

**CITY OF SANTA ANA, CALIFORNIA**  
**SINGLE AUDIT OF FEDERAL AWARDS**  
**AND OTHER FINANCIAL INFORMATION**  
**JUNE 30, 2020**



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CITY OF SANTA ANA, CALIFORNIA

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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*

To the Honorable City Council  
of the City of Santa Ana  
Santa Ana, California

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 Santa Ana, California (the City), as of and for the year ended June 30, 2020, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 10, 2020.

### **Internal Control over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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.

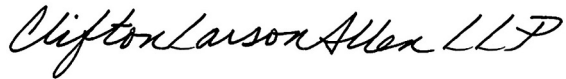
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

## **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.

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

**CliftonLarsonAllen LLP**

Irvine, California  
December 10, 2020



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE, SCHEDULE OF EXPENDITURES OF STATE AWARDS REQUIRED BY THE STATE OF CALIFORNIA, AND HOUSING AUTHORITY OF THE CITY OF SANTA ANA FINANCIAL DATA SCHEDULES REQUIRED BY THE US DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Honorable City Council  
of the City of Santa Ana  
Santa Ana, California

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

We have audited the City of Santa Ana'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, 2020. 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 the 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 US 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 each of its major federal programs for the year ended June 30, 2020.

## **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 compliance 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 the 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 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, the Schedule of Expenditures of State Awards Required by the State of California, and the Housing Authority of the City of Santa Ana Financial Data Schedules Required by the US Department of Housing and Urban Development**

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 Santa Ana as of and for the year ended June 30, 2020, 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, 2020, 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, the Schedule of Expenditures of State Awards, and the Housing Authority of the City of Santa Ana Financial Data Schedules are presented for purposes of additional analysis as required by the Uniform Guidance, the State of California, and the US Department of Housing and Urban Development, respectively, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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, the Schedule of Expenditures of State Awards, and the Housing Authority of the City of Santa Ana Financial Data Schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Irvine, California  
March 25, 2021

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**



CITY OF SANTA ANA, CALIFORNIA

**Schedule of Expenditures of Federal Awards  
For the Fiscal Year Ended June 30, 2020**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<b>U.S. Department of Housing and Urban Development</b>				
Direct Programs:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grants/Entitlement Grants:				
Community Development Block Grants	14.218	N/A	\$ 501,121	\$ -
Community Development Block Grants	14.218	N/A	445,289	-
Community Development Block Grants	14.218	N/A	1,403,996	-
Community Development Block Grants	14.218	N/A	1,109,914	-
Community Development Block Grants	14.218	N/A	1,001,043	17,370
Community Development Block Grants	14.218	N/A	3,411,862	810,171
Community Development Block Grants	14.218	N/A	211,038	39,771
COVID-19 - Community Development Block Grants	14.218	N/A	845,751	492,803
Neighborhood Stabilization Program 1	14.218	N/A	15,522	-
Neighborhood Stabilization Program 3	14.218	N/A	4,212	-
Subtotal CDBG - Entitlement Grants Cluster			8,949,748	1,360,115
Emergency Solutions Grant Program	14.231	N/A	5,910	5,910
Emergency Solutions Grant Program	14.231	N/A	449,179	372,938
COVID-19 - Emergency Solutions Grant Program	14.231	N/A	10,590	-
Subtotal Emergency Solutions Grant Program			465,679	378,848
Housing Vouchers Cluster:				
Section 8 Housing Choice Vouchers	14.871	N/A	37,606,806	-
COVID-19 - Section 8 Housing Choice Vouchers - CARES Act	14.871	N/A	69,762	-
Subtotal Section 8 Housing Choice Vouchers			37,676,568	-
Mainstream Vouchers	14.879	N/A	845,417	-
COVID-19 - Mainstream Vouchers - CARES Act	14.879	N/A	633	-
Subtotal Mainstream Vouchers			846,050	-
Subtotal Housing Voucher Cluster			38,522,618	-
Family Self-Sufficiency Program	14.896	N/A	86,754	-
Family Self-Sufficiency Program	14.896	N/A	51,104	-
Subtotal Family Self-Sufficiency Program			137,858	-
HOME Investment Partnerships Program	14.239	N/A	124,383	-
HOME Investment Partnerships Program	14.239	N/A	13,972	-
HOME Investment Partnerships Program	14.239	N/A	81,788	-
HOME Investment Partnerships Program	14.239	N/A	178,300	-
HOME Investment Partnerships Program	14.239	N/A	28,378	-
Subtotal HOME Investment Partnerships Program			426,821	-

(Continued)

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards

CITY OF SANTA ANA, CALIFORNIA

**Schedule of Expenditures of Federal Awards  
For the Fiscal Year Ended June 30, 2020 (Continued)**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
ARRA - Neighborhood Stabilization Program 2	14.256	N/A	\$ 5,662	\$ -
Housing Opportunities for Persons with AIDS	14.241	N/A	20,728	20,728
Total U.S. Department of Housing and Urban Development			48,529,114	1,759,691
<b>U.S. Department of Labor</b>				
Workforce Innovation and Opportunity Act (WIOA) Cluster:				
Passed through CA Employment Development Department:				
WIOA Adult Program	17.258	K9110047	39,507	-
WIOA Adult Program	17.258	AA011027	912,263	-
Subtotal WIOA Adult Program			951,770	-
WIOA Dislocated Worker Formula Grants	17.278	K9110047	226,182	-
WIOA Dislocated Worker Formula Grants	17.278	AA011027	624,593	-
WIOA Dislocated Worker Formula Grants (Rapid Response)	17.278	K9110047	8,498	-
WIOA Dislocated Worker Formula Grants (Rapid Response)	17.278	AA011027	344,052	-
Subtotal WIOA Dislocated Worker Formula Grants			1,203,325	-
WIOA Youth Activities	17.259	K9110047	79,654	-
WIOA Youth Activities	17.259	AA011027	598,651	420,708
Subtotal WIOA Youth Activities			678,305	420,708
Passed through County of Orange Community Resources Agency				
WIOA Adult Program	17.258	16-28-0039-RWS-P	1,471	-
Passed through Goodwill Industries of Orange:				
WIOA Adult Program (Veterans Employment Assistance Program)	17.258	K9110010	21,164	-
Subtotal Workforce Innovation and Opportunity Act (WIOA) Cluster			2,856,035	420,708
Passed through CA Employment Development Department:				
WIOA National Dislocated Worker Grants	17.277	AA011027	759	-
Total U.S. Department of Labor			2,856,794	420,708
<b>U.S. Department of Transportation</b>				
Highway Planning and Construction Cluster:				
Highway Planning and Construction:				
Passed through CA Department of Transportation:				
National Highway Performance Program	20.205	BRLS 5063(184)	130,462	-
Bicycle Corridor Improvement	20.205	CMAQ 5063(180) BCI	1,323	-
Bicycle Corridor Improvement	20.205	CMAQ 5063(181) BCI	26,667	-

(Continued)

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

CITY OF SANTA ANA, CALIFORNIA

**Schedule of Expenditures of Federal Awards  
For the Fiscal Year Ended June 30, 2020 (Continued)**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
Bicycle Corridor Improvement	20.205	CMAQ 5063(182) BCI	\$ 3,601	\$ -
Bicycle Corridor Improvement	20.205	CMAQ 5063(183) BCI	39,238	-
Demonstration Sec 117	20.205	DEMO 5063(145)	930	-
Highway Safety Improvement Program	20.205	HSIPL 5063(171)	846	-
Highway Safety Improvement Program	20.205	HSIPL 5063(186)	2,328	-
Highway Safety Improvement Program	20.205	HSIPL 5063(188)	1,249	-
Highway Safety Improvement Program	20.205	HSIPL 5063(189)	27,186	-
Highway Safety Improvement Program	20.205	HSIPL 5063(190)	3,503	-
Passed through Southern California Association of Government:				
Active Transportation Program	20.205	ATPLNI-6049(018)	27,563	-
Subtotal Highway Planning and Construction			264,896	-
Highway Safety Cluster:				
State and Community Highway Safety:				
Passed through CA Office of Traffic Safety:				
Selective Traffic Enforcement	20.600	PT19133	148,708	-
Selective Traffic Enforcement	20.600	PT20164	363,688	-
Public Education on Bicycle Safety	20.600	PS19031	32,100	-
Public Education on Bicycle Safety	20.600	PS20034	4,750	-
Subtotal State and Community Highway Safety			549,246	-
Total U.S. Department of Transportation			814,142	-
<b>U.S. Department of Justice</b>				
Direct Programs:				
Equitable Sharing Program (Asset Forfeiture)	16.922	N/A	517,261	-
Bulletproof Vest Partnership Program	16.607	N/A	40,000	-
Body Worn Camera Policy and Implementation	16.835	N/A	30,550	-
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	N/A	344,739	-
Passed through County of Orange Sheriff's Department:				
Edward Byrne Memorial Justice Assistance Grant Program:				
Byrne Justice Assistance Grant 2017	16.738	2017-DJ-BX-0990	92,190	-
Byrne Justice Assistance Grant 2018	16.738	2018-DJ-BX-0820	63,685	-
Subtotal Edward Byrne Memorial Justice Assistance Grant Program			155,875	-
Passed through Human Options:				
Culturally and Linguistically Specific Services Program	16.016	2016-WE-AX-0054	10,864	-
Total U.S. Department of Justice			1,099,289	-

(Continued)

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

CITY OF SANTA ANA, CALIFORNIA

**Schedule of Expenditures of Federal Awards  
For the Fiscal Year Ended June 30, 2020 (Continued)**

Federal Grantor / Pass-Through Grantor / Program / Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<b>U.S. Department of Homeland Security</b>				
Homeland Security Grant Program:				
Passed through CA Office of Emergency Services:				
Urban Area Security Initiative 2017	97.067	2017-00083 059-95010	\$ 3,789,975	\$ 3,122,200
Passed through City of Anaheim:				
Urban Area Security Initiative 2018	97.067	2018-0054	530,319	-
Subtotal Homeland Security Grant Program			<u>4,320,294</u>	<u>3,122,200</u>
Passed through CA Office of Emergency Services:				
Disaster Grants - Public Assistance	97.036	FEMA-4305-DR-CA	99,617	-
Passed through County of Orange Sheriff's Department:				
Emergency Management Performance Grants	97.042	EMPG 2019-0003	42,760	-
Total U.S. Department of Homeland Security			<u>4,462,671</u>	<u>3,122,200</u>
<b>U.S. Department of Health and Human Services</b>				
Passed through County of Orange Social Services Agency:				
Temporary Assistance for Needy Families	93.558	WRR0216	593,102	-
<b>U.S. Department of Treasury</b>				
Direct Program:				
Equitable Sharing Program (Asset Forfeiture)	21.016	N/A	285,036	-
Coronavirus Relief Fund:				
Passed through County of Orange:				
COVID-19 - Coronavirus Relief Fund	21.019	A-2020-122	466,778	-
Subtotal Coronavirus Relief Fund			<u>466,778</u>	<u>-</u>
Total U.S. Department of Treasury			<u>751,814</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 59,106,926</u>	<u>\$ 5,302,599</u>

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

**SCHEDULE OF EXPENDITURES  
OF STATE AWARDS**

CITY OF SANTA ANA, CALIFORNIA

**Schedule of Expenditures of State Awards  
For the Fiscal Year Ended June 30, 2020**

Grantor / Program Title	Program Identification Number	State Awards Expenditures
<b>CA Department of Alcoholic Beverage Control</b>		
Alcoholic Beverage Control Grant	19G-LA39	\$ 79,405
<b>CA Department of Education</b>		
RSCCD - Strong Workforce Program	DO-18-2226-01	51,221
<b>CA Business Consumer Services and Housing Agency</b>		
Homeless Emergency Aid Program	18-HEAP-00007	1,529,770
Homeless Housing Assistance & Prevention COVID-19	20-HCFC-00019	226,308
		<u>1,756,078</u>
<b>CA Department of Housing and Community Development</b>		
Affordable Housing Sustainable Communities Program	16-AHSC-11200	119,507
SB2 Planning Grants Program	19-PGP-13895	45,168
		<u>164,675</u>
<b>CA Department of Motor Vehicles</b>		
SCAQMD Mobile Source Air Pollution Reduction	2013-MSRC ML12014	34,000
<b>CA Natural Resources Agency</b>		
Urban Greening Grant Program - Proposition 84	U59151-0	462,734
Advanced Metering Infrastructure	GF1806-0	518,326
		<u>981,060</u>
<b>CA Department of Resources Recycling and Recovery</b>		
Oil Payment Program	OPP9	45,610
Oil Payment Program	OPP10	66,604
Beverage Container Payment Program	FY 17/18	48,143
		<u>160,357</u>
<b>CA Department of Transportation</b>		
Active Transportation Program	ATPL-5063(170)	88,678
Active Transportation Program	ATPL-5063(172)	954,852
Active Transportation Program	ATPL-5063(174)	11,310
Active Transportation Program	ATPL-5063(177)	27,593
Active Transportation Program	ATPL-5063(178)	737,842
Active Transportation Program	ATPL-5063(185)	225,712
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(191)	154,372
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(193)	230,163
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(195)	337,097
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(196)	66,183
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(197)	75,807
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(198)	45,865
Active Transportation Program - SB1 Augmentation	ATPSB1L-5063(199)	13,206
Southern California Association of Government Grant	275-4823U3.01/4823E.01	170,275
		<u>3,138,955</u>
<b>CA Office of Emergency Services</b>		
OES - Public Assistance Grant	CAL OES ID 059-69000	27,383
<b>CA Workforce Development Board</b>		
County of Orange Social Services - Prison to Employment	16-28-0039-RWS-P	30,274
<b>Total Expenditures of State Awards</b>		<u>\$ 6,423,408</u>

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

**NOTES TO THE SCHEDULES OF EXPENDITURES  
OF FEDERAL AND STATE AWARDS**

CITY OF SANTA ANA, CALIFORNIA

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

FOR THE YEAR ENDED JUNE 30, 2020

1. BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards (the Schedules) include the federal and state award activities of the City of Santa Ana, California (the City), under programs of the federal government and the State of California, as well as federal and state financial assistance passed through other government agencies for the year ended June 30, 2020. The information in the Schedule of Expenditures of Federal Awards (SEFA) is presented in accordance with the requirements of Title 2 US *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedules present only a selected portion of the operations of the City, they are not intended to, and do not, present the financial statements of the City. The City's reporting entity is defined in Note 1 of the notes to the City's financial statements.

2. BASIS OF ACCOUNTING

The accompanying Schedules are presented using the modified accrual basis of accounting for governmental funds and the accrual basis for proprietary funds, which is described in the 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 CFDA 21.019, which follows criteria determined by the Department of Treasury for allowability of costs. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. The information in the SEFA is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in the SEFA may differ from amounts presented in, or used in the preparation of, the basic financial statements. Pass-through entity identifying numbers are identified where available.

3. INDIRECT COST RATE

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

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.



**HOUSING AUTHORITY OF THE CITY OF SANTA ANA  
FINANCIAL DATA SCHEDULES**

CITY OF SANTA ANA, CALIFORNIA

Housing Authority of the City of Santa Ana  
 Financial Data Schedule of Assets, Liabilities, and Equity  
 June 30, 2020

Line Item No.	Account Description	Family Self Sufficiency Program	Housing Choice Vouchers	Mainstream Vouchers	Housing Choice Vouchers CARES ACT	Mainstream Vouchers CARES ACT	Total
<b>Assets</b>							
Current Assets:							
111	Cash - Unrestricted	\$ -	\$ 529,637	\$ -	\$ -	\$ -	\$ 529,637
113	Cash - Other Restricted	-	1,908,980	19,641	529,157	2,195	2,459,973
115	Cash - Restricted for Payment of Current Liabilities	-	150,861	-	-	-	150,861
100	Total Cash	-	2,589,478	19,641	529,157	2,195	3,140,471
Receivables:							
122	Accounts Receivable - HUD Other Projects	-	17,701	16,630	-	-	34,331
125	Accounts Receivable - Miscellaneous	-	-	-	-	-	-
128	Fraud Recovery	-	13,426	-	-	-	13,426
128.1	Allowance for Doubtful Accounts - Fraud	-	(4,833)	-	-	-	(4,833)
129	Accrued Interest Receivable	-	-	-	-	-	-
120	Total Receivables, Net of Allowances for Doubtful Accounts	-	26,294	16,630	-	-	42,924
142	Prepaid Expenses and Other Assets	-	13,425	-	-	-	13,425
150	Total Current Assets	-	2,629,197	36,271	529,157	2,195	3,196,820
Noncurrent Assets:							
Fixed Assets:							
164	Furniture, Equipment & Machinery - Administration	-	-	-	-	-	-
166	Accumulated Depreciation	-	-	-	-	-	-
160	Total Fixed Assets, Net of Accumulated Depreciation	-	-	-	-	-	-
174	Other Assets	-	-	-	-	-	-
180	Total Non-Current Assets	-	-	-	-	-	-
290	Total Assets and Deferred Outflows of Resources	-	2,629,197	36,271	529,157	2,195	3,196,820
<b>Liabilities and Equity</b>							
Liabilities:							
312	Accounts Payable - HUD PHA Programs <=90 days	-	4,797	-	-	-	4,797
322	Accrued Compensated Absences - Current Portion	-	18,704	-	-	-	18,704
331	Accounts Payable - HUD PHA Programs	-	1,608	2,473	-	-	4,081
342	Deferred Revenues	-	8,593	613	529,157	2,195	540,558
345	Other Current Liabilities	-	150,861	-	-	-	150,861
346	Accrued Liabilities - Other	-	-	-	-	-	-
310	Total Current Liabilities	-	184,563	3,086	529,157	2,195	719,001
Noncurrent Liabilities:							
353	Noncurrent Liabilities - Other	-	452,584	-	-	-	452,584
354	Accrued Compensated Absences - Non Current	-	56,113	-	-	-	56,113
350	Total Noncurrent Liabilities	-	508,697	-	-	-	508,697
300	Total Liabilities	-	693,260	3,086	529,157	2,195	1,227,698
Equity:							
509.3	Restricted Fund Balance	-	1,468,213	17,168	-	-	1,485,381
511.3	Assigned Fund Balance	-	467,724	16,017	-	-	483,741
513	Total Equity - Net Assets/Position	-	1,935,937	33,185	-	-	1,969,122
600	Total Liabilities, Deferred Inflows of Resources and Equity - Net Assets/Position	\$ -	\$ 2,629,197	\$ 36,271	\$ 529,157	\$ 2,195	\$ 3,196,820

CITY OF SANTA ANA, CALIFORNIA

Housing Authority of the City of Santa Ana  
 Financial Data Schedule of Revenues, Expenses, and Changes in Equity  
 For the Fiscal Year Ended June 30, 2020

Line Item No.	Account Description	Family Self Sufficiency Program	Housing Choice Vouchers	Mainstream Vouchers	Housing Choice Vouchers CARES ACT	Mainstream Vouchers CARES ACT	Total
<b>Revenues</b>							
70600	HUD PHA Operating Grants	\$ 137,858	\$ 39,158,024	\$ 487,166	\$ 69,762	\$ 633	\$ 39,853,443
71100	Investment Income - Unrestricted - ADMIN	-	2,835	10	-	-	2,845
71400	Fraud Recovery	-	10,408	-	-	-	10,408
71500	Other Revenue	-	138,106	-	-	-	138,106
72000	Investment Income - Restricted - HAP	-	-	-	-	-	-
70000	Total Revenue	137,858	39,309,373	487,176	69,762	633	40,004,802
<b>Expenses</b>							
Administrative:							
91100	Administrative Salaries	-	871,720	18,458	36,605	493	927,276
91200	Auditing Fees	-	33,597	-	-	-	33,597
91400	Advertising and Marketing	-	3,418	-	-	-	3,418
91500	Employee Benefit Contributions - Administrative	-	559,604	11,059	25,793	140	596,596
91600	Other Operating - Administrative	16,947	431,977	2,530	786	-	452,240
91800	Travel, Training & Transportation	-	-	-	-	-	-
91810	Allocated Overhead	-	167,601	3,317	6,578	-	177,496
91900	Other	-	36,525	-	-	-	36,525
91000	Total Operating - Administrative Expenses	16,947	2,104,442	35,364	69,762	633	2,227,148
Tenant Services:							
92100	Tenant Services - Salaries	79,551	-	-	-	-	79,551
92300	Employee Benefit Contributions - Tenant Services	41,360	-	-	-	-	41,360
92500	Total Tenant Services	120,911	-	-	-	-	120,911
General Expenses:							
96140	All Other Insurance	-	-	-	-	-	-
96200	Other General Expenses	-	728,413	-	-	-	728,413
96210	Compensated Absences	-	-	-	-	-	-
96000	Total Operating - General Expenses	-	728,413	-	-	-	728,413
96900	Total Operating Expenses	137,858	2,832,855	35,364	69,762	633	3,076,472
97000	Excess Operating Revenue over Operating Expenses	-	36,476,518	451,812	-	-	36,928,330
97300	Housing Assistance Payments	-	34,728,728	810,053	-	-	35,538,781
97350	HA Portability-In	-	29,638	-	-	-	29,638
90000	Total Expenses	137,858	37,591,221	845,417	69,762	633	38,644,891
10093	Transfers between Program & Project-In	-	-	-	-	-	-
10094	Transfers between Program & Project-Out	-	-	-	-	-	-
10000	Excess (Deficiency) of Operating Revenues Over (Under) Expenses	\$ -	\$ 1,718,152	\$ (358,241)	\$ -	\$ -	\$ 1,359,911
<b>Memo Account Information:</b>							
11030	Beginning Equity	-	217,785	391,426	-	-	609,211
11040	Prior period Adjustments and Equity Transfers	-	-	-	-	-	-
11050	Changes in Compensated Absence Balance	-	-	-	-	-	-
11200	Unit Months Available	-	32,388	611	-	-	32,999
11210	Number of Unit Months Leased	-	30,764	611	-	-	31,375
11170	Administrative Fee Equity	-	467,724	16,017	-	-	483,741
11180	Housing Assistance Payments Equity	-	1,468,213	17,168	-	-	1,485,381
	Line 11170 & 11180	-	1,935,937	33,185	-	-	\$ 1,969,122
	Line 513	-	1,935,937	33,185	-	-	
		\$ -	\$ -	\$ -	\$ -	\$ -	

**SCHEDULE OF FINDINGS  
AND QUESTIONED COSTS**

CITY OF SANTA ANA, CALIFORNIA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED JUNE 30, 2020

***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 <u>  x  </u> no            |
| • Significant deficiency(ies) identified?                | _____ yes <u>  x  </u> none reported |
| 3. Noncompliance material to financial statements noted? | _____ yes <u>  x  </u> no            |

***Federal Awards***

- |   |                                      |
|---|--------------------------------------|
| 1. Internal control over major federal programs:  |                                      |
| • Material weakness(es) identified?   | _____ yes <u>  x  </u> no            |
| • Significant deficiency(ies) identified?   | _____ yes <u>  x  </u> 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 <u>  x  </u> no            |

***Identification of Major Federal Programs***

CFDA Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grants Cluster
97.067	Homeland Security Grant Program
21.019	Coronavirus Relief Fund

- |  |                                |
|--|--------------------------------|
| Dollar threshold used to distinguish between Type A and Type B programs: | \$ <u>  1,773,207  </u>        |
| Auditee qualified as low-risk auditee?                                   | <u>  x  </u> yes      _____ no |

CITY OF SANTA ANA, CALIFORNIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2020

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***Section II – Financial Statement Findings***

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

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***Section III – Findings and Questioned Costs – Major Federal Programs***

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

CITY OF SANTA ANA, CALIFORNIA  
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2020

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*Section I – Financial Statement Findings*

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None noted.

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*Section II – Findings and Questioned Costs – Major Federal Programs*

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None noted.