

OGDEN CITY CORPORATION

Federal Single Audit
and Other Compliance Reports
For the Year Ended June 30, 2025



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OGDEN CITY CORPORATION

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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 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 (*Government Auditing Standards*), 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, 2025, 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 19, 2025.

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 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 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 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

HBME, LLC.

December 19, 2025

Bountiful, Utah



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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 THE UNIFORM GUIDANCE

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 identified as subject to audit in the 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, 2025. 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 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, 2025.

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.

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.

Other Matter

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2025-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance finding identified in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

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 by the Uniform Guidance

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 as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 19, 2025, 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.

HBME, LLC

December 19, 2025
Bountiful, Utah

OGDEN CITY CORPORATION
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

Federal Agency (Pass-Through Agency)	Federal Program	Assistance Listing Number	Award Number	Expenditures			
				From Pass-Through Awards	From Direct Awards	Total	Passed Through to Subrecipient
U.S. Department of Housing and Urban Development	Community Development Block Grants/Entitlement Grants - 2023	14.218	B-23-MC-49-0001	\$ -	\$ 393,822	\$ 393,822	\$ -
	Community Development Block Grants/Entitlement Grants - 2024	14.218	B-24-MC-49-0001	-	950,444	950,444	-
	COVID-19 - Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-49-0001	-	1,549	1,549	-
	Home Investment Partnerships Program - 2021	14.239	M-21-MC-49-0216	-	25,157	25,157	-
	Home Investment Partnerships Program - 2022	14.239	M-22-MC-49-0216	-	68,847	68,847	-
	Home Investment Partnerships Program - 2023	14.239	M-23-MC-49-0216	-	374,100	374,100	-
	Home Investment Partnerships Program - 2024	14.239	M-24-MC-49-0216	-	596,028	596,028	-
	Home Investment Partnerships Program - 2025	14.239	M-25-MC-49-0216	-	76,807	76,807	-
	Home Investment Partnerships Program - American Rescue Plan	14.239	M-21-MP-49-0216	-	481,827	481,827	481,827
Total U.S. Department of Housing and Urban Development				-	2,968,581	2,968,581	481,827
U.S National Park Service							
(Utah State Historic Preservation Office)	Historic Preservation Fund Grants-In-Aid	15.904	P24AP00648	9,205	-	9,205	-
Total U.S. National Park Service				9,205	-	9,205	-
U.S. Department of Justice							
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Crime Victim Assistance - 2025	16.575	23/24VOCA25	41,956	-	41,956	-
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Crime Victim Assistance - 2026	16.575	25VOCA25	710	-	710	-
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Violence Against Women Formula Grants - 2024/25 Police - Year 1	16.588	24VAWA12	39,370	-	39,370	-
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Violence Against Women Formula Grants - 2024/25 Prosecutor - Year 2	16.588	24VAWA13	118,754	-	118,754	-
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Violence Against Women Formula Grants - 2024/25 Police - Year 2	16.588	25VAWA16	573	-	573	-
(Utah Commission on Criminal and Juvenile Justice (CCJJ))	Violence Against Women Formula Grants - 2025/26 Prosecutor - Year 1	16.588	25VAWA17	2,135	-	2,135	-
	Bullet Proof Vest Partnership Program - 2023	16.607	None	-	530	530	-
	Bullet Proof Vest Partnership Program - 2024	16.607	None	-	3,525	3,525	-
(United Way of Northern Utah)	Project Safe Neighborhoods - 2021	16.609	None	28,353	-	28,353	-
(United Way of Northern Utah)	Project Safe Neighborhoods - 2022	16.609	None	64,725	-	64,725	-
(United Way of Northern Utah)	Project Safe Neighborhoods - 2023	16.609	None	42,051	-	42,051	-
(United Way of Northern Utah)	Project Safe Neighborhoods - 2024	16.609	None	45,585	-	45,585	-
	Public Safety Partnership and Community Policing Grants	16.710	15COPS-24-GG-01404-LEMH	-	77,402	77,402	-
	Edward Byrne Memorial Justice Assistance Grant Program - 2022	16.738	15PBJA-22-GG-02340-JAGX	-	10,359	10,359	-
	Edward Byrne Memorial Justice Assistance Grant Program - 2023	16.738	15PBJA-23-GG-03856-JAGX	-	18,282	18,282	11,998
	Equitable Sharing Program	16.922	None	-	41,628	41,628	-
Total U.S. Department of Justice				384,214	151,726	535,939	11,998

(Continued)

The accompanying notes are an integral part of this schedule.

OGDEN CITY CORPORATION
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2025

Federal Agency (Pass-Through Agency)	Federal Program	Assistance Listing Number	Award Number	Expenditures			Passed Through to Subrecipient
				From Pass-Through Awards	From Direct Awards	Total	
U.S. Department of Transportation							
(Utah Department of Transportation)	COVID-19 Airport Improvement Program, Infrastructure Investment and Jobs Act Programs, and COVID-19 Airports Programs - Holdroom and Restroom Facilities	20.106	3-49-0024-063-2023	1,447,297	-	1,447,297	-
(Utah Department of Transportation)	COVID-19 Airport Improvement Program, Infrastructure Investment and Jobs Act Programs, and COVID-19 Airports Programs - Reconstruct and Expand Terminal Building (33% of total project)	20.106	3-49-0024-065-2024	769,872	-	769,872	-
(Utah Department of Transportation)	COVID-19 Airport Improvement Program, Infrastructure Investment and Jobs Act Programs, and COVID-19 Airports Programs - Reconstruct Snow Removal Equipment (High Speed Rotary Plow)	20.106	3-49-0024-064-2024	61,346	-	61,346	-
(Utah Department of Transportation)	Highway Planning and Construction - Ogden Bike Share Program	20.205	None	385,689	-	385,689	-
(Utah Department of Public Safety)	State and Community Highway Safety - Ogden Bike and Pedestrian Safety Grant - 2025	20.600	None	12,500	-	12,500	-
(Utah Department of Public Safety)	State and Community Highway Safety - DUI Enforcement Grant	20.600	None	2,635	-	2,635	-
(Utah Department of Public Safety)	State and Community Highway Safety - Distracted Driving Enforcement Grant	20.600	None	6,842	-	6,842	-
(Utah Department of Public Safety)	State and Community Highway Safety - Click-it-or-Ticket Enforcement Grant	20.600	None	3,900	-	3,900	-
(Utah Department of Public Safety)	State and Community Highway Safety - Speed Enforcement	20.600	None	3,634	-	3,634	-
(Utah Department of Public Safety)	State and Community Highway Safety - Crosswalk Safety	20.600	None	2,015	-	2,015	-
Total U.S. Department of Transportation				2,695,730	-	2,695,730	-
U.S. Department of the Treasury							
(Utah Governor's Office of Economic Opportunity)	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRF	-	18,127,787	18,127,787	-
	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRF	4,000,000	-	4,000,000	-
Total U.S. Department of the Treasury				4,000,000	18,127,787	22,127,787	-
U.S. Environmental Protection Agency							
(Utah Department of Environmental Quality)	Diesel Emission Reduction Act (DERA) National Grants	66.039	DE-96848101 / 2ND22	300,000	-	300,000	-
(Utah Department of Environmental Quality)	Sewer Overflow and Stormwater Reuse Municipal Grant Program	66.447	96800231	140,000	-	140,000	-
Total U.S. Environmental Protection Agency				440,000	-	440,000	-

(Continued)

The accompanying notes are an integral part of this schedule.

OGDEN CITY CORPORATION
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2025

Federal Agency (Pass-Through Agency)	Federal Program	Assistance Listing Number	Award Number	Expenditures			
				From Pass-Through Awards	From Direct Awards	Total	Passed Through to Subrecipient
U.S. Department of Energy	Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	None	-	142,351	142,351	-
Total U.S. Department of Energy				-	142,351	142,351	-
Executive Office of the President	High Intensity Drug Trafficking Areas Program - 2024	95.001	G22RM0047A	-	100,011	100,011	-
	High Intensity Drug Trafficking Areas Program - 2025	95.001	HID2525G0529-00	-	146,254	146,254	-
Total Executive Office of the President				-	246,265	246,265	-
U.S. Department of Homeland Security	Emergency Food and Shelter National Board Program	97.024	None	1,000	-	1,000	-
(United Way of Northern Utah)	Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Helene	97.036	None	93,538	-	93,538	-
(Unified Fire Authority)	Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Milton	97.036	None	59,794	-	59,794	-
(Utah Department of Public Safety - Division of Emergency Management)	Emergency Management Performance Grants	97.042	DEM-EMPG-2024-006	15,000	-	15,000	-
(State of Utah)	Homeland Security Grant Program - 2022	97.067	None	81,471	-	81,471	-
(State of Utah)	Homeland Security Grant Program - 2023	97.067	None	12,808	-	12,808	-
Total U.S. Department of Homeland Security				263,611	-	263,611	-
TOTAL FEDERAL AWARDS EXPENDED				\$ 7,792,760	\$ 21,636,710	\$ 29,429,469	\$ 493,825

The accompanying notes are an integral part of this schedule.

OGDEN CITY CORPORATION
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

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, 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. Additionally, 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, 2025. 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, 2025.

OGDEN CITY CORPORATION
Notes to Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2025

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.

4. NON-CASH ASSISTANCE

No non-cash assistance is reported in the schedule for the year ended June 30, 2025.

5. REVOLVING LOAN – PROGRAM INCOME

The City has a revolving loan program for home down payments, emergency home repair, small business loans and home purchase with a second mortgage. Under this federal program, repayments to the City are considered program revenues (income) and loans of such funds to eligible recipients are considered expenditures. The amount of loan funds disbursed to program participants for the year was \$598,827 and is presented in this Schedule. The amount of principal and interest received in loan repayments for the year was \$390,454.

OGDEN CITY CORPORATION
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

A. Summary of Auditor's Results

Financial Statements:

- | | |
|---|------------|
| 1. Type of Report in Accordance with GAAP Issued: | Unmodified |
| 2. Internal Control over Financial Reporting: | |
| Material Weakness(es) Identified? | No |
| Significant Deficiency(ies) Identified? | No |
| 3. Non-compliance Material to Financial Statements Noted? | No |

Federal Awards:

- | | |
|--|-------------|
| 4. Internal Control over Major Programs: | |
| Material Weakness(es) Identified? | No |
| Significant Deficiency(ies) Identified? | No |
| 5. Type of Auditor's Report Issued on Compliance for Major Programs: | Unmodified |
| 6. Any Audit Findings Disclosed That Are Required to be Reported in Accordance with 2 CFR 200.516(a)? | Yes |
| 7. Identification of Major Federal Programs: | |
| Coronavirus State and Local Fiscal Recovery Funds | ALN# 21.027 |
| Home Investment Partnerships Program | ALN# 14.239 |
| Airport Improvement Program, Infrastructure Investment and Jobs Act Programs, and COVID-19 Airports Programs | ALN# 20.106 |
| 8. Dollar Threshold Used to Distinguish Between Type A and Type B Programs: | \$750,000 |
| 9. Auditee Qualified Low Risk Auditee? | Yes |

B. Findings Related to the Financial Statements Required to be Reported in Accordance with Government Auditing Standards:

No reportable conditions noted.

OGDEN CITY CORPORATION
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2025

C. Findings and Questioned Costs Related to Federal Awards Required to be Reported in Accordance with the Uniform Guidance:

Finding 2025-001:

Information on the Federal Program: Assistance Listing Number 20.106—Airport Improvement Program (AIP).

Award Number(s): 3-49-0024-063-2023, 3-49-0024-065-2024, 3-49-0024-064-2024.

Compliance Requirement: Reporting

Type of Finding: Noncompliance.

Criteria: 2 CFR § 200.328(a) requires that the non-federal entity submit financial reports as required by the terms and conditions of the federal award, including the frequency and due dates for submission. The federal awarding agency or pass-through entity must use OMB-approved information collections, such as the SF-425A (federal financial report) to collect financial information from recipients. The AIP grant agreements further specify the requirement for timely submission of the SF-425A as a condition of the award.

Condition: The City did not submit the required federal financial report for the AIP grant within the required reporting deadline – within 90 days after the end of the fiscal year.

Cause: The City program staff and management did not have complete understanding and oversight regarding federal reporting deadlines.

Effect or Potential Effect: Failure to submit required federal financial reports in a timely manner may result in noncompliance with federal award terms, potential delays in future funding, and increased risk of federal sanctions or additional monitoring by the awarding agency.

Questioned Costs: None identified as the finding relates to a reporting compliance issue.

Context: Of the required reports for the fiscal year, the federal financial report for the AIP grant was submitted approximately one year and 3 months late (December 8, 2025).

Recommendation: The City program staff and management should implement procedures to ensure timely submission of all required federal financial reports. Procedures should include establishing a tracking system for necessary reports and deadlines as well as providing training to program staff responsible for submission of required reports.

Views of Responsible Officials: Management of the City concurs with the audit finding. The City program staff responsible for preparing the report was not aware of the requirement to submit the federal financial report. The City program staff has been informed of the reporting requirements, and management will perform a quality control review over future submissions to ensure compliance with grant requirements.

OGDEN CITY CORPORATION
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2025

- D. Prior Year Findings Related to the Financial Statements Required to be Reported in Accordance with *Government Auditing Standards*:

No reportable conditions noted.

- E. Prior Year Findings and Questioned Costs Related to Federal Awards Required to be Reported in Accordance with the Uniform Guidance:

No reportable conditions noted.

OGDEN CITY CORPORATION

Compliance Reports
and Utah State Audit Compliance
For the Year Ended June 30, 2025



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OGDEN CITY CORPORATION

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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 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 (*Government Auditing Standards*), 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, 2025, 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 19, 2025.

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 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 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 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 an instance of noncompliance that is required to be reported under *Government Auditing Standards*, as item UT2025-1 in the Schedule of Findings and Recommendations, as required by the *Utah State Audit Compliance Guide*.

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

December 19, 2025
Bountiful, Utah



COMMITTED. EXPERIENCED. TRUSTED.

PARTNERS

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
JANICE ANDERSON, EA
TROY F. NILSON, CPA

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 applicable 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, 2025.

State compliance requirements were tested for the year ended June 30, 2025 in the following areas:

Budgetary Compliance	Restricted Taxes and Related Restricted
Justice Court	Revenues
Fraud Risk Assessment	Enterprise Fund Transfers,
Governmental Fees	Reimbursements, Loans, and Services
Fund Balance	Utah Retirement Systems
Crime Insurance for Public Treasurers	

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, 2025.

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), issued by the Office of the Utah State Auditor. 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.

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 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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Guide and is described in the accompanying Schedule of Findings and Recommendations as UT2025-1. Our opinion on compliance is not modified with respect to these matters.

Government Auditing Standards require the auditor to perform limited procedures on the City's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and recommendations. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 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 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.

We noted matters involving internal control over compliance which we are submitting for your consideration. This matter is described in the accompanying schedule of findings and recommendations as UT2025-1.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Recommendations. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 and compliance and the results of that testing based on the requirements of the Guide. Accordingly, this report is not suitable for any other purpose. However, pursuant to *Utah Code Title 63G, Chapter 2*, this report is a matter of public record, and as such, its distribution is not limited.

HBME, LLC

December 19, 2025
Bountiful, UT

OGDEN CITY CORPORATION
Schedule of Findings and Recommendations
For the Year Ended June 30, 2025

CURRENT YEAR FINDINGS

UT2025-1 Budgetary Compliance

Repeat Finding from Prior Year(s): Yes

Condition: For the year ended June 30, 2025, we noted the City did not include a legally adopted appropriation for expected expenditures for the newly established Marshall White Center – NMTC SPE Fund (the Fund).

Criteria: State law, *Utah Code 10-6-123*, stipulates that City officers may not make or incur expenditures or encumbrances in excess of total appropriations for any department in the budget as adopted or as subsequently amended.

Cause: The fund was budgeted as an appropriation (i.e. carryover or spenddown) of fund balance and was not incorporated into the City's budget development or appropriation process for expected expenditures.

Effect: Without a complete expenditure appropriation, the Fund lacks legally authorized spending authority, resulting in noncompliance with Utah Code and reducing transparency over planned financial activity.

Recommendation: The City should monitor that all funds include full expenditure appropriations in the annual budget in accordance with Utah code throughout the year and amend the budget or limit spending, as necessary, to ensure compliance with Utah Code.

Management's Response: Management concurs. A full expenditure appropriation for this fund will be included in the upcoming fiscal year budget upon adoption. In addition, staff have updated internal budget development and review procedures, under the direction of the Finance Division, to ensure all new and existing funds are reviewed for full expenditure appropriations prior to budget adoption and amended during the year as necessary to maintain compliance with Utah Code.

OGDEN CITY CORPORATION
Schedule of Findings and Recommendations (Continued)
For the Year Ended June 30, 2025

PRIOR YEAR FINDINGS

UT2024-1 Fund Balance

Repeat Finding from Prior Year(s): No

Condition: As of June 30, 2024, the City's aggregate unassigned, assigned, and committed General Fund balance totaled 39.42% of the total revenue of the city general fund for the current fiscal period.

Criteria: State law, *Utah Code 10-6-116(2)*, stipulates that the maximum General Fund aggregate unassigned, assigned, and committed fund balance may not exceed 35% of the total revenues of the General Fund for the current fiscal year.

Cause: The City has a deficit of expenditures over revenues or transfers for appropriated projects in the current year to effectively reduce its required fund balance maximum limit.

Effect: The City is not in compliance with Utah Code for General Fund balance limitations.

Recommendation: Properly amend the General Fund's budget for fiscal year 2025, as needed, to ensure compliance with State Code.

Management's Response: Management concurs and will work to reduce their fund balance as needed to ensure compliance with State Code.

OGDEN CITY CORPORATION
Schedule of Findings and Recommendations (Continued)
For the Year Ended June 30, 2025

UT2024-2 Budgetary Compliance

Repeat Finding from Prior Year(s): No

Condition: For the year ended June 30, 2024, we noted in the Weber Morgan Narcotics Strike Force Fund that actual expenditures exceeded final appropriated expenditures by \$53,698.

Criteria: State law, *Utah Code 10-6-123* stipulates that City officers and employees may not make or incur expenditures in excess of total appropriations for any department or fund.

Cause: The departmental expenses were higher than anticipated and the corresponding budget was not amended prior to year-end.

Effect: The City is not in compliance with Utah Code regarding the incurrence of expenditures in excess of total appropriations which could result in improper purchases.

Recommendation: The City should monitor the status of expenditures compared to the budget throughout the year and amend the budget or limit spending, as necessary, to ensure compliance with State Code.

Management's Response: Management will monitor the status of expenditures throughout the year and will amend the budget as necessary to ensure compliance with State Code.