

City of Grand Prairie, Texas

Federal Financial Assistance Report

September 30, 2024

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**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 City Council and Management of
City of Grand Prairie, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Grand Prairie, Texas, (the City) as of and for the year ended September 30, 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 March 12, 2025. Our report includes a reference to other auditors who audited the financial statements of the Grand Prairie Housing Finance Corporation (a discretely presented component unit), as described in our report on the City's financial statements. The financial statements of the Grand Prairie Housing Finance Corporation were not audited in accordance with *Government Auditing Standards*.

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 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 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 over financial reporting 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 have not been 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 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 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
March 12, 2025

**Independent Auditor's Report on Compliance for Each Major Federal Program;
Report on Internal Control over Compliance; and on the Schedule of
Expenditures of Federal Awards Required by Uniform Guidance**

To the City Council and Management of
City of Grand Prairie, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Grand Prairie, Texas (the City)'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's major federal programs for the year ended September 30, 2024. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 GAAS, *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 GAAS, *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.

The City Council and Management of
City of Grand Prairie, Texas

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, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Grand Prairie, Texas (the City) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 12 2025, which contained unmodified opinions on those financial statements. The financial statements of the Grand Prairie Housing Finance Corporation (a discretely presented component unit) were audited by other auditors in accordance with auditing standards generally accepted in the United States of America, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Grand Prairie Housing Finance Corporation is based on the report of other auditors. 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 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
March 12, 2025

City of Grand Prairie, Texas
Schedule of Audit Findings and Questioned Costs
For the Year Ended September 30, 2024

Section I. Summary of Auditor's Results

Basic Financial Statements:

An unmodified opinion was issued on the financial statements.

Internal control over financial reporting:

- Material weakness(es) identified? ____Yes X No
- Significant deficiency(ies) identified that is (are) not considered to be material weakness(es)? ____Yes X None reported

Noncompliance which is material to the basic financial statements noted?

____Yes X No

Federal Awards:

Internal control over major programs:

- Material weakness(es) identified? ____Yes X No
- Significant deficiency(ies) identified that is (are) not considered to be material weakness(es)? ____Yes X None reported

An unmodified opinion was issued on compliance for major programs.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

____Yes X No

Identification of major programs:

Assistance Listing Number(s)
14.871
21.027

Name of Federal Programs or Cluster
Housing Voucher Cluster
COVID-19- Coronavirus State and Local
Fiscal Recovery Funds

Dollar threshold used to distinguish
Between type A and type B programs:

\$2,257,191

Auditee qualified as low-risk auditee?

 X Yes ____No

City of Grand Prairie, Texas
Schedule of Audit Findings and Questioned Costs
For the Year Ended September 30, 2024

Section II. Financial Statement Findings

There were no findings for the year ended September 30, 2024.

Section III. Federal Awards Findings and Questioned Costs

There were no findings for the year ended September 30, 2024.

Section IV. Schedule of Prior Year Findings and Questioned Costs

Finding 2023-001

Assistance Listing 21.027, Coronavirus State and Local Fiscal Recovery Funds

Type of Finding

Significant Deficiency in Internal Controls over Compliance in regards to Reporting

Condition and Context

During testing for reporting, the City was unable to provide documentation to support approvals over the preparation and submission of the first three quarterly reports (P&E Report) of fiscal year 2023.

Status

Corrected.

City of Grand Prairie, Texas
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2024

Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Grant/ Contract Number	Expenditures	Passed to Subrecipients
FEDERAL AWARDS				
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
Community Development Block Grant	14.218	B-20-MC-48-0012	\$ 171,907	\$ -
Community Development Block Grant	14.218	B-20-MW-48-0012	1,037,999	-
Community Development Block Grant	14.218	B-21-MC-48-0012	131,469	-
Community Development Block Grant	14.218	B-22-MC-48-0012	(10,782)	-
Community Development Block Grant	14.218	B-23-MC-48-0012	657,296	354,100
Community Development Block Grant - Mitigation	14.218	B-18-DP-480002	20,671	-
Subtotal CDBG-Entitlement Grants Cluster			2,008,560	354,100
HOME Grant	14.239	M-19-MC-48-0226	80,339	-
HOME Grant	14.239	M-21-MP-48-0226	1,149,096	-
Subtotal Assistance Listing Number 14.239			1,229,435	-
Section 8 Housing Choice Vouchers (Housing Voucher Cluster*)	14.871	TX-434	56,270,590	-
Section 8 Emergency Housing Vouchers (Housing Voucher Cluster*)	14.EHV	TX-434	1,639,490	-
Subtotal Housing Voucher Cluster			57,910,080	-
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			61,148,075	354,100
U.S. DEPARTMENT OF TRANSPORTATION:				
Federal Transit Administration:				
Formula Grants for Rural Areas and Tribal Transit- Capital and Preventive Maintenance	20.509	TX-90-Y137-00	81,906	-
Formula Grants for Rural Areas and Tribal Transit- Transit Operations	20.509	TRN 2478	46,390	-
Formula Grants for Rural Areas and Tribal Transit- Transit Operations	20.509	TRN 2479	110,867	-
Formula Grants for Rural Areas and Tribal Transit- Transit Operations	20.509	TX-2020-147-00	3,569,146	-
Subtotal Assistance Listing Number 20.509			3,808,309	-
U.S. DEPARTMENT OF TRANSPORTATION:				
FY2020 HP-CMV Grant Program	20.237	FM-MHP-0547-20-01-00	7,756	-
FY2023 HP-CMV Grant Program	20.237	FM-MHP-0788	411,049	-
Subtotal Assistance Listing Number 20.237			418,805	-
TOTAL U.S. DEPARTMENT OF TRANSPORTATION:			4,227,114	-
National Highway Traffic Safety Administration:				
Passed Through Texas Department of Transportation:				
State and Community Highway Safety- STEP Comprehensive 2023	20.600	2023-GrandPra-S-ITG-00106	4,536	-
State and Community Highway Safety- STEP Comprehensive 2024	20.600	2024-GrandPra-S-IYG-00053	71,816	-
State and Community Highway Safety- STEP CMV 2024	20.600	2024-GrandPra-S-CMV-00023	32,263	-
Subtotal State and Community Highway Safety- Highway Safety Cluster			108,615	-
Jefferson St from SH 161 Cimar	20.205	0918-47-432	100,000	-
Federal Aviation Administration:				
SH 161 Installation DMS/CCTV	20.205	2964-01-052	18,283	-
Passed through North Central Texas Council of Governments				
Regional Transportation Council (RTC)				
North West Trail Tips	20.205	CC 19-8882	59,412	-
Subtotal Assistance Listing Number 20.205			177,695	-
U.S. DEPARTMENT OF HOMELAND SECURITY:				
Federal Emergency Management Administration:				
FY23 SHSP Delayable Trade	97.067	4569401	110,155	-
Passed Through Texas Office of the Governor - Homeland Security Grants Division:				
Homeland Security Grant Program				
FY23 UASI Community Preparedness and Resilience Coordinator	97.067	4569401	1,510	-
FY24 UASI Community Preparedness and Resilience Coordinator	97.067	4893101	101,174	-
FY23 UASI DVE Managed Surveillance	97.067	4896501	101,250	-
Subtotal Assistance Listing Number 97.067			314,089	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			314,089	-

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City of Grand Prairie, Texas
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended September 30, 2024

Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Grant/Contract Number	Expenditures	Passed to Subrecipients
U.S. DEPARTMENT OF JUSTICE:				
Public Safety Partnership and Community Policing Grant-Strike Force FY22	16.710	N/A	(62,026)	-
Public Safety Partnership and Community Policing Grant-Strike Force FY23	16.710	N/A	64,451	-
Public Safety Partnership and Community Policing Grant-Strike Force FY24	16.710	N/A	231,086	-
Subtotal Assistance Listing Number 16.710			233,511	-
ICAC 2023 Grant	16.738	15PJD-22-GK-04883-MECP	1,395	-
ICAC 2024 Grant	16.738		9,976	-
Passed Through City of Dallas				
Edward Byrne Memorial Justice Assistance Grant- 2022 JAG	16.738	2022 JAG	473	-
Edward Byrne Memorial Justice Assistance Grant- 2023 JAG	16.738	2023 JAG	51,950	-
Subtotal Assistance Listing Number 16.738			63,794	-
Passed Through Texas Office of the Governor - Criminal Justice Division:				
Crime Victim Assistance Program- 2023	16.575	1359122	9,185	-
TOTAL U.S. DEPARTMENT OF JUSTICE			306,490	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Passed Through Dallas Area Agency on Aging:				
Nutrition Services- FY24 Transportation Elderly	93.044	N/A	9,580	-
Special Programs for the Aging, Title III, Part C,				
Nutrition Services- FY24 Home Meals	93.045	N/A	141,979	-
Special Programs for the Aging, Title III, Part C,				
Nutrition Services- FY23 Congregate Meals	93.045	N/A	14,733	-
Subtotal Assistance Listing Number 93.045			156,712	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			166,292	-
INSTITUTION OF MUSEUM AND LIBRARY SERVICES (IMLS):				
Passed Through Texas State Library and Archives Commission:				
FY24 ILL Lending Reimbursement	45.310	903966	961	-
TOTAL INSTITUTION OF MUSEUM AND LIBRARY SERVICES (IMLS)			961	-
U.S. DEPARTMENT OF TREASURY:				
COVID-19- Coronavirus State and Local Fiscal Recovery Funds *	21.027	N/A	8,790,377	-
TOTAL U.S. DEPARTMENT OF TREASURY			8,790,377	-
TOTAL FEDERAL EXPENDITURES			\$ 75,239,708	\$ 354,100

City of Grand Prairie, Texas
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2024

Note 1. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) is prepared on the modified accrual basis of accounting. Expenditures are recognized when incurred.

Note 2. Reporting Entity

The City of Grand Prairie, Texas (the City), for purposes of the Schedule, includes all funds of the primary government, but excludes component units as defined by the *Government Accounting Standards Board*.

Note 3. Relationship to Federal Financial Reports

Grant expenditure reports, as of September 30, 2024, already submitted to grantor agencies will, in some cases, differ slightly from amounts disclosed herein. The reports prepared for grantor agencies are typically prepared at a later date and often reflect refined estimates of the year-end accruals. The reports will agree at termination of the grant as the discrepancies noted are timing differences.

Note 4. Indirect Cost Rate

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

Note 5. Loans

At September 30, 2024, the City had no loans or loan guarantees outstanding with state awarding agencies.