

**CITY OF GRAND FORKS  
GRAND FORKS, NORTH DAKOTA**

INDEPENDENT AUDITOR'S REPORTING REQUIREMENTS  
AND OTHER COMMUNICATIONS REQUIRED UNDER  
THE SINGLE AUDIT ACT

FOR THE YEAR ENDED DECEMBER 31, 2020

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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 Honorable Mayor and  
Members of the City Council  
City of Grand Forks, North Dakota

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Grand Forks, North Dakota, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Grand Forks' basic financial statements and have issued our report thereon dated June 18, 2021.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Grand Forks' 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 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. 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 Grand Forks' 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.



**BRADY, MARTZ & ASSOCIATES, P.C.**  
**GRAND FORKS, NORTH DAKOTA**

June 18, 2021

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL  
AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

To the Honorable Mayor and  
Members of the City Council  
City of Grand Forks, North Dakota

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

We have audited the City of Grand Forks' 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 December 31, 2020. The City of Grand Forks' major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The City of Grand Forks' basic financial statements include the operations of the Grand Forks Airport Authority, which spent \$5,063,773 in federal awards. These awards are not included in the City's schedule during the year ended December 31, 2020. Our audit, described below, did not include the operations of the Grand Forks Airport Authority because the Authority engaged us to perform a separate audit.

### ***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the City of Grand Forks' major federal program 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'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 the City's 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 of Grand Forks complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2020.

### **Report on Internal Control Over Compliance**

Management of the City of Grand Forks 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 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 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 the 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

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Grand Forks as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 18, 2021, 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.



**BRADY, MARTZ & ASSOCIATES, P.C.**  
**GRAND FORKS, NORTH DAKOTA**

June 18, 2021

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Program Title	Federal CFDA Number	Award Amount	Amounts Passed Through to Subrecipients	Expenditures
<b>Department of Transportation</b>				
<b>Federal Transit Administration</b>				
Transit Services Programs Cluster				
Pass Through NDDOT:				
NDDOT #38-190-972 Elderly & Persons with Disabilities Program	20.513	72,957	\$ 32,103	
NDDOT #38-200-998 Elderly & Persons with Disabilities Program	20.513	72,562	<u>37,436</u>	
Total Transit Services Programs Cluster				\$ 69,539
<b>Federal Transit Cluster</b>				
Direct Programs:				
FTA Operating & Capital Assistance ND-2017-001-00	20.507	1,213,895		5,252
FTA Operating & Capital Assistance ND-2018-001-00	20.507	1,061,544		10,616
FTA Operating & Capital Assistance ND-2018-010-00	20.507	1,090,541		10,908
FTA Operating & Capital Assistance ND-2020-001-01	20.507	1,159,073		11,591
FTA Operating & Capital Assistance ND-2021-001-01	20.507 (CARES)	3,172,110		955,407
FTA Operating & Capital Assistance ND-2021-001-02	20.507 (CARES)	200,000		161,455
FTA Operating & Capital Assistance ND-2021-004-00	20.507	1,193,430		708,980
FTA Capital for Facility Rehab ND-2019-002-00	20.526	3,600,000		527,797
Pass Through NDDOT:				
NDDOT #38-19-0307 Federal Transit Capital Investment Grants	20.500	1,200,000		1,142,877
NDDOT #38-180-971 Federal Transit Capital Investment Grants	20.500	448,800		15,245
NDDOT #38-181-780 Federal Transit Capital Investment Grants	20.500	365,040		308,170
NDDOT #38-190-965 Federal Transit Capital Investment Grants	20.500	661,992		349,652
NDDOT #38-190-969 Federal Transit Capital Investment Grants	20.500	123,200		8,630
NDDOT #38-190-966 Federal Transit Capital Investment Grants	20.500	32,000		10,767
NDDOT #38-171-213 Federal Transit Capital Investment Grants	20.500	462,897		<u>358,909</u>
Total Federal Transit Cluster				4,586,256
<b>Federal Highway Administration</b>				
Pass Through North Dakota State Dept. of Transportation				
Highway Planning and Construction Cluster				
SU-6-986(121)125 (N 42nd St from University to Gateway)	20.205	5,544,233		40,880
S-HEU-6-986(117)121 (Columbia Road & 17th Ave S Turning Lanes)	20.205	665,213		4,134
NHU-6-002(125)911 Reconstruct Demers from Sorlie Bridge to N 5th St	20.205	6,855,234		2,016,258
NHU-6-297(011)003 (Reconstruct Demers Ave from N 6th St to N 5th St)	20.205	1,027,982		283,709
SU-6-002(126)910 Mill & Overlay N 5th St from US 2 to Demers Ave	20.205	2,700,702		2,448,558
TAU-6-986(126) 17th Ave S Shared Use Path	20.205	213,920		213,920
HLU-6-999(041) Retroreflective Backplates & Law Enforcement Confirmation Light	20.205	285,403		217,920
NHU-6-297(012)001 (Turn Lanes at Demers Ave & Columbia Rd Intersection)	20.205	767,683		202,097
NHU-6-081 (100)943 ADA Ramps (US 81 Washington St- Hammerling St to 8th Ave N)	20.205	1,023,843		766,439
RPS-9999(403) (BNSF Railway Signal Upgrade at 6th Ave N)	20.205	217,916		21,826
NHU-SS-6-081(099)944 CRP Washington St, South of 8th Ave N to .4 miles N of US 2	20.205	1,072,502		965,252
SU-6-986(127) Mill & Overlay on University Ave from State St to N 3rd St	20.205	2,209,000		1,841,929
UGP -6-986 (128) Reconstruct N 3rd St from University Ave to Demers Ave	20.205	3,079,156		<u>392,978</u>
Total Highway Planning and Construction Cluster				9,415,900
<b>National Highway Traffic Safety Administration</b>				
Pass Through North Dakota Dept. of Transportation				
Highway Safety Cluster				
NDDOT 12-200-906-1	20.600	22,000		3,858
NDDOT 12-200-906-2	20.616	22,000		4,671
NDDOT 12-191-180-1	20.616	12,000		6,607
NDDOT 12-191-180-2	20.616	22,000		7,858
NDDOT 12-191-180-3	20.600	6,000		<u>5,805</u>
Total Highway Safety Cluster				28,799
<b>Total Department of Transportation</b>				
				<u>14,100,494</u>

See Notes to the Schedule of Expenditures of Federal Awards

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Program Title	Federal CFDA Number	Award Amount	Amounts Passed Through to Subrecipients	Expenditures
<b>Department of Housing &amp; Urban Development</b>				
Community Development Block Grants -Entitlement Grants Cluster				
B-16-MC-38-0002	14.218	330,877		27,523
B-17-MC-38-0002	14.218	371,429		688
B-18-MC-38-0002	14.218	411,752		13,189
B-19-MC-38-0003	14.218	430,422		67,309
B-20-MC-38-0002	14.218	455,668		68,059
B-20-MW-38-0002	14.218 (CARES)	566,450		218,054
Program Income - Supplemental	14.218			<u>311,006</u>
Total Community Development Block Grants - Entitlement Grants Cluster			564,822	<u>705,828</u>
Pass Through North Dakota Dept of Commerce/DCS 4734-M1617-12	14.239	13,380		<u>13,380</u>
<b>Total Department of Housing &amp; Urban Development</b>				<u>719,208</u>
<b>Department of the Treasury</b>				
Pass Through N.D. OMB				
Covid-19 Funding for Cities	21.019 (CARES)	7,231,788		7,231,788
Pass Through N.D. Department of Health				
Covid-19 Funding for LPHU G19.748	21.019 (CARES)	2,056,675		<u>2,025,645</u>
Total CFDA 21.019				<u>9,257,433</u>
<b>Total Department of Treasury</b>				<u>9,257,433</u>
<b>Department of Health &amp; Human Services</b>				
Pass Through N.D. Department of Health				
Maternal and Child Health Care/Nutrition G19.335	93.994	60,000		46,930
G19.962	93.994	60,000		<u>14,365</u>
Total CFDA 93.994				61,295
Aid to Local Public Health Units G19.221	93.U05	412,047		241,024
Communicable Disease Control PF19.090	93.940	9,000		3,562
ND Chronic Disease G19.521	93.758	12,000		11,990
Immunization Initiative Grant G19.026	93.268	30,897		15,884
G19.878	93.268	28,542		11,784
Increasing Pediatric Influenza Vaccination G19.301	93.268	9,914		<u>9,259</u>
Total CFDA 93.268				36,927
Tobacco Prevention & Control G19.189	93.283	233,754		112,016
G19.700	93.283	233,754		<u>75,887</u>
Total CFDA 93.283				187,903
Emergency Preparedness & Response G19.256	93.069	217,751		155,419
G19.776	93.069	217,751		10,042
G19.160	93.069	8,366		<u>3,042</u>
Total CFDA 93.069				168,503

See Notes to the Schedule of Expenditures of Federal Awards

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Program Title	Federal CFDA Number	Award Amount	Amounts Passed Through to Subrecipients	Expenditures
<b>Pass Through N.D. Department of Health</b>				
Ryan White Care Grant				
G17.1197	93.917	60,500		5,748
G19.653	93.917	24,000		<u>19,466</u>
Total CFDA 93.917				25,214
Tuberculosis Control				
G19.606	93.116	2,775		2,775
Tobacco Youth Compliance Checks				
G19.142	93.U01	3,465		3,465
Women's Way Grant				
PF19.030	93.898	135,890		64,983
G19.859	93.898	126,020		40,451
Women's Way Community Clinical Linkages				
G19.138	93.898	25,000		19,749
Women's Way CRC Initiative				
G19.546B	93.898	10,000		9,800
Increase Adherence in Breast and Cervical Cancer Screenings				
G19.367	93.898	10,000		<u>7,000</u>
Total CFDA 93.898				141,983
<b>Pass Through N.D. Department of Human Services</b>				
North Dakota Substance Abuse Prevention Community Grant				
810-11571	93.U02	69,993		20,347
Medicaid Cluster				
Health Tracks (formerly Early Prevention Screening Program)	93.778	86,392		13,194
Opioid STR Community Grant				
810-11547	93.U03	232,215		227,464
810-11870	93.U04	171,440		<u>42,860</u>
<b>Total Department of Health &amp; Human Services</b>				<u>1,188,506</u>
<b>Department of Interior, Fish &amp; Wildlife Service</b>				
<b>Pass Through North Dakota State Historical Society</b>				
38-19-171422-31 FY2020	15.904	35,060		27,091
ND-20-100026	15.904	23,540		<u>3,080</u>
Total CFDA 15.904				30,171
<b>Total Department of Interior, Fish &amp; Wildlife Service</b>				<u>30,171</u>
<b>Executive Office of the President</b>				
<b>Pass Through ND State Office of Attorney General</b>				
HIDTA 59320-GF	95.001	256,808		16,555
HIDTA 59319-GF	95.001	311,208		<u>115,612</u>
Total CFDA 95.001				132,167
<b>Total Executive Office of the President</b>				<u>132,167</u>
<b>Department of Justice-Office of Justice Programs</b>				
<b>Pass Through ND State Office of Attorney General</b>				
Bullet Proof Vest Program	16.607	73,809		3,268
2017-DJ-BX-0034	16.738	20,719		1,456
19212 City of Grand Forks/Light of Hope (CVIC)	16.738	9,857	9,857	<u>9,857</u>
Total CFDA 16.738				11,313

See Notes to the Schedule of Expenditures of Federal Awards

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Program Title	Federal CFDA Number	Award Amount	Amounts Passed Through to Subrecipients	Expenditures
<b>Pass Through ND Department of Health</b>				
G19.400 STOP Violence Against Women	16.588	16,668		15,123
G19.987 STOP Violence Against Women	16.588	17,691		<u>4,182</u>
Total CFDA 16.588				<u>19,305</u>
<b>Total Department of Justice</b>				<u>33,886</u>
<b>Department of Homeland Security</b>				
<b>Pass Through GF County - Operation Stone Garden NE Regional UAS Team</b>				
S #1	97.067	90,000		8,869
S #15	97.067	128,700		2,653
<b>Pass Through North Dakota Dept of Emergency Services</b>				
HOMELAND SECURITY/#EMW-2019-SS-000033-S01	97.067	130,250		<u>51,643</u>
Total CFDA 97.067				63,165
FEMA-4444-DR - Spring '19 Flood Fight	97.036	159,420		7,226
FEMA-4475-DR - Oct '19 Snow Storm	97.036	221,044		189,467
FEMA-4509-DR - COVID 19 Emergency Funds	97.036	110,311		110,311
FEMA-4553-DR - Spring '20 Flood Fight	97.036	170,484		<u>144,318</u>
Total CFDA 97.036				<u>451,322</u>
<b>Total Department of Homeland Security</b>				<u>514,487</u>
<b>Department of Commerce</b>				
<b>Economic Development Cluster</b>				
Project 05-19-59026 Revolving Loan Funds	11.307	1,559,824		1,276,581
Project 05-79-05991 Revolving Loan Funds	11.307 (CARES)	1,529,000		<u>230,595</u>
Total Economic Development Cluster				<u>1,507,176</u>
<b>Total Department of Commerce</b>				<u>1,507,176</u>
<b>Environmental Protection Agency</b>				
<b>Pass Through North Dakota Public Finance Authority</b>				
<b>Drinking Water State Revolving Fund Cluster</b>				
EPA Capitalization Grant Loan	66.468	66,000,000		<u>7,774,093</u>
<b>Total Environmental Protection Agency</b>				<u>7,774,093</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 574,679</u>	<u>\$ 35,257,621</u>

See Notes to the Schedule of Expenditures of Federal Awards

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE 1 Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in 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.

**NOTE 2 De Minimis Cost Rate**

The City of Grand Forks has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**NOTE 3 Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal award activity of the City of Grand Forks under programs of the federal government for the year ended December 31, 2020. 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 operations of the City of Grand Forks it is not intended to and does not present the financial position, change in net position, or cash flows of the City of Grand Forks.

**NOTE 4 Loans Outstanding**

The City of Grand Forks had the following loan balances outstanding at December 31, 2020. Current year loan expenditures were \$7,774,093. These loan balances outstanding, except for the current year loan expenditures for the EPA Capitalization Grant, are not included in the federal expenditures presented in the schedule, as they are not considered to have continuing compliance requirements:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Outstanding</u>
North Dakota Public Finance Authority State Revolving Fund	66.468	\$ 77,053,485

**NOTE 5 Program Income**

As of December 31, 2020, the City of Grand Forks earned \$311,066 in program income from its CDBG Emergency Supplemental Appropriation Grant.

**NOTE 6 Matching Costs**

The accompanying schedule of expenditures of federal awards does not include matching expenditures.

**CITY OF GRAND FORKS, NORTH DAKOTA**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE 7 EDA Revolving Loan Funds (RLF) Grant**

The accompanying schedule of expenditures of federal awards includes \$1,270,528 reported for CFDA 11.307. This amount does not represent current year expenditures. See calculation below:

Balance of RLF loans outstanding at end of recipients fiscal year	\$ 857,994
Cash and investment balance in RLF at end of recipients fiscal year	526,900
Admin expenses paid out of RLF income during recipients fiscal year	<u>33,529</u>
	1,418,423
Federal share of RLF as specified in the grant award	<u>90%</u>
Schedule of expenditures of federal awards amount	<u>\$ 1,276,581</u>

**CITY OF GRAND FORKS, NORTH DAKOTA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**Section I-Summary of Auditor's Results**

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:  
Material weakness(es) identified?     yes   x   no  
Significant deficiency(ies) identified that are  
not considered to be material weaknesses?     yes   x   none reported

Noncompliance material to 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 are  
not considered to be material weaknesses?     yes   x   none reported

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 2 CFR 200.516(a)?     yes   x   no

Identification of major programs:

CFDA Number(s) Name of Federal Program or Cluster

21.019 – Coronavirus Relief Fund

Dollar threshold used to distinguish  
between Type A and Type B programs:     \$ 1,057,728

Auditee qualified as low-risk auditee?   X   yes     no

**Section II-Financial Statement Findings**

There are no findings that are required to be reported under this section.

**Section III-Federal Award Findings and Questioned Costs**

There are no findings that are required to be reported under this section.

**CITY OF GRAND FORKS, NORTH DAKOTA  
SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

No prior audit findings were required to be reported.