

CITY OF LA CROSSE, WISCONSIN

**FEDERAL AND STATE
SINGLE AUDIT REPORTS**

DECEMBER 31, 2013

CITY OF LA CROSSE, WISCONSIN

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DECEMBER 31, 2013

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE AND SCHEDULES OF EXPENDITURES OF
FEDERAL AND STATE AWARDS AS REQUIRED BY
OMB CIRCULAR A-133, FEDERAL AVIATION ADMINISTRATION,
AND STATE SINGLE AUDIT GUIDELINES**

To the Common Council
City of La Crosse, Wisconsin

Report on Compliance for Each Major Federal, State, and PFC Program

We have audited the City of La Crosse, Wisconsin's ("City") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 *Compliance Supplement*, Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration ("PFC Guide"), and *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, that could have a direct and material effect on each of the City's major federal and state programs and the passenger facility charge program for the year ended December 31, 2013. The City's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned cost.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal and state 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration, and *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133, the PFC Guide, and state guidelines 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 each major federal and state programs and its passenger facility charge program. Our audit does not provide a legal determination on the City's compliance.

Opinion on Each Major Federal and State Programs and the Passenger Facility Charge Program

In our opinion, the City complied, in all material respects, with the types compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs and its passenger facility charge program for the year ended December 31, 2013.

Report on Internal Control Over Compliance

The management of the City 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, 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 our 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 OMB Circular A-133, 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 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 preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

Schedules of Expenditures of Federal and State Awards

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 La Crosse, Wisconsin as of and for the year ended December 31, 2013, and have issued our report, thereon, dated June 27, 2014, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards, Urban Mass Transportation Program Reconciliation, and Schedule of Passenger Facility Charges Collected and Expended are presented for purposes of additional analysis, as required by the OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration, and *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration, and are 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 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 to 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.

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Hawkins Ash CPAs, LLP

La Crosse, Wisconsin
June 27, 2014

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2013

| GRANTOR AGENCY PASS-THROUGH AGENCY GRANT DESCRIPTION GRANT PERIOD AND NUMBER | FEDERAL CATALOG OR STATE I.D. NUMBER | AWARD AMOUNT | RECEIVABLE (DEFERRED REVENUE) JANUARY 1, 2013 | | GRANT RECEIVED | | RECEIVABLE (DEFERRED REVENUE) DECEMBER 31, 2013 | | EXPENDITURES |
|---|---|-----------------|---|----------|----------------|----------|---|----------|----------------|
| | | | FEDERAL | STATE | FEDERAL | STATE | FEDERAL | STATE | |
| | | | | | | | | | |
| <u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u> | | | | | | | | | |
| COMMUNITY DEVELOPMENT BLOCK GRANT | 14.218 | | | | | | | | |
| B11-MC-55-0004 | | 925,494 | \$ 84,091 | \$ - | \$ 327,846 | \$ - | \$ - | \$ - | \$ 243,755 |
| B12-MC-55-0004 | | 856,187 | - | - | 299,296 | - | 112,846 | - | 412,142 |
| COULEECAP INC. | 14.218 | | | | | | | | |
| NSP 09-07 | | 336,040 | 301 | - | - | - | 2,678 | - | 2,377 |
| Community Development Block Grant Cluster | | | 84,392 | - | 627,142 | - | 115,524 | - | 658,274 |
| HOME INVESTMENT PARTNERSHIP PROGRAM | 14.239 | | | | | | | | |
| M10-MC550208 | | 397,449 | 57,109 | - | 88,365 | - | - | - | 31,256 |
| M11-MC550208 | | 349,000 | - | - | 25,582 | - | - | - | 25,582 |
| M12-MC550208 | | 343,773 | - | - | 34,377 | - | - | - | 34,377 |
| M13-MC550208 | | 317,311 | - | - | 30,152 | - | - | - | 30,152 |
| TOTAL 14.239 | | | 57,109 | - | 178,476 | - | - | - | 121,367 |
| Economic Development Initiative - Special Programs | 14.251 | | | | | | | | |
| B-06-SP-WI-1098 | | 198,000 | - | - | 183,201 | - | - | - | 183,201 |
| TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT | | | 141,501 | - | 988,819 | - | 115,524 | - | 962,842 |
| <u>U.S. DEPARTMENT OF JUSTICE</u> | | | | | | | | | |
| <u>Direct Programs</u> | | | | | | | | | |
| OFFICE OF JUSTICE PROGRAMS | | | | | | | | | |
| Byrne Justice Assistance Grant Program | 16.579 | | | | | | | | |
| 2011-DJ-BX-3273 10/1/10-9/30/14 | | 27,285 | - | - | 8,862 | - | - | - | 8,862 |
| 2012-DJ-BX-1018 10/1/11-9/30/15 | | 22,577 | 11,289 | - | 22,578 | - | - | - | 11,289 |
| 2013-DJ-BX-1184 10/1/11-9/30/15 | | 20,142 | - | - | - | - | 20,142 | - | 20,142 |
| TOTAL 16.579 | | | 11,289 | - | 31,440 | - | 20,142 | - | 40,293 |
| ARRA- Byrne Justice Assistance Grant Program | 16.804 | | | | | | | | |
| 2009-SB-B9-1570 - 3/1/09 - 2/28/13 | | 146,561 | 8,719 | - | 12,552 | - | - | - | 3,833 |
| Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | | | | | | | | |
| 2009-SB-B9-1570 3/1/09-2/28/13 | | 35,608 | - | - | 21,237 | - | - | - | 21,237 |
| Edward Byrne Memorial Justice Assistance Grant Program Cluster | | | 8,719 | - | 33,789 | - | - | - | 25,070 |
| Violence Against Women Formula Grant | | | | | | | | | |
| DART | 16.588 | | | | | | | | |
| 2011-WE-AX-0043 10/1/11-9/30/13 | | 393,716 | 44,420 | - | 170,599 | - | - | - | 126,179 |
| 2011-WE-AX-0015 10/1/11-9/30/16 | | 299,741 | - | - | - | - | 39,803 | - | 39,803 |
| TOTAL 16.588 | | | 44,420 | - | 170,599 | - | 39,803 | - | 165,982 |
| BUREAU OF ALCOHOL, TOBACCO, AND FIREARMS | | | | | | | | | |
| Gang Resistance Education and Training | 16.737 | | | | | | | | |
| GRTC (G.R.E.A.T.) Regional | | | | | | | | | |
| 2010-JV-FX-K002 10/1/10-9/30/13 | | 710,000 | 85,501 | - | 256,946 | - | 86,049 | - | 257,494 |

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2013

| GRANTOR AGENCY PASS-THROUGH AGENCY GRANT DESCRIPTION GRANT PERIOD AND NUMBER | FEDERAL CATALOG OR STATE I.D. NUMBER | AWARD AMOUNT | RECEIVABLE (DEFERRED REVENUE) JANUARY 1, 2013 | | GRANT RECEIVED | | RECEIVABLE (DEFERRED REVENUE) DECEMBER 31, 2013 | | EXPENDITURES |
|---|---|-----------------|---|----------|----------------|-----------|---|----------|--------------|
| | | | FEDERAL | STATE | FEDERAL | STATE | FEDERAL | STATE | |
| | | | | | | | | | |
| <u>U.S. DEPARTMENT OF JUSTICE - Continued</u> | | | | | | | | | |
| <u>Indirect Programs</u> | | | | | | | | | |
| WISCONSIN DEPARTMENT OF ADMINISTRATION - OFFICE OF JUSTICE ASSISTANCE | | | | | | | | | |
| Victims of Crime Act (VOCA) | 16.575 | | | | | | | | |
| 2010-045-15 10/1/12-9/30/13 | | \$ 87,250 | \$ 17,071 | \$ - | \$ 72,753 | \$ - | \$ - | \$ - | \$ 55,682 |
| 2011-045-15 10/1/12-9/30/14 | | 85,500 | - | - | - | - | 17,659 | - | 17,659 |
| TOTAL 16.575 | | | 17,071 | - | 72,753 | - | 17,659 | - | 73,341 |
| Bulletproof Vest Partnership Program | 16.607 | 11,912 | - | - | 11,912 | - | - | - | 11,912 |
| Wisconsin Bureau of Transportation Safety | | | | | | | | | |
| Alcohol Enforcement Project | 16.727 | | | | | | | | |
| Alcohol Enforcement Project 0951-37-37 | | 17,965 | 2,708 | - | 2,708 | - | - | - | - |
| 10/19/10-9/30/11 | | | | | | | | | |
| TOTAL U.S. DEPARTMENT OF JUSTICE | | | 169,708 | - | 580,147 | - | 163,653 | - | 574,092 |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | | | | | | | |
| WISCONSIN DEPARTMENT OF TRANSPORTATION | | | | | | | | | |
| Highway Planning and Construction | | | | | | | | | |
| Transportation Enhancement #5991-07-02 | 20.205 | 87,160 | 86,362 | - | - | - | 77,480 | - | (8,882) |
| WISCONSIN DEPARTMENT OF NATURAL RESOURCES | | | | | | | | | |
| Recreational Trails Program | 20.219 | | | | | | | | |
| RTA-501-12 | | 45,000 | - | - | - | - | 40,675 | - | 40,675 |
| Highway Planning and Construction Cluster | | | 86,362 | - | - | - | 118,155 | - | 31,793 |
| ARRA Transit Formula Grant | 20.507 | | | | | | | | |
| WI-96-X019-00 | | 1,127,000 | - | - | 52,447 | - | - | - | 52,447 |
| WISCONSIN DEPARTMENT OF TRANSPORTATION | | | | | | | | | |
| Federal Transit Capital Investment Grant | 20.525 | | | | | | | | |
| State of Good Repair Grant | | | | | | | | | |
| WI-04-0032-00 | | 1,320,000 | - | - | 1,320,000 | - | - | - | 1,320,000 |
| Federal Transit Formula Grant | 20.507/395.104 | | | | | | | | |
| Section 9 Operational Asst Grant | | | | | | | | | |
| WI-90-X596-00 | | 1,803,534 | - | - | 1,803,534 | - | - | - | 1,803,534 |
| MN-90-X310-00 | | 105,000 | - | - | 105,000 | - | - | - | 105,000 |
| Paratransit | | 56,627 | - | - | - | 56,627 | - | - | 56,627 |
| 2013 WI-XX02008 La Crosse, WI | | 1,373,010 | - | - | - | 1,235,711 | - | 53,310 | 1,289,021 |
| 2012 WI-XX02008 La Crosse, WI | | 1,395,420 | - | 139,542 | - | - | - | 139,542 | - |
| 2011 WI-XX02008 La Crosse, WI | | 1,579,212 | - | 157,921 | - | - | - | 76,330 | (81,591) |
| 2010 WI-XX02008 La Crosse, WI | | 1,555,968 | - | (37,220) | - | - | - | (58,343) | (21,123) |
| 2009 WI-XX02008 La Crosse, WI | | 1,841,599 | - | (43,838) | - | - | - | (39,892) | 3,946 |
| TOTAL 20.507/395.104 | | | - | 216,405 | 1,908,534 | 1,292,338 | - | 170,947 | 3,155,414 |

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2013

| GRANTOR AGENCY PASS-THROUGH AGENCY GRANT DESCRIPTION GRANT PERIOD AND NUMBER | FEDERAL CATALOG OR STATE I.D. NUMBER | AWARD AMOUNT | RECEIVABLE (DEFERRED REVENUE) JANUARY 1, 2013 | | GRANT RECEIVED | | RECEIVABLE (DEFERRED REVENUE) DECEMBER 31, 2013 | | EXPENDITURES |
|---|---|-----------------|---|----------------|------------------|------------------|---|----------------|------------------|
| | | | FEDERAL | STATE | FEDERAL | STATE | FEDERAL | STATE | |
| | | | | | | | | | |
| <u>U.S. DEPARTMENT OF TRANSPORTATION - Continued</u> | | | | | | | | | |
| <u>NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION</u> | | | | | | | | | |
| WISCONSIN DEPARTMENT OF TRANSPORTATION | | | | | | | | | |
| State and Community Highway Safety | | | | | | | | | |
| Pedestrian Safety Enforcement Project 0953-80-30 10/1/11-9/30/13 | 20.600 | \$ 10,100 | \$ - | \$ - | \$ 9,450 | \$ - | \$ - | \$ - | \$ 9,450 |
| Alcohol Impaired Driving Counter Measures Incentive Grant Alcohol Enforcement Project 02031 10/1/12-9/30/13 | 20.601 | 25,000 | | | 2,433 | | 5,689 | | 8,122 |
| State and Community Highway Safety Bicycle Safety Grant 0953-80-18 10/1/12-9/30/13 | 20.600 | 2,020 | - | - | 2,002 | - | - | - | 2,002 |
| TOTAL 20.600 | | | - | - | 13,885 | - | 5,689 | - | 19,574 |
| TOTAL U.S. DEPARTMENT OF TRANSPORTATION | | | 86,362 | 216,405 | 3,294,866 | 1,292,338 | 123,844 | 170,947 | 4,579,228 |
| <u>US DEPT OF THE NATIONAL ENDOWMENT FOR THE ARTS</u> | | | | | | | | | |
| Promotion of the Arts Grants to Organizations and Individuals 13-4292-7068 | 45.024 | 25,000 | - | - | - | - | 2,107 | - | 2,107 |
| <u>US DEPT OF ENVIRONMENTAL PROTECTION AGENCY</u> | | | | | | | | | |
| WISCONSIN DEPARTMENT OF NATURAL RESOURCES | | | | | | | | | |
| ARRA - Brownfields Assessment and Cleanup Cooperative Agreement RRG-029 | 66.818 | 250,000 | 174 | - | 144,597 | - | 31,246 | - | 175,669 |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITIES</u> | | | | | | | | | |
| FEDERAL EMERGENCY MANAGEMENT AGENCY | | | | | | | | | |
| Homeland Security/AFG | | | | | | | | | |
| EMW-2010-FO-02159 | 97.044 | 21,920 | (57) | - | (24) | - | - | - | 33 |
| EMW-2012-FO-07166 | | 25,744 | - | - | 25,744 | - | (3,943) | - | 21,801 |
| TOTAL U.S. DEPARTMENT OF HOMELAND SECURITIES | | | (57) | - | 25,720 | - | (3,943) | - | 21,834 |
| <u>WISCONSIN DEPARTMENT OF NATURAL RESOURCES</u> | | | | | | | | | |
| RU Recycling Grant | 370.670 | 168,105 | - | - | - | 168,105 | - | - | 168,105 |
| RU Consolidation Grant | 370.673 | 13,525 | - | - | - | 13,525 | - | - | 13,525 |
| Urban Wildlife Damage Abatement UW08-071 | 370.658 | 5,000 | - | 522 | - | - | - | 522 | - |
| Acquisition and Development of Local Parks Program S-ADPL3-1077 (Grandad Bluff Park Renovation) | 370.TA1 | 417,000 | - | 208,500 | - | 208,500 | - | - | - |

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2013

| GRANTOR AGENCY PASS-THROUGH AGENCY GRANT DESCRIPTION GRANT PERIOD AND NUMBER | FEDERAL CATALOG OR STATE I.D. NUMBER | AWARD AMOUNT | RECEIVABLE (DEFERRED REVENUE) JANUARY 1, 2013 | | GRANT RECEIVED | | RECEIVABLE (DEFERRED REVENUE) DECEMBER 31, 2013 | | EXPENDITURES |
|---|---|-----------------|---|---------------------|---------------------|---------------------|---|-------------------|---------------------|
| | | | FEDERAL | STATE | FEDERAL | STATE | FEDERAL | STATE | |
| | | | | | | | | | |
| <u>WISCONSIN DEPARTMENT OF NATURAL RESOURCES - Continued</u> | | | | | | | | | |
| Acquisition and Development of Local Parks Program | 370.TA20 | | | | | | | | |
| S-ADPL2-977 (Isle la Plume Riverfront Trail Development) | | \$ 284,436 | \$ - | \$ 142,218 | \$ - | \$ 142,218 | \$ - | \$ - | \$ - |
| S-ADLP3-12-1144 (Black River Trail Outdoor Rec) | | 183,649 | - | (91,825) | - | - | - | (91,825) | - |
| S-ADLP3-1095 (RTA-438-09) (North Bank Trail) | | 16,530 | - | 366 | - | - | - | 366 | - |
| TOTAL 370.TA20 | | | - | 50,759 | - | 142,218 | - | (91,459) | - |
| Municipal Flood Control Grant Program | 370.TH1 | | | | | | | | |
| MFC-32246-10 | | 262,710 | - | 134,752 | - | - | - | 134,752 | - |
| TOTAL WISCONSIN DEPARTMENT OF NATURAL RESOURCES | | | - | 394,533 | - | 532,348 | - | 43,815 | 181,630 |
| <u>WISCONSIN DEPARTMENT OF JUSTICE</u> | | | | | | | | | |
| Internet Crimes Against Children | 455.321 | 2,490 | - | (95) | - | - | - | (95) | - |
| <u>WISCONSIN DEPARTMENT OF TRANSPORTATION</u> | | | | | | | | | |
| TEA Grant | 395.510 | 500,000 | - | 500,000 | - | 500,000 | - | - | - |
| <u>WISCONSIN DEPARTMENT OF ADMINISTRATION</u> | | | | | | | | | |
| OFFICE OF JUSTICE ASSISTANCE | | | | | | | | | |
| Beat Patrol Grant | 505.603 | | | | | | | | |
| 2012-BP-01-7472-3 1/1/12 - 12/31/12 | | 121,434 | - | - | - | 121,434 | - | - | 121,434 |
| TOTAL AWARDS | | | \$ 397,688 | \$ 1,110,843 | \$ 5,034,149 | \$ 2,446,120 | \$ 432,431 | \$ 214,667 | \$ 6,618,836 |

NOTE 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of La Crosse, Wisconsin, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133 *Audits of States, Local Governments, and Nonprofit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements

NOTE 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2013

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' 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 federal and state programs:

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

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? _____ Yes X No

Identification of federal major programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program</u> |
|-----------------------|---|
| <u>Cluster</u> | |
| 20.507 | Federal Transit Formula Grant |
| 20.507 | ARRA - Federal Transit Formula Grant |
| 20.525 | State of Good Repair Grant |
| <u>Cluster</u> | |
| 14.218 | Community Development Block Grant |
| 14.218 | Community Development Block Grant - NSP |

Identification of state major programs:

| | |
|---------|--|
| 370.670 | RU Recycling Grant |
| 395.104 | Section 9 Operational Assistance Grant |
| 505.603 | Beat Patrol Grant |

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - Continued
DECEMBER 31, 2013

Section I - Summary of Auditors' Results - Continued

Dollar threshold used to distinguish between
Type A and Type B federal and state programs: \$300,000
Type A and Type B state programs: \$100,000

Auditee qualified as low-risk auditee? _____ Yes X No

Section II - Financial Statement Findings

NONE

Section III - Federal Award Findings and Questioned Costs

NONE

SECTION IV - Status of Prior Year Findings

Item 2012-001 - Subrecipient Monitoring - Cleared

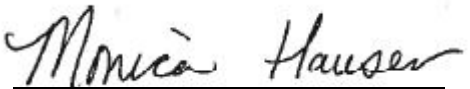
Section V - Other Issues

1. Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? No

2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*
Department of Health and Human Services No
Department of Workforce Development No
Department of Corrections N/A

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? (yes/no) No

4. Name and signature of partner



Monica Hauser, CPA
Partner

5. Date of report

June 27, 2014

CITY OF LA CROSSE, WISCONSIN
FEDERAL TRANSIT ADMINISTRATION RECONCILIATION
YEAR ENDED DECEMBER 31, 2013

ACCRUED BASIS REVENUE PER FINANCIAL STATEMENT/SINGLE AUDIT

| | |
|---------------------------|----------------|
| Operating revenue | \$ 801,236 |
| Damage income | 17,558 |
| Dividends | 21,642 |
| Intergovernmental grants | 3,327,337 |
| Transfer from other funds | 256,889 |
| Intergovernmental charges | <u>892,144</u> |

REVENUE PER FINANCIAL STATEMENT/SINGLE AUDIT 5,316,806

Less: Other revenue (contra expense) 18,491

\$ 5,298,315

Expenses per single audit \$ 5,316,806

Add: Depreciation expense 709,206
OPEB 1,018,726

EXPENSES PER FINANCIAL STATEMENT 7,044,738

Less: Contra expenses 18,491

\$ 7,026,247

CITY OF LA CROSSE, WISCONSIN
SCHEDULE OF PASSENGER FACILITY CHARGES COLLECTED AND EXPENDED
YEAR ENDED DECEMBER 31, 2013

In accordance with the "Passenger Facility Charge Audit Compliance and Reporting Guide for Public Agencies", issued by the Federal Aviation Administration, the Passenger Facility Charges (PFC) program of the La Crosse Municipal Airport (LSE) has been included in the City of La Crosse's federal single audit. The following is a detailed schedule of PFC Collected and Expended:

| | | <u>ACTUAL</u> |
|--|----------------------|--------------------------|
| BALANCE OF UNLIQUIDATED PFC REVENUE AS OF JANUARY 1, 2013 | | \$ 80,904 |
| REVENUE | | |
| PFC collected | | 325,562 |
| Interest earned | | 273 |
| TOTAL REVENUE | | <u>325,835</u> |
| EXPENDITURES | <u>BUDGET</u> | |
| Planning studies | \$ 31,192 | - |
| Runway safety project | 29,253 | - |
| Security access system | 15,213 | - |
| Taxiway safety improvements | 80,351 | - |
| Runway safety improvements | 63,244 | - |
| Land acquisitions | 174,117 | - |
| ARFF building and other safety items | 94,695 | - |
| ARFF vehicle replacement | 16,134 | - |
| PFC administrative costs | 330,124 | - |
| Snow removal equipment | 3,374,320 | 22,461 |
| Pavement evaluation and management system | 10,259 | - |
| Airfield sealcoating | 64,507 | - |
| Reconstruct runway 18/36 Phase I | 144,454 | - |
| Construct airport entrance sign | 29,987 | - |
| Reconstruct runway 18/36 Phases II & III | 323,461 | - |
| Approach lighting system | 72,195 | - |
| Airport master plan update | 193,936 | - |
| Ground level passenger loading bridges | 48,161 | - |
| Environmental assessment | 76,701 | - |
| Reconstruction of runway 13/31 | 155,178 | - |
| Baggage handling system | 327,411 | - |
| Airport electrical upgrades - Phase I | 34,474 | - |
| Terminal development | 69,926 | - |
| Reconstruct taxiway B and east apron | 125,280 | - |
| Airfield electrical improvements | 58,335 | - |
| Aircraft rescue/firefighting | 577,013 | - |
| Taxiway G, H, F Reconstruction | 124,841 | - |
| Taxiway A Reconstruction, Phase I & II | 49,026 | - |
| Land use compatibility plan | 115,000 | - |
| Security enhancements | 10,857 | - |
| Non revenue producing parking lot | 120,000 | - |
| Access road reconstruction | 1,510,000 | (124,495) |
| Reconstruct perimeter road | 420,000 | - |
| Extension of Taxiway F | 377,451 | 1,004 |
| Runway 3/36 Reconfiguration | 81,091 | 30,000 |
| Mobile ADA lift | 41,327 | - |
| Commercial terminal bldg upgrades | 9,499 | - |
| Finger print equipment | 30,000 | - |
| Runway 18/36 pavement maintenance | 140,000 | - |
| Runway 13/31 pavement maintenance | 35,000 | - |
| Commercial terminal Bldg Upgrades-PH II | 129,657 | - |
| Commercial terminal Bldg Upgrades-PH III | 1,600,000 | 94,916 |
| Emergency Radio System Upgrade | 236,000 | - |
| TOTAL EXPENDITURES | <u>\$ 11,549,670</u> | <u>23,886</u> |
| BALANCE OF UNLIQUIDATED PFC REVENUE AS OF DECEMBER 31, 2013 | | <u>\$ 382,853</u> |