



DATE: April 22, 2025

TO: Mayor and Members of the City Council

FROM: John Herrera, CPA, Acting Finance Director

VIA: Greg Humora, City Manager *GH*

SUBJECT: ACCEPTANCE OF THE SINGLE AUDIT OF FEDERALLY ASSISTED  
GRANT PROGRAMS FOR THE YEAR ENDING JUNE 30, 2023

A Single Audit is a compliance engagement required to be performed when \$1 million or more in federal awards are “expended” by the City during any one fiscal year. The City of La Mesa was required to perform a Single Audit for Fiscal Year 2023 because its total federal grant award expenditures totaled \$1,769,634.

The City engaged the services of independent auditing firm Rogers, Anderson, Malody & Scott, CPAs for the FY 2023 Single Audit. The Single Audit Report on Federal Awards attached to this staff report shows that the independent auditors found “deficiencies described in their finding #2023-001 and #2023-002 to be *material weaknesses*” in the City’s internal controls managed by Finance staff during FY 2023.

The auditors also stated, “We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2023-003 to be a significant deficiency”.

Staff responses, to address the Schedule of Findings by the auditors, are shown in the last two pages of the attached Single Audit report.