



City of Fort Worth, Texas

SINGLE AUDIT REPORT

For the Fiscal Year Ended September 30, 2020



SINGLE AUDIT REPORT

For the Fiscal Year Ended
September 30, 2020

CITY OF FORT WORTH, TEXAS

ELECTED OFFICIALS

2020 CITY COUNCIL

Betsy Price, Mayor

Carlos E. Flores
Cary Moon
Jungus Jordan
Kelly Allen Gray

Brian Byrd
Gyna Bivens
Dennis Shingleton
Ann Zadeh

CITY MANAGER

David Cooke

CHIEF FINANCIAL OFFICER

Reginald Zeno

Prepared by the Department of Financial Management Services

Grant Accounting

Anthony M. Rousseau, CPA, CTP, CPFO, CGFO

Stephen C. Nesbitt Sr., CPA, CGFO, CGFM

Peter James, CGMS

Monica Castillo, CGMS

Yan Hillman

Shalonda Oliver

Anita Peyton

Trina Stokes

FORT WORTH.[®]



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Purpose and Contents of this Report

This report was prepared to provide grantor agencies certain financial information which they may require to properly administer funds granted to the City. Financial schedules included herein present the City's grant expenditures in accordance with accounting principles generally accepted in the United States of America for State and Local government units. Individual grants presented in the financial information section of this report are those which were considered by the auditors in performing their tests in conformity with 2 CFR 200 (Uniform Guidance), and the State of Texas Uniform Grant Management Standards (UGMS).

Relationship between this Report and the City's Basic Financial Statements

All of the City's grant activity subject to the requirements of the Single Audit Act Amendments of 1996, 2 CFR 200, and UGMS are accounted for or reported in the Basic Financial Statements in a number of funds including the Grant Special Revenue Funds, the General Fund, or other Proprietary Funds.

Reports

The following reports and schedules prepared by the independent auditors are included in this document:

1. 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
2. Independent auditor's 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 2 CFR 200, and the State of Texas Uniform Grant Management Standards
3. Schedule of Findings and Questioned Costs
4. Status of Prior Year Findings





February 5, 2021

The Honorable Mayor, City Council, Citizens, and Stakeholders
City of Fort Worth, Texas

Ladies and Gentlemen:

The Single Audit Report of the City of Fort Worth, Texas for the fiscal year ended September 30, 2020 is submitted herewith.

The report is published to provide the City Council, the various granting agencies, citizens and other interested persons, detailed information concerning financial grant activity of the City of Fort Worth, including compliance with certain provisions of Federal and State laws and regulations.

INDEPENDENT AUDIT

The Single Audit Act Amendments of 1996, 2 CFR 200, and the State of Texas Uniform Grant Management Standards (UGMS) require an annual audit of the City's Federal and State financial assistance programs by an independent certified public accountant. This requirement has been complied with by the submission of the following:

1. 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*.
2. Independent auditor's 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 2 CFR 200 and the State of Texas *Uniform Grants Management Standards*.

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the full support and involvement of the City Manager's Office and all City departments who provided information and analyses contained within this document. A very special thanks is due to the Department of Finance staff for their dedicated service to the City and to the citizens of Fort Worth. In addition, we acknowledge the thorough, professional, and timely manner in which our independent auditors, Weaver and Tidwell, L.L.P., conducted the audit. Finally, we express appreciation to the Mayor and City Council for their unfailing support for maintaining the highest standard and professionalism in the management of the City's finances.

Sincerely,

David Cooke
City Manager

Reginald Zeno
Chief Financial Officer

Overview of the City's Fiscal Year 2020 Annual Audit

This report has been prepared in connection with the Fiscal Year 2020 annual audit of the City of Fort Worth, Texas. The primary purpose of the audit was for the auditors to form an opinion on the Basic Financial Statements of the City. The Basic Financial Statements are presented in conformity with accounting principles generally accepted in the United States of America for local government units as prescribed by the Governmental Accounting Standards Board.

Overview of Audit Requirements for Federal and State Awards

The scope of the City's 2020 annual audit included the requirements of the Single Audit Act Amendments of 1996, the 2 CFR 200, and the State of Texas Uniform Grant Management Standards. These regulations establish audit requirements for State and local governments, Indian tribal governments and non-profit organizations that receive Federal and State assistance. They provide for independent audits of the entire financial operations for the City, including compliance with certain provisions of federal and state laws and regulations. These requirements were established to ensure that audits are made on an organization-wide basis, rather than on a grant-by-grant basis. Such audits are to determine whether:

1. The basic financial statements of the government present fairly its financial position and the results of its financial operations in accordance with generally accepted accounting principles;
2. The organization has internal accounting and other control systems to provide reasonable assurance that it is managing federal and state financial assistance programs in compliance with applicable laws and regulations; and
3. The organization has complied with laws and regulations that may have a material effect on its basic financial statements and on each major federal and state assistance program.

Independent Auditor's Reports





**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 City Council Members
City of Fort Worth, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Fort Worth, Texas (the City) as of and for the year ended September 30, 2020 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 5, 2021. Our report also includes a reference to other auditors who audited the financial statements of Terrell Homes, Ltd., Fort Worth Housing Finance Corporation, Fort Worth Firefighters Healthcare Trust and the Employees' Retirement Fund of the City of Fort Worth, 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 other auditors. The financial statements of the Fort Worth Fire Fighters Healthcare Trust and Employees' Retirement Fund of the City of Fort Worth 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 Fort Worth Fire Fighters Healthcare Trust and Employees' Retirement Fund of the City of Fort Worth.

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 City'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as deficiencies 2020-001 and 2020-002 that we consider to be significant deficiencies.

The Honorable Mayor and City Council Members
City of Fort Worth, Texas

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 determination of financial statement amounts. 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 disclosed under *Government Auditing Standards*.

City of Fort Worth's Response to Findings

The City's response to the findings identified in our audit are described in the accompanying corrective action plan. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
February 5, 2021



Report on Compliance for Each Major Federal and State Program, on Internal Control over Compliance, and on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State of Texas Uniform Grant Management Standards

The Honorable Mayor and City Council Members
City of Fort Worth, Texas

Report on Compliance for Each Major Federal and State Program

We have audited the City of Fort Worth, Texas' (the City) compliance with the types of compliance requirements described the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and the State of Texas *Uniform Grant Management Standards* (UGMS) that could have direct and material effect on the City's major federal and state programs for the year ended September 30, 2020. The City's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. The City's basic financial statements include the operations of the Fort Worth Housing Finance Corporation, which received federal awards which are not included in the City's schedule of expenditures of federal and state awards for the year ended September 30, 2020. Our audit, described below, did not include the operations of the Fort Worth Housing Finance Corporation because this entity engaged other auditors to perform an audit of compliance.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal and state 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; the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and UGMS. Those standards, the Uniform Guidance, and UGMS, 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 or state program occurred. An audit includes examining, on a test basis, evidence about the 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 opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal and State 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 and state programs for the year ended September 30, 2020.

The Honorable Mayor and City Council Members
City of Fort Worth, Texas

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and UGMS and which are described in the accompanying schedule of findings and questioned costs as items 2020-003 and 2020-004. Our opinion on each major federal and state program is not modified with respect to these matters.

The City's responses to the noncompliance findings identified in our audit are described in the accompanying corrective action plan. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 and state 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 and state program and to test and report on report on internal control over compliance in accordance with the Uniform Guidance and UGMS, 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 or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2020-003 and 2020-004 that we consider to be significant deficiencies.

The City's responses to the internal control over compliance findings identified in our audit are described in the accompanying corrective action plan. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 UGMS. Accordingly, this report is not suitable for any other purpose.

The Honorable Mayor and City Council Members
City of Fort Worth, Texas

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

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, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated February 5, 2021, which contained unmodified opinions on those financial statements. Our report on the financial statements includes a reference to other auditors who audited the financial statements of Terrell Homes, Ltd., Fort Worth Housing Finance Corporation, Fort Worth Firefighters Healthcare Trust, and the Employees' Retirement Fund of the City of Fort Worth whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Terrell Homes, Ltd., the Fort Worth Housing Finance Corporation, the Fort Worth Firefighters Healthcare Trust, and the Employees' Retirement Fund of the City of Fort Worth is based solely on the report of other auditors. The City's basic financial statements include the operations of the Fort Worth Housing Finance Corporation, which received federal awards which are not included in the City's schedule of expenditures of federal and state awards for the year ended September 30, 2020. 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 UGMS 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 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
February 5, 2021



Schedule of Expenditures of Federal and State Awards



City of Fort Worth, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

<u>GRANT AGENCY/PROJECT TITLE</u>	<u>CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>	<u>PASS THROUGH EXPENDITURES</u>
U.S. GENERAL SERVICES ADMINISTRATION				
Passed through the Texas Facilities Commission/Federal Surplus Program				
Donation of Federal Surplus Personal Property	39.003	N/A	\$ 4,411	
Total U.S. General Services Administration			4,411	
U.S. DEPARTMENT OF ENERGY				
Passed through the Texas Department of Housing and Community Affairs				
Department of Energy Weather Assistance Program 2018 - 2019	81.042	56180002950 & 56190003121	250,080	
Total U.S. Department of Energy			250,080	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Passed through the Texas Department of Housing and Community Affairs				
Comprehensive Energy Assistance Program 2019	93.568	58190002975	3,453,994	
Comprehensive Energy Assistance Program 2020	93.568	58200003147	3,539,675	
Low Income Home Energy Assistance Program 2019	93.568	81190003010	787,815	
Low Income Home Energy Assistance Program 2020	93.568	81200003182	400,487	
Comprehensive Energy Assistance Program CARES 2020	93.568	58990003290	6,169	
Subtotal for Program			<u>8,188,140</u>	
Passed through Texas Department of Housing and Community Affairs				
Community Services Block Grant 2016	93.569	61160002367	1,245	
Community Services Block Grant 2019	93.569	61190003034	764,454	
Community Services Block Grant 2020	93.569	61200003206	1,014,201	
Community Services Block Grant Discretionary 2020	93.569	61190003263	91,925	
Community Services Block Grant - CARES 2020	93.569	61200003327	1,405,480	
Subtotal for Program			<u>3,277,305</u>	
Total U.S. Department of Health and Human Services			11,465,445	
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct Programs				
Community Development Block Grant (PY 12-13)	14.218	B-12-MC-48-0010	100,708	-
Community Development Block Grant (PY 13-14)	14.218	B-13-MC-48-0010	542,834	-
Community Development Block Grant (PY 14-15)	14.218	B-14-MC-48-0010	107,690	-
Community Development Block Grant (PY 15-16)	14.218	B-15-MC-48-0010	222,881	-
Community Development Block Grant (PY 16-17)	14.218	B-16-MC-48-0010	456,068	28,263
Community Development Block Grant (PY 17-18)	14.218	B-17-MC-48-0010	937,562	-
Community Development Block Grant (PY 18-19)	14.218	B-18-MC-48-0010	1,232,083	175,886
Community Development Block Grant (PY 19-20)	14.218	B-19-MC-48-0010	5,119,592	1,493,604
Community Development Block Grant COVID-19	14.218	B-20-MW-48-0010	98,863	-
Subtotal for Program			<u>8,818,281</u>	<u>1,697,753</u>
Direct Programs				
Emergency Solutions Grant (PY 18-19)	14.231	E-18-MC-48-0006	43,644	-
Emergency Solutions Grant (PY 19-20)	14.231	E-19-MC-48-0006	559,795	547,948
Emergency Solutions Grant COVID-19	14.231	E-20-MW-48-0010	267,347	-
Subtotal for Program			<u>870,786</u>	<u>547,948</u>

(continued)

City of Fort Worth, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

GRANT AGENCY/PROJECT TITLE	CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	PASS THROUGH EXPENDITURES
Direct Programs				
HOME Investment Partnerships Project (PY 15-16)	14.239	M-15-MC-48-0204	\$ 72,000	\$ 72,000
HOME Investment Partnerships Project (PY 16-17)	14.239	M-16-MC-48-0204	165,200	162,700
HOME Investment Partnerships Project (PY 17-18)	14.239	M-17-MC-48-0204	333,225	333,225
HOME Investment Partnerships Project (PY 18-19)	14.239	M-18-MC-48-0204	639,690	279,637
HOME Investment Partnerships Project (PY 19-20)	14.239	M-19-MC-48-0204	1,513,702	904,000
Subtotal for Program			2,723,817	1,751,562
Direct Programs				
Housing Opportunities for Persons with AIDS (PY 17-18)	14.241	TXH-17-F002	63,806	31,947
Housing Opportunities for Persons with AIDS (PY 18-19)	14.241	TXH-18-F002	204,683	137,701
Housing Opportunities for Persons with AIDS (PY 19-20)	14.241	TXH-19-F002	1,106,892	661,320
Housing Opportunities for Persons with AIDS COVID-19	14.241	TX-H20-FHW0002	1,558	
Subtotal for Program			1,376,939	830,968
Direct Programs				
Fair Housing Assistance Program (PY 15-16)	14.401	FF-206-K-15-6002	8,015	
Fair Housing Assistance Program (PY 16-17)	14.401	FF-206-K-16-6002	48,329	
Fair Housing Assistance Program (PY 17-18)	14.401	FF-206-K-17-6002	168,913	
Fair Housing Assistance Program (PY 18-19)	14.401	FF-206-K-18-6002	329,175	
Fair Housing Assistance Program (PY 19-20)	14.401	FF-206-K-19-6002	8,548	
Subtotal for Program			562,980	
Direct Program				
Lead Hazardous Reduction Program (PY 17-20)	14.905	TX-LHD-0316-17	959,689	
Total U.S. Department of Housing and Urban Development			15,312,492	4,828,231
U.S. DEPARTMENT OF THE INTERIOR				
(NATIONAL PARK SERVICE)				
Passed through Texas Parks and Wildlife Department				
Land and Water Conservation Fund Program	15.916	55-000030	(183,645)	
Total U.S. Department of The Interior			(183,645)	
U.S. DEPARTMENT OF JUSTICE				
Direct Programs				
Law Enforcement Based Victim Specialist	16.582	2019-V3-GX-0243	46,463	
Direct Programs				
CJD State JAG FY19	16.738	3642901	26,227	
Justice Assistance Grant 2016	16.738	2016-DJ-BX-0716	91,743	83,614
Justice Assistance Grant 2017	16.738	2017-DJ-BX-0841	349,087	259,263
Justice Assistance Grant 2018	16.738	2018-DJ-BX-0876	126,862	122,441
Justice Assistance Grant 2019	16.738	2019-DJ-BX-0250	76,809	1,325
Subtotal for Program			670,728	466,643
Direct Programs				
DNA Capacity Enhancement & Backlog Reduction Program 2017	16.741	2017-DN-BX-0043	154,400	
DNA Capacity Enhancement & Backlog Reduction Program 2018	16.741	2018-DN-BX-0067	79,195	
DNA Capacity Enhancement & Backlog Reduction Program 2019	16.741	2019-DN-BX-0012	33,109	
Subtotal for Program			266,704	
Direct Programs				
Federal Asset Forfeiture Program	16.922	MOU	705,005	

City of Fort Worth, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

<u>GRANT AGENCY/PROJECT TITLE</u>	<u>CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>	<u>PASS THROUGH EXPENDITURES</u>
Passed through the Office of the Governor, Criminal Justice Division Victims of Crime Act FY 2020 & FY 2021	16.575	3059703	\$ 141,094	
Passed through the Office of the Governor, Criminal Justice Division Internet Crimes Against Children FY 2017	16.543	2016-MC-FX-K034	520	
Internet Crimes Against Children FY 2020	16.543	2019-MC-FX-K056	13,561	
Subtotal for Program			<u>14,081</u>	
Total U.S. Department of Justice			<u>1,844,075</u>	<u>466,643</u>
U.S. DEPARTMENT OF TRANSPORTATION				
Direct Programs				
Part 150 Noise Study Update	20.106	3-48-0296-062-2018	229,788	
Rehab Runway and Taxiway Lighting 2017	20.106	3-48-0296-059-2017	97,647	
Runway Extension Alliance 2009/2016/2017	20.106	3-48-0296-040-2009 & 3-48-0296-057-2016 & 3-48-0296-058-2017	(7,132)	
Subtotal for Program			<u>320,303</u>	
Passed through Texas Dept. of Highways and Public Transportation				
East Side Taxiway Improvement	20.106	1802SPINK	1,608,096	
Midfield Redevelopment Project	20.106	1802MCHAM	928,402	
Rehabilitate and Mark Runway 17R/35L and Parallel Taxiway	20.106	CSJ2002SPINK	158,530	
Subtotal for Program			<u>2,695,028</u>	
Passed through Texas Department of Transportation				
20 NCTCOG Traffic Signals Communication	20.205	CSJ 0902-90-087	20,721	
Centreport Trail Phase I	20.205	CSJ 0902-90-050	448,696	
Centreport Trail Phase II	20.205	CSJ 0902-00-235	1,426	
Chapel Creek Bridge	20.205	CSJ 0902-48-722	1,299	
East Fort Worth Extension	20.205	CSJ 0902-90-031	311,657	
Intersection Improv. Miller/Wilbarger	20.205	CSJ 0172-06-092	(47,524)	
Meandering Road	20.205	CSJ-0902-90-046	57,004	
Peach St./Live Oak	20.205	CSJ 0902-48-688 & CSJ 0902-48-689	16,024	
Rosedale Corridor	20.205	CSJ-0902-90-018	135,529	
Urban Village Central Cluster	20.205	CSJ 0902-48-681	235,061	
Trail Lake & Hulen Street	20.205	CSJ 0902-90-097	203,177	
Trinity Trails East Bank	20.205	CSJ 0902-48-869	927,087	
TXDOT - Traffic Signal System Expansion CMAQ5	20.205	CSJ 0902-48-587 & CSJ 0902-48-588	(9,251)	
Subtotal for Program			<u>2,300,906</u>	
Passed through Federal Motor Carrier Safety Administration				
FMC - High Priority Grant 2016-2017	20.218	FM-MHP-0295-16 & FM-MHP-0295-17	(6,270)	

City of Fort Worth, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

<u>GRANT AGENCY/PROJECT TITLE</u>	<u>CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>	<u>PASS THROUGH EXPENDITURES</u>
Passed through Texas Department of Transportation				
TXDOT Commercial Motor Vehicle 2020	20.600	2020-FORTWORTH-S-CMV-00009	\$ 15,799	
TXDOT Commercial Motor Vehicle 2021	20.600	2021-FORTWORTH-S-CMV-00011	174	
TXDOT STEP Comprehensive 2020	20.600	2020-FORTWORTH-S-1YG-00025	61,510	
TXDOT STEP Comprehensive 2021	20.600	2021-FORTWORTH-S-1YG-00036	393	
Subtotal for Program			<u>77,876</u>	
Total U.S. Department of Transportation			<u>5,387,843</u>	
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION				
Direct Awards				
Equal Employment Opportunity Commission 2015	30.001	EECCN130018MOD5	(488)	
Equal Employment Opportunity Commission 2018	30.001	EEC45016C0080P00006	39,023	
Equal Employment Opportunity Commission 2020	30.001	EEC45310019C0049	53,889	
Fair Employment Program 2016 - 2017	30.001	EEC45016C0080 & EEC45016C0080P00002	32	
Total Equal Employment Opportunity Commission			<u>92,456</u>	
INSTITUTE OF MUSEUM AND LIBRARY SERVICES				
Passed through Texas State Library and Archives Commission				
Texas Treasures Grant	45.310	LS-19-0044-19	<u>23,800</u>	
Total Institute of Museum and Library Services			<u>23,800</u>	
ENVIRONMENTAL PROTECTION AGENCY				
Direct Award				
Brownfields Cleanup	66.818	BL-98690701	1,189	
Passed through Texas Commission on Environmental Quality				
PM 2.5 Local Air Pollution Monitoring 2020-2021	66.034	582-19-90039	66,318	
Passed through Texas Water Development Board				
Clean Water State Revolving Fund Series 2017	66.458	L1000573	17,850	
Clean Water State Revolving Fund Series 2020	66.458	L1001056	15,310,968	
Subtotal for Program			<u>15,328,818</u>	
Passed through Texas Commission on Environmental Quality				
Air Monitoring PM 10 FY 2018-2019	66.605	582-18-80091	2,800	
Air Monitoring PM 10 FY 2020-2021	66.605	582-18-80091	92,011	
Subtotal for Program			<u>94,811</u>	
Total Environmental Protection Agency			<u>15,491,136</u>	
U.S. DEPARTMENT OF HOMELAND SECURITY				
Direct Programs				
Assistance to Firefighters Grant Program - AFG2017 FPS	97.044	EMW-2017-FP-00840	5,551	
Assistance to Firefighters Grant Program - AFG2018	97.044	EMW-2018-FO-03478	428,864	
Subtotal for Program			<u>434,415</u>	
Direct Awards				
Cooperating Technical Partners 2015	97.045	EMW-2015-CA-00070	408,980	
Cooperating Technical Partners 2016	97.045	EMT-2016-CA-00040	296,850	
Subtotal for Program			<u>705,830</u>	

City of Fort Worth, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

<u>GRANT AGENCY/PROJECT TITLE</u>	<u>CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>	<u>PASS THROUGH EXPENDITURES</u>
Passed through Texas Governor's Division of Emergency Management				
Emergency Management Performance Grant FY2019	97.042	EMT-2019-EP-00005	\$ 7,484	
Emergency Management Performance Grant FY2020	97.042	15TX-EMPG-0177	169,696	
Subtotal for Program			<u>177,180</u>	
Passed through Texas Office of the Governor / Criminal Justice Division				
Urban Area Security Initiative - UASI 2017 / 2017 M&A	97.067	EMW-2017-SS-00005	710,563	
Passed through Texas Office of the Governor - Homeland Security Grants Division				
Urban Area Security Initiative - UASI 2018	97.067	EMW-2018-SS-00022-S01	662,600	
Urban Area Security Initiative - UASI 2018 LE	97.067	EMW-2018-SS-00022-S01	457,402	
Urban Area Security Initiative - UASI 2018 M&A	97.067	EMW-2018-SS-00022-S01	59,836	
Urban Area Security Initiative - UASI 2019	97.067	EMW-2019-SS-00034-S01	369,529	
Urban Area Security Initiative - UASI 2019 LE	97.067	EMW-2019-SS-00034-S01	55,778	
Urban Area Security Initiative - UASI 2019 M&A	97.067	EMW-2019-SS-00034-S01	46,260	
Subtotal for Program			<u>1,651,405</u>	
Passed through Texas Commission on Environmental Quality				
BioWatch Whole Air Grant FY 2019-2021	97.091	582-19-90031	349,870	
Total U.S. Department of Homeland Security			<u>4,029,263</u>	
EXECUTIVE OFFICE OF THE PRESIDENT				
Passed through the Office of National Drug Control Policy				
HIDTA Airport Task Force 2020	95.001	CSC 53620	28,339	
HIDTA Commercial Smuggling Task Force	95.001	CSC 33102 & 44244	(24,152)	
HIDTA Western Drug Squad Task Force 2017-2020	95.001	CSC 48952 & CSC 51615 & CSC 53520	86,452	
Total Executive Office of the President			<u>90,639</u>	
U.S. DEPARTMENT OF THE TREASURY				
Direct Awards				
Treasury Asset Forfeiture Program	21.016	MOU	410,966	
Coronavirus Relief Fund	21.019	Mayor's Memo	48,800,431	
Total U.S. Department of the Treasury			<u>49,211,397</u>	
TOTAL FEDERAL DIRECT AND PASS-THROUGH AWARDS			<u>\$ 103,019,392</u>	<u>\$ 5,294,874</u>

City of Fort Worth, Texas
Schedule of Expenditures of State Awards
For the Year Ended September 30, 2020

GRANT AGENCY/PROJECT TITLE	CONTRACT NUMBER	EXPENDITURES	PASS THROUGH EXPENDITURES
TEXAS STATE ATTORNEY GENERAL'S OFFICE			
Direct Awards			
Victim Coordinator and Liaison FY2020 and FY2021	2098424	\$ 41,222	
Total Texas State Attorney General's Office		41,222	
TEXAS DEPARTMENT OF TRANSPORTATION			
Direct Awards			
Routine Airport Maintenance Program Spinks 2019-2020	CSJ M1902SPNK & CSJ M2002SPNK	36,401	
Routine Airport Maintenance Program Alliance 2020	M2002ALNC	36,222	
Routine Airport Maintenance Program Meacham 2020	M2002MECH	50,000	
Sub-total for Program		<u>122,623</u>	
Passed through the North Central Texas Council of Governments			
Double Eagle Boulevard - SH 156 to Fire Ridge Drive	CSC 46799	138,156	
W Rosedale Retrofit and Rosedale Bike Pedestrian	CSC 35015 & 43527	1,998,714	
CFA American Airlines	CSJ 0902-90-116	269,502	
Sub-total for Program		<u>2,406,372</u>	
Total Texas Department of Transportation		2,528,995	
TEXAS DEPARTMENT OF MOTOR VEHICLES			
Passed through Tarrant County			
Tarrant County Auto Crimes Task Force 2020	53945	124,331	
Total Texas Department of Motor Vehicles		124,331	
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY			
Direct Awards			
Air Pollution Compliance Monitoring FY2015-2022	582-15-50123 & 582-19-90043	271,099	
Total Texas Commission on Environmental Quality		271,099	
TEXAS DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS			
Direct Awards			
Homeless Housing and Services Program	63206010006	458,127	458,127
Homeless Housing and Services Program-Youth	18206010006	98,736	98,736
Homeless Housing and Services Program-COVID	63186010004	18,572	18,572
Total Texas Department of Housing and Community Affairs		575,435	575,435

City of Fort Worth, Texas
Schedule of Expenditures of State Awards
For the Year Ended September 30, 2020

GRANT AGENCY/PROJECT TITLE	CONTRACT NUMBER	EXPENDITURES	PASS THROUGH EXPENDITURES
TEXAS VETERANS COMMISSION			
Direct Awards			
Fund for Veterans' Assistance General Assistance Grant 2019	GR-FVA-19-018	\$ 290,778	
Fund for Veterans' Assistance General Assistance Grant 2020	GT-FVA 20051	<u>57,237</u>	
Sub-total for Program		<u>348,015</u>	
Fund for Veterans' Assistance Texas Heroes Grant 2019	GT-HTX-19-002	266,957	
Fund for Veterans' Assistance Texas Heroes Grant 2020	GT-HTX-20-022	<u>12,691</u>	
Sub-total for Program		<u>279,648</u>	
Total Texas Veterans Commission		<u>627,663</u>	
UNT HEALTH SCIENCE CENTER			
Economic Development and Technology Commercialization FY20	6123FBD6D206	<u>415,175</u>	
Total UNT Health Science Center		<u>415,175</u>	
TEXAS PARKS AND WILDLIFE			
Alliance Community Park Phase I	48-001135	259,264	
Alliance Community Park Phase II	55-000038	<u>190,000</u>	
Total Texas Parks and Wildlife		<u>449,264</u>	
TOTAL STATE AWARDS AND PASS-THROUGH AWARDS		<u>\$ 5,033,184</u>	<u>\$ 575,435</u>



City of Fort Worth, Texas
Notes to the Schedule of Expenditures of Federal and State Awards
For the Year Ended September 30, 2020

1. GENERAL

The accompanying Schedule of Expenditures of Federal and State Awards (the “Schedule”) presents the activity of all applicable federal and state awards of the City of Fort Worth, Texas (the “City”) for the year ended September 30, 2020.

For the purposes of the Schedule, federal and state awards include all grants, contracts and similar agreements entered into directly between the City and agencies and departments of the federal and State of Texas governments and all subawards to the City pursuant to federal and state grants, contracts and similar agreements. Major programs are identified by the independent auditor in accordance with the provisions of 2 CFR 200 and the State of Texas Uniform Grant Management Standards (“UGMS”).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS

Expenditures for direct costs and employee benefits are recognized as incurred using the modified accrual basis of accounting (accrual basis for proprietary funds) to the extent grants are approved and applicable government cost principles specified by each grant, contract, and agreement. Such expenditures are recognized following the cost principles contained in 2 CFR 200, 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. Pass-through entity identifying numbers are presented where available. The City neither recovers indirect costs unless expressly allowed by each award, nor does the City utilize the 10% de minimis indirect cost rate contained in 2 CFR 200 for entities that have never had an approved rate.

Additionally, amounts reported as expenditures in the Schedule may not agree with the amounts in the related financial reports filed with the grantor agencies because of accruals that would not be included until the next report filed with the agency.

3. COMMITMENTS AND CONTINGENCIES

The City participates in several federal and state grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. Therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required, and the collectability of any related receivable at September 30, 2020 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with rules and regulations governing the grants.

City of Fort Worth, Texas
Notes to the Schedule of Expenditures of Federal and State Awards
For the Year Ended September 30, 2020

4. OUTSTANDING LOAN BALANCES

The City has outstanding loans payable under the Clean Water State Revolving Loan Fund from the Texas Water Development Board (TWDB), as a pass-through agency for the Environmental Protection Agency (CFDA 66.458). As of September 30, 2020 the outstanding loan balances were:

• TWDB Series 2015	\$ 27,975,000
• TWDB Series 2015- Due within One Year	<u>1,845,000</u>
TWDB Series 2015 Total	<u>\$ 29,820,000</u>
• TWDB Series 2017	\$ 14,145,000
• TWDB Series 2017- Due within One Year	<u>475,000</u>
TWDB Series 2017 Total	<u>\$ 14,620,000</u>
• TWDB Series 2020	\$ 59,610,000
• TWDB Series 2020- Due within One Year	<u>3,115,000</u>
TWDB Series 2020 Total	<u>\$ 62,725,000</u>

The City has an outstanding loan payable under the Drinking Water State Revolving Loan Fund from the Texas Water Development Board (TWDB), as a pass-through agency for the Environmental Protection Agency (CFDA 66.468). As of September 30, 2020 the outstanding loan balance was:

• TWDB Series 2009 ARRA	\$ 7,215,000
• TWDB Series 2009 ARRA- Due within One Year	<u>815,000</u>
TWDB Series 2009 ARRA Total	<u>\$ 8,030,000</u>

5. NONCASH AWARDS

Certain federal financial awards programs involve other-than-cash awards. Such items were immaterial in the current year.

Schedule of Findings and Questioned Costs



City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? X Yes None reported
- Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? Yes X None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes X No

Identification of Major Programs:

21.019	Coronavirus Relief Fund
93.569	Community Services Block Grant

Dollar threshold used to distinguish between type A and type B programs? \$3,000,000

Auditee qualified as low-risk auditee? X Yes No

City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020

SECTION I – SUMMARY OF AUDITOR’S RESULTS – CONTINUED

State Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? Yes None reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with State of Texas Uniform Grant Management Star

Yes No

Identification of major programs:

- Homeless Housing and Services Program
- Alliance Community Park Phase I and Phase II
- SH 121 Subaccount Projects:
 - CSC 46799
 - CSC 35015 & 43527
 - CSJ 0902-90-116

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

\$300,000

Auditee qualified as low-risk auditee?

Yes No

**City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020**

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding 2020-001

Significant Deficiency in Internal Controls – Assets Held by Third Parties

Criteria:

The City enters into agreements with third parties for the operational management of construction and grant programs. As part of these arrangements, the City potentially deposits assets that are managed by third parties. These third parties provide the information necessary to the City for financial reporting. Timely and accurate reconciliation of these balances between the information provided by the third parties and the City's financial statements is necessary to ensure accurate financial reporting, including expenditures recorded on the Schedule of Expenditures of Federal and State Awards where applicable.

Condition:

The City departments responsible for a project's management are also responsible for reconciling the information provided by third parties to the City's financial statements. Further, the process for preparation of the City's Schedule of Expenditures of Federal and State Awards relies on the timely and accurate reconciliation of assets held by third parties.

Cause:

During our review of the City's asset balances held by third parties, we identified certain balances held by a third party that were inaccurately reported within the City's financial statements. Because these balances were related to expenditures recorded on the Schedule of Expenditures of Federal and State Awards this resulted in an adjustment within the financial statements as well as an adjustment to expenditures on the Schedule of Expenditures of Federal and State Awards.

Effect:

Without a timely and accurate review of assets held by third parties incorrect balances were reported in the City's financial statements and within the Schedule of Expenditures of Federal and State Awards.

Recommendation:

We recommend that formalized and documented preparation and review processes be implemented for the timely and accurate reconciliation of assets that are held by third parties.

Management's Response:

See Corrective Action Plan

**City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020**

SECTION II – FINANCIAL STATEMENT FINDINGS – CONTINUED

Finding 2020-002

Significant Deficiency in Internal Controls – Financial Reporting of Grant Awards

Criteria:

Timely and accurate reporting of Federal and State grants awards is an important cornerstone of any governmental organization's control environment. Uniform Guidance and UGMS require preparation of a Schedule of Expenditures of Federal and State Awards in accordance with Generally Accepted Accounting Principles (GAAP) that accurately captures all expenditures of federal and state awarded funds.

Condition:

City departments responsible for a project's management are also responsible for coding project expenditures and revenues to the GL system, including the coding of expenditures to the appropriate fund and project. The process for preparation of the City's financial statements and Schedule of Expenditures of Federal and State Awards relies on each department's coding to capture expenditures related to Federal and State Awards.

Cause:

During our review of expenditures of federal and state awards, we identified expenditures of state awards that had been incurred in prior years, but not timely reported on the Schedule of Expenditures of Federal and State Awards.

Effect:

Without an accurate and effective method to timely identify and reconcile grant awards and expenditures we noted that not all expenditures were captured for reporting in the Schedule of Federal and State Awards prepared by City Management.

Recommendation:

We recommend that procedures for regular review be implemented in all Departments involved with federal and state grant reporting to ensure that the Schedule of Federal and State Expenditures is complete and accurate. We also recommend that the Schedule of Expenditures of Federal and State awards be reconciled to the expenditures in the City's general ledger.

Management's Response:

See Corrective Action Plan

**City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020**

SECTION III – FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AND STATE AWARDS

Finding 2020-003

Significant Deficiency in Internal Controls and Compliance Finding

Major Program – Homeless Housing and Services Program

Compliance Requirement: Subrecipient Monitoring

Criteria:

The City enters into contracts with other entities to pass through a federal or state award the City receives to the pass through entity. In these instances, the City is required to sufficiently monitor the pass through entity to ensure they are compliant with all material provisions of the grant award, including ensuring the subrecipients are accurately reporting pass through awards from the City on their Schedule of Expenditures of State Awards, and that audits of major programs under UGMS are completed when required.

Condition:

The City currently does not have adequate oversight over Departments accepting grant awards to ensure compliance with all grant and contract requirements. Grant management and compliance is largely decentralized and project managers with inadequate knowledge of compliance and internal control requirements under UGMS are currently tasked with compliance management.

Context:

During our review of the City’s subrecipient monitoring procedures, we noted the City is not currently ensuring that the pass through entity complies with all material provisions of the grant award including determination that audits of major programs under UGMS are completed when required.

Effect:

Due to lack of controls in place to monitor the subrecipient, the City did not timely identify that costs expended by the subrecipient were potentially not properly reported accurately on the subrecipient’s Schedule of Expenditures of Federal and State awards.

Recommendation:

We recommend the City implement enhanced training for all grant staff responsible for compliance activities and monitoring of all pass through entities to ensure they are compliant with all material provisions of the grant award.

Management’s Response:

See Corrective Action Plan

**City of Fort Worth, Texas
Schedule of Findings And Questioned Costs
For the Year Ended September 30, 2020**

**SECTION III – FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AND STATE
AWARDS - CONTINUED**

Finding 2020-004

Significant Deficiency in Internal Controls and Compliance Finding

Major Program – Homeless Housing and Services Program

Compliance Requirement: Reporting

Criteria:

Monthly reports are required to be submitted to the Texas Department of Housing and Community Affairs (TDHCA) no later than the last day each of each month, which reflects performance and expenditures conducted in the prior month.

Condition:

The City currently does not have adequate oversight over Departments accepting grant awards to ensure compliance with all grant and contract requirements. Grant management and compliance is largely decentralized and project managers with inadequate knowledge of compliance and internal control requirements under UGMS are currently tasked with compliance management.

Context:

During our review we noted that certain required reports for the Homeless Housing and Services Program-Youth program were not submitted to the TDCHA prior to the deadline required by the grant contract.

Effect:

Due to lack of controls in place to monitor adherence to the grant contract's requirements, the City did not timely submit required reports.

Recommendation:

We recommend the City implement enhanced training for all grant staff responsible for compliance activities, as well as regular reviews of contractual grant requirements by all such individuals to ensure that material compliance requirements are met in a timely manner.

Management's Response:

See Corrective Action Plan

Corrective Action Plan



**City of Fort Worth, Texas
Corrective Action Plan
For the Year Ended September 30, 2020**

FINDINGS RELATED TO THE FINANCIAL STATEMENTS

2020-001 Significant Deficiency in Internal Controls – Assets Held by Third Parties

Concur: The Financial Management Services Department will reconcile balances of assets held by third parties on a monthly basis to ensure that balances accurately reflect actual activity and that amounts reported on the Schedule of Expenditures of Federal and State Awards is correct.

This action plan will be completed by September 30, 2021.

Contact Person: Reginald Zeno, Chief Financial Officer, FMS, 817-392-8517

Contact Person: Tony Rousseau, Assistant Finance Director, FMS 817-392-8338

2020-002 Significant Deficiency – Financial Reporting of Grant Awards

Concur: The Financial Management Services Department will create an annual retrospective analysis identifying amounts reported for active grants over multiple years to ensure that prior reporting reflects cumulative expenditure balances.

This action will be completed by September 30, 2021.

Contact Person: Reginald Zeno, Chief Financial Officer, FMS, 817-392-8517

Contact Person: Tony Rousseau, Assistant Finance Director, FMS 817-392-8338

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AND STATE AWARDS

2020-003 Significant Deficiency – Internal Controls and Compliance (HHSP Subrecipient Monitoring)

Concur: The City has conducted additional training, internally as well as through a third party (National Grants Management Association) regarding sub-recipient monitoring required by state and federal grantors. A checklist of critical elements has been developed and will be reviewed with the program managers periodically throughout the year to ensure compliance. This checklist will also be posted to the Grants Reference Library on the City's intranet, and Grant Accounting will follow-up with departments whose grants require sub-recipient monitoring to ensure proper procedures are being followed.

This action plan will be completed by September 30, 2021.

Contact Person: Reginald Zeno, Chief Financial Officer, FMS, 817-392-8517

Contact Person: Tony Rousseau, Assistant Finance Director, FMS 817-392-8338

**City of Fort Worth, Texas
Corrective Action Plan
For the Year Ended September 30, 2020**

**FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AND STATE AWARDS
(CONTINUED)**

2020-004 Significant Deficiency – Internal Controls and Compliance (HHSP Reporting)

Concur: The City will conduct additional training and place an emphasis on timely reporting required by state and federal grantors during grant kick-off meetings, roundtables, and on an individual basis by the Grant Accountants. Grant Managers will be instructed to notify their Grant Accountant in advance if they anticipate any problem adhering to their reporting due dates. Grant Accountants will offer additional support to new grantees after the grant kick-off to provide assistance, answer any questions, and ensure compliance. Reporting due dates for each grant are specified in PeopleSoft and notifications are sent to both the Grant Manager and Grant Accountant informing them of imminent reporting deadlines. Consistent and continual monitoring of reporting deadlines, along with consistent communication with the Grant Managers by the Grant Accountants, should alleviate missed reporting deadlines.

This action plan will be completed by September 30, 2021.

Contact Person: Reginald Zeno, Chief Financial Officer, FMS, 817-392-8517

Contact Person: Tony Rousseau, Assistant Finance Director, FMS 817-392-8338

Summary Schedule of Prior Year Findings



**City of Fort Worth, Texas
Status of Prior Year Findings
For the Year Ended September 30, 2020**

SECTION IV – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Financial Statement Findings:

Audit Finding Reference: 2019-001 – Logical User and Physical Access Review

Status of Prior Finding:

Planned corrective action was completed during the year ended September 30, 2020.

Audit Finding Reference: 2019-002 – Accounting for Retainage on Construction Projects

Status of Prior Finding:

Planned corrective action was completed during the year ended September 30, 2020.

Findings and Questioned Costs related to Federal and State Awards:

Audit Finding Reference: 2019-003 – SH 121 Subaccount Projects

Status of Prior Finding:

Planned corrective action was completed during the year ended September 30, 2020.



List of Acronyms

CAPER	Consolidated Annual Performance and Evaluation Report
CARES	Coronavirus Aid, Relief, and Economic Security (Act)
CDBG	Community Development Block Grant
CEAP	Comprehensive Energy Assistance Program
CFDA	Catalog of Federal Domestic Assistance
CFR	Code of Federal Regulations
CFW or COFW	City of Fort Worth
CHDO	Community Housing Development Organizations
CIP	Construction in Progress
CJD	Criminal Justice Division
COVID-19	Coronavirus Disease 2019
COPS	Community Oriented Policing Services
CSBG	Community Services Block Grant
DEA	Drug Enforcement Administration
DNA	Deoxyribonucleic Acid
DOE	Department of Energy
DOJ	Department of Justice
DOT	Department of Treasury
ECC	Environmental Collection Center
EDA	Economic Development Administration
EDART	Enhanced Domestic Abuse Response Team
EDI	Economic Development Initiative
EMPACT	Environmental Monitoring for Public Access and Community Tracking
EPA	Environmental Protection Agency
ERP	Enterprise Resource Planning
FAA	Federal Aviation Administration
FMC	Federal Motor Carrier
FMS	Financial Management Services
FASTS	Fixed Assets Tracking System
FHAP	Fair Housing Assistance Program
FHIP	Fair Housing Initiative Program
FWEDC	Fort Worth Economic Development Corporation
FY	Fiscal Year - Normally refers to the year in which a grant was awarded

List of Acronyms

GASB	Governmental Accounting Standards Board
HHW	Hazardous Household Waste
HOME	Home Investment Partnership Program
HOPWA	Housing Opportunities for Persons With AIDS
HUD	Housing and Urban Development
IDIS	Integrated Disbursement and Information System
ITC	Intersection Traffic Control
JAG	Justice Assistance Grant
LIHEAP	Low Income Home Energy Assistance Program
MMRS	Metropolitan Medical Response System
NCTCOG	North Central Texas Council of Governments
OJJDP	Office of Juvenile Justice and Delinquency Prevention
OMB	Office of Management and Budget
PY	Program Year (usually June 1 - May 31)
RAMP	Routine Airport Maintenance Program
RAS	Risk Advisory Services
RLF	Revolving Loan Fund
SAA	State Administrative Agency
SCRAM	Sex Crime Apprehension and Monitoring
SFSP	Summer Food Service Program
SMGCS	Surface Movement Guidance and Control System
SRF	State Revolving Fund
STEP	Selective Traffic Enforcement Program
TDA	Texas Department of Agriculture
TDHCA	Texas Department of Housing and Community Affairs
TPW	Transportation and Public Works
TPWD	Texas Parks and Wildlife Department
UGMS	Uniform Grant Management Standards
UNTHSC	University of North Texas Health Science Center
UPARR	Urban Park and Recreation Recovery