

CITY OF SAN BUENAVENTURA, CALIFORNIA
SINGLE AUDIT OF FEDERALLY ASSISTED
GRANT PROGRAMS
YEAR ENDED JUNE 30, 2021



WEALTH ADVISORY | OUTSOURCING
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**CITY OF SAN BUENAVENTURA
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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and Members of City Council
City of San Buenaventura
San Buenaventura, California

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 the City of San Buenaventura, California (the City), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 10, 2021.

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

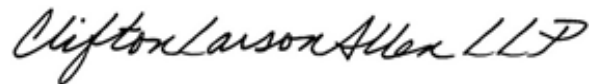
Honorable Mayor and Members of City Council
City of San Buenaventura

Compliance and Other Matters

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

Purpose of this Report

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



CliftonLarsonAllen LLP

Irvine, California
December 10, 2021



**INDEPENDENT AUDITORS' 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 City Council
City of San Buenaventura
San Buenaventura, California

Report on Compliance for Each Major Federal Program

We have audited the City of San Buenaventura's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2021. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

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 its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City 's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

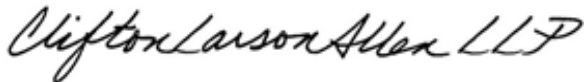
Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 10, 2021, 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.

Honorable Mayor and Members of City Council
City of San Buenaventura

***Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance
(Continued)***

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 as a whole.

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

CliftonLarsonAllen LLP

Irvine, California
June 21, 2022

**CITY OF SAN BUENAVENTURA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2021**

<u>Federal Grantor / Pass-Through Grantor / Program / Cluster Title / Project</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>	<u>Passed-Through to Subrecipients</u>
U.S. Department of Agriculture				
Passed-Through California Department of Education:				
Child and Adult Care Food Program	10.558	2571-00	\$ 30,843	\$ -
Total U.S. Department of Justice			30,843	-
U.S. Department of Commerce				
Passed-Through Ventura County Community Foundation:				
Statistical, Research, and Methodology Assistance - US Census Bureau	11.016	C8956326	22,000	-
Total U.S. Department of Commerce			22,000	-
U.S. Department of Housing and Urban Development				
Direct Assistance:				
Community Development Block Grants - Entitlement Grants Cluster:				
Community Development Block Grants/Entitlement Grants	14.218	N/A	818,159	433,197
COVID-19 - Community Development Block Grants/Entitlement Grants	14.218	N/A	312,806	304,493
Subtotal Community Development Block Grants - Entitlement Grants Cluster			1,130,965	737,690
Home Investment Partnerships Program	14.239	N/A	101,140	-
Home Investment Partnerships Program Income	14.239	N/A	273,435	-
Subtotal Home Investment Partnerships Program			374,575	-
Total U.S. Department of Housing and Urban Development			1,505,540	737,690
U.S. Department of Interior				
Direct Assistance:				
Bureau of Reclamation:				
Title XVI Water Reclamation and Reuse	15.504	N/A	444,173	-
Water SMART (Sustain and Manage America's Resources for Tomorrow)	15.507	N/A	145,942	-
Total U.S. Department of Interior			590,115	-
U.S. Department of Justice				
Direct Assistance:				
BJA Coronavirus Emergency Supplemental Funding Program	16.034	N/A	89,406	-
Passed-Through City of Oxnard				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-DG-BX-0852	739	-
Total U.S. Department of Justice			90,145	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF SAN BUENAVENTURA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title / Project	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed-Through to Subrecipients
U.S. Department of Transportation				
Passed-Through State of California Department of Transportation:				
Highway Planning and Construction Cluster:				
Highway Planning and Construction	20.205	RPSTPLE-5026(048)	\$ 6,401	\$ -
Highway Planning and Construction	20.205	STPL-5026(051)	88,637	-
Highway Planning and Construction	20.205	CML-5026(054)	730,183	-
Highway Planning and Construction	20.205	CML-5026(062)	33,588	-
Subtotal Highway Planning and Construction Cluster			<u>858,809</u>	<u>-</u>
Passed-Through State of California Office of Traffic Safety:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	PT20135	6,585	-
State and Community Highway Safety	20.600	PT210272	50,042	-
Subtotal Highway Safety Cluster			<u>56,627</u>	<u>-</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT20135	5,174	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT210272	46,192	-
Subtotal Minimum Penalties for Repeat Offenders for Driving While Intoxicated			<u>51,366</u>	<u>-</u>
Total U.S. Department of Transportation			966,802	-
U.S. Department of Treasury				
Passed-Through State of California:				
COVID-19 - Coronavirus Relief Funds	21.019	None	1,312,204	-
Passed-Through County of Ventura				
COVID-19 - Cities Assistance Program	21.019	SLT-0158	710,510	-
Subtotal COVID-19 - Coronavirus Relief Funds			<u>2,022,714</u>	<u>-</u>
Direct Assistance:				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	8,160,574	-
Total U.S. Department of Treasury			10,183,288	-
U.S. Department of Health and Human Services				
Passed-Through County of Ventura:				
Aging Cluster:				
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.045	3500FY20-10	63,686	-
Total U.S. Department of Health and Human Services			63,686	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF SAN BUENAVENTURA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title / Project	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed-Through to Subrecipients
U.S. Department of Homeland Security				
Passed-Through State of California Department of Parks and Recreation: Boating Safety Financial Assistance	97.012	C8956326	\$ 40,396	\$ -
Passed-Through California Office of Emergency Services: Disaster Grants - Public Assistance	97.036	FEMA-4353-DR-CA	54,835	-
Direct Assistance: 2019 Assistance to Firefighters Grant	97.044	N/A	229,747	-
Passed-Through City of Oxnard Fire Department: 2019 Assistance to Firefighters Grant	97.044	EMW-2019-FG-09826	36,596	-
Subtotal Assistance to Firefighters Grant			266,343	-
Passed-Through Ventura County Sheriff's Office: 2018 Homeland Security	97.067	18-HSGP-24	2,104	
2018 Homeland Security Hazmat Equipment	97.067	18-HSGP-21	31,294	
2019 Homeland Security	97.067	19-SHSGP-23	24,258	
2019 Emergency Management Performance Grant	97.067	19-EMPG-9	22,551	-
Subtotal Homeland Security Grant Program			80,207	-
Total U.S. Department of Homeland Security			441,781	-
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 13,894,200	\$ 737,690

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF SAN BUENAVENTURA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2021

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of San Buenaventura (the City) under programs of the federal government as well as federal financial assistance passed through other government agencies for the year ended June 30, 2021. 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). 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 statements of the City. The City's reporting entity is defined in Note 1 of the notes to the City's financial statements.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting for governmental funds and the accrual basis for proprietary funds, which is described in Note 1 of the notes to the City's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, for all awards with the exception of Assistance Listing 21.019 which follow criteria determined by the Department of Treasury for allowability of costs. Under these principles, certain type of expenditures are not allowable or are limited to reimbursements.

The total expenditure amount presented for the United States Department of Homeland Security, Disaster Grants – Public Assistance (Assistance Listing 97.036), includes expenditures incurred in the prior fiscal year related to the Thomas Fire that swept through the City on December 4, 2017. Grant reporting requirements call for amounts to be reported in the year in which the federal government obligates funding for the project reimbursement requests regardless of when the expenditures were incurred.

NOTE 3 INDIRECT COST RATE

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

**CITY OF SAN BUENAVENTURA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2021**

NOTE 4 CONTINGENCIES

Under the terms of federal and state grants, additional audits may be requested by the grantor agencies and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a request for reimbursement to the grantor agencies.

**CITY OF SAN BUENAVENTURA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

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

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
21.019	Coronavirus Relief Funds
21.027	Coronavirus State and Local Fiscal Recovery Funds
97.044	Assistance to Firefighters Grant

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

Auditee qualified as low-risk auditee? x yes _____ no

**CITY OF SAN BUENAVENTURA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2021**

Section II – Financial Statement Findings

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

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

**CITY OF SAN BUENAVENTURA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2021**

Financial Statement Findings

There were no financial statement findings in the prior year.

Federal Program Award Findings

Finding 2020-001 – Timeliness of Report Submissions

Condition: During our testing, we noted the annual submission of the CAPER report for the fiscal year ended June 30, 2020, submission was filed on January 5, 2021.

Status: Corrected.

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