



CITY OF LARAMIE, WYOMING

COMPLIANCE REPORTS

June 30, 2019



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**INDEPENDENT AUDITOR'S REPORT
ON ADDITIONAL INFORMATION**

To Honorable Mayor and Members of the
City Council and City Manager
City of Laramie, Wyoming

We have audited the financial statements of the City of Laramie, Wyoming as of and for the year ended June 30, 2019, and our report thereon dated December 13, 2019, which expressed an unmodified opinion on their comprehensive annual financial reporting package, which appears on pages 8-9. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statements of City of Laramie, Wyoming. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 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 financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

ACM LLP

Laramie, Wyoming
January 3, 2020

CITY OF LARAMIE, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program/Title	Federal CFDA Numbers	Pass-through Grantor's Number	Expenditures
<u>Environmental Protection Agency</u>			
<i>Office of Water</i>			
Clean Water State Revolving Fund Cluster			
Passed through the Wyoming State Loan and Investment Board			
Capitalization Grants for Clean Water State Revolving Funds	66.458	*	\$ 506,594
Total Clean Water State Revolving Fund Cluster			<u>506,594</u>
<i>Asst Administrator for Solid Waste & Emergency Response</i>			
Brownfield Assessment and Cleanup Cooperative Agreements	66.818	*	84,406
Total Environmental Protection Agency			<u>591,000</u>
<u>U.S. Department of Agriculture</u>			
<i>Food and Nutrition Service</i>			
Child Nutrition Cluster			
Passed through Wyoming Department of Education			
Special Milk Program for Children	10.556	*	372
Total Child Nutrition Cluster			<u>372</u>
<i>Rural Business Cooperative Service</i>			
Rural Business Development Grants	10.351		18,683
Total U.S. Department of Agriculture			<u>19,055</u>
<u>U.S. Department of Justice</u>			
<i>Bureau of Justice Assistance</i>			
Bulletproof Vest Partnership Program	16.607	*	6,720
Total U.S. Department of Justice			<u>6,720</u>
<u>U.S. Department of Transportation</u>			
<i>Federal Highway Administration</i>			
Passed through Wyoming Department of Transportation			
Highway Planning and Construction Program	20.205		11,132
<i>National Highway Traffic Safety Administration</i>			
Passed through the Wyoming Association of Sheriffs and Chiefs of Police			
Alcohol Open Container Requirements	20.607	*	559
<i>Highway Safety Cluster</i>			
Passed through the Wyoming Department of Transportation and the			
Wyoming Association of Sheriffs and Chiefs of Police			
National Priority Safety Programs	20.616	*	121,929
Total Highway Safety Cluster			<u>121,929</u>
Total U.S. Department of Transportation			<u>133,620</u>

(Continued)

CITY OF LARAMIE, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2019
 (Continued)

<u>Federal Grantor/Pass-Through Grantor/Program/Title</u>	<u>Federal CFDA Numbers</u>	<u>Pass-through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Health and Human Services</u>			
<i>Substance Abuse and Mental Health Services Administration</i>			
Passed through the Wyoming Association of Sheriffs and Chiefs of Police Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	*	<u>9,511</u>
Total U.S. Department of Health and Human Services			<u>9,511</u>
<u>Executive Office of the President</u>			
Passed through Wyoming Division of Criminal Investigation High Intensity Drug Trafficking Areas Program	95.001	*	<u>84,247</u>
Total Executive Office of the President			<u>84,247</u>
<u>U.S. Department of Homeland Security</u>			
<i>Federal Emergency Management Association</i>			
Passed through Wyoming Office of Homeland Security Homeland Security Grant Program	97.067	*	<u>176,502</u>
Total U.S. Department of Homeland Security			<u>176,502</u>
<u>U.S. Department of the Interior</u>			
<i>National Park Service</i>			
Passed through Wyoming Department of State Parks and Cultural Resources Outdoor Recreation Acquisition, Development, and Planning Program	15.916		<u>30,043</u>
Total U.S. Department of the Interior			<u>30,043</u>
Total Federal Awards			<u>\$ 1,050,698</u>

* Pass-through Grantor's Number unavailable

CITY OF LARAMIE, WYOMING

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2019

Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the City of Laramie, Wyoming under programs of the federal government for the year ended June 30, 2019. 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, 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 of the operations of the City of Laramie, Wyoming, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Laramie, Wyoming.

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 principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The City of Laramie, Wyoming has not elected to use the 10 percent de minimus indirect cost rate as allowed under Uniform Guidance.



**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, City Council
and City Manager
City of Laramie, Wyoming

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Laramie, Wyoming, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise City of Laramie, Wyoming’s basic financial statements and have issued our report thereon dated December 13, 2019.

Internal Control over Financial Reporting

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

ACM LLP

Laramie, Wyoming
January 3, 2020



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

To the Honorable Mayor, City Council
and City Manager
City of Laramie, Wyoming

Report on Compliance for Each Major Federal Program

We have audited the City of Laramie, Wyoming's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Laramie, Wyoming's major federal programs for the year ended June 30, 2019. The City of Laramie, Wyoming's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Laramie, Wyoming'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 U.S. *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 of Laramie, Wyoming'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 City of Laramie, Wyoming's compliance.



Opinion on Each Major Federal Program

In our opinion, the City of Laramie, Wyoming 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, 2019.

Report on Internal Control over Compliance

Management of the City of Laramie, Wyoming, 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 of Laramie, Wyoming's internal control over compliance with the types of 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 of Laramie, Wyoming'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.

ACM LLP

Laramie, Wyoming
January 3, 2020

CITY OF LARAMIE, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2019

PART I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance	No

Identification of Major Programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>	<u>Expenditures</u>
66.458	Capitalization Grants for Clean Water State Revolving Funds	\$ 506,594

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee? Yes

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CITY OF LARAMIE, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2019

(Continued)

**PART II – FINDINGS RELATING TO THE FINANCIAL STATEMENT AUDIT
REQUIRED TO BE REPORTED IN ACCORDANCE WITH *GOVERNMENTAL
AUDITING STANDARDS*.**

No such findings.

PART III – FINDINGS AND QUESTIONED COSTS

No such findings.