



**City of Yuma, Arizona**  
**Single Audit Report**  
Year Ended June 30, 2023

**City of Yuma, Arizona  
Single Audit Report  
For the Year Ended June 30, 2023**

<b><u>Contents</u></b>	<b><u>Page</u></b>
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 <i>Government Auditing Standards</i>	1
Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	3
Schedule of Expenditures of Federal Awards	6
Notes to the Schedule of Expenditures of Federal Awards	8
Schedule of Findings and Questioned Costs	9
Auditee Response	
Cover Letter	11
Corrective Action Plan	12
Summary Schedule of Prior Audit Findings	13

**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**

Honorable Mayor and Members of the City Council  
City of Yuma, Arizona

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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Yuma, Arizona, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City of Yuma, Arizona’s basic financial statements, and have issued our report thereon dated December 27, 2023 . Our report included an emphasis of matter paragraph as to comparability because of the implementation of Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, and GASB Statement No. 99, *Omnibus 2022*.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered City of Yuma, Arizona’s internal control over financial reporting (internal control) as a basis for designing the 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 City of Yuma, Arizona’s internal control. Accordingly, we do not express an opinion on the effectiveness of City of Yuma, Arizona’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 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 did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item FS-2023-001 that we consider to be a material weakness.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether City of Yuma, Arizona'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*.

### **City of Yuma, Arizona's Response to Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the City of Yuma, Arizona's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. City of Yuma, Arizona'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.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.  
Scottsdale, Arizona  
December 27, 2023

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

Honorable Mayor and Members of the City Council  
City of Yuma, Arizona

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited City of Yuma, Arizona’s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City of Yuma, Arizona’s major federal programs for the year ended June 30, 2023. City of Yuma, Arizona’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Yuma, Arizona complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

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

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

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Yuma, Arizona's compliance based on our audit.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Yuma, Arizona'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 City of Yuma, Arizona'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 Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Yuma, Arizona's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control Over Compliance**

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

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Yuma, Arizona as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City of Yuma, Arizona's basic financial statements. We issued our report thereon dated December 27, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Scottsdale, Arizona  
December 27, 2023

**City of Yuma, Arizona**  
**Schedule of Expenditures of Federal Awards**  
**Fiscal Period 7/1/2022 - 6/30/2023**

<i>Federal Awarding Agency/Program Title</i>	<i>Federal AL Number</i>	<i>Additional Award Identification (Optional)</i>	<i>Name of Funder Pass-Through Entity</i>	<i>Identifying Number Assigned By Funder Pass-Through Entity</i>	<i>Total Amount Provided to Sub-Recipients</i>	<i>Federal Expenditures</i>	<i>Federal Program Total</i>	<i>Cluster Name</i>	<i>Cluster Total</i>
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>									
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-17-MC-04-0509				\$13,521	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-18-MC-04-0508				\$19,625	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-19-MC-04-0508				\$3,948	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-20-MC-04-0508				\$36,328	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-21-MC-04-0508			\$9,619	\$448,583	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	B-22-MC-04-0508			\$121,303	\$588,586	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
COVID-19 COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218	COVID-19, B-20-MW-04-0508				\$206,311	\$1,316,902	CDBG - ENTITLEMENT GRANTS CLUSTER	\$1,316,902
HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239	M19-DC040230				\$94,926	\$402,120	N/A	\$0
HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239	M20-DC040230				\$141,849	\$402,120	N/A	\$0
HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239	M21-DC040230				\$48,872	\$402,120	N/A	\$0
HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239	M22-DC040230				\$36,985	\$402,120	N/A	\$0
COVID-19 HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239	COVID-19, M21-DP040230				\$79,488	\$402,120	N/A	\$0
<b>TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						<b>\$130,922</b>	<b>\$1,719,022</b>		
<b>DEPARTMENT OF THE INTERIOR</b>									
RECLAMATION STATES EMERGENCY DROUGHT RELIEF	15.514	R22AP00319				\$1,500	\$1,500	N/A	\$0
<b>TOTAL DEPARTMENT OF THE INTERIOR</b>						<b>\$1,500</b>			
<b>DEPARTMENT OF JUSTICE</b>									
COVID-19 CORONAVIRUS EMERGENCY SUPPLEMENTAL FUNDING PROGRAM	16.034	COVID-19, 2020-VD-BX-1660				\$82,523	\$82,523	N/A	\$0
BULLETPROOF VEST PARTNERSHIP PROGRAM	16.607	BVP21				\$25,825	\$25,825	N/A	\$0
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM	16.738	2019-DJ-BX-0887				\$28,888	\$100,883	N/A	\$0
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM	16.738	2019-DG-BX-0031				\$40,777	\$100,883	N/A	\$0
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM	16.738	2020-DJ-BX-0949				\$31,218	\$100,883	N/A	\$0
<b>TOTAL DEPARTMENT OF JUSTICE</b>						<b>\$209,231</b>			
<b>DEPARTMENT OF TRANSPORTATION</b>									
RECREATIONAL TRAILS PROGRAM	20.219		ARIZONA STATE PARKS YUMA COUNTY	472107		\$34,005	\$34,005	N/A	\$0
FEDERAL TRANSIT_FORMULA GRANTS	20.507		INTERGOVERNMENTAL PUBLIC TRANSPORTATION AUTHORITY YUMA COUNTY	AZ-90-X132		\$24,162	\$467,229	FEDERAL TRANSIT CLUSTER	\$467,229
FEDERAL TRANSIT_FORMULA GRANTS	20.507		INTERGOVERNMENTAL PUBLIC TRANSPORTATION AUTHORITY	AZ-90-X127		\$443,067	\$467,229	FEDERAL TRANSIT CLUSTER	\$467,229
STATE AND COMMUNITY HIGHWAY SAFETY	20.600		ARIZONA GOVERNOR'S OFFICE OF HIGHWAY AND SAFETY	2022-PTS-076		\$2,492	\$13,950	HIGHWAY SAFETY CLUSTER	\$28,148
STATE AND COMMUNITY HIGHWAY SAFETY	20.600		ARIZONA GOVERNOR'S OFFICE OF HIGHWAY AND SAFETY	2023-PTS-078		\$11,458	\$13,950	HIGHWAY SAFETY CLUSTER	\$28,148
NATIONAL PRIORITY SAFETY PROGRAMS	20.616		ARIZONA GOVERNOR'S OFFICE OF HIGHWAY AND SAFETY	2022-405d-058		\$4,198	\$15,427	HIGHWAY SAFETY CLUSTER	\$28,148
NATIONAL PRIORITY SAFETY PROGRAMS	20.616		ARIZONA GOVERNOR'S OFFICE OF HIGHWAY AND SAFETY	2023-405d-052		\$10,000	\$15,427	HIGHWAY SAFETY CLUSTER	\$28,148
<b>TOTAL DEPARTMENT OF TRANSPORTATION</b>						<b>\$529,382</b>			



**DEPARTMENT OF TREASURY**

COVID-19 CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID-19, SLT-2574-P&E			\$3,849,486	\$3,988,290	N/A	\$0
<i>COVID-19 CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS</i>	21.027	<i>COVID-19</i>	<i>ARIZONA OFFICE OF TOURISM</i>	<i>GR-ARPA-11122021-03-006</i>	\$36,004	\$3,988,290	N/A	\$0
<i>COVID-19 CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS</i>	21.027	<i>COVID-19</i>	<i>ARIZONA OFFICE OF TOURISM</i>	<i>GR-ARPA-11182021-04-012</i>	\$102,800	\$3,988,290	N/A	\$0

**TOTAL DEPARTMENT OF TREASURY**

\$3,988,290

**ENVIRONMENTAL PROTECTION AGENCY**

BROWNFIELDS MULTIPURPOSE, ASSESSMENT, REVOLVING LOAN FUND, AND CLEANUP COOPERATIVE AGREEMENTS	66.818	BW-98T23701-0			\$213,304	\$213,304	N/A	\$0
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**TOTAL ENVIRONMENTAL PROTECTION AGENCY**

\$213,304

**DEPARTMENT OF HEALTH AND HUMAN SERVICES**

DRUG-FREE COMMUNITIES SUPPORT PROGRAM GRANTS	93.276	1 NH28CE002954			\$100,926	\$100,926	N/A	\$0
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**TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES**

\$100,926

**DEPARTMENT OF HOMELAND SECURITY**

<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	200438-01	\$148,099	\$767,475	N/A	\$0
<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	210416-01	\$476,444	\$767,475	N/A	\$0
<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	21041602	\$46,647	\$767,475	N/A	\$0
<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	190408-01	\$33,895	\$767,475	N/A	\$0
<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	210408-01	\$6,715	\$767,475	N/A	\$0
<i>HOMELAND SECURITY GRANT PROGRAM</i>	97.067		<i>ARIZONA DEPARTMENT OF HOMELAND SECURITY</i>	220409-01	\$55,675	\$767,475	N/A	\$0

**TOTAL DEPARTMENT OF HOMELAND SECURITY**

\$767,475

**TOTAL EXPENDITURE OF FEDERAL AWARDS**

\$130,922      \$7,529,130

Please Note:  
*Italicized award lines indicate pass-through funding*

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of the schedule.

**City of Yuma, Arizona**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2023**

**Significant Accounting Policies Used in Preparing the SEFA**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of City of Yuma, Arizona under programs of the federal government for the year ended June 30, 2023. The information in the 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). 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. Expenditures reported on the Schedule are reported on the 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. Any negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

**10% De Minimis Indirect Cost Rate**

The auditee did not use the de minimis indirect cost rate.

**Assistance Listing Numbers**

The program titles and Assistance Listing numbers were obtained from the federal or pass-through grantor or through sam.gov. If the three-digit Assistance Listing extension is unknown, there is a U followed by a two-digit number in the Assistance Listing extension to identify one or more Federal award lines from that program. The first Federal program with an unknown three-digit extension is indicated with U01 for all award lines associated with that program, the second is U02, etc.

**City of Yuma, Arizona  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2023**

**Summary of Auditor's Results:**

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Significant deficiency(ies) identified: No
- Material weakness(es) identified: Yes

Noncompliance material to financial statements noted: No

Federal Awards

Internal control over major programs:

- Significant deficiency(ies) identified: No
- Material weakness(es) identified: No

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

Any audit findings disclosed that are required to be reported in accordance with §200.516 of Uniform Guidance: No

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee: No

**Findings Related to Financial Statements Reported in Accordance with *Government Auditing Standards*: Yes**

**Findings and Questioned Costs Related to Federal Awards: No**

**Summary Schedule of Prior Audit Findings required to be reported: Yes**

**City of Yuma, Arizona**  
**Schedule of Findings and Questioned Costs**  
**Year Ended June 30, 2023**

**Findings Related to Financial Statements Reported in Accordance with  
*Government Auditing Standards***

**Finding Number:** FS-2023-001

**Repeat Finding:** No

**Type of Finding:** Material Weakness

**Description:** Utility Revenue Accrual

Criteria

Management is responsible for establishing and maintaining internal controls to ensure the City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). Controls should include a review of the financial statements to ensure all accounting transactions are properly reflected within the financial statements.

Condition

A year-end accrual adjustment for utility revenues and receivables was not made.

Cause

The City's internal controls over financial reporting were not properly designed to prevent or detect the missing accrual entry for utility revenues and receivables.

Effect

Audit adjustments were necessary to properly state the City's financial statements.

Context

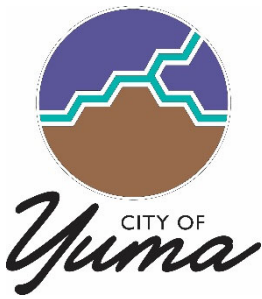
Utility revenues and receivables were understated in the Water Fund (\$1,113,602), Wastewater Fund (\$676,149) and Solid Waste Fund (\$180,088).

Recommendation

The City should ensure the financial statements are prepared in accordance with GAAP. The City should consider making a checklist of all year-end adjustments to ensure all adjustments are made.

Views of Responsible Officials

See Corrective Action Plan.



**FINANCE DEPARTMENT**

One City Plaza  
Yuma, Arizona 85364-1436  
Phone: (928) 373-5000

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December 27, 2023

To Whom It May Concern:

The accompanying Corrective Action Plan has been prepared as required by U.S. Office of Management and Budget Uniform Guidance. The name of the contact person responsible for corrective action, the planned corrective action, and the anticipated completion date for each finding included in the current year's Schedule of Findings and Questioned Costs have been provided.

In addition, we have also prepared the accompanying Summary Schedule of Prior Audit Findings which includes the status of audit findings reported in the prior year's audit.

Sincerely,

Douglas W. Allen, CPA  
Director of Finance

**City of Yuma, Arizona  
Corrective Action Plan  
Year Ended June 30, 2023**

**Findings Related to Financial Statements Reported in Accordance with *Government Auditing Standards***

Finding Number: FS-2023-001

Contact Person: Douglas W. Allen

Anticipated Completion Date: December 31, 2023

Planned Corrective Action: City management will ensure a thorough comprehensive list of all accounting functions is maintained. This list will:

- Include all year-end audit requests
- Be reviewed and updated no less than quarterly
- Incorporated when evaluating quarterly year-end closings
- Contain all individual accounting staff's checklists for their year-end adjustments

The Utility Revenue Accrual is the final billing cycle for services provided at the end of June 2023, as noted in the City's Annual Comprehensive Financial Statements Note Disclosures I.F.5 page 73 "*Subsequently Billed Accounts Receivable*".

- Billings for this cycle occur and payments received in the following fiscal year 2024. Revenue was received 2024 and recorded in 2024, and not reallocated 2023.
- The amounts of this billing cycle represent between 3.3% and 3.9% of each individual enterprises total operating revenue.

**City of Yuma, Arizona**  
**Summary Schedule of Prior Audit Findings**  
**Year Ended June 30, 2023**

**Status of Findings Related to Financial Statements Reported in Accordance with *Government Auditing Standards***

Finding Number: FS-2022-001

Status: Fully corrected.