

Single Audit Report

For The Fiscal Year Ended September 30, 2024



CITY OF CORPUS CHRISTI, TEXAS
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City of Corpus Christi, Texas
Single Audit Report
For the Fiscal Year Ended September 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**

To the Honorable Mayor and
Members of City Council
City of Corpus Christi, Texas

We have audited, in accordance with 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 Corpus Christi, Texas (City) as of and for the year ended September 30, 2024, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 18, 2025.

Our report includes a reference to other auditors who audited the financial statements of the Corpus Christi Firefighters' Retirement System, as described in our report on the City's financial statements. The financial statements of the Corpus Christi Firefighters' Retirement System were not audited in accordance with *Government Auditing Standards*.

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 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 have not been 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 a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2024-001, which we consider to be a significant deficiency.

The Honorable Mayor and
Members of City Council
City of Corpus Christi, Texas

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*.

The City's Response to Findings

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

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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

The Woodlands, Texas
April 18, 2025

**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 the Uniform Guidance and
Texas Grant Management Standards**

To the Honorable Mayor and
Members of City Council
City of Corpus Christi, Texas

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the City of Corpus Christi, Texas' (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *Texas Grant Management Standards* that could have a direct and material effect on each of the City's major federal and state programs for the year ended September 30, 2024. The City's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the 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, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standard generally accepted in the United States of America (GAAS); the standards application 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) and *Texas Grant Management Standards* (TxGMS). Our responsibilities under those standards, the Uniform Guidance and TxGMS are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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 of grant agreements applicable to the City's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

The Honorable Mayor and
Members of City Council
City of Corpus Christi, Texas

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

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

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

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and Texas Grant Management Standards

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 September 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 April 18, 2025, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and TxGMS and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal and state awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Matter – Reissuance of this Report

This report replaces our previously issued report dated April 18, 2025, to add the Corpus Christi Auto Theft Prevention Grant as a major state program as listed in the accompanying schedule of findings and questioned costs.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

The Woodlands, Texas

April 18, 2025, except as to our opinion on the Corpus Christi Auto Theft Prevention Grant major state program and with respect to the accompanying schedule of findings and questioned costs, which is as of May 23, 2025.

City of Corpus Christi, Texas

Schedule of Expenditures of Federal and State Awards For the Fiscal Year Ended September 30, 2024

Federal Grantor/Pass-Through Grantor State Grantor/Program or Cluster Title	Federal Assistance Listing or State Award Number	Federal Award Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
Federal Assistance:					
U.S. Department of Agriculture					
<u>Passed through Texas Health and Human Services Commission</u>					
Women, Infants, & Children's Nutrition Program	10.557		HH5000802100001	\$	980,635
SNAP Cluster:					
Supplemental Nutrition Assistance Program	10.561		HH5000802100001		6,240
<u>Passed through Texas Department of Agriculture</u>					
Child and Adult Care Food Program	10.558		NT4XL1YGLGC5		1,128
Child Nutrition Cluster:					
Summer Food Service Program for Children	10.559		NT4XL1YGLGC5		2,626
Total U.S. Department of Agriculture					990,629
U.S. Department of Commerce					
<u>Direct Program</u>					
Economic Development Cluster:					
Disaster Supplemental Assistance Junior Beck Drive Improvements	11.307	08-79-05330; 113378			60,081
<u>Passed through National Oceanic and Atmospheric Administration</u>					
Public Access Enhancements	11.419	NA22NOS4190148	23-020-009-D603		33,536
Total U.S. Department of Commerce					93,617
U.S. Department of Housing and Urban Development					
<u>Direct Programs</u>					
CDBG Entitlement Grants Cluster:					
COVID-19 - Community Development Block Grant - CARES Act Funding	14.218	B-20-MW-48-0502		\$ -	221,045
COVID-19 - Community Development Block Grant - Salinas Park Improvements 20:	14.218	B-20-MW-48-0502		-	20,776
Community Development Block Grant - Entitlement Grant 2020	14.218	B-20-MC-48-0502		-	44,443
Community Development Block Grant - Entitlement Grant 2021	14.218	B-21-MC-48-0502		54,765	201,368
Community Development Block Grant - Entitlement Grant 2022	14.218	B-22-MC-48-0502		298,445	495,962
Community Development Block Grant - Entitlement Grant 2023	14.218	B-23-MC-48-0502		338,742	1,321,127
Total Assistance Listing Number 14.218				691,952	2,304,721
Total CDBG Entitlement Grants Cluster				691,952	2,304,721
<u>Passed through Texas General Land Office</u>					
Community Development Block Grant - Disaster Recovery Program	14.228	B-17-DM-48-0001	20-066-017-C123		2,680
Community Development Block Grant - Disaster Recovery Program	14.228	B-17-DM-48-0001	20-065-133-C445		(1,017,927)
Total Assistance Listing Number 14.228					(1,015,247)
<u>Direct Programs</u>					
COVID-19 - Emergency Solutions Grants Program - CARES Act Funding	14.231	E-20-MW-48-0502		-	43,903
Emergency Solutions Grants Program 2022	14.231	E-22-MC-48-0502		22,404	22,404
Emergency Solutions Grants Program 2023	14.231	E-23-MC-48-0502		217,883	225,525
Total Assistance Listing Number 14.231				240,287	291,832
Home Investment Partnerships Program - 2019	14.239	M-19-MC-48-0502			1,411
Home Investment Partnerships Program - 2020	14.239	M-20-MC-48-0502			45,855
Home Investment Partnerships Program - 2021	14.239	M-21-MC-48-0502			9,148
Home Investment Partnerships Program - 2022	14.239	M-22-MC-48-0502			54,892
Home Investment Partnerships Program - 2023	14.239	M-23-MC-48-0502			49,121
Total Assistance Listing Number 14.239					107,993
Total U.S. Department of Housing and Urban Development				932,239	1,849,726
U.S. Department of Justice					
<u>Direct Programs</u>					
Edward Byrne Memorial Justice Assistance Grant	16.738	2020-DJ-BX-0642		-	(431)
Edward Byrne Memorial Justice Assistance Grant	16.738	15PBJA-21-GG-01871		40,876	107,182
Edward Byrne Memorial Justice Assistance Grant	16.738	15PBJA-22-GG-02183		43,882	43,882
Edward Byrne Memorial Justice Assistance Grant	16.738	15PBJA-23-GG-03841		7,883	121,578
Total Assistance Listing Number 16.738				92,641	272,211
<u>Passed through Texas Office of the Attorney General</u>					
Internet Crimes Against Children (ICAC)	16.543	15PJDP-21-GK-03802-MECP	C-01284		22,176
<u>Passed through Texas Office of the Governor - Criminal Justice Division</u>					
Victims of Crime Act	16.575	15POVC-22-GG-00807-ASSI	1522321		367,442
Violence Against Women Formula Grant Program	16.588	15JOVW-22-GG-00453-STOP	1517124		(1,300)
Violence Against Women Formula Grant Program	16.588	15JOVW-23-GG-00603-MUMU	1517125		59,609
Total Assistance Listing Number 16.588					58,309
<u>Passed through Texas Office of Justice Programs</u>					
Patrick Leahy Bulletproof Vest Partnership	16.607	2022BOBX22030308			3,258
<u>Direct Program</u>					
Federal Confiscated Property					
Equitable Sharing Program	16.922				61,060
Total U.S. Department of Justice				92,641	784,456

City of Corpus Christi, Texas

Schedule of Expenditures of Federal and State Awards - Continued For the Fiscal Year Ended September 30, 2024

Federal Grantor/Pass-Through Grantor State Grantor/Program or Cluster Title	Federal Assistance Listing or State Award Number	Federal Award Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Transportation					
<u>Direct Programs</u>					
<u>Airport Improvement Programs</u>					
Airport Coronavirus Relief Grant Program	20.106	3-48-0051-066-2022			123,452
Rehabilitate Terminal Building	20.106	3-48-0051-068-2022			1,087,010
Rehabilitate Terminal Building	20.106	3-48-0051-069-2022			1,629,665
Rehabilitate Terminal Building	20.106	3-48-0051-070-2023			945,525
Rehabilitate Terminal Building	20.106	3-48-0051-071-2023			2,182,356
Update Airport Master Plan & Update Airport Layout Plan (ALP)	20.106	3-48-0051-072-2023			742,146
Total Assistance Listing Number 20.106					6,710,154
Small Community Air Service Development Program	20.930	69A34521400200007			46,158
<u>Passed through Texas Department of Highways and Public Transportation</u>					
<u>Highway Safety Cluster:</u>					
State and Community Highway Safety Grant Program	20.600	69A37524300004020TX0	2024-CorpusPD-S-1YG-00031		69,073
Total U.S. Department of Transportation					6,825,385
U.S. Department of the Treasury					
<u>Direct Programs</u>					
<u>Federal Confiscated Property</u>					
Federal Equitable Sharing Program	21.016				131,523
<u>COVID-19 - Emergency Rental Assistance Program</u>					
COVID-19 - Emergency Rental Assistance Program	21.023	ERA2-7104			20,003
<u>COVID-19 - Coronavirus State and Local Fiscal Recovery Funds</u>					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027				22,021,388
<u>Passed through Texas Office of the Governor - Criminal Justice Division</u>					
COVID-19 - Victims of Crime Act	21.027	2021-CS-21027	1522320		(6,100)
<u>Passed through Commission on State Emergency Communications</u>					
Nex Gen 911	21.027	020-1892	4549601		4,000
Total Assistance Listing Number 21.027					22,019,288
Total U.S. Department of the Treasury					22,170,814
Federal Communications Commission					
<u>Direct Program</u>					
Emergency Connectivity Fund	32.009	2499037987			82,953
Total Federal Communications Commission					82,953
Institute of Museum and Library Services					
<u>Passed through Texas State Library & Archives Commission</u>					
ISLAC - Family Place Retraining	45.310	LS-252486-OLS-22	FPGT-230002		37
Special Projects 75 2024	45.310	LS-253655-OLS-23	SPP-24006		45,528
Miscellaneous Library Grants	45.310		903652		11,000
Total Institute of Museum and Library Services					56,565
U.S. Environmental Protection Agency					
<u>Passed through Texas Water Development Board</u>					
Clean Water State Revolving Fund Cluster	66.458	LF1001467	73907		95,879
Total U.S. Environmental Protection Agency					95,879
U.S. Department of Health and Human Services					
<u>Passed through Texas Department of Aging and Disability Services (DADS)</u>					
<u>Passed through Coastal Bend Council of Governments - Area Agency on Aging (CBCOG-AAA)</u>					
<u>Aging Cluster:</u>					
Special Programs for the Aging Title III, Part B					
Grants For Supportive Services and Senior Centers	93.045		AA3-2348-4		(5,288)
Grants For Supportive Services and Senior Centers	93.045		AA3-2448-4		883,975
Total Assistance Listing Number 93.045					878,687
Total Aging Cluster					878,687
<u>Passed through Texas Department of State Health Services</u>					
Social Services Block Grant, Title XX	93.667		167400		545,372
<u>Passed through Texas Department of State Health Services</u>					
CPS-Laboratory Response Network-PHEP	93.069		HHS001311400005		142,601
CPS-Laboratory Response Network-PHEP	93.069		HHS001439000008		47,293
CPS-Hazards	93.069		HHS001311200033		148,367
CPS-Hazards	93.069		HHS001439500046		26,139
Total Assistance Listing Number 93.069					364,400
Tuberculosis Control Programs	93.116		HHS001096400011		42,308
Tuberculosis Control Programs	93.116		HHS001437400015		4,042
Total Assistance Listing Number 93.116					46,350
Immunization Grants	93.268	NH23IP922616	HHS001331300011		239,712
Immunization Grants - noncash assistance	93.268	NH23IP922616	HHS001331300011		480,774
Vaccination Capacity Program	93.268	NH23IP922616	HHS001019500010		1,006,862
Total Assistance Listing Number 93.268					1,727,348

Schedule of Expenditures of Federal and State Awards - Continued
For the Fiscal Year Ended September 30, 2024

Federal Grantor/Pass-Through Grantor State Grantor/Program or Cluster Title	Federal Assistance Listing or State Award Number	Federal Award Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
Medical Reserve Corps - State, Territory and Tribal Nations	93.008	U3REP230710	HHS001409300017		3,658
Epidemiology and Laboratory for Infectious Diseases	93.323	NU50CK000501	HHS000812700042		449,773
CPS/PH Workforce Contract	93.354	NU90TP922165	HHS001076700001		872,061
COVID-19 Health Disparities	93.391	NH75OT000045	HHS001208500001		44,702
PH Infrastructure Allocation Grant	93.967	NE11OE000001	HHS001310000001		268,887
STD/HIV-DIS Prevention Services Grant Program	93.977	NH25PS006293-03-04	HHS001120300007		100,837
STD/HIV-DIS Prevention Services Grant Program	93.977	NH25PS005182-05-00	HHS001315900002		260,452
Total Assistance Listing Number 93.977					361,289
Preventive Health and Health Services Block Grant	93.991	NB01OT009461	HHS001324900014		93,980
<u>Passed through Texas Department of Family and Protective Services</u>					
Promoting Safe and Stable Families - Community Youth Development Program	93.556		HHS000841700013	38,549	56,215
Total Assistance Listing Number 93.556					56,215
BCAP - HR 1319 Coronavirus - Federal	93.590		HHS000841700013	19,425	28,327
Total U.S. Department of Health and Human Services				57,974	5,741,049
Corporation for National and Community Service					
<u>Direct Programs</u>					
Retired and Senior Volunteer Program	94.002	21SRGTX005			11,461
Retired and Senior Volunteer Program	94.002	24SRGTX004			53,061
Total Assistance Listing Number 94.002					64,522
Foster Grandparent/Senior Companion Cluster: Senior Companion Program	94.016	22SCGTX002			328,104
Total Corporation for National and Community Service					392,626
Executive Office of the President					
<u>Direct Programs</u>					
High Intensity Drug Trafficking Areas Program	95.001	G22HN0006A			(510)
High Intensity Drug Trafficking Areas Program	95.001	G23HN0006A			41,635
Total Executive Office of the President					41,125
U.S. Department of Homeland Security					
<u>Direct Program</u>					
Assistance to Firefighters Grant	97.044	EMW-2021-FG-01383			169,508
Total Direct Programs					169,508
<u>Passed Through Texas Department of Public Safety - Division of Emergency Management</u>					
Disaster Grants - Public Assistance					
Packery Channel Restoration	97.036	4332DRTP0000001	PA-06-TX-4332-PW04514		4,330,698
Packery Channel Sewer	97.036	4332DRTP0000001	PA-06-TX-4332-PW07421		46,275
Total Assistance Listing Number 97.036					4,376,973
Hazard Mitigation Grant - La Volla Creek Drainage Basin	97.039		PA-06-TX-4332		(163,244)
<u>Passed Through Office of the Texas Governor - Homeland Security Grants Division (HSGD)</u>					
Operation Stonegarden Grant Program	97.067	EMW-2022-SS-00021	3173708		68,951
Operation Stonegarden Grant Program	97.067	EMW-2023-SS-00025	3173709		70,173
SWAT Protective Equipment	97.067	EMW-2023-SS-00025	3137502		160,346
HSGP- Bomb Squad Disposal Equipment	97.067	EMW-2023-SS-00025	4760501		21,000
Total Passed through Texas Office of the Governor - Homeland Security Grants Division (HSGD)					320,470
Total Assistance Listing Number 97.067					320,470
Total U.S. Department of Homeland Security					4,703,707
Total Federal and Passed Through Assistance				\$ 1,082,854	\$ 43,828,531

City of Corpus Christi, Texas

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Schedule of Expenditures of Federal and State Awards - Continued For the Fiscal Year Ended September 30, 2024

Federal Grantor/Pass-Through Grantor State Grantor/Program or Cluster Title	Federal Assistance Listing or State Award Number	Federal Award Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
State Assistance:					
State Comptroller of Public Accounts					
Texas Attorney General's Office					
<u>Direct Programs</u>					
State Account					\$ 527,208
Total Texas Attorney General's Office					527,208
Texas Commission on Environmental Quality					
<u>Direct Programs</u>					
Rider 7 Local Air Quality Planning	582-20-11981				202,161
Rider 7 Local Air Quality Planning	582-24-01390				1,057
Local Emergency Planning Committee (LEPC) Grant Program	582-23-43602				8,844
Total Texas Commission on Environmental Quality					212,062
Texas Department of Agriculture					
<u>Direct Programs</u>					
Texans Feeding Texans Program	HDM2022264				19,206
Texans Feeding Texans Program	HDM2023190				7,956
Total Texas Department of Agriculture					27,162
Texas Department of Housing and Community Affairs					
<u>Direct Programs</u>					
FY 2023 Youth Set-Aside	18236070008				631
FY 2024 Youth Set-Aside	18246070008				11,133
FY 2023 Texas Homeless Housing and Services Program General Set-Aside	63236070008				103,903
FY 2024 Texas Homeless Housing and Services Program General Set-Aside	63246070008				119,085
Total Texas Department of Housing and Community Affairs					234,752
Texas Department of Emergency Management					
<u>Direct Programs</u>					
Hurricane Beryl Mutual Aid Project #75 (CCPD)	24-0016-75				121,212
Wildfire Reimbursement Project #104 (College Station)	24-0001.02-104				42,951
Wildfire Reimbursement Project #40 (Amarillo)	24-0001.01-40				46,683
Wildfire Reimbursement Project #716 (College Station)	24-0001.01-716				53,595
Total Texas Department of Emergency Management					264,441
Texas Department of Family and Protective Services					
<u>Direct Program</u>					
Community Youth Development	HHS000841700013			\$ 238,598	347,944
Total Texas Department of Family and Protective Services				238,598	347,944
Texas Department of State Health Services					
<u>Direct Programs</u>					
TB/PC	HHS001182200013				51,885
TB/PC	HHS001437400015				4,498
HIV Surveillance	HHS001186300001				40,999
IDCU/SUR	HHS001315700015				100,982
IDCU/FLU-Lab	HHS001323100004				4,999
Total IDCUs Program					105,981
<u>Passed Through Coastal Bend Regional Advisory Council</u>					
Hospital Preparedness Program	HHS001336600021				911,943
Total Passed Through Coastal Bend Regional Advisory Council					911,943
Total Texas Department of State Health Services					1,115,306
Texas Health and Human Services Commission					
<u>Direct Programs</u>					
Retired and Senior Volunteer Program	HHS001373500033				43,601
Senior Companion Program	HHS000871100038				6,791
Total Texas Health and Human Services Commission					50,392
Texas Department of Motor Vehicles					
<u>Direct Programs</u>					
Corpus Christi Auto Theft Prevention Grant	608-24-1780200				905,278
Corpus Christi Auto Theft Prevention Grant	608-25-1780200				74,626
Total Corpus Christi Auto Theft Prevention Program					979,904
Total Texas Department of Motor Vehicles					979,904
Texas Historical Commission					
<u>Direct Program</u>					
Upper Westside Historic Resource Survey	4770				12,442
Total Texas Historical Commission					12,442
Office of the Governor					
<u>Direct Programs</u>					
Defense Economic Adjustment Assistance Grant ("DEAAG")	TMPC 1801-01-07				(62,816)
Defense Economic Adjustment Assistance Grant ("DEAAG")	TMPC 2023-01-02				171,740
Local Border Security	2024-BL-ST-0016				115,746
Total Office of the Governor					224,670
Office of the Governor Criminal Justice Division					
<u>Direct Programs</u>					
Bullet Resistant Shield Project	2023-SH-ST-0000				154,060
Body Camera Project	2024-BC-ST-0020				145,017
Total Office of the Governor Criminal Justice Division					299,077
Total State and Passed Through Assistance				\$ 238,598	\$ 4,295,360

The Notes to the Schedule of Expenditures of Federal and State Awards are an integral part of this schedule.

City of Corpus Christi, Texas

Notes to the Schedule of Expenditures of Federal and State Awards
For the Fiscal Year Ended September 30, 2024

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (the "Schedule") includes the federal and state award activity of the City of Corpus Christi, Texas (the "City") under programs of the federal government and State of Texas for the year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the Texas Grant Management Standards (TxGMS). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

Note 2. Summary of Significant Accounting Policies

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

Note 3. Relationship to Federal and State Financial Reports

Amounts reported in the Schedule may not agree with the amounts reported in the related Federal/State financial reports filed with grantor agencies because of accruals which would be included in the next report filed with the agencies.

Note 4. Indirect Cost Rate

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

Note 5. Loans Outstanding

The City had the following loan balance outstanding as of September 30, 2024 under the United States Environmental Protection Agency Capitalization Grants for Drinking Water State Revolving Funds program (passed through the Texas Water Development Board).

Program Title	Assistance Listing	Loan Balance September 30, 2023		Additions	Repayments	Loan Balance September 30, 2024	
Capitalization Grants for Clean Water State Revolving Funds	66.458	\$	3,409,000	\$ -	\$ (157,000)	\$	3,252,000

Loans received under this program do not have continuing compliance requirements. This grant includes forgivable principal in the amount of \$1,190,000.

City of Corpus Christi, Texas

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended September 30, 2024

Section 1. Summary of Auditor's Results

Financial Statements

- | | |
|---|------------|
| 1. Type of auditor's report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | 2024-001 |
| 3. Noncompliance material to the financial statements noted? | No |

Federal Awards

- | | |
|---|---------------|
| 1. Internal control over major programs: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiency(ies) identified that are not considered to be material weaknesses? | None reported |
| 2. Type of auditor's report issued on compliance with major programs: | Unmodified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance §200.516(a)? | No |
| 4. Identification of major programs: | |

Assistance Listing Number(s)

93.268

21.027

Name of Federal Program

Immunization Grants

Coronavirus State and Local Fiscal Recovery Funds

- | | |
|---|-------------|
| 5. Dollar threshold used to distinguish between Type A and Type B federal programs: | \$1,314,856 |
| 6. Auditee qualified as a low-risk auditee? | No |

City of Corpus Christi, Texas

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended September 30, 2024

State Awards

1. Internal control over major programs:
 - a. Material weakness(es) identified? No
 - b. Significant deficiency(ies) identified that are not considered to be material weaknesses? None reported
2. Type of auditor's report issued on compliance with major programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with Texas Grant Management Standards? No
4. Identification of major programs:

<u>Award Number(s)</u>	<u>Name of State Program</u>
HHS001336600021	Hospital Preparedness Program
608-24-1780200/608-25-1780200	Corpus Christi Auto Theft Prevention Grant
5. Dollar threshold used to distinguish between Type A and Type B state programs: \$750,000
6. Auditee qualified as a low-risk auditee? No

City of Corpus Christi, Texas

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended September 30, 2024

Section 2. Findings Related to Financial Statements

Finding 2024-001 (Recurring)

Significant Deficiency in Internal Control: Financial Statement Closing

Criteria

Management is responsible for the accuracy and completeness of all financial records and related information and for establishing and maintaining effective internal control over financial reporting used in the preparation of financial statements.

Condition

During our audit, we identified several accounts that were not reconciled timely and/or accurately that resulted in audit adjustments, adjustments received from the City late in the audit process, and delays in the audit process.

Cause

The City has experienced high turnover, creating difficulties with staff having the knowledge and experience to perform the annual closing procedures and prepare supporting documents for annual financial reporting.

Effect or Potential Effect

Activity in several accounts was unreconciled, resulting in adjusting entries after fiscal year-end. Continued delays in reconciling accounts at year end may result in undetected misstatements.

Recommendation

We recommend that City's management evaluate and modify its financial statement closing procedures to perform quarterly reconciliations, where appropriate, and provide additional staff training. The City also should evaluate if the proper staffing levels are in place to manage the volume and complexity of its data.

City's Response - Views of Responsible Officials

See corrective action plan.

City of Corpus Christi, Texas

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended September 30, 2024

Section 3. Federal and State Award Findings and Questioned Costs

None reported.

City of Corpus Christi, Texas

Summary Schedule of Prior Year Findings
For the Fiscal Year Ended September 30, 2024

Prior Year Findings

Finding 2023-001

Significant Deficiency in Internal Control: Financial Statement Closing

Corrective Action Plan

The City of Corpus Christi agrees with the auditor's recommendation for City management to evaluate and modify its financial statement closing procedures to perform quarterly reconciliations, where appropriate, and provide additional staff training. The City will also evaluate if the proper staffing levels are in place to manage the volume and complexity of its data.

Status

The City began implementing corrective actions in 2024 and is expected to complete its plans by fiscal year end 2025.



FINANCE DEPARTMENT

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Current Year Findings

Finding 2024-001

Significant Deficiency in Internal Control: Financial Statement Closing

Corrective Action Plan

The City of Corpus Christi agrees with the auditor's recommendation for City management to evaluate and modify its financial statement closing procedures to perform quarterly reconciliations, where appropriate, and provide additional staff training. The City will also evaluate if the proper staffing levels are in place to manage the volume and complexity of its data.

Person(s) Responsible

Quarterly Reconciliations

Tina Samford, Chief Accountant

Provide additional staff training and evaluate staffing levels

Sergio Villasana, Director of Finance & Procurement

Julie Sandoval, Assistant Director of Finance & Procurement

Anticipated Completion Date

The anticipated completion date is September 30, 2025.