

# City of Jurupa Valley

Jurupa Valley, California

*Single Audit Report*

*For the year ended June 30, 2024*



**City of Jurupa Valley**  
**Single Audit Report**  
**For the year ended June 30, 2024**  
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**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 Honorable Mayor and Members of City Council  
of the City of Jurupa Valley  
Jurupa Valley, California

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 City of Jurupa Valley, California (City) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 9, 2026.

***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 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.

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 were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questionable costs as item 2024-001 that we consider to be material weakness.

To the Honorable Mayor and Members of City Council  
of the City of Jurupa Valley  
Jurupa Valley, California  
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***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether 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 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.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs  
Emeryville, California  
February 9, 2026

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL  
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM  
GUIDANCE AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

*Independent Auditor's Report*

To the Honorable Mayor and Members of City Council  
of the City of Jurupa Valley  
Jurupa Valley, California

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

*Opinion on Each Major Federal Program*

We have audited the City of Jurupa Valley, California (City)'s 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, 2024. 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, the City 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, 2024.

*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; 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). 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 Example Entity'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 Matters***

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item SA2024-001. 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 findings identified in our audit described 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**

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

*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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items SA2024-001 to be material weakness.

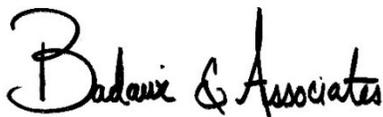
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed. *Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our audit described 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.

To the Honorable Mayor and Members of City Council  
of the City of Jurupa Valley  
Jurupa Valley, California  
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### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2024, and the related notes to the financial statements. These financial statements collectively comprise the City's basic financial statements. We issued our report thereon dated February 2, 2026 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.

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.



Badawi & Associates, CPAs  
Emeryville, California  
February 9, 2026, except for the schedule of expenditures  
of federal awards on page 7, which is as of February 2, 2026

**City of Jurupa Valley**  
**Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2024**

Grantor Agency and Grant Title	Assistance Listing Number	Pass-Through Identifying Number	Program Expenditures	Amounts Passed Through to Subrecipients
<b>U.S. Department of Housing and Urban Development:</b>				
CDBG - Entitlement Grants Cluster				
<i>Direct Program:</i>				
Community Development Block Grants/Entitlement Grants	14.218		\$ 1,220,990	\$ 163,000
Community Development Block Grants/Entitlement Grants (CDBG-CV)	14.218		18,240	-
<b>Total U.S. Department of Housing and Urban Development</b>			<b>1,239,230</b>	<b>163,000</b>
<b>U.S. Department of Justice</b>				
<i>Direct Program:</i>				
Coronavirus Emergency Supplemental Funding Program	16.034		65,809	-
<i>Pass-Through the City of Riverside</i>				
Justice Assistance Grant (JAG)	16.738	15PBJA-21-GG-01181-JAGX	18,455	-
Justice Assistance Grant (JAG)	16.738	15PBJA-22-GG-02079-JAGX	20,091	-
Justice Assistance Grant (JAG)	16.738	15PBJA-23-GG-03186-JAGX	15,445	-
Subtotal Justice Assistance Grant (JAG)			53,991	-
<b>Total U.S. Department of Justice</b>			<b>119,800</b>	<b>-</b>
<b>U.S. Department of Transportation</b>				
<i>Pass-Through the California Department of Transportation</i>				
Highway Safety Improvement Program	20.205	H9-08-010	467,713	-
<b>Total U.S. Department of Transportation</b>			<b>467,713</b>	<b>-</b>
<b>U.S. Department of Treasury</b>				
<i>Direct Program:</i>				
Coronavirus State And Local Fiscal Recovery Funds	21.027		16,350,767	-
<b>Total U.S. Department of Treasury</b>			<b>16,350,767</b>	<b>-</b>
<b>U.S. Department of Homeland Security</b>				
<i>Pass-Through the County of Riverside</i>				
Emergency Management Performance Grant (EMPG) Program	97.042	2022-0005	24,137	-
<b>Total U.S. Department of Homeland Security</b>			<b>24,137</b>	<b>-</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 18,201,647</b>	<b>\$ 163,000</b>

**City of Jurupa Valley**  
**Single Audit Report**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2024**

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**1. REPORTING ENTITY**

The financial reporting entity, as defined by Governmental Accounting Standards Board (GASB), consists of the primary government, which is the City of Jurupa Valley (City), organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Schedule of Expenditure of Federal Awards (the Schedule) includes expenditures of federal awards for the City and its component units as disclosed in the notes to the Basic Financial Statements.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Accounting*

Funds received under the various grant programs have been recorded within the general and special revenue funds of the City. The City utilizes the modified accrual basis of accounting for the general, special revenue, and capital project funds. The accompanying Schedule of Expenditures of Federal Awards (Schedule) is presented in accordance with the requirements of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

*Schedule of Expenditures of Federal Awards*

The accompanying Schedule presents the activity of all Federal financial assistance programs of the City. Federal financial assistance received directly from Federal agencies as well as Federal financial assistance passed through the State of California and other agencies are included in the Schedule. The Schedule of Expenditures of Federal Awards was prepared from only the accounts of various grant programs and, therefore, does not present the financial position or results of operations of the City.

**3. PASS-THROUGH ENTITIES' IDENTIFYING NUMBER**

When federal awards were received from a pass-through entity, the Schedule shows, if available, the identifying number assigned by the pass-through entity. When no identifying number is shown, the City determined that no identifying number is assigned for the program or the City was unable to obtain an identifying number from the pass-through entity.

**4. INDIRECT COSTS**

The City did not elect to use the 10% de minimis indirect cost rate.

**City of Jurupa Valley**  
**Single Audit Report**  
**Schedule of Findings and Questioned Costs**  
**For the year ended June 30, 2024**

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**Section I - Summary of Auditors' Results**

**Financial Statements**

Types of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant deficiency(ies) identified? None noted

Any noncompliance material to the financial statements noted: No

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified? Yes
- Significant deficiency(ies) identified? None noted

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

Any audit findings disclosed that are required to be reported in accordance with section 200.516(a): Yes

Identification of major programs:

Assistance Listing Numbers	Name of Federal Program or Cluster	Expenditures
14.218	Community Development Block Grants/Entitlement Grants	\$ 1,239,230
21.027	Coronavirus State and Local Fiscal Recovery Funds	16,350,767
	<b>Total Expenditures of All Major Federal Programs</b>	<b>\$ 17,589,997</b>
	<b>Total Expenditures of Federal Awards</b>	<b>\$ 18,201,647</b>
	<b>Percentage of Total Expenditures of Federal Awards</b>	<b>96.6%</b>

Dollar threshold used to distinguish between type A and type B program: \$750,000

Auditee qualified as low-risk auditee under section 200.520? No

**City of Jurupa Valley**  
**Single Audit Report**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the year ended June 30, 2024**

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**Section II - Current Year Findings**

**A. Current Year Findings - Financial Statement Audit**

**2024-001: Financial Closing and Audit Preparedness- Material Weakness**

**Criteria**

The City is responsible for a timely presentation of the financial statements in conformity with accounting principles generally accepted in the United States of America. In addition, an effective internal control system over financial closing and reporting provides reasonable assurance for the safeguarding of assets, the reliability of financial information, and compliance with laws and regulations.

**Condition**

During the performance of the audit, we noted that the City was not fully prepared for the audit. As a result, an updated trial balance without the fund balance issue was provided later for the audit. Additionally, many of the requested audit documents and schedules were not provided timely within the scheduled fieldwork period.

**Cause**

The city was not fully prepared for the audit. Furthermore, the closing procedures in place were not adequate to ensure all transactions were properly recorded and accounted for.

**Effect**

The trial balance provided by the City did not include all necessary adjustments needed to complete the audit timely.

**Recommendation**

We recommend that the City enhance its year-end closing procedures to ensure that its books are as complete and accurate as possible before commencement of the audit

**Management Response**

Management agrees and has already taken steps to ensure that year-end closing procedures are adhered to timely. Staff have been assigned to review accounts and make year-end adjustments where necessary before the commencement of the next audit. The assignments include the submission of required reports for various agencies by the deadlines.

**City of Jurupa Valley**  
**Single Audit Report**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the year ended June 30, 2024**

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**Section II - Current Year Findings, Continued**

**B. Current Year Findings and Questioned Costs - Major Federal Award Program Audit**

**SA2024-001: Lack of preparing and submitting the report based on Federal Funding Accountability and Transparency Act (FFATA)**

**Assistance Listing Numbers:** 14.218

**Assistance Listing Title:** CDBG Entitlement Grants Cluster

**Name of Federal Agency:** U.S. Department of Housing and Urban Development

**Criteria:**

Per 2 CFR 200.329(b), reports submitted to the federal awarding agency include all activity of the reporting period, are supported by applicable accounting or performance records, and are fairly presented in accordance with program requirements. For direct recipients of grants or cooperative agreements who make first-tier subawards of \$30,000 or more are required to register in the Federal Funding Accountability and Transparency Act (FFATA) Subaward Reporting System (FSRS) and report subaward date.

**Condition:**

The City failed to prepare and submit the FFATA report through FSRS.

**Cause:**

The City's internal controls did not ensure the FFATA reporting was completed in accordance with governing requirements.

**Effect:**

Information was not reported to the federal awarding agency.

**Recommendation:**

We recommend the City enhance internal controls to ensure FFATA reporting is prepared in accordance with program requirements.

**Management Response:**

The City hired a new senior accountant that would be assigned to ensure that required reports from various agencies filed timely.

**City of Jurupa Valley**  
**Single Audit Report**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the year ended June 30, 2024**

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**Section III - Prior Year Findings**

**A. Financial Statement Audit Finding**

No financial statement findings in the prior year.

**B. Federal Award Audit Finding**

No prior year federal award program audit findings.



SINGLE AUDIT  
FOR THE YEAR ENDED JUNE 30, 2024  
CORRECTIVE ACTION PLAN

**Financial Statement Findings – Current Year**

**Finding Reference Number: 2024-001: Financial Closing and Audit Preparedness**

**Contact Person:** Susan Paragas, Director of Finance

**Corrective Action Plan:**

The City will enhance its year-end closing procedures to ensure that its books are as complete and accurate as possible before commencement of the audit. Staff will be assigned to review accounts and make year-end adjustments where necessary before commencement of the next audit. The assignments will include the submission of required reports for various agencies by the deadlines.

**Anticipated Completion Date:** June 30, 2026

**Federal Awards Findings – Current Year**

**Finding Reference Number: SA2024-001: Lack of preparing and submitting the report based on Federal Funding Accountability and Transparency Act (FFATA)**

**Contact Person:** Susan Paragas, Director of Finance

**Corrective Action Plan:**

The City will enhance internal controls to ensure FFATA reporting is prepared in accordance with program requirements. The City hired a new senior accountant assigned to ensure that required reports from various agencies are filed timely.

**Anticipated Completion Date:** April 30, 2026

