

CITY OF WENTZVILLE, MISSOURI

SINGLE AUDIT REPORT

DECEMBER 31, 2023

CITY OF WENTZVILLE, MISSOURI
SINGLE AUDIT REPORT
WENTZVILLE, MISSOURI

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CITY OF WENTZVILLE, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
U.S. Department of Transportation			
Highway Safety Cluster			
Passed through Missouri Department of Transportation:			
Occupant Protection	20.616	24-M2HVE-05-031	\$ 3,065
Occupant Protection	20.616	23-M2HVE-05-030	5,784
Total passed through Missouri Department of Transportation			<u>8,849</u>
Passed through Missouri Department of Transportation:			
Hazardous Moving Violations	20.600	23-PT-02-154	7,632
Hazardous Moving Violations	20.600	24-PT-02-150	6,722
Total passed through Missouri Department of Transportation			<u>14,354</u>
Total Highway Safety Cluster			<u>23,203</u>
Passed through Missouri Department of Transportation:			
DWI Saturation Enforcement	20.607	24-154-AL-132	3,537
DWI Saturation Enforcement	20.607	23-154-AL-113	5,216
Youth Alcohol	20.607	23-154-AL-114	5,426
Total passed through Missouri Department of Transportation			<u>14,179</u>
Highway Planning and Construction Cluster			
Passed through Missouri Department of Transportation:			
Highway Planning and Construction Grant	20.205	STP-7304 (612)	50,436
Highway Planning and Construction Grant	20.205	STP-7304 (613)	823,566
Highway Planning and Construction Grant	20.205	STP-7304 (618)	57,859
Highway Planning and Construction Grant	20.205	TAP-7304(617)	14,912
Highway Planning and Construction Grant	20.205	CMAQ-7304 (609)	1,584,238
Highway Planning and Construction Grant	20.205	CMAQ-7304 (615)	132,111
Highway Planning and Construction Grant	20.205	CMAQ-7304 (619)	30,649
Total passed through Missouri Department of Transportation/Highway Planning and Construction Cluster			<u>2,693,771</u>
Total U.S. Department of Transportation			<u>2,731,153</u>
U.S. Department of Treasury			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027		<u>746,001</u>
U.S. Department of Public Safety and Homeland Security			
Passed through Missouri State Emergency Management Agency			
Emergency Management Performance Grant	97.042	EMK-2023-EP-00004.114	<u>45,946</u>
Passed through Missouri State Emergency Management Agency			
Hazard Mitigation Grant	97.036	SEMA-FMD-66	57,726
Hazard Mitigation Grant	97.036	SEMA-FMD-70	78,472
Hazard Mitigation Grant	97.036	SEMA-FMD-11	11,250
Hazard Mitigation Grant	97.036	SEMA-FMD-9	5,199
Hazard Mitigation Grant	97.036	SEMA-FMD-142	1,489
Total passed through Missouri State Emergency Management Agency			<u>154,136</u>
Total U.S. Department of Public Safety and Homeland Security			<u>200,082</u>
U.S. Department of Justice			
Bulletproof Vest Partnership	16.607	2023BUBX23036758	<u>3,825</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ <u><u>3,681,061</u></u>

CITY OF WENTZVILLE, MISSOURI
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principals contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

NOTE 2 - INDIRECT COST RATE

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

NOTE 3 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Wentzville, Missouri under programs of the federal government for the year ended December 31, 2023. 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, Costs Principals, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of City of Wentzville, Missouri, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Wentzville, Missouri.

NOTE 4 - SUB-RECIPIENTS

There were no awards passed through to sub-recipients.

**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***



The Honorable Mayor and Members of the Board of Aldermen
City of Wentzville, Missouri

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 *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Wentzville, Missouri, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City of Wentzville, Missouri’s basic financial statements, and have issued our report thereon dated June 20, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Wentzville, Missouri’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 of Wentzville, Missouri’s internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Wentzville, Missouri’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.

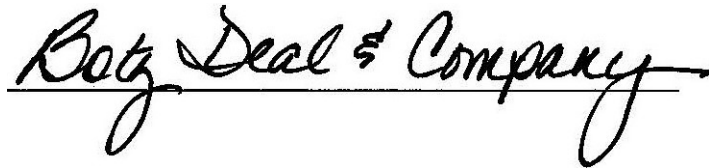
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Wentzville, Missouri'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 and 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.

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St. Charles, Missouri
June 20, 2024

**INDEPENDENT AUDITOR’S REPORT ON
COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**



The Honorable Mayor and Members of the Board of Aldermen
City of Wentzville, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Wentzville, Missouri’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 the City of Wentzville, Missouri’s major federal programs for the year ended December 31, 2023. City of Wentzville, Missouri’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 Wentzville, Missouri 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 other major federal programs for the year ended December 31, 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; 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 the City of Wentzville, Missouri and to meet our 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 the City of Wentzville, Missouri’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 of Wentzville, Missouri’s federal 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 of Wentzville, Missouri'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 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 of Wentzville, Missouri'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 of Wentzville, Missouri'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 of Wentzville, Missouri'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 the City of Wentzville, Missouri'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.

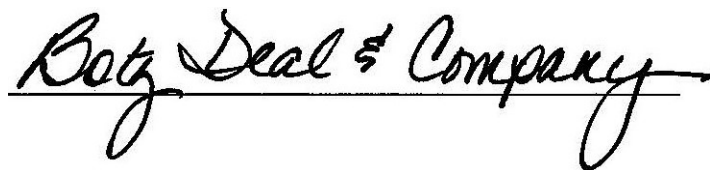
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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, business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Wentzville, Missouri, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City of Wentzville, Missouri's basic financial statements. We issued our report thereon dated June 20, 2024, which contained unmodified opinions on those financial statements. Our audit was performed 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 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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St. Charles, Missouri
June 20, 2024

CITY OF WENTZVILLE, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2023

A. Summary of Auditor's Results

1. The auditors' report expresses an unmodified opinion on whether the financial statements of the City of Wentzville, Missouri were prepared in accordance with GAAP.
2. No significant deficiencies relating to the audit of the financial statements are reported in the *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*.
3. No instances of noncompliance material to the financial statements of the City of Wentzville, Missouri, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the *Independent Auditor's Report on Compliance for Major Program and on Internal Control Over Compliance Required by the Uniform Guidance*.
5. The auditors' report on compliance for the major federal award programs for the City of Wentzville, Missouri expresses an unmodified opinion on all major federal programs.
6. There were no audit findings related to major federal awards programs which would be required to be reported in accordance with 2 CFR section 200.516(a) reported in this Schedule.
7. The program tested as a major program was: U.S. Department of Transportation Highway Planning and Construction Grants Cluster CFDA No. 20.205.
8. The threshold for distinguishing Type A and B programs was \$750,000.
9. The City of Wentzville, Missouri did not qualify as a low-risk auditee.

B. Findings - Financial Statement Audit

None

C. Findings and Questioned Costs - Major Federal Award Programs Audit

None

CITY OF WENTZVILLE, MISSOURI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2023

2022-001 Significant Audit Adjustments

Condition: During the audit, we proposed a material audit adjustment. Although some organizations consider audit adjustments to be part of the audit process, it does indicate a lack of either internal controls or technical knowledge as applied to the accounting records.

Criteria: Under the reporting requirements, if material audit adjustments are made by the audit team, it is considered a significant deficiency and a material weakness in financial reporting.

Cause: Errors existed in the calculation of compensated absences which were not identified by the City's current oversight and monitoring procedures.

Effect: Errors may exist in financial reports.

Recommendation: Additional monitoring and oversight controls should be incorporated into the year-end reporting process.

Current Status: Recommendation was adopted during the fiscal year ended December 31, 2023. No similar findings noted in current year audit.