

# C-20

November 17, 2020

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Receive and file the Federal Single Audit for the Fiscal Year Ended September 30, 2019.  
(Citywide)

## DISCUSSION

On June 9, 2020, the Financial Management Department submitted to the City Council the City's Comprehensive Annual Financial Report (CAFR) and other separately issued financial reports and statements for the fiscal year ended September 30, 2019 (FY 19), as required by the City Charter. The Single Audit Report was not available on June 9<sup>th</sup> and is now attached.

### **Federal Single Audit**

The Federal Single Audit is required by the Federal Office of Management and Budget (OMB) for municipalities receiving over \$750,000 annually in federal funds. The Federal Single Audit resulted in no grant program-related findings and no questioned costs and covered the following major programs:

- Home Investment Partnership Program
- Section 8 Housing Choice Voucher
- Workforce Innovation and Opportunity Act (WIOA)
- Airport Improvement Program
- Homeland Security Grant Program

This matter was reviewed by Deputy City Attorney Amy R. Webber and Budget Management Officer Rhutu Amin Gharib on October 15, 2020.

## TIMING CONSIDERATIONS

City Council action on this item is not time critical.

## FISCAL IMPACT

This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no fiscal or local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



JOHN GROSS  
DIRECTOR OF FINANCIAL MANAGEMENT

ATTACHMENT – SINGLE AUDIT REPORT FY 19

APPROVED:



---

THOMAS B. MODICA  
CITY MANAGER



**CITY OF LONG BEACH, CALIFORNIA**

Audit of Expenditures of Federal Awards Performed in  
Accordance with the Uniform Guidance

Year Ended September 30, 2019

(With Independent Auditors' Reports Thereon)

**CITY OF LONG BEACH, CALIFORNIA**

**Table of Contents**

	<b>Page(s)</b>
Independent Auditors' 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	1–3
Schedule of Expenditures of Federal Awards	4–13
Notes to Schedule of Expenditures of Federal Awards	14–15
Summary of Findings and Questioned Costs	16



KPMG LLP  
Suite 1500  
550 South Hope Street  
Los Angeles, CA 90071-2629

**Independent Auditors' 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**

The Honorable Mayor and City Council  
City of Long Beach, California:

**Report on Compliance for Each Major Federal Program**

We have audited City of Long Beach, California's (the City's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City's major federal programs for the year ended September 30, 2019. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The City's financial statements include the operations of the Long Beach Transportation Company, the discretely presented component unit, which received \$5,268,610 in federal awards, and is not included in the schedule of expenditures of federal awards for the year ended September 30, 2019. Our audit, described below, did not include the operations of the discretely presented component unit because Long Beach Transportation Company engaged other auditors to perform an audit in accordance with the Uniform Guidance.

*Management's Responsibility*

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

*Auditors' Responsibility*

Our responsibility is to express an opinion on compliance for each of City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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)*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinions on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

*Opinion on Each Major Federal Program*

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2019.



## **Report on Internal Control Over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 31, 2020, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors who audited the financial statements of the Long Beach Public Transportation Company (the Company), as described in our report on the City's financial statements. Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. 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 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



schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

KPMG LLP

Los Angeles, California  
September 25, 2020

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Agriculture Food and Nutrition Service:				
Passed through the State of California Department of Health Services:				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Non-Cash Value	\$ 11,178,448	—
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	15-10061	4,867,168	—
Total Special Supplemental Nutrition Program for Women, Infants, and Children (10.557)			16,045,616	—
Passed through the State of California Department of Health Services:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	16-10143	634,578	—
Total Department of Agriculture Food and Nutrition Service			16,680,194	—
Department of Commerce Economic Development Administration:				
Direct:				
Economic Adjustment Assistance	11.307	07-49-05046	1,160,310	—
Total Department of Commerce Economic Development Administration			1,160,310	—
Department of Housing and Urban Development				
Direct:				
Community Development Block Grant/Entitlement Grants	14.218	B-14-MC-06-0522	680,647	—
Community Development Block Grant/Entitlement Grants	14.218	B-15-MC-06-0522	329,087	—
Community Development Block Grant/Entitlement Grants	14.218	B-16-MC-06-0522	663,866	—
Community Development Block Grant/Entitlement Grants	14.218	B-17-MC-06-0522	35,853	—
Community Development Block Grant/Entitlement Grants	14.218	B-18-MC-06-0522	2,343,847	—
Community Development Block Grant/Entitlement Grants	14.218	B-19-MC-06-0522	8,950	—
			4,062,250	—
Community Development Block Grant/Entitlement Grants – NSP1	14.218	B-08-MN-06-0511	34,670	—
Community Development Block Grant/Entitlement Grants – NSP3	14.218	B-11-MN-06-0511	40,806	—
Total Community Development Block Grant/Entitlement Grants Cluster (14.218)			4,137,726	—
Emergency Solutions Grant Program	14.231	E-16-MC-06-0522	391	—
Emergency Solutions Grant Program	14.231	E-17-MC-06-0522	43,854	—
Emergency Solutions Grant Program	14.231	E-18-MC-06-0522	432,032	—
Total Emergency Solutions Grant Program (14.231)			476,277	—



**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Housing and Urban Development:				
Direct:				
Home Investment Partnerships Program	14.239	M-14-MC-06-0518	\$ 142,030	—
Home Investment Partnerships Program	14.239	M-15-MC-06-0518	75,586,281	—
Home Investment Partnerships Program	14.239	M-16-MC-06-0518	137,074	—
Home Investment Partnerships Program	14.239	M-17-MC-06-0518	39,650	—
Home Investment Partnerships Program	14.239	M-18-MC-06-0518	39,471	—
Home Investment Partnerships Program	14.239	M-19-MC-06-0518	96,156	—
Total Home Investment Partnerships Program (14.239)			<u>76,040,662</u>	<u>—</u>
Passed through the City of Los Angeles:				
Housing Opportunities for Persons with AIDS (HOPWA)	14.241	98256	1,172,208	—
Direct:				
ARRA - Neighborhood Stabilization Program – NSP1	14.256	B-09-CN-CA-0045	25,276	—
Continuum of Care Program	14.267	CA0000U9D061705	6,346,248	4,116,409
Continuum of Care Program	14.267	CA0000U9D061806	1,470,137	1,470,137
Total Continuum of Care Program (14.267)			<u>7,816,385</u>	<u>5,586,546</u>
Section 8 Housing Choice Vouchers Cluster	14.871	CA068VO	87,148,144	—
Family Self-Sufficiency Program	14.896	CA068FSH057A014	289,452	—
Lead-based Paint Hazard Control in Privately-Owned Housing	14.900	CALHB0591-15	85,581	—
Lead-based Paint Hazard Control in Privately-Owned Housing	14.900	CALHB0591-19	190,816	—
Total Lead-based Paint Hazard Control in Privately Owned Housing (14.900)			<u>276,397</u>	<u>—</u>
Total Department of Housing and Urban Development			<u>177,382,527</u>	<u>5,586,546</u>
Department of the Interior - Bureau of Reclamation:				
Research and Development Cluster				
Direct:				
Water Desalination Research and Development Program	15.506	R15AC00086	14,385	—
Total Department of the Interior Bureau of Reclamation			<u>14,385</u>	<u>—</u>

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Justice:				
Passed through the State of California Office of Emergency Services:				
Services for Trafficking Victims	16.320	2018-VT-BX-0019	\$ 46,479	—
Special Data Collections and Statistical Studies	16.734	2016-FU-CX-K065	80,000	—
Passed through the State of California Office of Emergency Services:				
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CQ15117240	1,195	—
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CQ15117240	219,406	—
Total Paul Coverdell Forensic Sciences Improvement Grant Program (16.742)			220,601	—
Direct:				
Equitable Sharing Program	16.922	N/A	26,315	—
Total Department of Justice			373,395	—
Department of Labor:				
Passed through the State of California Employment Development Department:				
WIOA Adult Program – Adult Round 1	17.258	K9110023	19,087	—
WIOA Adult Program – Adult Round 1	17.258	AA01113	204,640	—
WIOA Adult Program – Adult Round 2	17.258	K8106641	10,547	—
WIOA Adult Program – Adult Round 2	17.258	K9110023	1,210,616	—
Veteran's Assistance Employment Program	17.258	K7102038	109,710	—
High Performing Boards	17.258	K7102038	13,547	—
Passed through the State of California Employment Development Department:				
Passed through the County of Orange:				
WIOA Adult Program – SELACO Staff Training	17.258	C-129808	8,024	—
WIOA Adult Program – SELACO Staff Training	17.258	C-129808	6,650	—
Passed through the State of California Employment Development Department:				
Passed through the City of Los Angeles:				
WIOA Adult Program – Harbor Worksource Ctr WIOA Adult	17.258	C-129810	430,051	—
WIOA Adult Program – Harbor Worksource Ctr WIOA Adult	17.258	C-134844	147,096	—
WIOA – Adult Program – English Language Learner (ELL) Navigator Program	17.258	K7102038	148,381	107,868
Total WIA/WIOA Adult Program (17.258)			2,308,349	107,868

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

Federal grantor/pass-through agency/program title	Catalog of federal domestic assistance number	Federal grantor/pass-through entity identifying number	Federal disbursements/expenditures	Passed through to subrecipients
Department of Labor:				
Passed through the State of California Employment Development Department:				
WIOA Youth Activities – Round 2	17.259	K9110023	\$ 4,500	—
Passed through the City of Los Angeles:				
WIOA Youth Activities – WIOA Youth	17.259	C-129878	6,439	—
WIOA Youth Activities – WIOA Youth	17.259	C-131600	432,906	25,094
WIOA Youth Activities – WIOA Youth	17.259	C-134246	182,418	—
Passed through the State of California Employment Development Department:				
WIOA Youth Activities – WIOA Youth	17.259	K8106641	526,730	—
WIOA Youth Activities – WIOA Youth	17.259	K9110023	847,457	45,257
WIOA Youth Activities – WIOA Youth	17.259	AA0011013	245,591	—
Total WIA/WIOA Youth Activities (17.259)			2,246,041	70,351
Passed through the State of California Employment Development Department:				
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Layoff Aversion Round 1	17.278	K8106641	52,196	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Rapid Response Round 2	17.278	K8106641	2,246	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Rapid Response Round 2	17.278	K9110023	227,025	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Round 2	17.278	K8106641	30,789	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Round 2	17.278	K9110023	806,729	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Round 1	17.278	AA011013	147,994	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Round 1	17.278	K8106641	5,852	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Round 1	17.278	K9110023	3,570	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Layoff Aversion Round 1	17.278	K7102038	574	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Layoff Aversion Round 1	17.278	K7102038	9,250	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Rapid Response Round 1	17.278	K8106641	4,576	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Rapid Response Round 1	17.278	K9110023	386	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker Rapid Response Round 2	17.278	AA011013	15,620	—

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

Federal grantor/pass-through agency/program title	Catalog of federal domestic assistance number	Federal grantor/pass-through entity identifying number	Federal disbursements/expenditures	Passed through to subrecipients
Department of Labor:				
Passed through the State of California Employment Development Department:				
Passed through the City of Los Angeles:				
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker	17.278	C-129810	\$ 308,052	—
WIOA Dislocated Worker Formula Grants – WIOA Dislocated Worker	17.278	C-134844	68,943	—
Total WIOA/WIA Dislocated Workers (17.278)			<u>1,683,802</u>	<u>—</u>
Total WIOA Cluster			6,238,192	178,219
Direct:				
WIA Dislocated Workers	17.260	YF-30260-17-60-A6	716,576	—
H-1B Job Training Grants	17.268	HG-29534-16-60-A-6	722,177	71,049
Total Department of Labor			<u>7,676,945</u>	<u>249,268</u>
Department of Transportation – Federal Aviation Administration (FAA):				
Direct:				
Airport Improvement Program	20.106	AIP 3-06-0127-044-2016	1,122,721	—
Airport Improvement Program	20.106	AIP 3-06-0127-45-2019	971,621	—
Total Airport Improvement Program (20.106)			<u>2,094,342</u>	<u>—</u>
Passed through the State of California Department of Transportation:				
Highway Planning and Construction	20.205	ACNH 7101 (807)	12,471,056	—
Highway Planning and Construction	20.205	BRLS-5108 (137)	32,426,905	—
Highway Planning and Construction	20.205	CML-5180(181)	513,226	—
Highway Planning and Construction	20.205	ATPL-5108(182)	636	—
Highway Planning and Construction	20.205	BHLS-5108 (177)	260	—
Highway Planning and Construction	20.205	HPLUL-5108(126)	850,759	—
Highway Planning and Construction	20.205	HSIP-5108 (188)	3,973	—
Highway Planning and Construction	20.205	CML-5108 (176)	1,910,835	—
Highway Planning and Construction	20.205	STPL-5108 (147)	959	—
Highway Planning and Construction	20.205	HSIP-5108 (190)	6,989	—
Highway Planning and Construction	20.205	STPLR-5108 (172)	135	—
Highway Planning and Construction	20.205	HSIP-5108 (178)	1,077	—
Total Highway Planning and Construction Cluster (20.205)			<u>48,186,810</u>	<u>—</u>
Passed through the State of California Department of Transportation:				
State and Community Highway Safety - Minimum Penalties for Repeat Offenders for Driving While Intoxicated - Bicycle Safety Initiative (OTS)	20.600	PS18015	(1,494)	—
State and Community Highway Safety - Minimum Penalties for Repeat Offenders for Driving While Intoxicated - Bicycle Safety Initiative (OTS)	20.600	PS1706	147,728	—
State and Community Highway Safety - Sustainability Planning	20.600	74A0822	87,861	—
State and Community Highway Safety - Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.600	PT1663	193,276	—
Total State and Community Highway Safety (20.600)			427,371	—
State Traffic Safety Information System Improvement Grants - Drug Impaired Driving	20.610	DI20003	212,037	—
Total Highway Safety Cluster			639,408	—

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

Federal grantor/pass-through agency/program title	Catalog of federal domestic assistance number	Federal grantor/pass-through entity identifying number	Federal disbursements/expenditures	Passed through to subrecipients
Department of Transportation:				
Passed through the State of California Department of Transportation:				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	0521-0890-101	\$ 157,349	—
Total Department of Transportation			51,077,909	—
Environmental Protection Agency – Office of Water:				
Passed through the State of California Department of Health Services:				
Beach Monitoring and Notification Program Implementation	66.472	D1514103	100,000	—
Beach Monitoring and Notification Program Implementation	66.472	SWRCB000000000D1914103	28,731	—
Direct:				
Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	66.802	V-99T06101-6	49,780	—
Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	66.802	V-99T06101-5	74,407	—
Total Environmental Protection Agency			252,918	—
Department of Health & Human Services:				
Passed through the County of Los Angeles				
Public Health Emergency Preparedness	93.069	PH-002224	706,780	—
Direct:				
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	90FK0112-02-00	15,039	—
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	90FK0112-02-00	619,885	—
Total Healthy Marriage Promotion and Responsible Fatherhood Grants (93.086)			634,924	—
Passed through the State of California Department of Health Services:				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	MOU	162,690	—
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	1875BASE00	27,226	—
Total Project Grants and Cooperative Agreements for Tuberculosis Control Programs (93.116)			189,916	—
Childhood Lead Poisoning Prevention Projects_State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	14-10023	374,601	—
Substance Abuse and Mental Health Services_ Projects of Regional and National Significance-Mental Health Awareness Training	93.243	1H79SM081177-01	99,837	—
Immunization Cooperative Agreements	93.268	15-10428	244,150	—
Centers for Disease Control and Prevention_ Investigations and Technical Assistance-Bioterrorism Preparedness/Response	93.283	PH-003348	227,584	—

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

Federal grantor/pass-through agency/program title	Catalog of federal domestic assistance number	Federal grantor/pass-through entity identifying number	Federal disbursements/expenditures	Passed through to subrecipients
Department of Health & Human Services:				
Passed through the State of California Department of Health Services:				
State Planning and Establishment Grants for the Affordable Care Act (ACA)'s Exchanges	93.525	15-N-11	\$ 10	—
Passed through the State of California Department of Health Services:				
Passed through the County of Los Angeles Department of Public Social Services:				
Temporary Assistance for Needy Families- Los Angeles City Youth Jobs Program – CALWORKS	93.558	C-132188	50,058	—
Temporary Assistance for Needy Families- Los Angeles City Youth Jobs Program – CALWORKS	93.558	C-134293	39,509	—
Temporary Assistance for Needy Families- Los Angeles City Youth Jobs Program – FOSTER	93.558	C-132188	9,061	—
Passed through the State of California Department of Health Services:				
Passed through the County of Los Angeles Department of Public Social Services:				
Temporary Assistance for Needy Families – Los Angeles County Youth Jobs Program – CALWORKS	93.558	IA-0514	(1,441)	—
Temporary Assistance for Needy Families – Los Angeles County Youth Jobs Program – CALWORKS	93.558	IA-0514	212,578	—
Temporary Assistance for Needy Families – Los Angeles County Youth Jobs Program – FOSTER	93.558	IA-0514	367	—
Temporary Assistance for Needy Families – Los Angeles County Youth Jobs Program – FOSTER	93.558	IA-0514	36,281	—
Temporary Assistance for Needy Families – Los Angeles County Youth Jobs Program – CALWORKS	93.558	IA-0514	67,079	—
Passed through the State of California Department of Health Services:				
Passed through the County of Los Angeles Department of Public Social Services:				
Passed through the City of Hawthorne/South Bay Workforce Investment Board:				
Temporary Assistance for Needy Families – Calworks Transitional Subsidized Emp Pro	93.558	16-W129	142,933	—
Total TANF Cluster (93.558)			<u>556,425</u>	<u>—</u>
Passed through the State of California Department of Health Services:				
Medical Assistance Program – Childhood Health and Disability	93.778	V#002713-00	281,398	—
Medical Assistance Program – Childhood Health and Disability	93.778	V#002713-01	109,428	—
Medical Assistance Program – Childhood Health and Disability	93.778	PH-002508-14	21,770	—
Medical Assistance Program – MAA/TCM Administration	93.778	14-90021	6,487	—
Medical Assistance Program – MAA/TCM Administration	93.778	14-90021	133,594	—
Medical Assistance Program – Nursing MAA Claiming	93.778	14-90021	20,031	—
Medical Assistance Program – Nursing TCM Claiming	93.778	61-19Evrgrn	131,261	—
Total Medicaid Cluster (93.778)			<u>703,969</u>	<u>—</u>

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Health & Human Services:				
Passed through the County of Los Angeles:				
HIV Emergency Relief Project Grants – AIDS EIP Outpatient Medical	93.914	PH-002425-4	\$ 41,138	—
HIV Emergency Relief Project Grants – AIDS EIP Outpatient Medical	93.914	PH-002425-3	55,625	—
HIV Emergency Relief Project Grants – AIDS/HIV Benefits Specialty	93.914	PH-002900	(1,499)	—
HIV Emergency Relief Project Grants – AIDS/HIV Benefits Specialty	93.914	PH-002901	46,935	—
HIV Emergency Relief Project Grants – AIDS/HIV Benefits Specialty	93.914	PH-002902	64,942	—
HIV Emergency Relief Project Grants – Medical Care Coordination	93.914	PH-002431-4	207,206	—
HIV Emergency Relief Project Grants – Medical Care Coordination	93.914	PH-002431-3	283,888	—
Total HIV Emergency Relief Project Grants (93.914)			698,235	—
Passed through the State of California Department of Health Services:				
HIV Care Formula Grants	93.917	15-11059	842,344	—
HIV Care Formula Grants	93.917	18-10872	609,543	—
HIV Care Formula Grants	93.917	15-11059	76,621	—
Total HIV Prevention Activities (93.917)			1,528,508	—
Passed through the State of California Department of Health Services:				
HIV Prevention Activities – Health Department Based	93.940	PH-003492/NU62PS924569	144,303	—
HIV Prevention Activities – Health Department Based	93.940	PH-003492/NU62PS924569	284,987	—
HIV Prevention Activities – Health Department Based	93.940	PH-003082 W1	126	—
HIV Prevention Activities – Health Department Based	93.940	PH-003082 W1-2	67,415	—
HIV Prevention Activities – Health Department Based (93.940)			496,831	—
Maternal and Child Health Services Block Grant to the States - Black Infant Health - HIV Surveillance	93.944	19-10424	177,290	—
Maternal and Child Health Services Block Grant to the States - Black Infant Health - HIV Surveillance	93.944	19-10424	54,633	—
Maternal and Child Health Services Block Grant to the States - Black Infant Health - HIV Surveillance (93.944)			231,923	—
Passed through the State of California Department of Health Services:				
Maternal and Child Health Services Block Grant to the States	93.994	201860	144,343	—
Maternal and Child Health Services Block Grant to the States	93.994	201960	123,562	—
Maternal and Child Health Services Block Grant to the States – Black Infant Health	93.994	201660	(6,157)	—

**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Health & Human Services:				
Passed through the State of California Department of Health Services:				
Maternal and Child Health Services Block Grant to the States – Black Infant Health	93.994	201860	\$ 379,451	—
Maternal and Child Health Services Block Grant to the States – Black Infant Health	93.994	201960	179,234	—
Total Maternal and Child Health Services Block Grant to the States (93.994)			820,433	—
Total Department of Health & Human Services			7,514,126	—
Department of Homeland Security:				
Passed through United Way of Greater Los Angeles:				
Emergency Food and Shelter National Board Program	97.024	19-10424	1,506	—
Passed through the State of California - California Office of Emergency Services:				
Passed through the County of Los Angeles:				
Emergency Management Performance Grants	97.042	2018-00008	78,741	—
Direct:				
Port Security Grant Program	97.056	EMW-2015-PU-00210	470,023	—
Port Security Grant Program	97.056	EMW-2016-PU-00124	1,079,664	—
Port Security Grant Program	97.056	EMW-2017-PU-00124	1,231,427	—
Port Security Grant Program	97.056	EMW-2018-PU-00090	387,966	—
Port Security Grant Program	97.056	EMW-2015-PU-00529	(330,669)	—
Port Security Grant Program	97.056	EMW-2016-PU-00417	836,395	—
Port Security Grant Program	97.056	EMW-2016-PU-00417	20,404	—
Total Port Security Grant Program (97.056)			3,695,210	—
Passed through the State of California – California Office of Emergency Services:				
Passed through the County of Los Angeles:				
Homeland Security Grant Program	97.067	2016-00102	153,415	—
Homeland Security Grant Program	97.067	2017-00083	374,780	—
Homeland Security Grant Program	97.067	2018-00054	6,814	—



**CITY OF LONG BEACH, CALIFORNIA**  
Schedule of Expenditures of Federal Awards  
Year ended September 30, 2019

<u>Federal grantor/pass-through agency/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Federal grantor/pass-through entity identifying number</u>	<u>Federal disbursements/expenditures</u>	<u>Passed through to subrecipients</u>
Department of Homeland Security:				
Passed through the State of California – California Office of Emergency Services:				
Passed through the City of Los Angeles:				
Homeland Security Grant Program – UASI	97.067	2015-00078	\$ 1,128,356	—
Homeland Security Grant Program – UASI	97.067	2016-00102	4,797,575	—
Homeland Security Grant Program – UASI	97.067	2017-00083	334,996	—
Total Homeland Security Grant Program (97.067)			6,795,936	—
Total Department of Homeland Security			10,571,393	—
Total federal expenditures			\$ 272,704,102	5,835,814

See accompanying notes to expenditures of federal awards.

## CITY OF LONG BEACH, CALIFORNIA

### Notes to Schedule of Expenditures of Federal Awards

Year ended September 30, 2019

#### **(1) General**

The accompanying schedule of expenditures of federal awards (the Schedule) presents the activity of all federal financial assistance programs of the City of Long Beach, California (the City). All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through to the City by other government agencies, has been included in the accompanying Schedule. The Schedule does not include federal expenditures of \$5,268,610 for the year ended September 30, 2019 of the Long Beach Transportation Company (LBTC), a discretely presented component unit of the City, as LBTC engaged other auditors to perform audits in accordance with the Uniform Guidance. The City's reporting entity is defined in note 1 to the City's basic financial statements.

#### **(2) Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. 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 on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

#### **(3) Relationship to Federal Financial Reports**

Amounts reported in the accompanying Schedule agree in all material respects with the amounts reported in the related federal financial reports.

#### **(4) Community-Based Loan Programs with Continuing Compliance**

The City considers loans advanced to eligible participants for the Community Development Block /Grant Entitlement Grants (CDBG) and the Home Investment Partnerships Program (HOME) to have continuing compliance requirements. As such, the amounts reported in the accompanying Schedule for the CDBG and HOME programs include current year disbursements as well as the balance as of the beginning of the year of loans with continuing compliance requirements.

As of September 30, 2019, the balance of loans with continuing compliance requirements for the HOME programs was \$74,378,240.

As of September 30, 2019, the balance of outstanding loans for the CDBG programs was \$3,846,538.

#### **(5) Food Instruments/Vouchers**

Food instruments/vouchers expenditures represent the estimated value of the Special Supplemental Nutrition Program for Women, Infants, and Children food instruments as communicated by the State Department of Health Services distributed during the year. The food instruments/vouchers totaled \$11,178,448 but do not represent cash expenditures in the City's basic financial statements for the year ended September 30, 2019.

#### **(6) Prior Year Expenditures**

The current year Schedule of Expenditures of Federal Awards includes expenditures from prior fiscal years for the Homeland Security Grants Program CFDA 97.067 in the amount of \$1,128,356.

**CITY OF LONG BEACH, CALIFORNIA**

Notes to Schedule of Expenditures of Federal Awards

Year ended September 30, 2019

**(7) Home Investment Partnerships Program CFDA 14.239**

The City Auditor has an open inquiry into the Home Investment Partnerships Program (HOME). The inquiry is to confirm loan funds were used appropriately by a borrower(s)/owner(s) as it relates to loan covenant/regulatory compliance in accordance with program requirements. The HOME program has \$64,699,461 in outstanding loans, and 17% of loans are being reviewed.

**(8) Indirect Cost Rate**

The City did not elect to use the 10% de minimis indirect cost rate as discussed in the Uniform Guidance Section 200.414. For the sponsored programs where the City claims indirect costs, the City's internal indirect cost rate is used.

**CITY OF LONG BEACH, CALIFORNIA**  
Summary of Findings and Questioned Costs  
Year ended September 30, 2019

**(1) Summary of Auditors' Results**

*Basic Financial Statements*

- (a) The type of report issued on whether the basic financial statements were prepared in accordance with generally accepted accounting principles: **Unmodified**
- (b) Internal control deficiencies over financial reporting disclosed by the audit of the basic financial statements:
  - Material weakness(es) identified: **No**
  - Significant deficiencies: **None reported**
- (c) Noncompliance material to the basic financial statements: **No**

*Federal Awards*

- (d) Internal control deficiencies over major programs disclosed by the audit:
  - Material weaknesses identified: **No**
  - Significant deficiencies: **None Reported**
- (e) Type of report issued on compliance for major programs: **Unmodified**
- (f) Audit findings that are required to be reported in accordance with 2 CFR 200.516 (a): **No**
- (g) Major programs:
  - Home Investment Partnership Program, CFDA number 14.239
  - Section 8 Housing Choice Voucher Cluster, CFDA number 14.871
  - WIOA Cluster, CFDA numbers 17.259, 17.258 and 17.278
  - Airport Improvement Program, CFDA number 20.106
  - Homeland Security Grant Program, CFDA number 97.067
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$3,000,000**
- (i) Auditee qualified as a low-risk auditee: **No**

**(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards***

None

**(3) Findings and Questioned Costs Relating to Federal Awards**

None