

City of Aurora, Colorado

Single Audit Report

Year Ended December 31, 2019

City of Aurora, Colorado
Single Audit Report
December 31, 2019

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City of Aurora, Colorado
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2019

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Amount Paid to Subrecipient
<u>Department of Agriculture</u>				
Passed through from the Colorado Department of Public Health and Environment:				
Child and Adult Care Food Program	10.558	11 FLA 13568	\$ 11,624	\$ -
Child and Adult Care Food Program	10.558	11 FLA 13568	65,406	-
Total 10.558			<u>77,030</u>	<u>-</u>
<u>Child Nutrition Cluster</u>				
Passed through from the Colorado Department of Education:				
Summer Food Service Program for Children	10.559	4559	65,683	-
Total Child Nutrition Cluster and 10.559			<u>65,683</u>	<u>-</u>
Total Department of Agriculture			<u>142,713</u>	<u>-</u>
<u>Department of Commerce</u>				
Direct payments:				
<u>Economic Development Cluster</u>				
Economic Adjustment Assistance	11.307	N/A	170,943	-
Total Economic Development Cluster and 11.307			<u>170,943</u>	<u>-</u>
Total Department of Commerce			<u>170,943</u>	<u>-</u>
<u>Department of Housing and Urban Development</u>				
Passed through from the Colorado Housing and Finance Authority:				
Housing Counseling Assistance Program	14.169	HC190841001	16,554	-
Total 14.169			<u>16,554</u>	<u>-</u>
Direct payments:				
<u>CDBG - Entitlement Grant Cluster</u>				
Community Development Block Grants/ Entitlement	14.218	N/A	2,450,603	74,301
Total CDBG - Entitlement Grant Cluster and 14.218			<u>2,450,603</u>	<u>74,301</u>
Emergency Solutions Grant Program	14.231	N/A	320,153	298,421
Total 14.231			<u>320,153</u>	<u>298,421</u>
Home Investment Partnerships Program	14.239	N/A	440,419	30,916
Total 14.239			<u>440,419</u>	<u>30,916</u>
Total Department of Housing and Urban			<u>3,227,729</u>	<u>403,638</u>

City of Aurora, Colorado
Schedule of Expenditures of Federal Awards (continued)
Year Ended December 31, 2019

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Amount Paid to Subrecipient
<u>Department of Justice</u>				
Passed through from the City of Colorado Springs, Colorado:				
Missing Children's Assistance (Colorado Internet Crimes Against Children) (FY 2018)	16.543	2018-MC-FX-K027	19,389	-
Total 16.543			<u>19,389</u>	<u>-</u>
Passed through from the Colorado Division of Criminal Justice:				
Project Safe Neighborhoods (FY2018)	16.609	2018-GP-19-1001	39,432	-
Total 16.609			<u>39,432</u>	<u>-</u>
Direct payments:				
Edward Byrne Memorial Justice Assistance Grant Program (FY2016)	16.738	N/A	5,054	170
Edward Byrne Memorial Justice Assistance Grant Program (FY2017)	16.738	N/A	72,786	15,028
Edward Byrne Memorial Justice Assistance Grant Program (FY2018)	16.738	N/A	117,904	3,247
Passed through from the Colorado Division of Criminal Justice:				
Edward Byrne Memorial Justice Assistance Grant Program (Emergency Funds MGTF)	16.738	2016-DJ-18-05-59-1	22,092	-
Edward Byrne Memorial Justice Assistance Grant Program (Emergency Funds MGTF)	16.738	2017-DJ-18-01-20-1	70,231	-
Total 16.738			<u>288,067</u>	<u>18,445</u>
Direct payments:				
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	N/A	176,293	64,586
Total 16.745			<u>176,293</u>	<u>64,586</u>
Equitable Sharing Program (Seizures-Federal)	16.922	N/A	346,404	-
Equitable Sharing Program (MGTF Seizures-Federal)	16.922	N/A	24,213	-
Total 16.922			<u>370,617</u>	<u>-</u>
Total Department of Justice			<u>893,798</u>	<u>83,031</u>

City of Aurora, Colorado
Schedule of Expenditures of Federal Awards (continued)
Year Ended December 31, 2019

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Amount Paid to Subrecipient
Department of Transportation				
Highway Planning and Construction Cluster				
Passed through from the Colorado Department of Transportation:				
Highway Planning and Construction (Signal System Upgrade)	20.205	M055-048	107,826	-
Highway Planning and Construction (Travel Time Monitoring Grant)	20.205	M055-047	77,240	-
Highway Planning and Construction (Tollgate Extension IGA G21086 TIP Grant)	20.205	M055-040	180,003	-
Highway Planning and Construction (Tollgate Extension IGA G21199 TIP Grant)	20.205	M055-043	(298,868)	-
Passed through from the Regional Air Quality Council:				
Highway Planning and Construction (Charge Ahead Colorado)	20.205	1235	18,000	-
Highway Planning and Construction (Charge Ahead Colorado)	20.205	1236	12,520	-
Total Highway Planning and Construction Cluster and 20.205			96,721	-
Highway Safety Cluster				
Passed through from the Colorado Department of Transportation:				
State and Community Highway Safety (2019 Seatbelt Compliance Campaign)	20.600	411017441	74,959	-
State and Community Highway Safety Cluster (2019 Aurora PD Distracted Driver Campaign)	20.600	411017609	43,132	-
State and Community Highway Safety Cluster (2019 Pedestrian Education and Safety Campaign)	20.600	411017608	47,813	-
State and Community Highway Safety Cluster (2019 Aurora Speed Campaign)	20.600	411017327	33,418	-
State and Community Highway Safety Cluster (2020 Distracted Drivers)	20.600	411021242	5,894	-
State and Community Highway Safety Cluster (2020 CDOT Pedestrians Education and Safety Campaign)	20.600	411021251	13,085	-
State and Community Highway Safety Cluster (2020 CDOT Speed Enforcement)	20.600	411021294	4,733	-
Total 20.600			223,034	-
National Priority Safety Program (2019 DUI Enforcement)	20.616	19NHTSA405D.1111	158,303	-
National Priority Safety Program (2020 DUI Enforcement)	20.616	431005438	12,784	-
National Priority Safety Program (2019 Seatbelt Enforcement)	20.616	411021353	11,497	-
Total 20.616			182,584	-
Total Highway Safety Cluster			405,618	-
Total Department of Transportation			502,339	-

City of Aurora, Colorado
Schedule of Expenditures of Federal Awards (continued)
Year Ended December 31, 2019

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Amount Paid to Subrecipient
<u>Small Business Administration</u>				
Passed through from the Colorado Office of Economic Development and International Trade:				
Small Business Development Centers (Host)	59.037	CTGGI 2019 2789	163,000	-
Total 59.037			<u>163,000</u>	<u>-</u>
Total Small Business Administration			<u>163,000</u>	<u>-</u>
<u>Department of Health and Human Services</u>				
Passed through from the Colorado Department of Public Health and Environment:				
State Physical Activity and Nutrition (SPAN) Program	93.439	8002583941	4,253	-
Total 93.439			<u>4,253</u>	<u>-</u>
Total US Department of Health and Human			<u>4,253</u>	<u>-</u>
<u>Office of National Drug Control Policy</u>				
Passed through from Rocky Mountain High Intensity Drug Trafficking Area:				
High Intensity Drug Trafficking Areas Program (Intelligence)	95.001	G18RM0002A	199,090	-
High Intensity Drug Trafficking Areas Program (Intelligence)	95.001	G19RM0002A	90,887	-
High Intensity Drug Trafficking Areas Program (FY2018 MGTF)	95.001	G18RM0002A	70,568	-
High Intensity Drug Trafficking Areas Program (FY2019 MGTF)	95.001	G19RM0002A	358,014	-
Total 95.001			<u>718,559</u>	<u>-</u>
Total Office of National Drug Control Policy			<u>718,559</u>	<u>-</u>
<u>Department of Homeland Security</u>				
Passed through from the West Metro Fire Protection District:				
National Urban Search and Rescue (US&R) Response System	97.025	79370	402	-
Total 97.025			<u>402</u>	<u>-</u>
Direct payments:				
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	N/A	653,649	-
Total 97.038			<u>653,649</u>	<u>-</u>
Passed through from the Colorado Department of Public Safety Division of Homeland Security and Emergency Management:				
Emergency Management Performance Grants (19 CO LEMS grant)	97.042	19EM-20-61	92,000	-
Total 97.042			<u>92,000</u>	<u>-</u>
Total Department of Homeland Security			<u>746,051</u>	<u>-</u>
Total Federal Awards			<u>\$ 6,569,385</u>	<u>\$ 486,669</u>

City of Aurora, Colorado
Notes to Schedule of Expenditures of Federal Awards
Year Ended December 31, 2019

(1) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of the primary government of the City of Aurora, Colorado (the City). The City's reporting entity is defined in Note 1 in the City's basic financial statements for the year ended December 31, 2019.

The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City. The schedule of expenditures of federal awards includes federally funded projects received directly from federal agencies and the federal amount of pass-through awards received by the City through the State of Colorado or other non-federal entities

(2) Summary of Significant Accounting Policies

The City's summary of significant accounting policies is presented in Note 1 to the City's basic financial statements for the year ended December 31, 2019. Governmental fund and proprietary funds account for the City's federal grant activity. Expenditures reported on the Schedule are recognized on either the accrual basis of accounting or the modified accrual basis of accounting, depending on the basis of accounting used by the respective fund for which the activity is reported. Such expenditures are recognized following, as applicable, the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements or reports to federal agencies. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior periods. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

(3) Pass-through Entity Identifying Number

For federal awards expended by the City as a subrecipient, the Schedule includes identification of the pass-through grantor and the identifying number assigned to the grant by the pass-through grantor where the pass-through grantor has supplied such number to the City.

City of Aurora, Colorado
Notes to Schedule of Expenditures of Federal Awards
Year Ended December 31, 2019

(4) Revolving Loan Funds – Not Subject to Compliance

The City has certain revolving loan funds, which were originally financed with federal financial assistance through the Community Development Block Grants Program, the HOME Investment Partnerships Program and the Brownfields Grant Program. The outstanding balances of these loan funds at December 31, 2019 were \$3,604,780 for the Community Development Block Grants Program, \$13,800,016 for the HOME Investment Partnerships Program, and \$999,955 for the Brownfields Grant Program. Since there are no continuing compliance requirements other than required loan payments, the outstanding loan balances have not been included in the Schedule. New loans made during the year under these programs are included in the Schedule.

(5) Revolving Loan Funds – Subject to Further Compliance

The City has certain revolving loan funds reported under CFDA 11.307, which were originally financed from the Department of Commerce, Economic Development Administration through the City's Gifts and Grants Fund. There were no loans outstanding as of December 31, 2019 and \$170,935 in funds available to lend. There were \$8.00 in administrative costs for 2019. There are no City match requirements.

**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

Honorable Mayor and Members of City Council
City of Aurora, Colorado
Aurora, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Aurora, Colorado (the City), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 19, 2020, which contained a reference to the report of other auditors. The financial statements of the Havana Business Improvement District and the Parkside City Centre Business Improvement District, component units included in the financial statements of the aggregate discretely presented component units, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Havana Business Improvement District and the Parkside City Centre Business Improvement District.

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 entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Honorable Mayor and Members of City Council
City of Aurora, Colorado

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, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2019-001, that we consider to be a significant deficiency.

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*.

The City's Response to Findings

The City's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs and corrective action plan. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BKD, LLP

Denver, Colorado
June 19, 2020

**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

Honorable Mayor and Members of City Council
City of Aurora, Colorado
Aurora, Colorado

Report on Compliance for the Major Federal Program

We have audited City of Aurora's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended December 31, 2019. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Honorable Mayor and Members of City Council
City of Aurora, Colorado

Opinion on the Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2019.

Report on Internal Control Over Compliance

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 of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Honorable Mayor and Members of City Council
City of Aurora, Colorado

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 19, 2020 which contained unmodified opinions on those financial statements and referenced the report of other auditors. 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.

BKD, LLP

Denver, Colorado
June 19, 2020

City of Aurora, Colorado
Schedule of Findings and Questioned Costs
Year Ended December 31, 2019

Section I – Summary of Auditor’s Results

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP):
 Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:
 - Material weakness(es) identified? Yes No
 - Significant deficiency(ies) identified? Yes None reported

3. Noncompliance considered material to the financial statements noted? Yes No

Federal Awards

4. Internal control over compliance for major federal awards programs:
 - Material weakness(es) identified? Yes No
 - Significant deficiency(ies) identified? Yes None reported

5. Type of auditor’s report issued on compliance for major federal award programs:
 Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

7. Identification of major federal programs:

CFDA Number	Name of Federal Program or Cluster
	CDBG - Entitlement Grant Cluster

8. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.

9. Auditee qualified as a low-risk auditee? Yes No

City of Aurora, Colorado
Schedule of Findings and Questioned Costs (continued)
Year Ended December 31, 2019

Section II – Financial Statement Findings

**Reference
Number**

Finding

2019-001 Finding: Information Technology - Access and Operations

Government Auditing Standards allow for information that is considered sensitive in nature, such as detailed information related to information technology system security, to be issued through a separate “classified or limited use” report. This is due to the potential damage that could be caused by the misuse of that information. We consider the specific technical details of this finding to be sensitive in nature and not appropriate for public disclosure. Therefore, the details of the following finding have been provided to City of Aurora in a separate, confidential memorandum.

Criteria or Specific Requirement: Information technology general controls require that the information technology system is fully documented and managed appropriately to protect the City's financial and other data. Standard industry guidelines were utilized to assess the City's information technology systems as it relates to access management and redundancy, recovery and backup.

Condition: During the Information Technology Control Design review, we noted that the City does not have a complete set of IT policies and procedures, some IT program components are decentralized across multiple operating units, and the City does not have a formal plan to provide for ongoing computer operations.

Effect: The combination of these factors creates a risk that ongoing operations are not adequately protected or supported. Due to the nature of the sensitive information handled by the City's programs, and the importance of the City's ongoing operations, vulnerability as well as the risk that operations may be suspended for periods of time without proper support, the magnitude of the issue warrants attention for correction.

Cause: The cause appears to be a result from the lack of proper official policies, centralized planning and decision making on project and software/hardware procurement, and the components of an organizational infrastructure to support the IT needs throughout the vast network of the City's operations.

Recommendation: The City should develop, publish, and operationalize a complete set of IT policies and procedures to strengthen its internal control over logical and physical access. Communication of these policies and procedures is needed to all applicable employees to ensure processes are followed during periods of turnover. The City should also ensure that appropriate management oversight is in place to enforce consistent application of the account management policy to mitigate specific information security problems noted in the confidential finding. Further, the City should develop a formal plan for ensuring ongoing computer operations to mitigate specific problems noted in the confidential finding.

Views of Responsible Officials: The City agrees with the finding. See separate report for planned corrective actions.

City of Aurora, Colorado
Schedule of Findings and Questioned Costs (continued)
Year Ended December 31, 2019

Section III – Federal Award Findings and Questioned Costs

Reference Number	Finding
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No matters are reportable.

City of Aurora, Colorado

Status of Prior Audit Findings

Year Ended December 31, 2019

Reference Number	Summary of Finding	Status
2018-001	<i>Information Technology - Access and Operations</i> - The city should develop, publish, and operationalize a complete set of IT policies to strengthen its internal control over logical and physical access. The city should also ensure that appropriate management oversight is in place to enforce consistent application of the account management policy to mitigate specific information security problems noted in the confidential finding. Further, the City should develop a formal plan for ensuring ongoing computer operations to mitigate specific problems noted in the confidential finding.	Not implemented. See finding 2019-001 and separate auditee document for additional details relating to this finding.
2018-002	<i>Accounting for donated roads</i> - The City should add checks and balances to its processes for recording donated roads to help ensure all inputs determining the acquisition value are properly updated. In addition, we recommend that the City develop policies and procedures to reconcile donated roads reported in the capital asset system to roads reported and tracked by the State of Colorado.	Implemented. See separate auditee document for detail of corrective action taken.