

City of San José, California

Single Audit Report

For the Year Ended June 30, 2024

City of San José, California
Single Audit Report
For the Year Ended June 30, 2024

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

City Council
City of San José, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San José, California (City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated November 22, 2024, except for our report on the schedule of expenditures of federal awards as to which the date is March 21, 2025.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Walnut Creek, California
November 22, 2024

**Independent Auditor’s Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on Schedule of
Expenditures of Federal Awards Required by the Uniform Guidance**

City Council
City of San José, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of San José’s, California (City), compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City’s major federal programs for the year ended June 30, 2024. The City’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon, dated November 22, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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.



Walnut Creek, California
March 21, 2025

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City of San José, California
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Federal Program Title	Assistance Listing Number	Grant Identifying Number	Federal Expenditures	Amount Provided to Subrecipients
U.S. Department of Agriculture				
Pass-through California Department of Education Nutrition Services Division: Summer Food Service Program for Children	10.559	05394-SFSP-43	\$ 137,546	\$ -
Total U.S. Department of Agriculture			<u>137,546</u>	<u>-</u>
U.S. Department of Housing and Urban Development				
Direct programs:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-06-0021	426,726	425,312
Community Development Block Grants/Entitlement Grants	14.218	B-20-MC-06-0021	314,385	263,185
Community Development Block Grants/Entitlement Grants	14.218	B-21-MC-06-0021	1,138,840	1,138,078
Community Development Block Grants/Entitlement Grants	14.218	B-22-MC-06-0021	2,952,320	663,159
Community Development Block Grants/Entitlement Grants	14.218	B-23-MC-06-0021	1,576,693	1,180,794
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-06-0021	308,155	45,790
Subtotal CDBG - Entitlement Grants Cluster			<u>6,717,119</u>	<u>3,716,318</u>
Emergency Solutions Grant Program	14.231	E-22-MC-06-0021	298,453	298,453
Emergency Solutions Grant Program	14.231	E-23-MC-06-0021	654,002	601,350
COVID-19 Emergency Solutions Grant Program	14.231	E-20-MW-06-0021	207,063	207,063
Subtotal Emergency Solutions Grant Program			<u>1,159,518</u>	<u>1,106,866</u>
Home Investment Partnerships Program	14.239	M-15-MC-06-0215	1,563,203	-
Home Investment Partnerships Program	14.239	M-16-MC-06-0215	1,362,930	-
Home Investment Partnerships Program	14.239	M-17-MC-06-0215	520,299	-
Home Investment Partnerships Program	14.239	M-18-MC-06-0215	225,772	-
Home Investment Partnerships Program	14.239	M-19-MC-06-0215	406,268	373,798
Home Investment Partnerships Program	14.239	M-20-MC-06-0215	110,274	-
Home Investment Partnerships Program	14.239	M-21-MC-06-0215	1,227,140	-
Home Investment Partnerships Program	14.239	M-22-MC-06-0215	725,655	-
COVID-19 Home Investment Partnerships Program	14.239	M-21-MP-06-0215	352,149	-
Subtotal Home Investment Partnerships Program			<u>6,493,690</u>	<u>373,798</u>
Housing Opportunities for Persons with AIDS	14.241	CAH20-F004	256,709	256,709
Housing Opportunities for Persons with AIDS	14.241	CAH21-F004	519,132	409,246
Housing Opportunities for Persons with AIDS	14.241	CAH22-F004	902,623	893,673
Housing Opportunities for Persons with AIDS	14.241	CAH23-F004	754,147	752,432
Housing Opportunities for Persons with AIDS	14.241	CA-H19-0010	(151,537)	-
COVID-19 Housing Opportunities for Persons with AIDS	14.241	CAH2001W028	36,598	30,309
Subtotal Housing Opportunities for Persons with AIDS			<u>2,317,672</u>	<u>2,342,369</u>
Total U.S. Department of Housing and Urban Development			<u>16,687,999</u>	<u>7,539,351</u>
U.S. Department of Justice				
Direct programs:				
Missing Children's Assistance - Silicon Valley ICAC Task Force Program 2020	16.543	2020-MC-FX-K006	370,200	-
Missing Children's Assistance - Silicon Valley ICAC Task Force Program 2023	16.543	15PJDP-23-GK-05184-MECP	228,351	-
Subtotal Missing Children's Assistance			<u>598,551</u>	<u>-</u>
Bulletproof Vest Partnership Program	16.607	2023	26,961	-
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-22-GG-04074-LEMH	40,700	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-02976-MUMU	277,141	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-DJ-BX-0843	73,514	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-DJ-BX-0690	1,349	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01199-JAGX	33,640	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22-GG-02211-JAGX	24,191	-
Subtotal Edward Byrne Memorial Justice Assistance Grant Program			<u>409,835</u>	<u>-</u>
Congressionally Recommended Awards	16.753	15PBJA-22-GG-00106-BRND	176,079	-
STOP School Violence	16.839	2018-YS-BX-0042	6,615	6,615
Pass-through California Office of Emergency Services: Crime Victim Assistance	16.575	KI 22 05 7928	62,203	-
Total U.S. Department of Justice			<u>1,320,944</u>	<u>6,615</u>

See accompanying notes to the schedule of expenditures of federal awards.

City of San José, California
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Federal Program Title	Assistance Listing Number	Grant Identifying Number	Federal Expenditures	Amount Provided to Subrecipients
U.S. Department of Labor				
Pass-through State of California, Employment Development Department: Workforce Innovation and Opportunity Act (WIOA) Cluster:				
WIOA Adult Program	17.258	AA411037201	\$ 389,306	\$ 166,913
WIOA Adult Program	17.258	AA411037202	980,281	163,763
WIOA Adult Program	17.258	AA411037500	37,584	-
WIOA Adult Program	17.258	AA311037202	987,982	448,701
WIOA Adult Program	17.258	AA311037500	400,000	360,000
Subtotal - WIOA Adult Program			2,795,153	1,139,377
WIOA Youth Activities	17.259	AA411037301	745,173	611,654
WIOA Youth Activities	17.259	AA311037301	1,537,970	933,686
Subtotal - WIOA Youth Activities			2,283,143	1,545,340
WIOA Dislocated Worker Formula Grants	17.278	AA411037501	521,968	138,638
WIOA Dislocated Worker Formula Grants	17.278	AA411037502	257,758	-
WIOA Dislocated Worker Formula Grants	17.278	AA411037541	282,428	-
WIOA Dislocated Worker Formula Grants	17.278	AA411037292	14,255	-
WIOA Dislocated Worker Formula Grants	17.278	AA411037293	51,846	-
WIOA Dislocated Worker Formula Grants	17.278	AA411037540	79,478	-
WIOA Dislocated Worker Formula Grants	17.278	AA311037501	260,611	-
WIOA Dislocated Worker Formula Grants	17.278	AA311037502	1,533,595	466,650
Subtotal WIOA Dislocated Worker Formula Grants			3,001,939	605,288
Subtotal WIOA Cluster			8,080,235	3,290,005
Total U.S. Department of Labor			8,080,235	3,290,005
U.S. Department of Transportation				
Direct programs:				
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program	20.941	QUA4AULJ8FM3	99,971	-
Airport Improvement Program	20.106	3-06-0226-103-2021	125,924	-
COVID-19 Airport Improvement Program	20.106	3-06-0226-106-2022	10,000,000	-
Airport Improvement Program	20.106	3-06-0226-108-2022	5,303,254	-
Airport Improvement Program	20.106	3-06-0226-109-2023	6,661,392	-
Airport Improvement Program	20.106	3-06-0226-110-2023	3,300,612	-
Subtotal Airport Improvement Program			25,391,182	-
Pass-through California Department of Transportation:				
Highway Planning and Construction	20.205	STPL-5005 (158)	2,847	-
Highway Planning and Construction	20.205	HSIPL-5005 (165)	574,142	-
Subtotal Highway Planning and Construction			576,989	-
Recreational Trails Program	20.219	ATPL-5005 (146)	4,971,830	-
Subtotal pass-through California Department of Transportation			5,548,819	-
Pass-through Metropolitan Transportation Commission:				
Highway Planning and Construction	20.205	SCL-210026	419,285	-
Highway Planning and Construction	20.205	STPL-5005(154)	4,836,850	-
Highway Planning and Construction	20.205	CML-5005(155)	5,057,173	-
Highway Planning and Construction	20.205	CML-5005(162)	345,013	-
Highway Planning and Construction	20.205	CML-5005(156)	1,570,746	-
Highway Planning and Construction	20.205	STPL-5005 (167)	127,574	-
Highway Planning and Construction	20.205	STPL-5005 (166)	61,045	-
Highway Planning and Construction	20.205	STPL-5005 (169)	64,246	-
Highway Planning and Construction	20.205	STPL-5005 (168)	61,308	-
Subtotal pass-through Metropolitan Transportation Commission			12,543,240	-
Pass-through California Office of Traffic Safety:				
State and Community Highway Safety	20.600	PT23171	20,756	-
State and Community Highway Safety	20.600	PT24175	55,519	-
State and Community Highway Safety	20.600	PS23030	104,118	-
Subtotal State and Community Highway Safety			180,393	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT23171	25,311	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT24175	89,326	-
Subtotal Minimum Penalties for Repeat Offenders for Driving While Intoxicated			114,637	-
Subtotal pass-through California Office of Traffic Safety			295,030	-
Total U.S. Department of Transportation			43,878,242	-

See accompanying notes to the schedule of expenditures of federal awards.

City of San José, California
Schedule of Expenditures of Federal Awards (Concluded)
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Federal Program Title	Assistance Listing Number	Grant Identifying Number	Federal Expenditures	Amount Provided to Subrecipients
U.S. Department of Treasury				
Direct program:				
COVID-19 Coronavirus Relief Fund	21.019	N/A	\$ 29,623	\$ -
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	1,732,437	-
Pass-through California Volunteers:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds - Californians For All Youth Workforce Program	21.027	JP1004	84,558	-
COVID-19 Coronavirus State and Local Fiscal Recovery Funds - Californians For All Youth Workforce Program	21.027	JP1004	4,213,351	4,081,326
COVID-19 Coronavirus State and Local Fiscal Recovery Funds - Californians For All Youth Workforce Program	21.027	JP1004	1,294,053	1,255,987
Subtotal pass-through California Volunteers			<u>5,591,962</u>	<u>5,337,313</u>
Total U.S. Department of Treasury			<u>7,354,022</u>	<u>5,337,313</u>
U.S. Environmental Protection Agency				
Direct program:				
Geographic Programs - San Francisco Bay Water Quality Improvement Fund	66.126	98T20301	324,621	273,549
Total U.S. Environmental Protection Agency			<u>324,621</u>	<u>273,549</u>
U.S. Department of Health and Human Services				
Pass-through Santa Clara County Social Services:				
Aging Cluster:				
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	4300010957	402,462	-
Nutrition Services Incentive Program	93.053	4300010957	92,023	-
Subtotal Aging Cluster			<u>494,485</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>494,485</u>	<u>-</u>
U.S. Department of Homeland Security				
Pass-through California Office of Emergency Services:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4301-DR	31,299	31,299
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4308-DR	1,238,570	1,238,570
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4683-DR	18,775	-
Subtotal pass-through Disaster-Grants - Public Assistance (Presidentially Declared Disasters)			<u>1,288,644</u>	<u>1,269,869</u>
Hazard Mitigation Grant	97.039	FEMA-4344-DR	242,839	-
Subtotal pass-through California Office of Emergency Services			<u>1,531,483</u>	<u>1,269,869</u>
Pass-through Santa Clara County:				
Emergency Management Performance Grants	97.042	2022-0005	121,066	-
Emergency Management Performance Grants	97.042	2023-0006	5,518	-
Subtotal Emergency Management Performance Grants			<u>126,584</u>	<u>-</u>
Homeland Security Grant Program	97.067	2021	67,115	-
Homeland Security Grant Program	97.067	2022	138,964	-
Subtotal Homeland Security Grant Program			<u>206,079</u>	<u>-</u>
Subtotal pass-through Santa Clara County			<u>332,663</u>	<u>-</u>
Pass-through San Mateo County:				
Homeland Security Grant Program	97.067	Not Available	142,086	-
Homeland Security Grant Program	97.067	Not Available	152,060	-
Subtotal pass-through San Mateo County			<u>294,146</u>	<u>-</u>
Pass-through Bay Area UASI:				
Homeland Security Grant Program	97.067	2021-0081	874,790	-
Homeland Security Grant Program	97.067	2022-0043	421,806	-
Homeland Security Grant Program	97.067	2021-0081	378,125	-
Homeland Security Grant Program	97.067	2021-0081	97,631	-
Homeland Security Grant Program	97.067	2022-0043	101,027	-
Homeland Security Grant Program	97.067	2022-0043	39,778	-
Homeland Security Grant Program	97.067	2022-0043	49,681	-
Homeland Security Grant Program	97.067	2022-0043	45,382	-
Homeland Security Grant Program	97.067	2022-0043	219,248	-
Homeland Security Grant Program	97.067	2023-0042	184,418	-
Subtotal pass-through Bay Area UASI			<u>2,411,886</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>4,570,178</u>	<u>1,269,869</u>
Total Expenditures of Federal Awards			<u>\$ 82,848,272</u>	<u>\$ 17,716,702</u>

See accompanying notes to the schedule of expenditures of federal awards.

City of San José, California
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

(1) GENERAL

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of the federal award programs of the City of San José, California (the City). The City's reporting entity is defined in Note I to its basic financial statements. The SEFA includes all federal awards received directly from federal agencies and federal awards passed-through other governmental agencies.

(2) BASIS OF PRESENTATION

The accompanying schedule is presented using the modified accrual basis of accounting for program expenditures accounted for in the governmental funds and the accrual basis of accounting for program expenditures accounted for in the proprietary funds as described in Note I to the City's basic financial statements. The City did not elect to use the 10% de minimis cost rate as covered in U.S. Code of Federal Regulations, Title 2 section 200.414 *Indirect (F&A) costs*.

For reimbursable grants, the City recognizes revenues commencing on the date of grant approval (provided all eligibility requirements are met) since this is when the City is eligible to claim expenditures for reimbursements. Pass-through entity identifying numbers are presented where available.

(3) RELATIONSHIP TO THE BASIC FINANCIAL STATEMENTS

Expenditures of federal awards are reported in the City's basic financial statements as expenditures in the general, special revenue, and capital projects funds and as expenses for non-capital expenditures and as additions to capital assets for capital related expenditures in the enterprise funds. Federal award expenditures agree or can be reconciled with the amounts reported in the City's basic financial statements.

During the year ended June 30, 2024, the City discovered overages related to Department of Housing & Urban Development grant. These overages were caused by overestimating accruals in the year ended June 30, 2023. As a result, this caused the Assistance Listing Number 14.241 grant CA-H19-0010 to be negative \$151,537 for the year ended June 30, 2024.

City of San José, California
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

(4) INTERNET CRIMES AGAINST CHILDREN (ICAC) GRANT

The following schedule represents expenditures and revenues for the Internet Crimes Against Children Task Force Program from the U.S. Department of Justice and the California Governor's Office of Emergency Services (CalOES) for the year ended June 30, 2024. Federal funding of the program is reported under Assistance Listing Number 16.543.

Program Title and Expenditure Category	Grant Number Grant Period	Cumulative Expenditures through June 30, 2023	Actual 7/1/23-6/30/24		Cumulative Expenditures through June 30, 2024	Cumulative Program Revenue
			Non-match	Match		
Internet Crimes Against Children Task Force Program (Federal)	2020-MC-FX-K006					
Personnel Services	10/1/2020-9/30/2024	\$ 488,766	\$ 209,568	\$ -	\$ 698,334	\$ 698,334
Operating Expenses		759,480	160,632	-	920,112	920,112
Total		<u>\$ 1,248,246</u>	<u>\$ 370,200</u>	<u>\$ -</u>	<u>\$ 1,618,446</u>	<u>\$ 1,618,446</u>
Internet Crimes Against Children Task Force Program (Federal)	15PJDP-23-GK -05184-MECP					
Personnel Services	10/1/2023-9/30/2025	\$ -	\$ 15,929	\$ -	\$ 15,929	\$ 15,929
Operating Expenses		-	212,422	-	212,422	212,422
Total		<u>\$ -</u>	<u>\$ 228,351</u>	<u>\$ -</u>	<u>\$ 228,351</u>	<u>\$ 228,351</u>
Internet Crimes Against Children Task Force Program (State)	IC22-13-7928					
Personnel Services	1/1/2023-12/31/2023	\$ 86,873	\$ 98,415	\$ -	\$ 185,288	\$ 185,288
Operating Expenses		124,314	450,498	-	574,812	574,812
Equipment		144,510	45,389	-	189,899	189,899
Total		<u>\$ 355,697</u>	<u>\$ 594,302</u>	<u>\$ -</u>	<u>\$ 949,999</u>	<u>\$ 949,999</u>
Internet Crimes Against Children Task Force Program (State)	IC23-14-7928					
Personnel Services	1/1/2024-12/31/2024	\$ -	\$ 87,851	\$ -	\$ 87,851	\$ 87,851
Operating Expenses		-	58,422	-	58,422	58,422
Equipment		-	161,078	-	161,078	161,078
Total		<u>\$ -</u>	<u>\$ 307,351</u>	<u>\$ -</u>	<u>\$ 307,351</u>	<u>\$ 307,351</u>

City of San José, California
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

(5) PROGRAM TOTALS

The following table summarizes programs funded by various sources or grants whose totals are not shown on the SEFA:

<u>Federal Grantor/ Pass-Through Entity/ Federal Program Title</u>	<u>Assistance Listing Number</u>	<u>Federal Expenditures</u>
Highway Planning and Construction		
Highway Planning and Construction		
Passed through California Department of Transportation	20.205	\$ 576,989
Passed through Metropolitan Transportation Commission	20.205	12,543,240
Total Highway Planning and Construction		<u>\$ 13,120,229</u>
Coronavirus State and Local Fiscal Recovery Funds		
Direct from U.S. Department of Treasury	21.027	\$ 1,732,437
Passed through California Volunteers	21.027	5,591,962
Total Coronavirus State and Local Fiscal Recovery Funds		<u>\$ 7,324,399</u>
Homeland Security Grant Program		
Passed through Santa Clara County	97.067	\$ 206,079
Passed through San Mateo County	97.067	294,146
Passed through Bay Area UASI	97.067	2,411,886
Total Homeland Security Grant Program		<u>\$ 2,912,111</u>

City of San José, California
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2024

Section I Summary of Audit Results

Financial Statements

Type of report issued on whether the financial statements were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

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

Noncompliance material to the financial statements noted? No

Federal Awards

Internal control over major federal programs:

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

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

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

Identification of major federal programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
14.239	Home Investment Partnerships Program
20.205	Highway Planning and Construction
20.219	Recreational Trails Program
21.027	Coronavirus State and Local Fiscal Recovery Funds
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish between type A and type B programs: \$2,485,448

Auditee qualified as a low-risk auditee? Yes

City of San José, California
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section II Financial Statement Findings

None reported.

Section III Federal Award Findings and Questioned Costs

None reported.

City of San José, California
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

Summary Schedule of Prior Audit Findings

There were no audit findings nor questioned costs reported for the year ended June 30, 2023.