

CITY OF ST. JOSEPH, MISSOURI

SINGLE AUDIT REPORT

FOR THE YEAR ENDED JUNE 30, 2022

**City of St. Joseph, Missouri
Single Audit Report**

For the Year Ended June 30, 2022

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A copy of the City of St. Joseph, Missouri's Annual Comprehensive Financial Report for the year ended June 30, 2022 accompanies this report. The independent auditor's report and the financial statements are hereby incorporated by reference.	
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**Independent Auditor's Report on Schedule
of Expenditures of Federal Awards**

To the Honorable Mayor and
Members of the City Council
City of St. Joseph, Missouri

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 St Joseph, Missouri (the City) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 22, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Hood and Associates CPAs PC

Kansas City, Missouri
December 22, 2022

ADDITIONAL INFORMATION

City of St. Joseph, Missouri
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2022

Grantor Agency	Assistance Listing Number	Grant Program Number	Current Year Expenditures	Amount Passed Through to Subrecipients
U.S. Department of Agriculture:				
Passed Through Missouri Department of Health and Senior Services				
State WIC Contract	10.557	ERS04521076	\$ 131,743	\$ -
State WIC Contract	10.557	ERS04522063	226,872	-
Total State WIC Contract			<u>358,615</u>	<u>-</u>
Child Nutrition Cluster:				
Summer Food Service Program for Children	10.559	ERS219-21102	985	-
Total U.S. Department of Agriculture:			<u>359,600</u>	<u>-</u>
U.S. Department of Defense:				
Passed Through Missouri Air National Guard				
Military Construction, National Guard-BOX CULVERT - MO ANG	12.400	W912NS-17-2-2102	635,452	
Air Traffic Control Tower-MO ANG	12.400	STJ-ATCT-1	1,553,454	-
Total U.S. Department of Defense:			<u>2,188,906</u>	<u>-</u>
U.S. Department of Housing and Urban Development:				
Direct Assistance/Programs:				
CDBG Entitlement Grants Cluster				
2014 Entitlement	14.218	B-14-MC-290004	17,157	-
2016 Entitlement	14.218	B-16-MC-290004	18,175	-
2017 Entitlement	14.218	B-17-MC-290004	221,823	-
2018 Entitlement	14.218	B-18-MC-290004	79,158	-
2019 Entitlement	14.218	B-20-MC-290004	214,911	-
2020 Entitlement	14.218	B-21-MC-290004	590,117	381,871
2021 Entitlement-CARES	14.218	B-21-MC-290004	468,415	-
	14.218	Program Income Funded Expenditures	150,016	
Total CDBG Entitlement Grants Cluster			<u>1,759,772</u>	<u>381,871</u>
Home Investment Partnerships Program:				
2015 HOME Program	14.239	M-15-MC-29-0208	10,502	10,502
2016 HOME Program	14.239	M-16-MC-29-0208	20,021	14,808
2017 HOME Program	14.239	M-17-MC-29-0208	77,981	57,738
2018 HOME Program	14.239	M-18-MC-29-0208	154,865	92,918
2019 HOME Program	14.239	M-19-MC-29-0208	8,488	8,066
2021 HOME Program	14.239	M-21-MC-29-0208	108,662	23,754
Total Home Investment Partnerships Program			<u>380,519</u>	<u>207,786</u>
Total U.S. Department of Housing and Urban Development			<u>2,140,291</u>	<u>589,657</u>
U.S. Department of Justice:				
Passed Through Missouri Department of Public Safety				
Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0096	33,148	-
Bulletproof Vest Partnership Program	16.607	21024966	4,996	-
Bulletproof Vest Partnership Program	16.607	22031530	1,676	-
Byrne Memorial Justice Assistance Grant	16.738	2020-DJ-BX-0520	3,291	-
Byrne Memorial Justice Assistance Grant	16.738	15PBJA-21-GG-01612-JAGX	34,857	-
Total U.S. Department of Justice:			<u>77,968</u>	<u>-</u>
U.S. Department of Transportation:				
Passed through Missouri Department of Transportation				
Airport Improvement Program-Runway MO DOT	20.106	20-012A-02	119,347	-
CARES ACT MO DOT	20.106	20-012A-01	7,508	-
Total Airport Improvement Program			<u>126,855</u>	<u>-</u>
Passed through Missouri Highways & Transportation Commission				
FHWA - UPWP Planning (PL)	20.505	MO-81-0014	234,324	-
Federal Transit Authority				
Federal Transit Cluster				
Federal Transit Administration Grant (Operations)	20.507	MO-2020-006-01	140,028	-
Federal Transit Administration Grant (Operations)	20.507	MO-2020-009-00	40,162	-
Federal Transit Administration Grant (Operations)	20.526	MO-2019-025-00	1,395,059	-
Cares Act - Coronavirus Aid, Relief, Economic Security Act	20.526	MO-16-X059	2,661,499	-
ADA Door Mechanism	20.526	MO-2019-025-00	21,015	-
ADA Door Mechanism	20.526	MO-2017-042-00	27,600	-
Total Federal Transit Cluster			<u>4,285,363</u>	<u>-</u>

See accompanying Notes to Schedule of Federal Awards.

City of St. Joseph, Missouri
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2022

Grantor Agency	Assistance Listing Number	Grant Program Number	Current Year Expenditures	Amount Passed Through to Subrecipients
Passed Through Missouri Division of Highway Safety				
Highway Safety Cluster				
National Highway Traffic Safety Administration	20.600	21-PT-02-044 (HVM)	1,449	-
National Highway Traffic Safety Administration	20.600	22-PT-02-122 (HVM)	6,192	-
Total Highway Safety Cluster			<u>7,641</u>	<u>-</u>
National Highway Traffic Safety Administration	20.607	21-154-AL-051 (SJ DWI)	1,647	-
National Highway Traffic Safety Administration	20.607	22-154-AL-112 (SJ DWI)	2,417	-
National Highway Traffic Safety Administration	20.607	21-154-AL-049 (Y ALC)	5,612	-
National Highway Traffic Safety Administration	20.607	22-154-AL-110 (Y ALC)	32,753	-
National Highway Traffic Safety Administration	20.607	22-M2HVE-05-032 (S BELT)	146	-
National Highway Traffic Safety Administration	20.607	22-154-AL-104 (ST PATS)	122	-
National Highway Traffic Safety Administration	20.607	22-154-AL-104 (YALMINI)	1,465	-
Total Highway Traffic Safety			<u>44,162</u>	<u>-</u>
Total U.S. Department of Transportation			<u>4,698,345</u>	<u>-</u>
U. S. Department of Treasury:				
Coronavirus State & Local Fiscal Recovery Funds	21.027	JLTHP8CNBDE6	6,619,345	-
Total U. S. Department of Treasury			<u>6,619,345</u>	<u>-</u>
Environmental Protection Agency				
Passed Through Missouri Department of Natural Resources:				
Clean Water State Revolving Fund Cluster				
Clean Water State Revolving Funds - Blacksnake Creek Stormwater	66.458	C295699-05	208,897	-
Total Environmental Protection Agency			<u>208,897</u>	<u>-</u>
U.S. Department of Health and Human Services:				
Passed Through National Assoc. of County & City Health Officials:				
Medical Reserve Corps				
	93.008	MRC-17-2394	147	-
Passed Through Missouri Department of Health and Senior Services:				
Public Health Emergency Preparedness Carryover				
	93.069	DH210048491	54,310	-
Passed Through Missouri Department of Health and Senior Services:				
Overdose 2 Action (OD2A)				
	93.136	DH220050418	59,215	-
Passed Through Substance Abuse/Mental Health Services:				
St. Joseph Youth Alliance Grant				
	93.243	MEGA	5,898	-
Passed Through Missouri Department of Health and Senior Services:				
COVID 19 / Adult Vaccination Supplemental				
	93.268	DH220049851	100,467	-
Epidemiology and Laboratory Capacity Cares	93.323	DH210049217	35,040	-
Epidemiology and Laboratory Capacity Cares Expansion	93.323	DH220051319	114,073	-
Total Epidemiology and Laboratory Capacity Cares Grant			<u>149,113</u>	<u>-</u>
Public Health Emergency Response (Crisis Cooperative)	93.354	TP922111-01	15,340	-
Child Care Cluster:				
Environmental Child Care Sanitation Inspections				
	93.575	ERS220-17103	3,880	-
Child Care Health Consultation				
	93.575	DH190013095	757	-
Total Child Care Cluster			<u>4,637</u>	<u>-</u>
Medicaid Cluster:				
Medical Assistance Program (LPHA)				
	93.778	MOU MOO513	6,290	-
HIV Case Management	93.917	AOC19380251	96,651	-
HIV Ending the Epidemic	93.940	DH210049608	44,742	-
HIV Prevention	93.940	DH200048052	76,696	-
Total HIV Prevention Activities Grant			<u>121,438</u>	<u>-</u>
Maternal & Child Health Services	93.994	AOC19380195	21,554	-
Total U.S. Department of Health and Human Services:			<u>635,060</u>	<u>-</u>
U. S. Department of Homeland Security				
Passed Through State Emergency Management Agency:				
Emergency Management Grant				
	97.042	EMK-2020-EP-004-SL21	46,725	-
Emergency Management Grant				
	97.042	EMK-2021-EP-00006-108	52,796	-
Total Emergency Management Grant			<u>99,521</u>	<u>-</u>
Assistance to Firefighters Grant				
	97.044	EMW-2020-FG-11194	335,448	-
Assistance to Firefighters Grant				
	97.044	EMW-2019-FG-09347	444,230	-
Total Assistance to Firefighters Grant			<u>779,678</u>	<u>-</u>
State Homeland Security Program PSTCP Grant				
	97.067	EMW-2020-SS-00051-33	9,900	-
State Homeland Security Program PSTCP Grant				
	97.067	EMW-2021-SS-00038-13	12,605	-
Total PSTCP Grant			<u>22,505</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>901,704</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 17,830,116</u>	<u>\$ 589,657</u>

See accompanying Notes to Schedule of Federal Awards.

City of St. Joseph, Missouri
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Note 1. Organization

The City of St. Joseph, Missouri (the City), is the recipient of several federal awards. All federal expenditures from awards received directly from federal agencies as well as those awards that are passed through other government agencies are included on the Schedule of Expenditures of Federal Awards.

Note 2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

Note 3. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The City did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4. Local Government Contributions

Local cost sharing, as defined by Title 2 CFR Part 200, Subpart D, Section 200.306 is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule.

Note 5. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the City's grant programs for economy and efficiency and program results that may result in disallowed costs to the. However, management does not believe such audits would result in any disallowed costs that would be material to the City's financial position at June 30, 2022.

City of St. Joseph, Missouri
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Note 6. Federal Loans Outstanding

The City administers two revolving loan programs with federal funds. These programs, along with their respective outstanding balances at June 30, 2022, are as follows:

CFDA Number	Program	Loans Outstanding at June 30, 2022
14.218	Community Development Block Grant	\$ 579,665
14.239	HOME Investment Partnership Program	1,091,789
	Total	\$ 1,671,454

The City also has outstanding loans through the Clean Water Direct Loan Program from the Missouri Department of Natural Resources, as a pass-through agency for the Environmental Protection Agency (CFDA #66.458). As of June 30, 2022, the outstanding loan payable balances were \$9,458,500 Series 2013, \$41,685,000 Series 2014, \$21,253,000 Series 2014A, and \$53,892,481 Series 2017. The Clean Water Direct Loan Program does not have a continuing compliance requirement after the initial year of the loan.

City of St. Joseph, Missouri
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Section 1 - Summary of Auditor's Results

Financial Statements:

Type Audit Report Issued on the Basic Financial Statements of Auditee
Unmodified

Internal Control over Financial Reporting
No significant deficiencies reported, no material weaknesses identified.

General Compliance
The audit did not disclose any instances of noncompliance which would be material to the basic financial statements.

Federal Awards:

Internal Control over Major Programs
No significant deficiencies reported, no material weaknesses identified.

Type Audit Report Issued on Compliance for Major Programs
Unmodified

Audit Findings
The audit disclosed no findings that are required to be reported under the Uniform Guidance.

Major Programs

<u>CFDA Number</u>	<u>Name of Federal Program</u>
21.027	Corona Virus State & Local Fiscal Recovery Funds
97.044	Assistance to Firefighters Grant

Dollar Threshold Used to Distinguish Between Type A and Type B Program
\$750,000

Auditee Qualified as a Low-risk Auditee
No

City of St. Joseph, Missouri
Schedule of Findings and Questioned Costs (continued)
For the Year Ended June 30, 2022

Section 2 – Financial Statement Findings

Financial Statement Findings Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

None

Section 3 – Federal Award Findings and Questioned Costs

Federal Award Findings Required to be Reported in Accordance with the Uniform Guidance

None

COMPLIANCE REPORTS



**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**

To the Honorable Mayor and
Members of the City Council
City of St. Joseph, 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 *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(the City), as of and for the year ended June 30, 2022, 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 22, 2022.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 or significant deficiencies may exist that were not identified.

Report 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 determination of financial statement amounts. 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 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.

Hood and Associates CPAS PC

Kansas City, Missouri
December 22, 2022



**Independent Auditor's Report on Compliance for the Major Program
and on Internal Control Over Compliance Required by the Uniform Guidance**

To the Honorable Mayor and
Members of the City Council
City of St. Joseph, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of St. Joseph, Missouri'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 the City's major federal program for the year ended June 30, 2022. The City'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, 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, 2022.

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 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 the City'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 the City'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 the 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 the 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 the 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 a 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.

Hood and Associates CPAS PC

Kansas City, MO
December 22, 2022