

**OGDEN CITY CORPORATION**

Federal Single Audit  
and Other Compliance Reports  
**For the Year Ended June 30, 2023**

# OGDEN CITY CORPORATION

## TABLE OF CONTENTS

### Federal Single Audit and Other Compliance Reports –

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 <i>Government Auditing Standards</i> .....	1-2
Independent Auditor’s Report on Compliance for Each Major Federal Program, Report on Internal Control over Compliance, and Report on Schedule of Expenditures of Federal Awards Required by <i>the Uniform Guidance</i> .....	3-6
Schedule of Expenditures of Federal Awards .....	7-8
Notes to Schedule of Expenditures of Federal Awards .....	9-10
Schedule of Findings and Questioned Costs .....	11



COMMITTED. EXPERIENCED. TRUSTED.

**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***

*Independent Auditor's Report*

To the Mayor and Members of the City Council  
Ogden City Corporation

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, each major fund, and the aggregate remaining fund information of Ogden City Corporation (the City) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 27, 2023.

***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 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 City'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 over financial reporting that might be material weaknesses or significant deficiencies, 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 or significant deficiencies may exist that were not identified.

MICHAEL L. SMITH, CPA  
JASON L. TANNER, CPA  
ROBERT D. WOOD, CPA  
AARON R. HIXSON, CPA  
TED C. GARDINER, CPA  
JEFFREY B. MILES, CPA  
JESSE S. MALMROSE, EA

SHAWN F. MARTIN, CPA  
MONTANA T. HADLEY, CPA  
NATHAN E. ERICKSON, EA

**FOUNDERS**

E. LYNN HANSEN, CPA  
CLARKE R. BRADSHAW, CPA  
GARY E. MALMROSE, CPA  
EDWIN L. ERICKSON, CPA

### ***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 determination of 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.

***HBME, LLC***

January 16, 2024



COMMITTED. EXPERIENCED. TRUSTED.

MICHAEL L. SMITH, CPA  
JASON L. TANNER, CPA  
ROBERT D. WOOD, CPA  
AARON R. HIXSON, CPA  
TED C. GARDINER, CPA  
JEFFREY B. MILES, CPA  
JESSE S. MALMROSE, EA

SHAWN F. MARTIN, CPA  
MONTANA T. HADLEY, CPA  
NATHAN E. ERICKSON, EA

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM,  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND  
REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

*Independent Auditor's Report*

To the Mayor and Members of the City Council  
Ogden City Corporation

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

***Opinion on Each Major Federal Program***

We have audited Ogden City Corporation (the City) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. 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, Ogden City Corporation 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, 2023.

***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.

**FOUNDERS**

E. LYNN HANSEN, CPA  
CLARKE R. BRADSHAW, CPA  
GARY E. MALMROSE, CPA  
EDWIN L. ERICKSON, CPA

### ***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 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 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.

### ***Report on Schedule of Expenditures of Federal Awards by the Uniform Guidance***

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 27, 2023, 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 audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (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.

***Purpose of This Report***

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.

***HBME, LLC***

January 16, 2024



**OGDEN CITY CORPORATION**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

Federal Agency (Pass-Through Agency)	Federal Program	Assistance Listing Number	Award Grant Number	Expenditures			
				From Pass-Through Awards	From Direct Awards	Total	Passed Through to Subrecipient
U.S. Department of Commerce							
Utah Broadband Center	Local Digital Access Planning Grant under the State Digital Equity Planning and Capacity Grant	11.032	230630657	\$ 30,000	\$ -	\$ 30,000	\$ -
Utah Broadband Center	Local Broadband Planning Grant under the Broadband Equity, Access and Deployment Program	11.035	230630664	29,552	-	29,552	-
Total U.S. Department of Commerce				59,552	-	59,552	-
U.S. Department of Housing and Urban Development							
	Community Development Block Grant - 2019	14.218	B-19-MC-49-0001	-	38,921	38,921	-
	Community Development Block Grant - 2020	14.218	B-20-MC-49-0001	-	228,823	228,823	-
	Community Development Block Grant - 2021	14.218	B-21-MC-49-0001	-	1,466,825	1,466,825	-
	Community Development Block Grant - 2022	14.218	B-22-MC-49-0001	-	1,780,326	1,780,326	-
	Community Development Block Grant - 2023 (Entitlement)	14.218	B-23-MC-49-0001	-	32,478	32,478	-
	COVID19 Community Development Block Grant (CDBG)	14.218	B-20-MW-49-0001	-	40,318	40,318	-
	Home Investment Partnerships Program - 2021	14.239	M-21-MC-49-0216	-	404,946	404,946	-
	Home Investment Partnerships Program - 2022	14.239	M-22-MC-49-0216	-	580,589	580,589	-
	Home Investment Partnerships Program - 2023	14.239	M-23-MC-49-0216	-	302	302	-
	Home Investment Partnerships Program - American Rescue Plan	14.239	M-21-MP-49-0216	-	7,472	7,472	-
Total U.S. Department of Housing and Urban Development				-	4,581,000	4,581,000	-
U.S. Department of the Interior							
Utah Division of Wildlife Resources	Sport Fish Restoration	15.605	F22AF03761	25,150	-	25,150	-
Utah State Historic Preservation Office	Historic Preservation Fund Grants-In-Aid	15.904	P21AF10707	3,477	-	3,477	-
Total U.S. Department of the Interior				28,627	-	28,627	-
U.S. Department of Justice							
	COVID-19: BJA - Coronavirus Emergency Supplemental Funding Prog	16.034	2020-VD-BX-0887	-	6,717	6,717	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Crime Victim Assistance - Prosecutor - 2023 Funding	16.575	21/22 VOCA43	46,182	-	46,182	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Crime Victim Assistance - Police - 2023 Funding	16.575	21/22 VOCA42	115,465	-	115,465	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Crime Victim Assistance- Police - 2024 Funding	16.575	23/24 VOCA25	892	-	892	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2022 Police	16.588	20W2214	10,862	-	10,862	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2022 Prosecutor	16.588	20W2215	32,436	-	32,436	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2023 Police Extension	16.588	21W2314	18,704	-	18,704	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2023 Prosecutor Extensio	16.588	21W2315	36,555	-	36,555	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2024 Police	16.588	23VAWA12	1,508	-	1,508	-
Utah Commission on Criminal and Juvenile Justice (CCJJ)	Violence Against Women Formula Grants - 2024 Prosecutor	16.588	23VAWA13	2,262	-	2,262	-
	Bullet Proof Vest Partnership Program - 2020	16.607	None	-	6,177	6,177	-
	Bullet Proof Vest Partnership Program - 2021	16.607	None	-	9,009	9,009	-

(Continued)

**OGDEN CITY CORPORATION**  
**Schedule of Expenditures of Federal Awards (Continued)**  
**For the Year Ended June 30, 2023**

Federal Agency (Pass-Through Agency)	Federal Program	Assistance Listing Number	Award Grant Number	Expenditures			Passed Through to Subrecipient
				From Pass-Through Awards	From Direct Awards	Total	
U.S. Department of Justice (Continued)							
Northern Utah United Way	Project Safe Neighborhoods - 2019	16.609	None	37,624	-	37,624	-
Northern Utah United Way	Project Safe Neighborhoods - 2020	16.609	None	70,296	-	70,296	-
Northern Utah United Way	Project Safe Neighborhoods - 2021	16.609	None	50,265	-	50,265	-
Northern Utah United Way	Project Safe Neighborhoods - 2022	16.609	None	527	-	527	-
	Edward Byrne Memorial Justice Assistance Grant Program - 2019	16.738	2019-DJ-BX-0876	-	16,640	16,640	-
	Edward Byrne Memorial Justice Assistance Grant Program - 2020	16.738	2020-DJ-BX-0624	-	5,300	5,300	-
	Edward Byrne Memorial Justice Assistance Grant Program - 2021	16.738	15PBJA-21GG-01917-JAGX	-	57,359	57,359	-
	Equitable Sharing Program	16.922	None	-	18,410	18,410	-
Total Department of Justice				423,578	119,612	543,190	-
U.S. Department of Transportation							
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-47	-	46,548	46,548	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-50	-	124,432	124,432	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-53	-	17,442	17,442	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-54	-	23	23	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-56	-	935,712	935,712	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-59	-	63,816	63,816	-
	Airport Improvement Aid Program - COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3-49-0024-60	-	17,944	17,944	-
Utah Department of Transportation	Highway Planning and Construction - Ogden Bike Share Program	20.205	None	366,206	-	366,206	-
Total U.S. Department of Transportation				366,206	1,205,917	1,572,123	-
Executive Office of the President							
	High Intensity Drug Trafficking Areas Program 2021/22	95.001	G20RM0047A	-	146,975	146,975	-
	High Intensity Drug Trafficking Areas Program 2022/23	95.001	G22RM0047A	-	95,409	95,409	-
Total Executive Office of the President				-	242,384	242,384	-
U.S. Department of Homeland Security							
State of Utah	Homeland Security Grant Program - LEPTA Reimbursement - 2020	97.067	None	66,356	-	66,356	-
State of Utah	Homeland Security Grant Program - LEPTA Reimbursement - 2021	97.067	None	9,926	-	9,926	-
Total Department of Homeland Security				76,282	-	76,282	-
<b>TOTAL FEDERAL AWARDS EXPENDED</b>				<b>\$ 954,245</b>	<b>\$ 6,148,913</b>	<b>\$ 7,103,158</b>	<b>\$ -</b>

**OGDEN CITY CORPORATION**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

1. PURPOSE OF THIS SCHEDULE

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) is a supplementary schedule to Ogden City Corporation's (the City) basic financial statements and is presented for additional analysis. The Schedule is required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

2. SIGNIFICANT ACCOUNTING POLICIES

*Basis of Presentation*

The accompanying schedule includes the federal grant activity of the City. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance.

Federal Financial Assistance Pursuant to the Single Audit Act of 1984; the Single Audit Act Amendments of 2015, and the Uniform Guidance, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance, endowments, or direct appropriations. Federal financial assistance does not include direct federal cash assistance to individuals.

Assistance Listing Number (ALN) - The Uniform Guidance requires the Schedule to show the total expenditures for each of the City's federal financial assistance programs as identified in the Schedule. The Schedule is a government-wide summary of individual federal programs. Each program included in the Schedule is assigned a five-digit program identification number, or ALN, which is reflected in the Schedule. Federal financial assistance programs and contracts which have not been assigned an ALN number have been identified as *Unknown* in the ALN Column of the Schedule.

Type A and Type B Programs--The Single Audit Act of 1984 (as amended in 2015) and the Uniform Guidance establish the levels to be used in defining Type A and Type B federal programs. Type A programs for The City are those programs that exceeded \$750,000 in the federal awards expended for the fiscal year ended June 30, 2023. All other programs are classified as Type B by the City.

*Reporting Entity*

The City's reporting entity is fully described in *Footnote 1* of the City's basic financial statements. The Schedule includes all federal financial assistance programs administered by the City for the year ended June 30, 2023.

**OGDEN CITY CORPORATION**  
**Notes to Schedule of Expenditures of Federal Awards (Continued)**  
**For the Year Ended June 30, 2023**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

*Basis of Accounting*

Federal financial assistance programs included in the Schedule are reported in the City's basic financial statements as intergovernmental revenue in the General Fund and Special Revenue Funds. The Schedule is presented using the same basis of accounting used for each fund as described in Footnote 1 of the City's basic financial statements.

3. INDIRECT COST RATE

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

**OGDEN CITY CORPORATION**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2023**

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on the basic financial statements of The City.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the *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*.
3. No instances of noncompliance with federal award programs material to the financial statements of the City were disclosed during the audit.
4. The auditor's report on compliance for the major federal award programs for the City expresses an unmodified opinion.
5. The programs tested as major programs were:  
  
U.S. Department of Housing and Urban Development  
ALN # 14.218 COMMUNITY DEVELOPMENT BLOCK GRANT
6. The threshold for distinguishing Type A and B programs was \$750,000.
7. The City was determined to be a low-risk auditee.

B. CURRENT YEAR FINDINGS AND QUESTIONED COSTS FEDERAL AWARD PROGRAMS

No reportable conditions noted.

C. PRIOR YEAR FINDINGS AND QUESTIONED COSTS FEDERAL AWARD PROGRAMS

No reportable conditions noted.

# **OGDEN CITY CORPORATION**

Compliance Reports  
and Utah State Audit Compliance  
**For the Year Ended June 30, 2023**

# OGDEN CITY CORPORATION

## TABLE OF CONTENTS

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 <i>Government Auditing Standards</i> .....	1-2
Independent Auditor's Report on Compliance and Report on Internal Controls Over Compliance as Required by the <i>State Compliance Audit Guide</i> .....	3-5



COMMITTED. EXPERIENCED. TRUSTED.

MICHAEL L. SMITH, CPA  
JASON L. TANNER, CPA  
ROBERT D. WOOD, CPA  
AARON R. HIXSON, CPA  
TED C. GARDINER, CPA  
JEFFREY B. MILES, CPA  
JESSE S. MALMROSE, EA

SHAWN F. MARTIN, CPA  
MONTANA T. HADLEY, CPA  
NATHAN E. ERICKSON, EA

#### FOUNDERS

E. LYNN HANSEN, CPA  
CLARKE R. BRADSHAW, CPA  
GARY E. MALMROSE, CPA  
EDWIN L. ERICKSON, CPA

## **INDEPENDNT 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 Mayor and Members of the City Council  
Ogden City Corporation

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, each major fund, and the aggregate remaining fund information of Ogden City Corporation (the City) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 27, 2023.

### ***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) 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 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 City'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 over financial reporting that might be material weaknesses or significant deficiencies, 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 over financial reporting that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not 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 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 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.

***NBME, LLC***

December 27, 2023



COMMITTED. EXPERIENCED. TRUSTED.

MICHAEL L. SMITH, CPA  
JASON L. TANNER, CPA  
ROBERT D. WOOD, CPA  
AARON R. HIXSON, CPA  
TED C. GARDINER, CPA  
JEFFREY B. MILES, CPA  
JESSE S. MALMROSE, EA

SHAWN F. MARTIN, CPA  
MONTANA T. HADLEY, CPA  
NATHAN E. ERICKSON, EA

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE *STATE COMPLIANCE AUDIT GUIDE*

To the Mayor and Members of the City Council  
Ogden City Corporation

### ***Report on Compliance***

We have audited Ogden City Corporation's (the City) compliance with the state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, for the year ended June 30, 2023.

State compliance requirements were tested for the year ended June 30, 2023 in the following areas:

Budgetary Compliance	Fund Balance
Justice Court	Restricted Taxes and Related Restricted
Fraud Risk Assessment	Revenues
Governmental Fees	Tax Levy Revenue Recognition
Open and Public Meetings Act	

### ***Opinion on Compliance***

In our opinion, Ogden City Corporation complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2023.

### ***Basis for Opinion***

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 *State Compliance Audit Guide* (Guide). Our responsibilities under those standards and the *State Compliance Audit Guide* 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. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

### FOUNDERS

E. LYNN HANSEN, CPA  
CLARKE R. BRADSHAW, CPA  
GARY E. MALMROSE, CPA  
EDWIN L. ERICKSON, CPA

### ***Responsibilities of Management on 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 government 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 Guide 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 the government program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Guide, 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 *State Compliance Audit Guide* 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***

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 or significant deficiencies, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

*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 to detect and correct noncompliance with a state compliance requirement 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 state compliance requirement 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 state compliance requirement 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 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.

### ***Purposes of This Report***

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the State Compliance Audit Guide. Accordingly, this report is not suitable for any other purpose.

***HBME, LLC***

December 27, 2023