (RCPGP)	97.111		\$ —	\$ 681,045
Shelter and Services Program	97.141		\$ —	\$ 250,000

City of El Paso, Texas
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024

Federal Grantor / Pass-Through Grantor / Program or Title Cluster	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Passed through from:				
Texas Office of the Governor				
Homeland Security Grant Program	97.067	2950608	\$ —	\$ 69,082
Homeland Security Grant Program	97.067	2950708	\$ —	\$ 8,648
Homeland Security Grant Program	97.067	2950709	\$ —	\$ 376,277
Homeland Security Grant Program	97.067	2951008	\$ —	\$ 2,874
Homeland Security Grant Program	97.067	3007108	\$ —	\$ 893,982
Homeland Security Grant Program	97.067	3007109	\$ —	\$ 702,113
Homeland Security Grant Program	97.067	3221406	\$ —	\$ 9,584
Homeland Security Grant Program	97.067	3221407	\$ —	\$ 42,486
Homeland Security Grant Program	97.067	4715701	\$ —	\$ 26,710
Total Homeland Security Grant Program			<u>\$ —</u>	<u>\$ 2,131,756</u>
Passed through from:				
Texas Commission on Environmental Quality				
Homeland Security Biowatch Program	97.091	582-21-22375	\$ —	\$ 151,451
Total Department of Homeland Security (DHS)			<u>\$ —</u>	<u>\$ 16,965,009</u>
Total Federal Awards Expended			<u>\$ 19,960,477</u>	<u>\$ 149,415,096</u>

City of El Paso, Texas
Schedule of Expenditures of State Awards
Year Ended August 31, 2024

State Granting Agency/Grant Program	Grant or Identifying Number	Provided to Subrecipients	Total State Expenditures
Texas Commission on Environmental Quality			
Direct: State			
Compliance Grant - Air Monitoring	582-23-40127	\$ —	\$ 312,745
Texas Commission on Environmental Quality Total		\$ —	\$ 312,745
Texas Commission on the Arts (TCA)			
Direct: State			
TCA Arts Respond/Economic Development	77757446	\$ —	\$ 5,000
TCA Arts Create Operational Support	77755544	\$ —	\$ 10,500
TCA Arts Create Performance Support	77757383	\$ —	\$ 4,200
TCA CAD Cultural District Project	77757184	\$ —	\$ 31,499
TCA Arts Create	77756562	\$ —	\$ 11,000
Total Texas Commission on the Arts (TCA)		\$ —	\$ 62,199
Texas Health and Human Services Commission			
Direct: State			
Retired Senior Volunteer Program	HHS000871100008	\$ —	\$ 32,785
Foster Grandparent Program	HHS001373500028	\$ —	\$ 5,317
Total Texas Health and Human Services Commission		\$ —	\$ 38,102
Texas Department of Housing and Community Affairs			
Direct: State			
FY23 HHSP Grant Recipient 3	63236030007	\$ 83,250	\$ 83,250
FY24 HHSP General Administration	63246030007	\$ —	\$ 20,954
FY24 HHSP Grant Recipient 1	63246030007	\$ 103,387	\$ 103,387
FY24 HHSP Grant Recipient 2	63246030007	\$ 126,866	\$ 126,866
FY24 HHSP Grant Recipient 3	63246030007	\$ 91,309	\$ 91,309
FY23 HHSP Youth Grant Recipient 1	18236030007	\$ 6,818	\$ 6,818
FY24 HHSP Youth Grant Recipient 1	18246030007	\$ 157,586	\$ 157,586
Total HHSP Grant Program		\$ 569,216	\$ 590,170
SA Ending Homelessness Fund	30246030007	\$ 7,462	\$ 7,462
Total Texas Department of Housing and Community Affairs		\$ 576,678	\$ 597,632

City of El Paso, Texas
Schedule of Expenditures of State Awards
Year Ended August 31, 2024

State Granting Agency/Grant Program	Grant or Identifying Number	Provided to Subrecipients	Total State Expenditures
Texas Department of State Health Services			
Direct: State			
Diabetes Prevention and Control	HHS000712400001	\$ —	\$ 38,760
FY23 HIV Surveillance	HHS001186300002	\$ —	\$ 57,880
FY24 IDCU Surveillance	HHS001315700009	\$ —	\$ 142,053
Tuberculosis Prevention Control	HHS001182200010	\$ —	\$ 454,174
LRN Influenza and Epidemiology Program	HHS001323100001	\$ —	\$ 3,529
Immunization Branch - Locals	HHS001331300012	\$ —	\$ 423,995
RLSS Local Public Health Services	HHS001324900020	\$ —	\$ 67,137
HIV Prevention Services FY24	HHS001315900004	\$ —	\$ 186,931
HIV Prevention Services FY24	HHS000077800021	\$ —	\$ 36,521
Total HIV Prevention Services FY24		<u>\$ —</u>	<u>\$ 223,452</u>
Pass Through Texas Health and Human Services Commission			
211 TIRN Child Care FY24	HHS000979200022	\$ —	\$ 16,895
211 Info & Referral Services Operations	HHS000979200022	\$ —	\$ 116,888
211 TIRN RIDER FY24	HHS000979200022	\$ —	\$ 13,163
Total 211 Program		<u>\$ —</u>	<u>\$ 146,946</u>
Pass Through El Paso County			
FY24 Border Regional Advisory Council	HHS001336600009	\$ —	\$ 23,256
Total Texas Department of State Health Services		<u>\$ —</u>	<u>\$ 1,581,182</u>
Texas Mobility Fund			
Direct: State			
ITS Infrastructure at Zaragosa and BOTA	0924-06-619	\$ —	\$ 1,365,364
Total Texas Mobility Fund		<u>\$ —</u>	<u>\$ 1,365,364</u>
Texas Office of the Governor			
Direct: State			
Body Worn Cameras FY24	4365502	\$ —	\$ 609,580
Local Border Security Program	2024-BL-ST-0016	\$ —	\$ 408,364
Texas Anti-Gang (TAG) Program	3060707	\$ —	\$ 2,013,837
Texas Anti-Gang (TAG) Program	3060708	\$ —	\$ 2,308,812
Total Texas Anti-Gang (TAG) Program		<u>\$ —</u>	<u>\$ 4,322,649</u>

City of El Paso, Texas
Schedule of Expenditures of State Awards
Year Ended August 31, 2024

State Granting Agency/Grant Program	Grant or Identifying Number	Provided to Subrecipients	Total State Expenditures
Texas Military Preparedness Commission			
Direct: State			
Defense Economic Adjustment Assistance	DEAAG 2020-02-09	\$ 3,129,683	\$ 3,129,683
Total Texas Office of the Governor		\$ 3,129,683	\$ 8,470,276
Texas Department of Motor Vehicles			
Direct: State			
Motor Vehicle Crime Prevention Authority	608-24-0710200	\$ —	\$ 1,881,664
Total Texas Department of Motor Vehicles		\$ —	\$ 1,881,664
Texas Parks and Wildlife			
Direct: State			
All Abilities Playground	55-000041	\$ —	\$ 20,912
Texas Parks and Wildlife Total		\$ —	\$ 20,912
Texas State Library & Archives Commission			
Direct: State			
FY24 Family Place Libraries	FPG-24006	\$ —	\$ 5,130
Total Texas State Library & Archives Commission		\$ —	\$ 5,130
Texas Veterans Commission			
Direct: State			
Transportation Passes for Veterans	R-2022-20208227	\$ —	\$ 50,000
Transportation Passes for Veterans	R-2024-2018005191	\$ —	\$ 8,563
Total Texas Veterans Commission		\$ —	\$ 58,563
Total State Awards Expended		\$ 3,706,361	\$ 14,393,769
Total Federal Awards Expended		\$ 19,960,477	\$ 149,415,096
Total Federal and State Awards Expended		\$ 23,666,838	\$ 163,808,865

City of El Paso, Texas
Notes to Schedule of Expenditures of Federal and State Awards
Year Ended August 31, 2024

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (Schedule) includes the federal and state award activity of the primary government of the City of El Paso, Texas (City) under programs of the federal and state government for the year ended August 31, 2024. The City's reporting entity is defined in *Note 1* of the City's basic financial statements for the year ended August 31, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the Texas Grant Management Standards (TxGMS). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position/fund balance, or cash flows of the City.

Note 2. Summary of Significant Accounting Policies

The City's summary of significant accounting policies is presented in Note 1 to the City's basic financial statements for the year ended August 31, 2024.

Governmental funds and proprietary funds account for the City's federal and state grant activity. Amounts reported in the Schedule are recognized on the modified accrual basis of accounting when they become a demand on current available federal and state resources and eligibility requirements are met, or on the accrual basis of accounting at the time liabilities are incurred and all eligibility requirements are met, depending on the basis of accounting used by the respective fund.

Such expenditures are recognized following the cost principles contained in the Uniform Guidance or TxGMS, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3. Indirect Cost Rate

The City has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4. Federal Loan Programs

The federal loan programs listed subsequently are administered directly by the City and balances and transactions relating to these programs are included in the City’s basic financial statements. Loans outstanding at the beginning of the year are not included in the federal expenditures presented in the schedule since there are no continuing compliance requirements other than required loan payments. New loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding as of August 31, 2024, consists of the following:

Assistance Listing Number	Program Name	August 31, 2024
14.218	Community Development Block Grants/Entitlement Grants	\$ 9,588,407
14.239	HOME Investment Partnerships Program	<u>53,929,092</u>
		<u>\$ 63,517,499</u>

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*

Independent Auditor's Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas (City), as of and for the year ended August 31, 2024, and the related notes to the financial statements which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 21, 2025, which contained a reference to the reports of other auditors. Our report includes a reference to other auditors who audited the financial statements of Public Service Board - El Paso Water Utilities, a discretely presented component unit of the City, the City of El Paso Employees Retirement Trust, El Paso Firemen and Policemen's Pension Fund, which are pension trust funds of the City, and the Camino Real Regional Mobility Authority and Metropolitan Planning Organization, which are custodial funds of the City, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the City of Employees Retirement Trust, a pension trust fund of the City, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the City of Employees Retirement Trust.

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.

Forvis Mazars, LLP

**Dallas, Texas
February 21, 2025**

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

Independent Auditor's Report

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the City of El Paso, Texas' (City) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *Texas Grant Management Standards (TxGMS)* that could have a direct and material effect on each of City's major federal and state programs for the year ended August 31, 2024. The City's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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 and state programs for the year ended August 31, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and TxGMS. Our responsibilities under those standards, the Uniform Guidance and TxGMS 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 and state program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Other Matter – Federal and State Expenditures Not Included in the Compliance Audit

The City’s basic financial statements include the operations of the Public Service Board - El Paso Water Utilities, a discretely presented component unit of the City, and the Camino Real Regional Mobility Authority and the El Paso Metropolitan Planning Organization, custodial funds of the City, which expended federal awards, which are not included in the City’s schedule of expenditures of federal and state awards during the year ended August 31, 2024. Our compliance audit, described in the “Opinion on Each Major Federal and State Program” section above, does not include the operations of the Public Service Board - El Paso Water Utilities, the Camino Real Regional Mobility Authority and the El Paso Metropolitan Planning Organization, because these entities 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 and state programs.

Auditor’s Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on 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*, Uniform Guidance, and TxGMS 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 and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, Uniform Guidance, and TxGMS 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 and TxGMS, 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 or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas, as of and for the year ended August 31, 2024, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements. We have issued our report thereon dated February 21, 2025, which contained unmodified opinions on those financial statements and a reference to the reports of other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and TxGMS and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal and state awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Forvis Mazars, LLP

**Dallas, Texas
February 21, 2025**

Section I – Summary of Auditor’s Results

Financial Statements

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

- Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None Reported

3. Noncompliance material to the financial statements noted?

- Yes No

Federal and State Awards

4. Internal control over major federal and state awards programs:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None Reported

5. Type of auditor’s report issued on compliance for major federal and state award programs:

- Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or the TxGMS?

- Yes No

7. Identification of major federal and state programs:

Federal Awards

Assistance Listing Number	Program Name
10.557	WIC: Special Supplemental Nutrition Program for Women, Infants, and Children
21.027	COVID-19 – Coronavirus State and Local Fiscal Recovery Funds

State Awards

Assistance Listing Number	Program Name
0924-06-619	ITS Infrastructure at Zaragosa and BOTA
3060707/3060708	Texas Anti-Gang (TAG) Program
DEAAG 2020-02-09	Defense Economic Adjustment Assistance

8. Dollar threshold used to distinguish between Type A and Type B programs for Federal Awards: \$3,000,000.

9. Dollar threshold used to distinguish between Type A and Type B programs for State Awards: \$750,000.

10. Auditee qualified as a low-risk auditee? Yes No

Section II – Financial Statement Findings

<u>Reference Number</u>	<u>Finding</u>
No matters are reportable.	

Section III – Federal and State Award Findings and Questioned Costs

<u>Reference Number</u>	<u>Finding</u>
No matters are reportable.	

City of El Paso, Texas
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2024

Reference Number	Summary of Finding	Status
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No matters are reportable.