

CITY OF SPRINGFIELD, ILLINOIS

SINGLE AUDIT REPORT

FOR THE FISCAL YEAR ENDED
FEBRUARY 29, 2024

CITY OF SPRINGFIELD, ILLINOIS

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CITY OF SPRINGFIELD, ILLINOIS

Schedule of Expenditures of Federal Awards
For the Year Ended February 29, 2024

<i>Cluster Name</i>			Assistance Listing Number	Program/Grant Number	Expenditures	Amount Provided to Subrecipients
Federal Grantor	Pass-Through Grantor	Program Title				
<i>CDBG - Entitlement/Special Purpose Grants Cluster</i>						
Department of Housing and Urban Development	N/A	Community Development	14.218	B-19-MC17-0023	\$ 267,781	5,810
		Block Grants/Entitlement	14.218	B-20-MC-17-0023	248,365	95,272
		Grants	14.218	B-21-MC-17-0023	59,771	47,107
			14.218	B-22-MC-17-0023	486,948	45,000
			14.218	B-23-MC-17-0023	122,683	28,039
			14.218	B-20-MW-17-0023	293,909	293,909
<i>Total CDBG - Entitlement/Special Purpose Grants Cluster</i>					1,479,457	515,138
<i>Highway Safety Cluster</i>						
Department of Transportation	Illinois Department of Transportation	State and Community Highway Safety	20.600	343-35684	17,133	-
			20.600	HS-24-0187	4,681	-
<i>Total Highway Safety Cluster</i>					21,814	-
<i>Other Federal Programs</i>						
Department of Housing and Urban Development	N/A	Home Investment Partnerships Program	14.239	M-20-MC-17-0209	273,686	273,686
			14.239	M-21-MC-17-0209	495,253	442,738
			14.239	M-22-MC-17-0209	485,781	489,681
			14.239	M-23-MC-17-0209	303,530	303,530
<i>Total 14.239</i>					1,558,250 *	1,509,635
Department of Housing and Urban Development	N/A	Lead Hazard Reduction Demonstration Grant Program	14.905	ILLHD0475-21	252,394	-
Department of Housing and Urban Development	N/A	Healthy Homes Protection Program	14.913	ILHHP0054-22	100,609	-
Department of Justice	N/A	Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	15PBJA-21-GG-04324-NTCP	62,362	-
Department of Justice	N/A	Equitable Sharing Program	16.922	N/A	45,849	-
			16.922	IL0840200	18,748	-
<i>Total 16.922</i>					64,597	-

See accompanying notes to the schedule of expenditures of federal awards.

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Expenditures of Federal Awards - Continued
For the Year Ended February 29, 2024

<i>Cluster Name</i>			Assistance Listing Number	Program/Grant Number	Expenditures	Amount Provided to Subrecipients
Federal Grantor	Pass-Through Grantor	Program Title				
<i>Other Federal Programs - Continued</i>						
Department of Justice	N/A	Organized Crime Drug Enforcement Task Force	16.U01	N/A	624	-
Department of Justice	N/A	Drug Enforcement Admin Task Force	16.U02	N/A	6,708	-
Department of Justice	N/A	US Marshal Service Task Force	16.U03	N/A	23,792	-
Department of Transportation	N/A	National Infrastructure	20.933	FR-BLD-0002-20-01-00	814,070	-
	N/A	Investments	20.933	FR-BLD-0002-20-01-00	616,175	-
	Illinois Department of Transportation	National Infrastructure Investments	20.933	N/A	1,392,264	-
				Total 20.933	2,822,510	-
Department of the Treasury	N/A	Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	7,386,920	*
Environmental Protection Agency	Illinois Environmental Protection Agency	Drinking Water State Revolving Fund	66.468	L17-5835	646,688	-
Corporation for National and Community Service (CNCS)	N/A	Americorps State and National 94.006	94.006	N/A	171,777	-
Department of Homeland Security	N/A	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	N/A	108,651	-
Department of Homeland Security	N/A	Assistance to Firefighters Grant	97.044	N/A	28,542	-

See accompanying notes to the schedule of expenditures of federal awards.

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Expenditures of Federal Awards - Continued
For the Year Ended February 29, 2024

<i>Cluster Name</i>			Assistance Listing Number	Program/Grant Number	Expenditures	Amount Provided to Subrecipients
Federal Grantor	Pass-Through Grantor	Program Title				
<i>Other Federal Programs - Continued</i>						
Department of Homeland Security	N/A	Joint Terrorism Task Force	97.U01	N/A	1,085	-
TOTAL FEDERAL AWARDS EXPENDED					14,736,781	2,024,773

** - Denotes Major Federal Program*

See accompanying notes to the schedule of expenditures of federal awards.

CITY OF SPRINGFIELD, ILLINOIS

Notes to the Schedule of Expenditures of Federal Awards February 29, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the City under programs of the federal government for the year ended February 29, 2024. The information in this Schedule is presented in accordance with the requirements of Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures

Expenditures reported on the Schedule are reported on the accrual basis of accounting.

Pass-Through Entities

Pass-through entity identifying numbers are presented on the Schedule where available.

NOTE 3 – 10% DE MINIMIS INDIRECT COST RATE

The City has selected to use the 10% de minimis indirect cost rate as permitted by 2 CFR Section 200.414.

CITY OF SPRINGFIELD, ILLINOIS

Notes to the Schedule of Expenditures of Federal Awards February 29, 2024

NOTE 4 – SUBRECIPIENT RELATIONSHIPS

The City of Springfield provided ALN #14.218 – Community Development Block Grants/Entitlement Grants to the following subrecipients:

Assistance Listing Number	Additional Award Number	Subrecipient Name	Amount Passed Through to Subrecipient
14.218	B-19-MC-17-0023-CDBG	The Phoenix Center	\$ 5,810
14.218	B-20-MC-17-0023-CDBG	Garvey Tubman Cultural Arts & Research Center	8,804
14.218	B-20-MC-17-0023-CDBG	Children’s Museum Foundation Corporation	76,469
14.218	B-20-MC-17-0023-CDBG	M.E.R.C.Y Communities, Inc.	10,000
14.218	B-21-MC-17-0023-CDBG	Springfield Center for Independent Living	17,889
14.218	B-21-MC-17-0023-CDBG	The Outlet	25,934
14.218	B-21-MC-17-0023-CDBG	Fifth Street Renaissance	3,284
14.218	B-22-MC-17-0023-CDBG	Land of Lincoln Goodwill	45,000
14.218	B-23-MC-17-0023-CDBG	Springfield Center for Independent Living	7,700
14.218	B-23-MC-17-0023-CDBG	Fifth Street Renaissance	20,339
14.218	B-20-MW-17-0023-CDBGCV	The Salvation Army	154,909
14.218	B-20-MW-17-0023-CDBGCV	Springfield Park District	49,000
14.218	B-20-MW-17-0023-CDBGCV	Helping Hands of Springfield	90,000
			<u>515,138</u>

The City of Springfield provided ALN #14.239 – HOME Investment Partnerships Program to the following subrecipients:

Assistance Listing Number	Additional Award Number	Subrecipient Name	Amount Passed Through to Subrecipient
14.239	M-20-MC-17-0209-HOME	Helping Hands of Springfield	\$ 273,686
14.239	M-21-MC-17-0209-HOME	Nehemiah Expansion	316,424
14.239	M-21-MC-17-0209-HOME	Helping Hands of Springfield	126,314
14.239	M-22-MC-17-0209-HOME	Nehemiah Expansion	489,681
14.239	M-23-MC-17-0209-HOME	Nehemiah Expansion	296,400
14.239	M-23-MC-17-0209-HOME	Growth International, Inc.	7,130
			<u>1,509,635</u>

CITY OF SPRINGFIELD, ILLINOIS

Notes to the Schedule of Expenditures of Federal Awards February 29, 2024

NOTE 5 – LOAN AND LOAN GUARANTEE PROGRAMS

Under the Community Development Block Program (ALN 14.218), the City of Springfield administers loan programs which are accounted for in the Community Development Fund, a special revenue fund. As of February 29, 2024, the loans outstanding under these programs total \$84,070.



**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***

October 25, 2024

The Honorable City Mayor
Members of the City Council
City of Springfield, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Springfield, Illinois, as of and for the year ended February 29, 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 October 25, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City's internal control. Accordingly, we do not express an opinion on the effectiveness of City's internal control.

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

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

City of Springfield, Illinois
October 25, 2024

Reporting 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*.

We noted certain other matters that we reported to management of the City in a separate letter dated October 25, 2024.

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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP



**INDEPENDENT AUDITORS' REPORT
ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY UNIFORM GUIDANCE
AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

November 19, 2024

The Honorable City Mayor
Members of the City Council
City of Springfield, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Springfield, Illinois' 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 of Springfield's major federal programs for the year ended February 29, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompany schedule of findings and questioned costs.

In our opinion, the City of Springfield, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended February 29, 2024.

Basis for Opinion on Each Major Program

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). 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 Springfield, Illinois 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 Springfield, Illinois'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 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 Springfield, Illinois'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 generally accepted auditing standards, *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's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 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 City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

City of Springfield, Illinois
November 19, 2024

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 may exist that have not been 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.

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 of Springfield, Illinois as of and for the year ended February 29, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated October 25, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by 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.

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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Findings and Questioned Costs Year Ended February 29, 2024

SECTION 1 – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued on the financial statements: Unmodified

Internal control over financial reporting:

Material weakness(es) identified: No

Significant deficiencies identified: No

Noncompliance material to the financial statements noted: No

Federal Awards

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

Internal control over major programs:

Material weakness(es) identified: No

Significant deficiencies identified: No

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR 200.516(a): No

Major programs identified:

ALN Number(s)

14.239

21.027

Name of Federal Program (Cluster)

HOME Investment Partnerships Program

Coronavirus State and Local Fiscal Recovery Funds

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

\$750,000

Auditee qualified as a low-risk auditee: Yes

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Findings and Questioned Costs – Continued
Year Ended February 29, 2024

SECTION 2 – FINANCIAL STATEMENT AUDIT FINDINGS

None Noted

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Findings and Questioned Costs – Continued
Year Ended February 29, 2024

SECTION 3 – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Noted

CITY OF SPRINGFIELD, ILLINOIS

Schedule of Findings and Questioned Costs – Continued
Year Ended February 29, 2024

SECTION 4 – PRIOR YEAR AUDIT FINDINGS

None Noted