

City of Madison

Report on Federal and State Awards

December 31, 2024

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**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***

Independent Auditors' Report

To the City Council of the
City of Madison

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Madison, Wisconsin (the City) as of and for the year ended December 31, 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 June 24, 2025. Our report includes a reference to other auditors who audited the financial statements of the Library Foundation, Madison Parks Foundation, the Olbrich Botanical Society and Olbrich Botanical Society Foundation (Olbrich Society and Foundation), the limited liability corporations (LLCs) presented as component units of the Community Development Authority of the City of Madison (CDA), Village on Park and MRCDC presented as a major fund of the CDA, and Monona Shores and CDA 95-1 presented as nonmajor funds of the CDA., as described in our report on the City's financial statements. The financial statements of the Library Foundation, Madison Parks Foundation, the Olbrich Society and Foundation, the LLCs of the CDA, Village on Park, Monona Shores, CDA 95-1, and MRCDC were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Library Foundation, Madison Parks Foundation, the Olbrich Society and Foundation, the LLCs of the CDA, Village on Park, Monona Shores, CDA 95-1, and MRCDC or that are reported on separately by those auditors who audited the financial statements of the Library Foundation, Madison Parks Foundation, the Olbrich Society and Foundation, the LLCs of the CDA, Village on Park, Monona Shores, CDA 95-1, and MRCDC. Our report includes an Emphasis of Matter for restatement of net position to correct material misstatements. Our opinions are not modified with respect to this matter.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001, that we consider to be a material weakness.

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 Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the finding identified in our audit and 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 the financial statements and, accordingly, we express no opinion on the response.

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.

Baker Tilly US, LLP

Madison, Wisconsin
June 24, 2025

**Report on Compliance
for Each Major Federal and Major State Program;
Report on Internal Control Over Compliance; and
Report on the Schedules of Expenditures of
Federal and State Awards Required by the Uniform Guidance, the
State Single Audit Guidelines and the U.S Department of Housing and
Urban Development**

Independent Auditors' Report

To the City Council of
City of Madison

Report on Compliance for Each Major Federal and Major State Program

Opinion on Each Major Federal and Major State Program

We have audited the City of Madison's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *State Single Audit Guidelines* (the *Guidelines*) that could have a direct and material effect on each of the City's major federal and major state programs for the year ended December 31, 2024. The City's major federal 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal and Major 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 (*Government Auditing Standards*); 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 *Guidelines*. Our responsibilities under those standards, the Uniform Guidance, and the *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 major 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 *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 major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *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 and the *Guidelines*, 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 the *Guidelines* and which is described in the accompanying schedule of findings and questioned costs as item 2024-002. Our opinion on each major federal and major state program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance finding 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a significant deficiency.

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 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 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-002, to be a significant deficiency.

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 finding 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.

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 the *Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedules of Expenditures of Federal and State Awards Required by the Uniform Guidance, the *Guidelines* and PHA's Statement and Certification of Actual Modernization Costs

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, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 24, 2025, 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 schedules of expenditures of federal and state awards and the PHA's statement and certification of actual modernization costs are presented for purposes of additional analysis as required by the Uniform Guidance, the *Guidelines*, and the U.S. Department of Housing and Urban Development 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 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 schedules of expenditures of federal and state awards and the PHA's statement and certification of actual modernization costs are fairly stated in all material respects in relation to the basic financial statements as a whole.

Baker Tilly US, LLP

Madison, Wisconsin
June 24, 2025

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance Listing Number | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|---|---------------------------------|---------------------|---|----------------------------|--------------|------------------------------|
| | | | | | | |
| Federal Awards | | | | | | |
| U.S. Department of Agriculture | | | | | | |
| Urban Forestry Grant Program | 10.675 | N/A | 24UF1602 | \$ 25,000 | \$ 25,000 | \$ - |
| Total U.S. Department of Agriculture | | | | | 25,000 | - |
| U.S. Department of Housing and Urban Development | | | | | | |
| Multifamily Housing Service Coordinators | 14.191 | | | | | |
| Service Coordinator Multifamily | | N/A | MFSC177020 | 947,012 | 784 | - |
| Service Coordinator Multifamily | | N/A | MFSC170289 | 900,610 | 93,511 | - |
| | | | | | 94,295 | - |
| New Construction/Substantial Rehabilitation Housing Assistance Payments - Karabis | 14.182 | WHEDA | N/A | N/A | 202,413 | - |
| Section 8 Project-Based Cluster | | | | | | |
| Section 8 Housing Assistance Payments Program Housing Assistance Payments - Parkside | 14.195 | WHEDA | N/A | N/A | 379,552 | - |
| Total Section 8 Project-Based Cluster | | | | | 379,552 | - |
| CDBG - Entitlement/Special Purpose Grants Cluster | | | | | | |
| Community Development Block Grants/Entitlement Grants (CDBG) | 14.218 | | | | | |
| Community Development Block Grants/Entitlement Grants | | N/A | B**-MC-55-0005 | N/A | 1,792,754 | 1,539,513 |
| Community Development Block Grants - Program Income | | N/A | N/A | N/A | 1,925,080 | 1,201,682 |
| COVID-19 Community Development Block Grants/Entitlement Grants (CDBG) - CARES Act | 14.218 | | | | | |
| COVID-19 CDBG/Entitlement Grants - CARES Act Supplemental (CDBG-CV) | | N/A | B20-MW-55-0005 | 2,602,959 | (22,720) | - |
| | | | | | 3,695,114 | 2,741,195 |
| Total CDBG - Entitlement/Special Purpose Grants Cluster | | | | | 3,695,114 | 2,741,195 |
| Emergency Solutions Grants Program (ESG) | 14.231 | | | | | |
| Emergency Solutions Grant | | N/A | E**-MC-55-0005 | N/A | 174,427 | 158,505 |
| Emergency Solutions Grant - Program Income | | N/A | N/A | N/A | 41,900 | 41,900 |
| Emergency Solutions Grant | | WI DOA | EHH **-10 | N/A | 333,073 | 323,621 |
| | | | | | 549,400 | 524,026 |
| HOME Investment Partnerships Program (HOME) | 14.239 | | | | | |
| HOME Investment Partnerships Program | | N/A | M**-MC-55-0201 | N/A | 1,657,224 | 1,497,855 |
| HOME Investment Partnerships Program - Program Income | | N/A | N/A | N/A | 634,136 | 529,410 |
| | | | | | 2,291,360 | 2,027,265 |
| Continuum of Care Program (CoC) | 14.267 | | | | | |
| CoC Planning Grant FY21 | | N/A | WI0251L5I032100 | 114,962 | 3,497 | - |
| CoC Planning Grant FY22 | | N/A | WI0278L5I032200 | 117,419 | 117,419 | - |
| CoC Planning - Unsheltered and Rural Homeless Grant FY22 (CoC-URH) | | N/A | WI0284H5I032200 | 50,838 | 5,820 | - |
| | | | | | 126,736 | - |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to |
|--|-------------------|---------------------|---|----------------------------|--------------|---------------|
| | Listing Number | | | | | Subrecipients |
| Youth Homelessness Demonstration Program (YHDP) | 14.276 | | | | | |
| YHDP Joint Transitional Housing & Rapid Re-Housing Grant FY20 | | N/A | WI0252Y5I032000 | \$ 1,573,291 | \$ 874,401 | \$ 834,401 |
| YHDP System Navigation Grant FY20 | | N/A | WI0253Y5I032000 | 720,000 | 471,225 | 471,225 |
| | | | | | 1,345,626 | 1,305,626 |
| Public Housing Operating Fund | 14.850 | | | | | |
| Low Income Assistance Program - Operating Subsidy | | N/A | N/A | N/A | 1,934,121 | - |
| Resident Opportunity and Supportive Services - Service Coordinators | 14.870 | N/A | ROSS221678 | 245,850 | 64,733 | - |
| Housing Voucher Cluster | | | | | | |
| Section 8 Housing Choice Voucher Program | 14.871 | N/A | WI003VO0119 (2010) | N/A | 23,281,588 | - |
| Total Housing Voucher Cluster | | | | | 23,281,588 | - |
| Public Housing Capital Fund | 14.872 | | | | | |
| Capital Fund Program FY19 | | N/A | WI39P00350119 | 1,684,754 | 461,298 | - |
| Capital Fund Program FY20 | | N/A | WI39P00350120 | 1,804,532 | 61,180 | - |
| Capital Fund Program FY21 | | N/A | WI39P00350121 | 1,913,865 | 1,037,308 | - |
| Capital Fund Program FY24 | | N/A | WI39P00350124 | 2,432,712 | 729,814 | - |
| | | | | | 2,289,600 | - |
| Total U.S. Department of Housing and Urban Development | | | | | 36,254,538 | 6,598,112 |
| U.S. Department of Justice | | | | | - | - |
| Project Safe Neighborhoods Program | 16.609 | | | | | |
| Madison Safe Neighborhoods Project 2021 | | WI DOJ | 2021-PW-01-17204 | 13,543 | 5,258 | - |
| Madison Safe Neighborhoods Project 2022 | | WI DOJ | 2022-PW-01-18104 | 9,278 | 4,089 | - |
| Madison Safe Neighborhoods Project 2023 | | WI DOJ | 2023-PW-01-18754 | 12,888 | 2,585 | - |
| | | | | | 11,932 | - |
| Public Safety Partnership and Community Policing Grants | 16.710 | | | | | |
| COPS Law Enforcement Mental Health Awareness Act (LEMWHA) 2022 | | N/A | 15JCOPS-22-GG-04099-LEMH | 165,000 | 78,601 | 75,450 |
| COPS CPD Microgrant 2022 | | N/A | 15JCOPS-22-GG-04529-PPSE | 175,000 | 51,817 | 50,805 |
| COPS Hiring 2021 | | N/A | 15JCOPS-21-GG-03531-UHPX | 750,000 | 276,157 | - |
| COPS DE-escalation Training 2021 | | N/A | 15JCOPS-21-GG-02449-SPPS | 175,000 | 7,660 | - |
| COPS CPD Microgrant 2021 | | N/A | 15JCOPS-21-GG-02294-SPPS | 175,000 | 1,453 | - |
| | | | | | 415,688 | 126,255 |
| Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | | | | | |
| E. Byrne Memorial Justice Assistance 2023 | | N/A | 15PBJA-23-GG-03929-JAGX | 111,454 | 28,246 | - |
| E. Byrne Memorial Justice Assistance 2022 | | N/A | 15PBJA-22-GG-02226-JAGX | 110,839 | 37,971 | - |
| E. Byrne Memorial Justice Assistance 2019 WDOJ RMS | | WI DOJ | 2020-DJ-06-18923 | 40,000 | 18,949 | - |
| | | | | | 85,166 | - |
| Byrne Criminal Justice Innovation Program | 16.817 | | | | | |
| Byrne Criminal Justice Innovation: Downtown / State Street Safety Initiative | | N/A | 2020-BJ-BX-0003 | 1,000,000 | 213,950 | 12,156 |
| Comprehensive Opioid, Stimulant, and other Substances Use Program | 16.838 | | | | | |
| COSSAP First Responder Diversion Program (PTRMDC) | | N/A | 2019-AR-BX-K032 | 1,200,000 | 127,442 | 76,530 |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance Listing Number | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|---|---------------------------------|---------------------|---|----------------------------|--------------------|------------------------------|
| | | | | | | |
| Equitable Sharing Program | 16.922 | | | | | |
| Asset Forfeiture Program - Task Force (USDOJ) | | Dane Co | WI0130100 | N/A | \$ 175,442 | \$ - |
| ATF/Madison Police Task Force | | N/A | N/A | N/A | 4,259 | - |
| | | | | | <u>179,701</u> | <u>-</u> |
| Federal Bureau of Investigation | 16.UNKNOWN | | | | | |
| Joint Terrorism Task Force | | N/A | 333-MW-C37208-MOU | 20,000 | 1,477 | - |
| Total U.S. Department of Justice | | | | | <u>1,035,356</u> | <u>214,941</u> |
| U.S. Department of Transportation | | | | | | |
| Federal Transit Cluster | | | | | | |
| Federal Transit Capital Investment Grants | 20.500 | | | | | |
| TOD Planning Pilot Program (20005b) | | N/A | WI-2021-038 | 290,000 | 81,687 | - |
| Federal Transit Capital Investment Grants | 20.500 | | | | | |
| Section 5309 - CIG - Small Starts (East-West BRT) | | N/A | WI-2023-061 | 110,600,000 | 71,536,742 | - |
| | | | | | <u>71,618,429</u> | <u>-</u> |
| COVID-19 Federal Transit Formula Grants | 20.507 | | | | | |
| COVID-19 Section 5307 - CARES Act Stimulus | | N/A | WI-2020-049 | 24,498,820 | 6,000,000 | - |
| COVID-19 Section 5307 - CRRSA Act Stimulus | | N/A | WI-2021-041 | 14,983,291 | 9,603,278 | - |
| COVID-19 Section 5307 - ARP Act Stimulus | | N/A | WI-2021-042 | 30,006,405 | 2,886,703 | - |
| COVID-19 Section 5307 - ARP Act Stimulus Route Planning Restoration Program | | N/A | WI-2023-025 | 436,170 | 140,238 | - |
| COVID-19 Section 5307 - Capital and Planning | | N/A | WI-2023-047 | 7,732,439 | 7,732,439 | - |
| COVID-19 Section 5307 - Capital and Planning | | N/A | WI-2023-057 | 30,629,713 | 24,877,979 | - |
| | | | | | <u>51,240,637</u> | <u>-</u> |
| State of Good Repair Grants Program | 20.525 | | | | | |
| Section 5337 - Capital | | N/A | WI-2020-031 | 868,746 | 868,746 | - |
| Section 5337 - Capital | | N/A | WI-2023-047 | 880,994 | 551,692 | - |
| Section 5337 - Capital | | N/A | WI-2023-057 | 3,990,090 | 1,745,994 | - |
| | | | | | <u>3,166,432</u> | <u>-</u> |
| Buses & Bus Facilities Formula, Competitive, and Low or No Emissions Programs | 20.526 | | | | | |
| Section 5339 - Capital Low or No Emission | | N/A | WI-2019-022 | 1,469,525 | 1,200,282 | - |
| Section 5339 - Capital Low or No Emission | | N/A | WI-2020-031 | 1,432,972 | 1,432,972 | - |
| Section 5339 - Capital Low or No Emission | | N/A | WI-2023-047 | 1,359,009 | 1,359,009 | - |
| Section 5339 - Capital Low or No Emission | | N/A | WI-2023-057 | 4,264,954 | 2,724,009 | - |
| Section 5339 - Capital Low or No Emission (Satellite Facility) | | N/A | WI-2023-057 | 4,676,760 | 2,271,783 | - |
| Section 5339 - Capital Low or No Emission | | N/A | WI-2024-014 | 26,046,840 | 21,419,145 | - |
| | | | | | <u>30,407,200</u> | <u>-</u> |
| Total Federal Transit Cluster | | | | | <u>156,432,698</u> | <u>-</u> |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance Listing Number | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|--|---------------------------------|---------------------|---|----------------------------|--------------------|------------------------------|
| | | | | | | |
| Highway Planning and Construction | 20.205 | | | | | |
| Ped/Bike Safety | | WI DOT | 5992-08-49 | \$ 88,500 | \$ 62,342 | \$ - |
| Transportation Alternatives Program (TAP) | | | | | | |
| City of Madison Stop Signs Paddles | | WI DOT | 5992-11-41 | 132,000 | 4 | - |
| Carbon Reduction Program (CRP) | 20.205 | | | | | |
| City of Madison LED Streetlights | | WI DOT | 5992-11-34/35 | 1,261,042 | 1,348 | - |
| City of Madison Traffic Controller | | WI DOT | 5992-11-38 | 4,195,200 | 55 | - |
| | | | | | <u>63,749</u> | <u>-</u> |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research | 20.505 | | | | | |
| Federal Highway Planning Grant | | WI DOT | 0096-22-75 | 1,002,566 | 175,962 | - |
| State Highway Planning Grant | | WI DOT | W0096-22-75 | 47,020 | 8,253 | - |
| Federal Highway Planning Grant | | WI DOT | 0096-22-75 | 1,158,128 | 923,168 | - |
| Federal STP Rideshare Grant | | WI DOT | 5992-08-37 | 109,248 | 109,248 | - |
| State Highway Planning Grant | | WI DOT | W0096-22-75 | 53,168 | 47,223 | - |
| Federal Highway Planning Grant | | Dane Co | 0403-84-48 | 4,911 | 3,484 | - |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research Section 5305-2 - Areas of Persistent Poverty (AOPP) | 20.505 | N/A | WI-2023-040 | 928,480 | 150,529 | - |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research Section 5304 - Statewide Planning Grant Program | 20.505 | WI DOT | 2021-5304 | 320,000 | <u>246,270</u> | <u>-</u> |
| | | | | | <u>1,664,137</u> | <u>-</u> |
| Transit Services Program Cluster | | | | | | |
| Federal Transit - Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | | | | | |
| Section 5310 - Enhanced Mobility | | N/A | WI-2022-028 | 280,948 | 95,426 | 95,426 |
| Section 5310 - Enhanced Mobility | | N/A | WI-2023-039 | 949,190 | 597,307 | 475,003 |
| COVID-19 Federal Transit - Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | | | | | |
| COVID-19 Section 5310 - Enhanced Mobility-CRRSA Act | | N/A | WI-2021-036 | 54,368 | 8,942 | 8,942 |
| COVID-19 Section 5310 - Enhanced Mobility-ARP Act | | N/A | WI-2021-037 | 32,925 | <u>32,925</u> | <u>29,437</u> |
| | | | | | <u>734,600</u> | <u>608,808</u> |
| Total Transit Services Program Cluster | | | | | <u>734,600</u> | <u>608,808</u> |
| Highway Safety Cluster | | | | | | |
| National Priority Safety Program | 20.616 | | | | | |
| Pedestrian/Bicycle Enforcement 2024 | | WI DOT | PBS-2024-MADISON PD-00034 | 79,997 | 75,410 | - |
| Pedestrian/Bicycle Enforcement 2025 | | WI DOT | PBS-2025-MADISON PD-00053 | 89,999 | <u>1,995</u> | <u>-</u> |
| | | | | | <u>77,405</u> | <u>-</u> |
| Total Highway Safety Cluster | | | | | <u>77,405</u> | <u>-</u> |
| Reconnecting Communities Pilot (RCP) Discretionary Grant Program | 20.940 | N/A | 693JJ32540227 | 1,000,000 | <u>813</u> | <u>-</u> |
| Total U.S. Department of Transportation | | | | | <u>158,973,402</u> | <u>608,808</u> |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance Listing Number | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|---|---------------------------------|------------------------|---|----------------------------|--------------|------------------------------|
| | | | | | | |
| U.S. Department of Treasury | | | | | | |
| COVID-19 Emergency Rental Assistance | 21.023 | | | | | |
| COVID-19 Emergency Rental Assistance - American Rescue Plan Act 2021 (ERA2) | | N/A | ERAE0047 (FAIN) | \$ 45,387,612 | \$ 8,352,780 | \$ 7,711,135 |
| COVID-19 Coronavirus State and Local Fiscal Recovery Funds | 21.027 | | | | | |
| COVID-19 State and Local Fiscal Recovery Fund - American Rescue Plan Act 2021 | | N/A | SLT-0704 | 47,197,155 | 15,985,198 | 3,544,807 |
| Total U.S. Department of Treasury | | | | | 24,337,978 | 11,255,942 |
| U.S. Equal Employment Opportunity Commission | | | | | | |
| Employment Discrimination - Title VII of the Civil Rights Act of 1964 | 30.010 | | | | | |
| Title VII Processing Contract - 10/1/2023 - 9/30/2024 | | N/A | 2024 | 40,970 | 34,584 | - |
| Title VII Processing Contract - 10/1/2024 - 9/30/2025 | | N/A | 2025 | 45,305 | 3,800 | - |
| | | | | | 38,384 | - |
| Total U.S. Equal Employment Opportunity Commission | | | | | 38,384 | - |
| Institute of Museum and Library Services | | | | | | |
| National Leadership Grants for Libraries (2022) | 45.312 | N/A | LG-250134-OLS-21 | 242,335 | 33,908 | - |
| Total Institute of Museum and Library Services | | | | | 33,908 | - |
| U.S. Environmental Protection Agency | | | | | | |
| COVID-19 Environmental Justice Government-to-Government (EJG2G) Program | 66.312 | N/A | AJ84033601 | 200,000 | 40,940 | 23,818 |
| COVID-19 Surveys-Studies- Research-Investigations-Demonstrations and Special Purpose Activities relating to the Clean Air Act | 66.034 | N/A | 5X - 00E03356 - 0 | 429,746 | 121,816 | 72,757 |
| Surveys-Studies-Research-Investigations-Demonstrations and Special Purpose Activities relating to the Clean Air Act | 66.034 | N/A | XA00E03712 | 40,000 | 10,897 | 10,897 |
| | | | | | 132,713 | 83,654 |
| Capitalization Grants for Drinking Water State Revolving Funds | 66.468 | WI DOA | 4837-12 | 3,365,000 | 3,365,000 | - |
| Capitalization Grants for Drinking Water State Revolving Funds | 66.468 | WI DOA | 4837-09 | 5,865,725 | 1,705,445 | - |
| | | | | | 5,070,445 | - |
| Environmental And Climate Justice Community Change Grants Program | 66.616 | N/A | 5F00E05005 | 20,232,335 | 550 | - |
| Total U.S. Environmental Protection Agency | | | | | 5,244,648 | 107,472 |
| U.S. Department of Energy | | | | | | |
| Conservation Research and Development | 81.086 | Slipstream Group, Inc. | DE-FOA-0002206 | 1,157,855 | 210,432 | - |
| Renewable Energy Research and Development | 81.087 | | | | | |
| FY23 Congressionally Directed Spending - Truax Apartment Solar Project | | N/A | DE-EE0010773 FY23 CDP | 1,500,000 | 240,790 | - |
| ARRA-Energy Efficiency and Conservation Block Grant (EECBG) | 81.128 | | | | | |
| Wisconsin Energy Efficiency Project | | MKE | N/A | 1,674,756 | 13,945 | - |
| Energy Efficiency and Conservation Block Grant Program (EECBG) | 81.128 | N/A | DE-SE0000611 | 291,340 | 121,912 | - |
| | | | | | 135,857 | - |
| Total U.S. Department of Energy | | | | | 587,079 | - |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Program Title | Assistance Listing | Pass-Through Agency | Direct Grant Number/ Pass-Through Grantor's Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|---|-----------------------|---------------------|---|----------------------------|-----------------------|------------------------------|
| | Number | | | | | |
| U.S. Department of Homeland Security | | | | | | |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Wisconsin Disaster Declaration - FE | 97.036 | WI DMA | 465.305 | N/A | \$ 141,621 | \$ - |
| Building Resilient Infrastructure and Communities (BRIC) | 97.047 | | | | | |
| Pheasant Branch Tributary Greenway Enhancement Project | | WI DEM | EMC-2021-BR-064-0019 | 6,028,190 | 227,474 | - |
| Homeland Security Grant Program (HSGP) | 97.067 | | | | | |
| Metropolitan Medical Response System (MMRS) 2011 | | WI DMA | 2011-HSW-20 10312 | 267,609 | <u>26,795</u> | <u>-</u> |
| Total U.S. Department of Homeland Security | | | | | <u>395,890</u> | <u>-</u> |
| Total federal awards | | | | | <u>\$ 226,926,183</u> | <u>\$ 18,785,275</u> |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of State Awards
Year Ended December 31, 2024

| State Grantor/Program Title | State ID Number | Grant Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|--|----------------------------|------------------------|------------------------------------|---------------------|--------------------------------------|
| State Awards | | | | | |
| Wisconsin Department of Natural Resources | | | | | |
| Municipal Flood Control | | | | | |
| Acquisition and Demolition Grant - Marty Farm Land Acquisition | 370.658 | MFC-71810-22 | \$ 218,515 | \$ 218,515 | \$ - |
| Surface Water Grant | | | | | |
| Aquatic Invasive Species Control (Water Celery) | 370.678 | AIRR28123 | 18,750 | 2,419 | - |
| Recycling Grants to Responsible Units | 370.670 | N/A | N/A | 743,093 | - |
| RU Consolidated Grant | 370.673 | N/A | N/A | 70,423 | - |
| Total Wisconsin Department of Natural Resources | | | | 1,034,450 | - |
| Wisconsin Department of Transportation | | | | | |
| Transit Operating Aids, State Funds | 395.165 | 2024 | 18,128,300 | 18,128,300 | - |
| Total Wisconsin Department of Transportation | | | | 18,128,300 | - |
| Wisconsin Department of Justice | | | | | |
| Beat Patrol 2024 | 455.275 | 2024-BP-01A-18350 | 126,714 | 126,714 | - |
| Internet Crimes Against Children (ICAC) Task Force Invited | 455.284 | N/A | N/A | 12,495 | - |
| Total Wisconsin Department of Justice | | | | 139,209 | - |
| Wisconsin Department of Military Affairs | | | | | |
| Regional Emergency Response Teams | 465.306 | 7/01/2023 - 06/30/2025 | 320,171 | 174,839 | - |
| Total Wisconsin Department of Military Affairs | | | | 174,839 | - |

See notes to schedules of expenditures of federal and state awards

City of Madison

Schedule of Expenditures of State Awards
Year Ended December 31, 2024

| State Grantor/Program Title | State ID Number | Grant Number | Program of Award Amount | Expenditures | Payments to Subrecipients |
|--|--------------------|-------------------|----------------------------|----------------------|------------------------------|
| Wisconsin Department of Administration | | | | | |
| Housing Cost Reduction Initiative (HCRI) | 505.703A | | | | |
| Housing Cost Reduction Initiative | | HCRI **-07 | N/A | \$ 135,235 | \$ - |
| Housing Cost Reduction Initiative - Program Income | | N/A | N/A | 779,998 | - |
| | | | | <u>915,233</u> | <u>-</u> |
| Homelessness Prevention Program (HPP) | 505.703B | EHH **-10 | N/A | 161,245 | 161,245 |
| Housing Assistance Program (HAP) | 505.707B | EHH **-10 | N/A | 248,543 | 248,543 |
| Employment Grants Program (EG) | 505.710 | | | | |
| FY23 Employment Grant | | EG 23-01 | 75,000 | (11,356) | - |
| FY24 Employment Grant | | EG 23-01 | 75,000 | 39,129 | 39,129 |
| | | | | <u>27,773</u> | <u>39,129</u> |
| Total Wisconsin Department of Administration | | | | <u>1,352,794</u> | <u>448,917</u> |
| Wisconsin Department of Tourism | | | | | |
| Wisconsin Arts Board | N/A | 2022-2023 | 11,500 | 990 | 990 |
| Wisconsin Arts Board | N/A | 2023-2024 | 11,500 | 11,500 | 11,500 |
| Wisconsin Arts Board | N/A | 2024-2025 | 11,500 | 4,010 | 4,010 |
| | | | | <u>16,500</u> | <u>16,500</u> |
| Total Wisconsin Department of Tourism | | | | <u>16,500</u> | <u>16,500</u> |
| Wisconsin Economic Development Corporation (WEDC) | | | | | |
| Community Development Investment (CDI) Grant - Madison Public Market | N/A | CDI FY 23-53494 | 250,000 | 250,000 | - |
| Community Development Investment (ISR) Grant -Hartmeyer site | N/A | ISR FY23-53599 | 250,000 | 250,000 | 250,000 |
| Community Development Investment (ISR) Vibrant Spaces Grant Program | N/A | CDI-VS-FY23-53517 | 25,000 | 25,000 | - |
| Total Wisconsin Economic Development Corporation (WEDC) | | | | <u>525,000</u> | <u>250,000</u> |
| Total state awards | | | | <u>\$ 21,371,093</u> | <u>\$ 715,417</u> |

See notes to schedules of expenditures of federal and state awards

City of Madison

Notes to Schedules of Expenditures of Federal and State Awards
December 31, 2024

1. Basis of Presentation

The accompanying schedules of expenditures of federal and state awards (the Schedules) includes the federal and state award activity of the City of Madison (the City) under programs of the federal and state government for the year ended December 31, 2024. The information in these Schedules 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 *State Single Audit Guidelines*. Because the Schedules present only a selected portion of the operations of the City, they are not intended to and do not present the financial position, changes in net position or cash flows of the City.

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 the Uniform Guidance, 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.

3. Pass-Through Grantors

Federal funds have been passed through the following grantors:

- WHEDA - Wisconsin Housing and Economic Development Authority
- WI DOJ - Wisconsin Department of Justice
- WI DOT - Wisconsin Department of Transportation
- WI DOA - Wisconsin Department of Administration
- MKE - City of Milwaukee, Wisconsin
- Dane Co - Dane County, Wisconsin
- WI DEM - Wisconsin Division of Emergency Management
- WI DMA - Wisconsin Department of Military Affairs
- Slipstream Group, Inc.

4. Indirect Cost Rate

The City has not elected to use the 10% de minimis indirect cost rate of the Uniform Guidance.

City of Madison

Notes to Schedules of Expenditures of Federal and State Awards
December 31, 2024

5. Community Development Incentive Grants (WEDC) – Matching Funds

The City met the following matching requirements:

| Contract: | Match Requirement: |
|------------|--------------------|
| FY23-53494 | \$ 250,000 |
| FY23-53517 | 25,000 |
| FY23-53599 | 750,000 |

City of Madison

Schedule of Findings and Questioned Costs
Year Ended December 31, 2024

Section I - Summary of Auditors' Results

Financial Statements

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

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

X yes no

Significant deficiency(ies) identified?

 yes X none reported

Noncompliance material to financial
statements noted?

 yes X no

Federal and State Awards

Internal control over major programs:

Federal Programs

State Programs

Material weakness(es) identified?

 yes X no

 yes X no

Significant deficiencies identified that
are not considered to be material
weakness(es)?

X yes none
reported

 yes X none
reported

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

Unmodified

Unmodified

Any audit findings disclosed that are required
to be reported in accordance with section 2
CFR 200.516(a) of the Uniform Guidance or
the *State Single Audit Guidelines*?

X yes no

 yes X no

Auditee qualified as low-risk auditee?

 yes X no

 yes X no

Dollar threshold used to distinguish between
Type A and Type B programs:

\$3,000,000

\$641,133

City of Madison

Schedule of Findings and Questioned Costs Year Ended December 31, 2024

Identification of major federal programs:

| <u>Assistance Listing Numbers</u> | <u>Name of Federal Program or Cluster</u> |
|-----------------------------------|---|
| 14.871 | Housing Voucher Cluster: Section 8 Housing Choice Voucher Program |
| 21.027 | COVID-19 Coronavirus State and Local Fiscal Recovery Funds |
| | Federal Transit Cluster |
| 20.500 | Federal Transit Capital Investment Grants |
| 20.507 | COVID-19 Federal Transit Formula Grants |
| 20.525 | State of Good Repair Grants Program |
| 20.526 | Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs |
| 21.023 | COVID-19 Emergency Rental Assistance Program |

Identification of major state programs:

| <u>State Numbers</u> | <u>Name of State Program</u> |
|----------------------|--|
| N/A | Community Development Investment Grants (WEDC) |
| 395.165 | Transit Operating Aids |

Section II - Financial Statement Findings Required to be Reported in Accordance With Government Auditing Standards

Finding 2024-001: Internal Control Over Financial Statement Close Process

Criteria: Auditing Standards contained in AU-C Sec. 265 state that the City should have internal control procedures that ensures the financial statements are free from material errors.

Condition: Auditing standards require that we perform procedures to obtain an understanding of your government and its internal control environment as part of the annual audit. This includes an analysis of the City's year-end financial reporting process and preparation of your financial statements, including the schedules of expenditures of federal and state awards. A properly designed system of internal control allows for the presentation of year-end financial data and financial statements without material errors. At this time, the City does not have sufficient internal controls in place that allow for the preparation of complete and accurate financial statements as there was a correction of an error related to Community Development Authority of the City of Madison (CDA) Triangle Redevelopment and Transit Utility which resulted in a restatement of the net positions.

Cause: Due to staffing constraints, material errors in the prior year financial statements were not identified by city personnel and resulted in restatements.

Effect: The City's financial records may be materially misstated before the annual audit is completed.

Recommendation: The City may consider and implement additional internal control procedures in order to prevent material corrections to the financial statements.

City of Madison

Schedule of Findings and Questioned Costs Year Ended December 31, 2024

Management's Response:

Madison Water Utility

Madison Water Utility (Utility) had two material misstatements which were corrected once the Utility was advised of the misstatements. The first item relates to depreciation for water main pipes funded by expense depreciation. Per the Public Service Commission of Wisconsin guidelines, the Utility is required to depreciate the total amount of expense depreciation in the year it occurred. However, GAAP requires the Utility to continue depreciating the water mains funded by expense depreciation annually throughout the life of the water main. The misstatements pertaining to both 2023 and 2024 expense depreciation amounts were corrected in 2024. The second item relates to long term debt obtained through the State Revolving Fund for construction of Well #15, half of which was in the form of principal forgiveness. However, the Utility had inadvertently treated the whole amount received in 2024 as loan. The misstatement was corrected in the same year to reflect 50% of that amount as loan and the remaining amount as a grant. Subsequently, the Utility will ensure these are correctly recorded and properly accounted for thereby maintaining accuracy in year-end reporting of these transactions.

Community Development Authority

CDA Management has implemented internal controls to prevent capitalizable items from being erroneously booked as expenses. CDA staff, who are responsible for entering invoices, have been retrained on how to properly flag expenses as capital, so that they are properly capitalized during year-end processes. Additionally, CDA staff will review expenses at year-end in order to identify any capital items that were missed during the invoicing process. Finally, staff have reviewed the accounting treatment of consulting and other pre-development costs related to the Triangle Redevelopment project, and all these expenses have been segregated in a project within the ERP software solution in order to facilitate identification of capital items.

Madison Metro Transit

Metro Transit staff are implementing additional internal controls related to its accounting practices for bus disposals and local subsidy calculations. These additional internal controls include ensuring well documented processes including periodic reviews by appropriate management staff. As it relates to bus disposals, Metro will be implementing a process to review all fixed asset accounting entries multiple times per year. This process will include Metro Finance as well as Metro Maintenance Management. As it relates to local subsidy calculations, Metro Transit staff are implementing procedures for appropriately managing all aspects of the multiple community partnership agreements. These procedures will ensure that programmatic and finance staff are both directly reviewing the financial relationship and accounting transactions including financial statement entries on a regular basis.

Section III - Federal Awards and State Awards Findings and Questioned Costs**Finding 2024-002****Assistance Listing****Number:** 14.871**Program Title:** Housing Voucher Cluster: Section 8 Housing Choice Voucher Program**Award Number / Year:** WI003VO0119 (2010) / 2024**Pass-Through Entity:** Not applicable

Criteria: 24 CFR, sections 982.158(d) and 982.405(b) require all units leased to have a unit inspection report filed biennially to determine if the unit meets Housing Quality Standards.

Condition/Context: One unit tested did not have an inspection completed within the last two years, and another unit tested did not have adequate support that the inspection was completed. Our sample was statistically valid.

Cause: The City did not have internal control processes and procedures in place to ensure timely completion of inspections and a HUD 50058 report was submitted without adequate supporting documentation.

Effect: A unit may have unsafe housing conditions.

Questioned Costs: None noted.

Recommendation: The City should review its internal control procedures to ensure all applicable requirements of the HUD 50058 are met before submissions, including making sure an inspection is performed biennially, and that adequate supporting documentation is maintained.

Management's Response: On a monthly schedule, management will review Annual HQS Inspections Report that is part of the Section Eight Management Assessment Program (SEMAP) Indicators Report generated from Inventory Management System/PIH Information Center (PIC) submissions and follow up with inspectors regarding units with incomplete information of final inspection within the last 25 months, the acceptable timeline per U.S Department of Housing and Urban Development (HUD) guidelines. By year end, CDA will train staff and fully implement the use of Emphasys HQS Mobile to schedule, complete and store reports electronically, improving internal controls of tracking inspection completion.

City of Madison

Schedule of Findings and Questioned Costs
Year Ended December 31, 2024

Section IV - Other Issues

Does the auditor's 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?

_____ yes X no

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

| | | |
|--|-----------|-----------------|
| Department of Natural Resources | _____ yes | <u> X </u> no |
| Department of Tourism | _____ yes | <u> X </u> no |
| Department of Justice | _____ yes | <u> X </u> no |
| Department of Transportation | _____ yes | <u> X </u> no |
| Department of Military Affairs | _____ yes | <u> X </u> no |
| Department of Administration | _____ yes | <u> X </u> no |
| Wisconsin Economic Development Corporation | _____ yes | <u> X </u> no |

Was a Management Letter or other document conveying audit comments issued as a result of this audit?

 X yes _____ no

Name and signature of partner or director



Amanda Blomberg, CPA, Managing Director

Date of report

June 24, 2025

CITY OF MADISON

PHA'S STATEMENT AND CERTIFICATION OF ACTUAL MODERNIZATION COSTS For the Year Ended December 31, 2024

1. The Actual Modernization Costs are as follows:

| | Project | | | | | |
|------------------------------|------------------|------------------|------------------|------------------|-------------------|------------------|
| | WI39-P003-501-13 | WI39-P003-501-14 | WI39-P003-501-15 | WI39-P003-501-16 | WI39-P003-501-17 | WI39-P003-501-18 |
| Funds Approved | \$ 852,681 | \$ 913,769 | \$ 934,240 | \$ 1,050,702 | \$ 1,116,675 | \$ 1,598,267 |
| Funds Expended | \$ 852,681 | \$ 913,769 | \$ 934,240 | \$ 1,050,702 | \$ 1,114,644 | \$ 1,598,267 |
| EXCESS OF FUNDS APPROVED | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (2,031)</u> | <u>\$ -</u> |
| Funds Advanced | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| EXCESS OF FUNDS ADVANCED | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| RECEIVED DURING CURRENT YEAR | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Final AMCC Date | 9/18/2023 | 9/18/2023 | 9/18/2023 | 9/18/2023 | 9/18/2023 | 9/18/2023 |

2. The distribution of costs by project as shown on the Final Actual Modernization Cost Certificates dated as noted above accompanying the Actual Modernization Grant Cost Certificates submitted to HUD for approval is in agreement with the PHA's records.

3. All modernization grant costs have been paid and all related liabilities have been discharged through payment.

CITY OF MADISON

PHA'S STATEMENT AND CERTIFICATION OF ACTUAL MODERNIZATION COSTS For the Year Ended December 31, 2024

1. The Actual Modernization Costs are as follows:

| | Project | | | | | |
|------------------------------|-------------------|-----------------------|---------------------|-----------------------|-----------------------|-----------------------|
| | WI39-P003-501-19 | WI39-P003-501-20 | WI39-P003-501-21 | WI39-P003-501-22 | WI39-P003-501-23 | WI39-P003-501-24 |
| Funds Approved | \$ 1,684,754 | \$ 1,804,532 | \$ 1,913,865 | \$ 2,300,915 | \$ 2,348,832 | \$ 2,432,712 |
| Funds Expended | \$ 1,676,349 | \$ 604,299 | \$ 1,602,010 | \$ 690,274 | \$ 702,438 | \$ 729,814 |
| EXCESS OF FUNDS APPROVED | <u>\$ (8,405)</u> | <u>\$ (1,200,233)</u> | <u>\$ (311,855)</u> | <u>\$ (1,610,641)</u> | <u>\$ (1,646,394)</u> | <u>\$ (1,702,898)</u> |
| Funds Advanced | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| EXCESS OF FUNDS ADVANCED | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| RECEIVED DURING CURRENT YEAR | <u>\$ 705,016</u> | <u>\$ 63,015</u> | <u>\$ 811,877</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 729,814</u> |
| Final AMCC Date | Incomplete | Incomplete | Incomplete | Incomplete | Incomplete | Incomplete |

2. The distribution of costs by project as shown on the Final Actual Modernization Cost Certificates dated as noted above accompanying the Actual Modernization Grant Cost Certificates submitted to HUD for approval is in agreement with the PHA's records.

3. All modernization grant costs have been paid and all related liabilities have been discharged through payment.