

**CITY OF EAU CLAIRE, WISCONSIN
FEDERAL AND STATE SINGLE AUDIT REPORTS
YEAR ENDED DECEMBER 31, 2023**



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAcconnect.com

**CITY OF EAU CLAIRE, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2023**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	1
SCHEDULE OF STATE FINANCIAL ASSISTANCE	3
DHS COST REIMBURSEMENT AWARD SCHEDULES	4
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS, STATE FINANCIAL ASSISTANCE AND DHS COST REIMBURSEMENT AWARD SCHEDULES	12
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	14
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE AND DHS COST REIMBURSEMENT AWARD SCHEDULES REQUIRED BY THE <i>UNIFORM GUIDANCE AND STATE SINGLE AUDIT GUIDELINES</i>	16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	20

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023**

Federal Grantor / Program or Cluster Title	Federal Assistance Listing #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<u>U.S. Department of Agriculture</u>					
WIC Special Supplemental Nutrition Program for Women, Infants, and Children SNAP Cluster	10.557	DHS	154710, 154760, 154745	\$ -	\$ 434,773
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program Total U.S. Department of Agriculture	10.561	DHS	154661	-	14,045
				-	448,818
<u>U.S. Department of Commerce</u>					
Economic Development Cluster Economic Adjustment Assistance	11.307	N/A	N/A	-	326,781
<u>U.S. Department of Housing and Urban Development</u>					
CDBG - Entitlement Grants Cluster Community Development Block Grants/Entitlement Grants	14.218	N/A	N/A	-	816,872
Home Investment Partnerships Program Total U.S. Department of Housing and Urban Development	14.239	N/A	N/A	-	456,506
				-	1,273,378
<u>U.S. Department of Justice</u>					
Bulletproof Vest Partnership Program (2023 Program)	16.607	N/A	N/A	-	151
Public Safety Partnership and Community Policing Grants	16.710	DOJ	10134	-	368
Edward Byrne Memorial Justice Assistance	16.738	DOJ	10136	-	4,538
Edward Byrne Memorial Justice Assistance	16.738	DOJ	Not Available	-	4,126
Edward Byrne Memorial Justice Assistance	16.738	DOJ	Not Available	-	5,489
Edward Byrne Memorial Justice Assistance Total ALN 16.738	16.738	DOJ	15PBJA-22-GG-02587-JAGX	-	12,768
				-	26,921
Total U.S. Department of Justice				-	27,440
<u>U.S. Department of Transportation</u>					
Federal Transit Cluster Federal Transit Formula Grants	20.507	N/A	N/A	-	5,488,754
Bus and Bus Facilities Formula and Discretionary Programs Total Federal Transit Cluster	20.526	N/A	N/A	-	1,407
				-	5,490,161
National Highway Safety Administration PSAP Grant	20.614	C. Altoona DMA	Not Available	-	1,883
Highway Safety Cluster National Priority Safety Programs	20.615	DOT	Not Available	-	3,224
Total Highway Safety Cluster Total U.S. Department of Transportation	20.616	DOT	Not Available	-	4,665
				-	5,499,933
<u>U.S. Department of Treasury</u>					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	DHS	155811	-	203,132
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Total ALN 21.027	21.027	N/A	N/A	-	905,745
				-	1,108,877
Total U.S. Department of Treasury				-	1,108,877

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

Federal Grantor / Program or Cluster Title	Federal Assistance Listing #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<u>Environmental Protection Agency</u>					
State Indoor Radon Grants	66.032	DHS	150321	\$ -	\$ 9,773
Lead Testing in School & Child Care Programs Drinking Water Grant Program	66.444	DHS	Not Available	-	1,200
Clean Water State Revolving Fund Cluster Capitalization Grants for Clean Water	66.458	DOA	Not Available	-	503,247
Total Environmental Protection Agency				-	514,220
<u>U.S. Election Assistance Commission</u>					
Absentee Ballot Envelope Subgrant Program	90.404	N/A	N/A	-	7,291
<u>U.S. Department of Health and Human Services</u>					
Medical Reserve Corps Small Grant Program	93.008	NACCHO	MRC 15-2025C	-	67,500
Medical Reserve Corps Small Grant Program	93.008	DHS	PO48720	-	9,777
Total ALN 93.008				-	77,277
Public Health Emergency Preparedness	93.069	DHS	155050, 155015	-	364,240
Environmental Public Health and Emergency Response	93.070	DHS	155078	-	7,329
Food and Drug Administration - Research	93.103	AFDO	25130	-	8,060
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	DHS	25254	-	2,308
Injury Prevention and Control Research and State and Community Based Programs	93.136	DHS	155080, 150211, 150216	-	245,727
Title 10 Services	93.217	DHS	159328, 156367, 159371	-	318,519
Substance Abuse and Mental Health Services					
Projects of Regional and National Significance	93.243	MCRF	25224	-	351,132
Immunization Cooperative Agreements	93.268	DHS	155020	-	23,745
COVID-19 Public Health Crisis Response	93.354	DHS	155812, 155197	-	89,591
COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises	93.391	DHS	155813, 155815	-	53,278
Improving the Health of Americans through Prevention and Management of Diabetes and Heart Disease and Stroke	93.426	DHS	150426, 150427	-	15,393
Innovative State and Local Public Health Strategies to prevent and Manage Diabetes and Heart Disease and Stroke	93.435	DHS	150429	-	61,775
Family Foundations	93.558	WDCF	1008	-	170,247
Family Foundations	93.870	WDCF	1008, 1020, 1025	-	347,983
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	DHS	157120	-	2,968
Medicaid Cluster					
Medical Assistance Program	93.778	DHS	159322	-	3,154
Consolidated Contracts - PHHS	93.991	DHS	159220	-	10,447
Maternal and Child Health Services Block Grant to the States	93.994	DHS	159320, PO44896	-	247,421
Total U.S. Department of Health and Human Services				-	2,400,594
<u>U.S. Department of Homeland Security</u>					
Assistance to Firefighters Grant	97.044	DEM	Not Available	-	169,033
Total U.S. Department of Homeland Security				-	169,033
Total Federal Expenditures				\$ -	\$ 11,776,365

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2023**

State Grantor/ Pass-Through Grantor/ Program or Cluster Title	State ID Number	State Expenditures
<u>STATE AWARDS</u>		
<u>Wisconsin Department of Natural Resources</u>		
Forest Fire Protection Grant Program	370.545	\$ 3,079
Total Wisconsin Department of Natural Resources		<u>3,079</u>
<u>Wisconsin Department of Transportation</u>		
Transit Operating Aids - 2023	395.104	1,045,731
Paratransit Aids - 2023	395.104	66,471
Total Transit Operating Aids		<u>1,112,202</u>
Total Wisconsin Department of Transportation		<u>1,112,202</u>
<u>Wisconsin Department of Health Services</u>		
WH/FP RH 146.68	435.110128	13,025
WIC - Farmers Market	435.154720	4,690
Communicable Disease	435.155800	6,638
HIV Prevention Partner Services	435.155957	35,258
Consolidated Contracts-Well Women GPR	435.157010	62,845
Consolidate Contracts-CHHD LD	435.157720	8,960
WH/FP RH 253.07	435.159317	34,780
WH/FP RH 20.435 (1)(EV)	435.159322	3,154
TPCP WINS	435.181004	4,241
TCPC Community Intrvns	435.181010	48,771
JUUL Settlement	435.181023	35,000
Public Health Vending Machine	435.none	3,658
Total Wisconsin Department of Health Services		<u>261,020</u>
<u>Wisconsin Department of Children and Families</u>		
Family Foundations	437.1008	<u>56,670</u>
<u>Wisconsin Department of Military Affairs</u>		
Computer and HazMat Response Equipment Grant (2023)	465.308	7,235
Regional Emergency Response Teams	465.306	115,954
Total Wisconsin Department of Military Affairs		<u>123,189</u>
Total State Expenditures		<u>\$ 1,556,160</u>

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:

	GEARS Profile 110128	GEARS Profile 110128	GEARS Profile 150211	GEARS Profile 150216	GEARS Profile 150216	GEARS Profile 150321	GEARS Profile 150426
	WH/FP RH 146.68	WH/FP RH 146.68	Opioid RX Pathway Proj	Overdose Fatality Review	Overdose Fatality Review	EPA Indoor Radon Services	1815 Diabetes
Award Amount:	\$ 8,683	\$ 8,683	\$ 140,000	\$ 52,757	\$ 33,000	\$ 9,773	\$ 20,000
Award Period:	07/01/22-06/30/23	07/01/23-06/30/24	09/01/22-08/31/23	09/01/22-08/31/23	09/01/23-08/31/24	01/01/23-12/31/23	07/01/22-06/30/23
Period of Award within Audit Period	01/01/23-06/30/23	07/01/23-12/31/23	01/01/23-08/31/23	01/01/23-08/31/23	09/01/23-12/31/23	01/01/23-12/31/23	01/01/23-06/30/23
A. Expenditures Reported to DHS for Payment	\$ 8,241	\$ 4,784	\$ 108,406	\$ 35,293	\$ 13,684	\$ 9,773	\$ 7,697
B. Total Costs of Award							
1. Employee Salaries and Wages	5,517	3,299	47,484	22,563	10,931	5,241	4,624
2. Employee Fringe Benefits	2,066	1,258	4,048	3,873	1,957	2,215	1,143
3. Payroll Taxes	379	226	3,658	1,669	794	378	355
4. Rent of Occupancy	-	-	-	-	-	-	-
5. Professional Services	-	-	-	-	-	-	-
6. Employee Travel	-	-	153	117	-	-	-
7. Conferences, Meetings or Education	-	-	4,090	2,729	-	-	-
8. Employee Licenses and Dues	-	-	-	-	-	-	-
9. Supplies	199	-	11,936	342	-	849	1,336
10. Telephone	-	-	-	-	-	-	-
11. Equipment	-	-	-	-	-	-	-
12. Depreciation	-	-	-	-	-	-	-
13. Utilities	-	-	-	-	-	-	-
14. Bad Debts	-	-	-	-	-	73	-
15. Postage and Shipping	80	-	-	-	1	-	-
16. Insurance	-	-	-	-	-	-	-
17. Interest	-	-	-	-	-	-	-
18. Bank Fees and Charges	-	-	22,260	-	-	-	-
19. Advertising and Marketing	-	-	14,778	-	-	1,017	237
20. Other	-	-	-	4,000	-	-	-
Total Operating Costs of Award	\$ 8,241	\$ 4,784	\$ 108,406	\$ 35,293	\$ 13,684	\$ 9,773	\$ 7,697
C. Less Disallowed Costs							
Offsets to Costs	-	-	-	-	-	-	-
E. Net Allowable Operating Costs Before Profit							
F. Add Allowable Profit							
G. Total Allowable Costs	\$ 8,241	\$ 4,784	\$ 108,406	\$ 35,293	\$ 13,684	\$ 9,773	\$ 7,697

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:	GEARS Profile 150427 1815 Heart Disease Prev	GEARS Profile 150429 1817 SL Diabetes Prevention	GEARS Profile 154661 SNAP Nutr Ed Grant	GEARS Profile 154661 SNAP Nutr Ed Grant	GEARS Profile 154710 WIC	GEARS Profile 154720 WIC Farmers Market	GEARS Profile 154760 WIC Peer Counseling
Award Amount:	\$ 20,000	\$ 84,052	\$ 16,627	\$ 16,960	\$ 399,675	\$ 4,690	\$ 29,560
Award Period:	07/01/22-06/30/23	10/01/22-09/30/23	10/01/22-09/30/23	10/01/23-09/30/24	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23
Period of Award within Audit Period	01/01/23-06/30/23	01/01/23-09/30/23	01/01/23-09/30/23	10/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23
A. Expenditures Reported to DHS for Payment	\$ 7,697	\$ 61,775	\$ 13,277	\$ 768	\$ 399,675	\$ 4,690	\$ 29,560
B. Total Costs of Award							
1. Employee Salaries and Wages	4,624	34,782	8,155	463	254,925	2,729	25,146
2. Employee Fringe Benefits	1,143	15,789	2,621	229	87,057	1,060	2,429
3. Payroll Taxes	355	2,415	645	37	19,175	199	1,984
4. Rent of Occupancy	-	-	-	-	19,209	-	-
5. Professional Services	-	-	-	-	-	-	-
6. Employee Travel	-	194	-	-	310	-	-
7. Conferences, Meetings or Education	-	298	-	-	315	-	-
8. Employee Licenses and Dues	-	-	-	-	-	-	-
9. Supplies	1,336	397	1,663	-	3,794	701	-
10. Telephone	-	414	-	-	4,064	-	-
11. Equipment	-	-	-	-	-	-	-
12. Depreciation	-	-	-	-	-	-	-
13. Utilities	-	-	-	-	-	-	-
14. Bad Debts	-	-	-	-	-	-	-
15. Postage and Shipping	-	-	194	39	1,580	-	-
16. Insurance	-	-	-	-	-	-	-
17. Interest	-	-	-	-	-	-	-
18. Bank Fees and Charges	-	3,985	-	-	-	-	-
19. Advertising and Marketing	237	3,500	-	-	1,643	-	-
20. Other	-	-	-	-	7,603	-	-
Total Operating Costs of Award	7,697	61,775	13,277	768	399,675	4,690	29,560
C. Less Disallowed Costs	-	-	-	-	-	-	-
Offsets to Costs	-	-	-	-	-	-	-
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-	-	-
F. Add Allowable Profit	-	-	-	-	-	-	-
G. Total Allowable Costs	7,697	61,775	13,277	768	399,675	4,690	29,560

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:	GEARS Profile 155015 Biot Focus A Planning	GEARS Profile 155020 Immunization	GEARS Profile 155050 Bioterrorism Preparedness	GEARS Profile 155078 Env PH Tracking Data	GEARS Profile 155080 Rape Prev and Education
Award Amount:	\$ 279,332	\$ 23,745	\$ 47,070	\$ 10,000	\$ 90,000
Award Period:	07/01/22-06/30/23	01/01/23-12/31/23	07/01/23-06/30/24	08/01/22-07/31/23	02/01/22-01/31/23
Period of Award within Audit Period	07/01/23-06/30/23	01/01/23-12/31/23	01/01/23-06/30/23	01/01/23-07/31/23	01/01/23-01/31/23
	\$ 156,365	\$ 23,745	\$ 39,288	\$ 7,329	\$ 6,696
A. Expenditures Reported to DHS for Payment					
B. Total Costs of Award					
1. Employee Salaries and Wages	97,318	15,463	29,589	4,489	2,374
2. Employee Fringe Benefits	24,489	6,114	7,512	1,938	810
3. Payroll Taxes	7,194	1,116	2,187	321	171
4. Rent of Occupancy	398	-	-	-	-
5. Professional Services	-	-	-	-	-
6. Employee Travel	543	-	-	347	-
7. Conferences, Meetings or Education	3,547	-	-	-	-
8. Employee Licenses and Dues	-	-	-	-	-
9. Supplies	21,370	-	-	92	841
10. Telephone	1,478	-	-	-	-
11. Equipment	-	-	-	-	-
12. Depreciation	-	-	-	-	-
13. Utilities	-	-	-	-	-
14. Bad Debts	-	-	-	-	-
15. Postage and Shipping	28	1,051	-	-	-
16. Insurance	-	-	-	-	-
17. Interest	-	-	-	-	-
18. Bank Fees and Charges	-	-	-	-	-
19. Advertising and Marketing	-	-	-	142	-
20. Other	-	-	-	-	2,500
Total Operating Costs of Award	156,365	23,745	39,288	7,329	6,696
C. Less Disallowed Costs	-	-	-	-	-
Offsets to Costs	-	-	-	-	-
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-
F. Add Allowable Profit	-	-	-	-	-
G. Total Allowable Costs	\$ 156,365	\$ 23,745	\$ 39,288	\$ 7,329	\$ 6,696

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:

	GEARS Profile 155080 Rape Prev and Education	GEARS Profile 155197 Mbox Cisis Response	GEARS Profile 155800 Comm Disease Cntrl & Prev	GEARS Profile 155800 Comm Disease Cntrl & Prev	GEARS Profile 155811 ARPA COVID Recovery Fund	GEARS Profile 155812 Public Health Workforce	GEARS Profile 155813 COVID Just Response
Award Amount:	\$ 90,000	\$ 90,000	\$ 7,090	\$ 7,090	\$ 851,500	\$ 149,500	\$ 84,102
Award Period:	02/01/23-01/31/24	02/01/23-06/30/24	07/01/22-06/30/23	07/01/23-06/30/24	03/01/21-12/31/24	07/01/21-06/30/24	01/01/22-05/31/24
Period of Award within Audit Period	02/01/23-12/31/23	02/01/23-12/31/23	01/01/23-06/30/23	07/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23
A. Expenditures Reported to DHS for Payment	\$ 81,648	\$ 26,268	\$ 2,333	\$ 4,305	\$ 203,132	\$ 63,323	\$ 47,006
B. Total Costs of Award							
1. Employee Salaries and Wages	38,135	13,739	1,816	3,348	125,267	40,772	32,449
2. Employee Fringe Benefits	11,194	4,758	379	702	39,162	9,057	-
3. Payroll Taxes	2,809	1,006	138	255	8,864	3,027	2,482
4. Rent of Occupancy	-	-	-	-	-	-	-
5. Professional Services	-	-	-	-	-	-	-
6. Employee Travel	654	-	-	-	-	533	75
7. Conferences, Meetings or Education	-	-	-	-	2,020	7,665	-
8. Employee Licenses and Dues	-	-	-	-	-	1,940	-
9. Supplies	3,333	6,740	-	-	6,180	-	-
10. Telephone	-	-	-	-	460	328	-
11. Equipment	-	-	-	-	-	-	-
12. Depreciation	-	-	-	-	-	-	-
13. Utilities	-	-	-	-	-	-	-
14. Bad Debts	-	-	-	-	-	-	-
15. Postage and Shipping	-	-	-	-	-	-	-
16. Insurance	-	-	-	-	-	-	-
17. Interest	-	-	-	-	-	-	-
18. Bank Fees and Charges	-	25	-	-	-	-	-
19. Advertising and Marketing	-	-	-	-	-	-	-
20. Other	25,523	-	-	-	21,180	-	12,000
Total Operating Costs of Award	81,648	26,268	2,333	4,305	203,132	63,323	47,006
C. Less Disallowed Costs	-	-	-	-	-	-	-
Offsets to Costs	-	-	-	-	-	-	-
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-	-	-
F. Add Allowable Profit	-	-	-	-	-	-	-
G. Total Allowable Costs	81,648	26,268	2,333	4,305	203,132	63,323	47,006

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:	GEARS Profile 155815	GEARS Profile 155957	GEARS Profile 157010	GEARS Profile 157010	GEARS Profile 157010	GEARS Profile 157120	GEARS Profile 157120	GEARS Profile 157720
	Qualitative Data	HIV Prevention	WWWP GPR Edu & MJA	WWWP GPR Edu & MJA	WWWP GPR Edu & MJA	WWWP- NBCCEDP	WWWP- NBCCEDP	Childhood Lead
Award Amount:	\$ 6,272	\$ 35,258	\$ 65,250	\$ 65,250	\$ 3,833	\$ 6,585	\$ 8,960	
Award Period:	06/01/22-05/31/24	01/01/23-12/31/23	07/01/22-06/30/23	07/01/23-06/30/24	07/01/22-06/30/23	07/01/23-06/30/24	01/01/23-12/31/23	
Period of Award within Audit Period	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-06/30/23	07/01/23-12/31/23	01/01/23-06/30/23	07/01/23-12/31/23	01/01/23-12/31/23	
A. Expenditures Reported to DHS for Payment	\$ 6,272	\$ 35,258	\$ 32,838	\$ 30,007	\$ -	\$ 2,968	\$ 8,960	
B. Total Costs of Award								
1. Employee Salaries and Wages	982	21,603	20,690	21,395	-	2,116	6,258	
2. Employee Fringe Benefits	218	9,875	8,086	1,666	-	165	894	
3. Payroll Taxes	73	1,550	1,491	5,883	-	582	479	
4. Rent of Occupancy	-	1,042	-	-	-	-	-	
5. Professional Services	-	-	-	-	-	-	-	
6. Employee Travel	-	-	66	283	-	28	-	
7. Conferences, Meetings or Education	5,000	99	-	39	-	4	-	
8. Employee Licenses and Dues	-	-	-	-	-	-	-	
9. Supplies	-	-	1,001	192	-	19	858	
10. Telephone	-	1,087	407	344	-	34	-	
11. Equipment	-	-	-	-	-	-	-	
12. Depreciation	-	-	-	-	-	-	-	
13. Utilities	-	-	-	-	-	-	-	
14. Bad Debts	-	-	-	-	-	-	-	
15. Postage and Shipping	-	1	94	206	-	20	36	
16. Insurance	-	-	-	-	-	-	-	
17. Interest	-	-	-	-	-	-	-	
18. Bank Fees and Charges	-	-	-	-	-	-	-	
19. Advertising and Marketing	-	-	1,000	-	-	-	-	
20. Other	-	-	4	-	-	-	436	
Total Operating Costs of Award	6,272	35,258	32,838	30,007	-	2,968	8,960	
C. Less Disallowed Costs	-	-	-	-	-	-	-	
Offsets to Costs	-	-	-	-	-	-	-	
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-	-	-	
F. Add Allowable Profit	-	-	-	-	-	-	-	
G. Total Allowable Costs	\$ 6,272	\$ 35,258	\$ 32,838	\$ 30,007	\$ -	\$ 2,968	\$ 8,960	

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:	GEARS Profile 159220 PHHS	GEARS Profile 159220 Cons Contracts PHHS	GEARS Profile 159317 WH/FP RH 253.07 GPR	GEARS Profile 159320 MCH	GEARS Profile 159322 WH/FP RH 20.435 (1)(EV)	GEARS Profile 159328 Title X Services	GEARS Profile 159367 Title X Clinics
Award Amount:	\$ 10,905	\$ 10,905	\$ 34,780	\$ 49,107	\$ 6,308	\$ 229,000	\$ 187,809
Award Period:	10/01/22-09/30/23	10/01/23-09/30/24	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23	04/01/22-03/31/23	04/01/22-03/31/23
Period of Award within Audit Period	01/01/23-09/30/23	10/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23	01/01/23-12/31/23	04/01/22-12/31/22	04/01/22-12/31/22
A. Expenditures Reported to DHS for Payment	\$ 7,422	\$ 3,025	\$ 34,780	\$ 49,107	\$ 6,308	\$ 63,368	\$ 51,846
B. Total Costs of Award							
1. Employee Salaries and Wages	5,313	2,202	23,275	33,677	4,567	40,571	33,195
2. Employee Fringe Benefits	1,716	659	1,685	11,704	1,394	14,195	11,614
3. Payroll Taxes	394	164	9,220	2,345	347	2,971	2,431
4. Rent of Occupancy	-	-	-	758	-	1,742	1,425
5. Professional Services	-	-	-	-	-	652	533
6. Employee Travel	-	-	-	-	-	956	782
7. Conferences, Meetings or Education	-	-	-	50	-	-	-
8. Employee Licenses and Dues	-	-	-	-	-	1,016	831
9. Supplies	-	-	500	-	-	330	270
10. Telephone	-	-	-	544	-	-	-
11. Equipment	-	-	-	-	-	-	-
12. Depreciation	-	-	-	-	-	-	-
13. Utilities	-	-	-	-	-	-	-
14. Bad Debts	-	-	-	-	-	-	-
15. Postage and Shipping	-	-	100	29	-	935	765
16. Insurance	-	-	-	-	-	-	-
17. Interest	-	-	-	-	-	-	-
18. Bank Fees and Charges	-	-	-	-	-	-	-
19. Advertising and Marketing	-	-	-	-	-	-	-
20. Other	-	-	-	-	-	-	-
Total Operating Costs of Award	7,422	3,025	34,780	49,107	6,308	63,368	51,846
C. Less Disallowed Costs	-	-	-	-	-	-	-
Offsets to Costs	-	-	-	-	-	-	-
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-	-	-
F. Add Allowable Profit	-	-	-	-	-	-	-
G. Total Allowable Costs	7,422	3,025	34,780	49,107	6,308	63,368	51,846

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
DHS COST REIMBURSEMENT AWARD SCHEDULES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

DHS Identification Numbers:

	State PO 44864	State PO 44896	State PO 45092	State PO 48027	State PO 48696	State PO 48720			
	MRC	MCH Equity	Lead-in-Water Testing	Public Health Vending Machine	MRC	MRC STTRONG	WIC Interpreter	TB Treatment Assistance Program	
Award Amount:	\$ 5,000	\$ 465,000	\$ 6,000	\$ 12,714	\$ 5,000	\$ 25,000	Reimbursement	Reimbursement	
Award Period:	07/01/22-06/30/23	01/01/23-06/30/24	01/01/23-09/30/23	07/01/23-06/30/24	07/01/23-06/30/24	09/01/23-06/30/24	01/01/23-12/31/23	01/01/23-12/31/23	
Period of Award within Audit Period	01/01/23-06/30/23	01/01/23-12/31/23	01/01/23-09/30/23	07/01/23-12/31/23	07/01/23-12/31/23	09/01/23-12/31/23	01/01/23-12/31/23		
A. Expenditures Reported to DHS for Payment	\$ 1,590	\$ 198,314	\$ 1,200	\$ 3,658	\$ 2,623	\$ 9,777	\$ 5,538	\$ 2,308	
B. Total Costs of Award	1,215	37,308	-	-	2,049	7,970	4,837	-	
1. Employee Salaries and Wages	285	9,608	-	-	422	1,095	374	-	
2. Employee Fringe Benefits	90	2,767	-	-	152	598	327	-	
3. Payroll Taxes	-	-	-	-	-	-	-	-	
4. Rent of Occupancy	-	-	-	-	-	-	-	-	
5. Professional Services	-	-	-	-	-	-	-	-	
6. Employee Travel	-	23	-	-	-	-	-	-	
7. Conferences, Meetings or Education	-	73	-	-	-	-	-	-	
8. Employee Licenses and Dues	-	-	-	-	-	-	-	-	
9. Supplies	-	210	-	3,658	-	-	-	308	
10. Telephone	-	-	-	-	-	114	-	-	
11. Equipment	-	-	-	-	-	-	-	-	
12. Depreciation	-	-	-	-	-	-	-	-	
13. Utilities	-	-	-	-	-	-	-	-	
14. Bad Debts	-	-	-	-	-	-	-	-	
15. Postage and Shipping	-	-	-	-	-	-	-	-	
16. Insurance	-	-	-	-	-	-	-	-	
17. Interest	-	-	-	-	-	-	-	-	
18. Bank Fees and Charges	-	-	-	-	-	-	-	-	
19. Advertising and Marketing	-	-	-	-	-	-	-	-	
20. Other	-	148,324	1,200	-	-	-	-	2,000	
Total Operating Costs of Award	1,590	198,314	1,200	3,658	2,623	9,777	5,538	2,308	
C. Less Disallowed Costs	-	-	-	-	-	-	-	-	
Offsets to Costs	-	-	-	-	-	-	-	-	
E. Net Allowable Operating Costs Before Profit	-	-	-	-	-	-	-	-	
F. Add Allowable Profit	-	-	-	-	-	-	-	-	
G. Total Allowable Costs	\$ 1,590	\$ 198,314	\$ 1,200	\$ 3,658	\$ 2,623	\$ 9,777	\$ 5,538	\$ 2,308	

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance and DHS Cost Reimbursement Award Schedules.

**CITY OF EAU CLAIRE, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS,
STATE FINANCIAL ASSISTANCE, AND DHS COST REIMBURSEMENT AWARD SCHEDULES
YEAR ENDED DECEMBER 31, 2023**

NOTE 1 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state award activity of the City of Eau Claire under programs of the federal and state government for the year ended December 31, 2023. The information in these schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State Single Audit Guidelines. Because the schedules present only a selected portion of the operations of the City of Eau Claire, it is not intended to and does not present the financial position, changes in net position or cash flows of the City of Eau Claire.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedules are reported on the accrual or modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in either the Uniform Guidance or the Office of Management and Budget Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedules 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 underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

NOTE 3 GEARS REPORT DATES

The schedules of expenditures of federal awards and state financial assistance include adjustments through the March 1, 2024 (expected payment date) Grant Enrollment, Application and Reporting System (GEARS) reports.

NOTE 4 INDIRECT COST RATE

The City of Eau Claire has elected to use the 10% de minimis indirect cost rate of the Uniform Guidance.

**CITY OF EAU CLAIRE, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS,
STATE FINANCIAL ASSISTANCE, AND DHS COST REIMBURSEMENT AWARD SCHEDULES
YEAR ENDED DECEMBER 31, 2023**

NOTE 5 LOAN AND LOAN GUARANTEE PROGRAMS

The loan program listed below is administered by the City of Eau Claire, and balances and transactions relating to this program are included in the City of Eau Claire's basic financial statements. The amount shown on the schedule of expenditures of federal awards for Assistance Listing Number 11.307 is calculated as described in the compliance supplement.

Balance of Loans Outstanding at December 31, 2023	\$	376,622
Cash and Investments Balance at December 31, 2023		118,500
Administrative Expenses Paid Out of Income During the Year		-
Subtotal		495,122
Federal Share of the Fund		66%
Total	\$	326,781

The balance of loans outstanding at December 31, 2023 was \$376,622.

NOTE 6 PASS-THROUGH GRANTORS

Federal funds have been passed through the following grantors:

DHS	Wisconsin Department of Health Services
DNR	Wisconsin Department of Natural Resources
DOJ	Wisconsin Department of Justice
DOT	Wisconsin Department of Transportation
NACCHO	National Association of County and City Health Officials
AFDO	Association of Food and Drug Officials
WDCF	Wisconsin Department of Children and Families
Eau Claire Co	Eau Claire County
C. Altoona	City of Altoona



INDEPENDENT AUDITORS' 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 Eau Claire, Wisconsin

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, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of City of Eau Claire, Wisconsin (City) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 19, 2024.

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 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. 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Eau Claire, Wisconsin
June 19, 2024



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE AND DHS COST REIMBURSEMENT AWARD SCHEDULES REQUIRED BY THE *UNIFORM GUIDANCE AND STATE SINGLE AUDIT GUIDELINES*

City Council
City of Eau Claire, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited City of Eau Claire, Wisconsin's (City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2023. We have also audited the City's compliance with types of compliance requirements described in the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration that are applicable to each of its major state programs (including federal programs required to be tested as major state programs) for the same period. The City's major federal programs and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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 December 31, 2023.

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditors' 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*, the Uniform Guidance, and the *State Single Audit Guidelines* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and *State Single Audit Guidelines*, we:

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

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

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2023-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a material weakness.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards, Schedule of State Financial Assistance and DHS Cost Reimbursement Schedules Required by the Uniform Guidance and the State Single Audit Guidelines

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We have issued our report thereon dated June 19, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards, schedule of state financial assistance and DHS cost reimbursement award schedules are presented for purposes of additional analysis as required by the *Uniform Guidance* and *State Single Audit Guidelines*, respectively, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards, schedule of state financial assistance and DHS cost reimbursement schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
September 23, 2024

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? Yes No
 - Significant deficiency(ies) identified? Yes None Reported
3. Noncompliance material to basic financial statements noted? Yes No

Federal Awards

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

Identification of Major federal programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
20.507, 20.526	Federal Transit Cluster
21.027	COVID-19 State and Local Fiscal Recovery Funds
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)

Dollar threshold used to determine between type A and type B programs: \$ 750,000

Auditee qualify as low-risk auditee? Yes No

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

FINDING: 2023-001 Procurement

Federal Agency: U.S. Department of Transportation

Federal Program Name: Federal Transit Cluster

Assistance Listing Number – 20.507, 20.526

Federal Award Identification Number and Year: WI-2024-003-00 and Year 2023

Award Period: 1/1/23-12/31/23

Type of Finding: Material Weakness in Internal Control Over Compliance, Other Matters

Criteria or Specific Requirement:

Uniform Guidance requires non-Federal entities receiving Federal awards to establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. Effective internal controls should include maintaining adequate documentation to demonstrate the execution of procurement procedures.

Condition:

During Auditor testing over procurement, we noted the City did not follow its established procedures for one procurement sample item. This sample item was over the micro-purchase threshold and required procedures for the small purchase method. The City did not appropriately maintain documentation when entering into this procurement.

Context:

The error was noted in 1 of 4 items tested.

Questioned Costs: \$22,712

Cause:

The condition is due to staff turnover.

Repeat Finding:

See prior year audit finding 2022-002.

Effect:

Failure to appropriately complete procurement procedures can result in the use of nonqualified vendors.

Recommendation:

We recommend the City follows their established procurement policies.

Views of Responsible Officials:

The City agrees with this finding.

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

Section IV – Findings Related to Major State Financial Assistance Programs

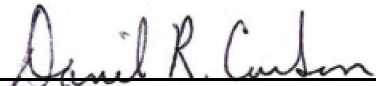
Our audit did not disclose any matters required to be reported in accordance with State requirements.

**CITY OF EAU CLAIRE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

Section V – Other Issues

1. Do the auditors' report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? No
2. Does the auditors' report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, significant deficiencies, management letter comments, excess revenue or excess reserve) related to grants or contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:
- | | |
|---------------------------------|----|
| Public Service Commission | No |
| Department of Military Affairs | No |
| Department of Natural Resources | No |
| Department of Transportation | No |
| Department of Health Services | No |
3. Was a management letter or other document conveying audit comments issued as a result of this audit? No

4. Name and signature of Principal



Daniel R. Carlson, CPA, Signing Director

5. Date of Report

September 23, 2024



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See [CLAglobal.com/disclaimer](https://www.claglobal.com/disclaimer). Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.