

SINGLE AUDIT SECTION

CITY OF LINCOLN, NEBRASKA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - AS RESTATED
FOR THE YEAR ENDED AUGUST 31, 2013

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Federal Expenditures	
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through State Department Of Education:				
Summer Food Service Program for Children	10.559	DO 05955	\$ 274,969	
Summer Food Service Program for Children	10.559	55-3002	<u>3,175</u>	278,144
Pass-Through State Department Of Health And Human Services:				
Special Supplemental Nutrition Program for Women, Infants & Children	10.557	EO 082647	85,212	
Special Supplemental Nutrition Program for Women, Infants & Children	10.557	EO 083554	<u>738,836</u>	824,048
Nutrition Program for the Elderly (Commodities)	10.570			<u>116,379</u>
Total U.S. Department Of Agriculture				<u>\$ 1,218,571</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct Programs:				
Congregate Housing Services Program (Mahoney Manor)	14.170	NE26-G940-001	\$ 72,464	
Congregate Housing Services Program (Burke Plaza)	14.170	NE26-G940-002	<u>49,978</u>	122,442
Community Development Block Grant - Entitlement Grants Cluster:				
Community Development Block Grant	14.218	B-10 MC-31-0001		12,272,569
Shelter Plus Care	14.238	NE26C602001		15,306
HOME Investment Partnerships Program	14.239	* M-10 MC-31-0202		13,835,547
Homelessness Prevention and Rapid Re-Housing Program ARRA	14.257	S-09-MY-31-0002		2,668
Fair Housing Assistance Program - State and Local	14.401	FF207K127017		83,772
Pass-Through State Department Of Economic Development:				
CDBG - State-Administered Small Cities Program Cluster:				
Community Development Block Grant (Neighborhood Stabilization Program)	14.228	092LS41/092N40		<u>265,700</u>
Total U.S. Department Of Housing And Urban Development				<u>\$ 26,598,004</u>
U.S. DEPARTMENT OF INTERIOR				
Pass-Through State Historical Society:				
Historic Preservation Fund Grants-in-Aid	15.904	12/13	\$ 32,075	
Historic Preservation Fund Grants-in-Aid	15.904	13/14	<u>7,500</u>	<u>\$ 39,575</u>
U.S. DEPARTMENT OF JUSTICE				
Direct Programs:				
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program (Arrest Grant SART)	16.590	2007-WE-AX-0057	\$	221,828
Public Safety Partnership and Community Policing Grant (Cops Interoperable Communications Technology Grant Award)	16.710	2004INWX0014	72,739	
Public Safety Partnership and Community Policing Grant ARRA (Cops Hiring Recovery Program)	16.710	2009RJWX0059	<u>154,199</u>	226,938
JAG Program Cluster:				
Edward Byrne Memorial Justice Assistance Grant Program (JAG Formula)	16.738	* 2012DJBX0865	2,710	
Edward Byrne Memorial Justice Assistance Grant Program (JAG Formula)	16.738	* 2010DJBX1262	214,465	
Edward Byrne Memorial Justice Assistance Grant Program (JAG Formula)	16.738	* 2011DJBX3090	41,678	
Edward Byrne Memorial Justice Assistance Grant Program ARRA (JAG Formula)	16.804	* 2009SBB92551	604,770	
Pass-Through State Commission On Law Enforcement And Criminal Justice:				
Edward Byrne Memorial Justice Assistance Grant Program ARRA (Lin/Lan Investigative Narcotics Coop)	16.738	* 09-DX-9035	67,773	
Edward Byrne Memorial Justice Assistance Grant Program ARRA (Lin/Lan Investigative Narcotics Coop)	16.738	* 12-DA-0311	109,747	
Edward Byrne Memorial Justice Assistance Grant Program ARRA (CC Recovery Narcotics)	16.803	* 09-DX-9016	311,864	
Edward Byrne Memorial Justice Assistance Grant Program ARRA (CC Recovery Narcotics)	16.803	* 09-DX-9001	<u>47,255</u>	1,400,262
Pass-Through Lancaster County:				
Title V Delinquency Prevention (POWER)	16.548	11JP0031		14,100
Violence Against Women Formula Grants (DV Specialist)	16.588	12-VW-703	18,181	
Violence Against Women Formula Grants (DV Specialist)	16.588	11-WX-713	<u>36,649</u>	54,830
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program (VAWA Interpreters)	16.590	2010-WE-AX-0040		14,079
Pass-Through University of Nebraska-Lincoln:				
National Institute of Justice Research, Evaluation, and Development Project Grants (JAG Technology)	16.560	2010-DE-BX-K001		14,272
Pass-Through Nebraska State Patrol:				
Missing Children's Assistance (ICAC)	16.543	12-IC-03		2,104

(Continued)
See Accompanying Notes to Schedule of Expenditures of Federal Awards

(Expenditures of Federal Awards, Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA		Federal Expenditures	
	Number	Grant Number		
Pass-Through City of Omaha:				
Project Safe Neighborhoods	16.609	2012GPBX0013	4,770	
Project Safe Neighborhoods	16.609	2011GPBX0046	<u>18,000</u>	22,770
Pass-Through State Commission On Law Enforcement And Criminal Justice:				
Crime Victim Assistance	16.575	12-VS-0900/12VA0237		<u>110,175</u>
Total U.S. Department Of Justice				<u>\$ 2,081,358</u>
U.S. DEPARTMENT OF LABOR				
Pass-Through State Department Of Labor:				
WIA Cluster:				
WIA Adult Program	17.258	* 2012	\$ 314,772	
WIA Dislocated Workers Formula Grants	17.278	* 2012	45,360	
WIA Dislocated Workers Formula Grants	17.278	* 2012	266,248	
WIA Youth Activities	17.259	* 2012	445,843	
WIA Youth Activities	17.259	* 2012	147,255	
WIA Adult Program (Incentive/Capacity)	17.258	* 2012	<u>388</u>	1,219,866
Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors ARRA	17.275	2012		<u>1,716</u>
Total U.S. Department Of Labor				<u>\$ 1,221,582</u>
U.S. DEPARTMENT OF TRANSPORTATION				
Direct Programs:				
Transit Services Programs Cluster:				
Job Access Reverse Commute	20.516	* NE-37-0011	\$ 4,666	
Job Access Reverse Commute	20.516	* NE-37-0013	67,362	
Job Access Reverse Commute	20.516	* NE-37-0014	363,540	
New Freedom Program	20.521	* NE-57-0009	37,763	
New Freedom Program	20.521	* NE-57-0011	<u>44,868</u>	518,199
Federal Transit - Formula Grants:				
Federal Transit: Formula Grants (AVL System)	20.507	NE-26-0001	61,216	
Federal Transit: Formula Grants (Sec. 9 Capital)	20.507	NE-90-X091	17,568	
Federal Transit: Formula Grants (Sec. 9 Capital)	20.507	NE-90-X093	591,245	
Federal Transit: Formula Grants (Sec. 9 Capital)	20.507	NE-90-0095	4,479	
Federal Transit: Formula Grants (Sec. 9 Capital)	20.507	NE-90-0097	1,461,526	
Federal Transit: Formula Grants ARRA	20.507	NE-96-0001	55,988	
Federal Transit: Formula Grants (Transit Planning)	20.507	RTP-C990 (033)	16,118	
Federal Transit: Formula Grants (Transit Planning)	20.507	FTA-NE90-0097	<u>114,066</u>	2,322,206
Pass-Through Nebraska Department Of Roads:				
Federal Transit: Formula Grants (Transit Planning)	20.507	RPT-C990(032)		89,541
Highway Planning and Construction Cluster:				
Highway Planning and Construction (Planning)	20.205	SPR-PL1(49)	8,160	
Highway Planning and Construction (Planning)	20.205	SPR-PL1(50)	302,308	
Highway Planning and Construction (Planning)	20.205	SPR-PL1(51)	67,386	
Highway Planning and Construction ARRA (Aylesworth to Vine)	20.205	LCLC-5247(12)	18,744	
Highway Planning and Construction ARRA (Holdrege 70th to 79th)	20.205	LCLC-5244(8)	17,292	
Highway Planning and Construction ARRA (Holdrege 33rd to 47th)	20.205	LCLC-5244(7)	9,062	
Highway Planning and Construction ARRA (Adams 57th to 62nd)	20.205	LCLC-5250(3)	892	
Highway Planning and Construction ARRA (A St & Van Dorn)	20.205	LCLC-5220(3)	2,398	
Highway Planning and Construction ARRA (P St, Y St, NW 1st St)	20.205	LCLC-5236(2)	8,215	
Highway Planning and Construction ARRA (Citywide)	20.205	LCLC-5247(11)	20,614	
Highway Planning and Construction ARRA (O Street)	20.205	LCLC-34-6(140)	1,369	
Highway Planning and Construction (Downtown Rehab)	20.205	LCLC-5230(2)	144,905	
Highway Planning and Construction (Citywide Micro Surfacing)	20.205	LCLC-5249(7)	14,321	
Highway Planning and Construction (14th and Cornhusker)	20.205	HSIP-5227(7)	8,455	
Highway Planning and Construction (56th, Shadow Pines, and Old Cheney)	20.205	LCLC-5241(5)	23,719	
Highway Planning and Construction (Superior Street at I-80)	20.205	HSIP-5254(8)	63,707	
Highway Planning and Construction (JAVA)	20.205		272,439	
Highway Planning and Construction (Citywide Durable Pavement)	20.205	LCLC-5239(8)	381	
Highway Planning and Construction (Citywide Continental)	20.205	LCLC-5221(3)	514	
Highway Planning and Construction (66th and Fremont)	20.205	HSIP-5253(1)	5,000	
Highway Planning and Construction (Citywide Street Resurfacing)	20.205	LCLC-5228(4)	227,265	
Highway Planning and Construction (27th and Leighton)	20.205	LCLC-5231(13)	110,526	
Highway Planning and Construction (SW 40th Viaduct)	20.205	STPN-BR-TMT 5267(1)	97,085	
Highway Planning and Construction (Click It or Ticket)	20.205	MAY	8,013	
Highway Planning and Construction (Click It or Ticket)	20.205	NOV	3,695	
Highway Planning and Construction (You Drink, You Drive, You Lose)	20.205	AUG	4,273	
Highway Planning and Construction (You Drink, You Drive, You Lose)	20.205	DEC	6,939	
Pass-Through Game and Parks Commission:				
Recreational Trails Program (Bison Trail Bridge)	20.219	RTP2011(003)	259,724	
Recreational Trails Program (Pioneers Park Trail Renovation)	20.219	RTP2012(001)	<u>14,320</u>	1,721,721

(Continued)

See Accompanying Notes to Schedule of Expenditures of Federal Awards

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Federal Expenditures	
Formula Grants for Other Than Urbanized Areas (Lancaster County Rural Transit)	20.509	RPT-C551(213)	32,825	
Formula Grants for Other Than Urbanized Areas (Lancaster County Rural Transit)	20.509	RPT-C551(214)	<u>5,338</u>	38,163
Highway Safety Cluster:				
State and Community Highway Safety (School Zones Enforcement)	20.600	2011	5,454	
State and Community Highway Safety (Speed Trailer)	20.600		3,821	
State and Community Highway Safety (Digital Photography)	20.600	DO 08539	2,842	
Alcohol Impaired Driving Countermeasures Incentive Grants (DRE Training)	20.601	August	2,487	
Alcohol Impaired Driving Countermeasures Incentive Grants (Alcohol Selective)	20.601	September	<u>2,567</u>	17,171
Total U.S. Department Of Transportation				\$ 4,707,001
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION				
Direct Programs:				
Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	30.002	EEOCN120112		\$ 43,845
INSTITUTE OF MUSEUM AND LIBRARY SERVICES				
Pass-Through State Library Commission:				
Grants to States (Net Lender Contract)	45.310		\$ 1,448	
Grants to States (Pioneer 2013)	45.310	12.02	10,512	
Grants to States (Pioneer 2012)	45.310	12.01	<u>10,512</u>	\$ 22,472
NATIONAL ENDOWMENT FOR THE ARTS				
Direct Program:				
Promotion of the Arts - Grants to Organizations and Individuals	45.024	12-4292-7091		\$ 4,500
U.S. ENVIRONMENTAL PROTECTION AGENCY				
Direct Program:				
Congressionally Mandated Projects	66.202	XP98773401	\$	470,113
Pass-Through State Department Of Environmental Quality:				
Performance Partnership Grants	66.605	RES 86361	13,843	
Performance Partnership Grants	66.605	2013	<u>90,169</u>	104,012
Capitalization Grants for Drinking Water State Revolving Funds	66.468	* D311548		2,676,365
Nonpoint Source Implementation Grants (Tyrrell Park Water Quality Improvements)	66.460	C900740319	300,000	
Nonpoint Source Implementation Grants (Antelope Park)	66.460	C900740320	124,353	
Nonpoint Source Implementation Grants (Zoo Area)	66.460	C900740320	<u>32,269</u>	456,622
Surveys, Studies, Research, Investigations, Demonstrations, And Special Purpose Activities Relating to the Clean Air Act	66.034	XA-97726301	11,551	
Surveys, Studies, Research, Investigations, Demonstrations, And Special Purpose Activities Relating to the Clean Air Act	66.034	2010	<u>11,137</u>	22,688
Total U.S. Environmental Protection Agency				\$ 3,729,800
U.S. DEPARTMENT OF ENERGY				
Direct Program:				
Energy Efficiency and Conservation Block Grant Program ARRA	81.128	* DE-EE0000664	\$	149,329
Pass-Through City Of Omaha:				
Energy Efficiency and Conservation Block Grant Program ARRA	81.128	* DE-003578		1,179,747
Total U.S. Department Of Energy				\$ 1,329,076
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Direct Program:				
Food and Drug Administration General Grant Funding Program (Retail Food Safety)	93.103	1U18FD004661-01	\$ 29,011	
Food and Drug Administration General Grant Funding Program (Retail Food Safety)	93.103	5U18FD004661-02	<u>5,013</u>	34,024
Pass-Through National Association of County and City Health Officials:				
Medical Reserve Corps Small Grant Program	93.008	MRC 11 360		2,518
Pass-Through State Department Of Health And Human Services:				
Special Programs for the Aging Title VII, Chapter 2: Long Term Care Ombudsman Services for Older Individuals	93.042	NGA 2013-044	4,072	
Special Programs for the Aging Title VII, Chapter 2: Long Term Care Ombudsman Services for Older Individuals	93.042	NGA 2012-031	19,113	
Special Programs for the Aging Title VII, Chapter 2: Long Term Care Ombudsman Services for Older Individuals	93.042	NGA 2013-031	<u>2,064</u>	25,249
Special Programs for the Aging Title III, Part D: Disease Prevention and Health Promotion Services	93.043	NGA 17930-III-D	3,344	
Special Programs for the Aging Title III, Part D: Disease Prevention and Health Promotion Services	93.043	NGA 14185-III-D	<u>22,774</u>	26,118
Aging Cluster:				
Special Programs for the Aging Title III, Part B: Grants for Supportive Services and Senior Centers	93.044	NGA 14185-III-B	302,399	
Special Programs for the Aging Title III, Part B: Grants for Supportive Services and Senior Centers	93.044	NGA 17930-III-B	14,470	
Special Programs for the Aging Title III, Part C: Nutrition Services	93.045	NGA 17930-III-C1	26,102	
Special Programs for the Aging Title III, Part C: Nutrition Services	93.045	NGA 14185-III-C1	439,919	
Special Programs for the Aging Title III, Part C: Nutrition Services	93.045	NGA 14185-III-C2	154,272	
Special Programs for the Aging Title III, Part C: Nutrition Services	93.045	NGA 17930-III-C2	<u>10,296</u>	947,458
National Family Caregiver Support, Title III, Part E	93.052	NGA 14185-III-E	145,258	
National Family Caregiver Support, Title III, Part E	93.052	NGA 17930-III-E	<u>11,622</u>	156,880

(Continued)

See Accompanying Notes to Schedule of Expenditures of Federal Awards

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA		Federal Expenditures	
	Number	Grant Number		
Public Health Emergency Preparedness	93.069	1H75TP000381-01	131,630	
Public Health Emergency Preparedness	93.069	BT-965-63013	95,662	
Public Health Emergency Preparedness	93.069	BT-885-80912	60,794	
Public Health Emergency Preparedness (Pandemic)	93.069	BT-863-73011	1,777	289,863
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	DO 03586	3,051	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	DO 05387	2,097	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	2014	212	5,360
Grants to States to Support Oral Health Workforce Activities	93.236	T12HP14997		4,026
Immunization Cooperative Agreements (NE Immunization Action Plan)	93.268	IP08-80308CONT10	37,665	
Immunization Cooperative Agreements (NE Immunization Action Plan)	93.268	5H23IP722562-09	26,463	64,128
Centers for Disease Control and Prevention: Investigations and Tech Assistance (Tobacco Prevention & Control)	93.283	5U58DP001978-04	34,561	
Centers for Disease Control and Prevention: Investigations and Tech Assistance (Tobacco Prevention & Control)	93.283	1U58DP001978-01	20,708	
Centers for Disease Control and Prevention: Investigations and Tech Assistance (West Nile Virus Program)	93.283	1U50CK000273-01	19,045	
Centers for Disease Control and Prevention: Investigations and Tech Assistance (West Nile Virus Program)	93.283	3U50C1723775-05S2	360	
Centers for Disease Control and Prevention: Investigations and Tech Assistance (Colon Cancer)	93.283	5U58DP002043-02	19,311	93,985
Affordable Care Act Maternal, Infant, and Early Childhood Home Visiting Program	93.505	EO 085614		96,365
PPHF 2012 National Public Health Improvement Initiative (CHIP)	93.507	5U58CD001310-02		10,618
Refugee and Entrant Assistance Program (Health Screening)	93.566	EO 086152	101,722	
Refugee and Entrant Assistance Program (Health Screening)	93.566	EO 083947	47,018	148,740
Social Services Block Grant (SSBG)	93.667			40,693
National Bioterrorism Hospital Preparedness Program (HRSA)	93.889	BT 929 63012	258,092	
National Bioterrorism Hospital Preparedness Program (HRSA)	93.889	BT 982 63013	5,589	263,681
HIV Prevention Activities Health Dept Based (Sista Sista / HIV Prevention)	93.940	EO 084809	27,136	
HIV Prevention Activities Health Dept Based (HIV Testing)	93.940	EO 083802	30,433	57,569
Preventive Health Services Sexually Transmitted Diseases Control Grants (STD)	93.977	5H25PS001356	9,914	
Preventive Health Services Sexually Transmitted Diseases Control Grants (STD)	93.977	CDC-RFA-PS09-902	4,951	14,865
Preventive Health and Health Services Block Grant (Worksite Wellness Initiative)	93.991	DP009036	19,098	
Preventive Health and Health Services Block Grant (GIS-Walkability)	93.991	2B01DP009036-10	67	
Preventive Health and Health Services Block Grant (Growing the Worksite)	93.991	B01-DP009036-11	12,445	
Preventive Health and Health Services Block Grant (Growing the Worksite)	93.991	B01-DP009036-11	13,131	44,741
Maternal and Child Health Services Block Grant to the States (Childhood Obesity)	93.994	MCH-11-06	77,073	
Maternal and Child Health Services Block Grant to the States (Childhood Obesity)	93.994	MCH-10-06	192	77,265
Pass-Through Lincoln Action Program:				
Head Start	93.600	RES A 85792	1,962	
Head Start	93.600	DO 09583	2,185	4,147
Total U.S. Department Of Health And Human Services				\$ 2,408,293
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				
Direct Programs:				
Foster Grandparent/Senior Companion Cluster:				
Foster Grandparent Program	94.011	11SFNNE 003 (12/13)	\$ 99,375	
Foster Grandparent Program	94.011	11SFNNE 003 (13/14)	39,890	
Senior Companion Program	94.016	10SCNNE 002 (12/13)	91,394	230,659
Pass-Through Nebraska Volunteer Commission:				
AmeriCorps (ECHO)	94.006	06AFHNE0010033	1,124	
AmeriCorps (ECHO)	94.006	06AFHNE0010040	272,198	273,322
Total Corporation For National And Community Service				\$ 503,981
EXECUTIVE OFFICE OF THE PRESIDENT				
Pass-Through Nebraska State Patrol:				
High Intensity Drug Trafficking Areas Program	95.001	12HD02	\$ 38,807	
High Intensity Drug Trafficking Areas Program	95.001	11HD02	53,553	\$ 92,360
DEPARTMENT OF HOMELAND SECURITY				
Direct Programs:				
National Urban Search and Rescue (US&R) Response System	97.025	EMW-2012-CA-K00011	\$ 1,080,697	
National Urban Search and Rescue (US&R) Response System	97.025	EMW-2011-CA-APP-00058	175,207	1,255,904
Assistance to Firefighters Grant	97.044	EMW-2011-FO-01774		437,736
Staffing for Adequate Fire and Emergency Response	97.083	EMW-2009-FH-00370		16,179

(Continued)

See Accompanying Notes to Schedule of Expenditures of Federal Awards

(Expenditures of Federal Awards, Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Federal Expenditures	
Pass-Through Nebraska State Patrol: Homeland Security Grant Program (N.E.M.A.)	97.067	2011-SS-00017	2,561	
Homeland Security Grant Program (N.E.M.A.)	97.067	2010-SS-TO-13	<u>284,123</u>	<u>286,684</u>
Total Department Of Homeland Security				<u>\$ 1,996,503</u>
Total Federal Expenditures				<u>\$ 45,996,921</u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards

CITY OF LINCOLN, NEBRASKA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS – AS RESTATED
FOR THE YEAR ENDED AUGUST 31, 2013

(1) BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards (the Schedule) is presented on the modified cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Federal awards provided to subrecipients are treated as expenditures when paid to the subrecipient.

(2) REPORTING ENTITY

The City of Lincoln, Nebraska, for purposes of the Schedule, includes all funds of the City as defined in Note 1 of the Notes to the Financial Statements, including Lincoln Electric System, Lincoln Water System, and Lincoln Wastewater System.

Lincoln Electric System (LES) operates on a calendar year basis for reporting purposes as opposed to the August 31 fiscal year basis of the City. As a result, the amounts included in the City's August 31, 2013, basic financial statements for LES are audited amounts as of and for the year ended December 31, 2012.

(3) PASS-THROUGH AWARDS

The City of Lincoln receives certain federal awards in the form of pass-through awards from the State of Nebraska. Such amounts received as pass-through awards are specifically identified on the Schedule.

(4) MAJOR PROGRAMS

In accordance with OMB Circular A-133, major programs are determined using a risk-based approach. Programs in the accompanying Schedule denoted with an asterisk (*) are determined by the independent auditor to be major programs.

(5) SUBRECIPIENTS

Of the federal expenditures presented in this schedule, the City provided federal awards to subrecipients as follows:

<u>CFDA#</u>	<u>Program</u>	<u>Amount</u>
Pass-Through to City Impact:		
14.239	HOME Investment Partnerships Program	\$ 69,846
Pass-Through to Community Crops:		
14.218	Community Development Block Grant – Entitlement Grants Cluster	\$ 28,012
Pass-Through to County Aging Programs:		
10.570	Nutrition Program for the Elderly	\$ 51,758
93.044	Title III, Part B: Grants for Supportive Services and Senior Centers	29,630
93.045	Title III, Part C: Nutrition Services	113,482
93.052	Title III, Part E: National Family Caregiver Support	18,587
Pass-Through to Habitat for Humanity:		
14.239	HOME Investment Partnerships Program	\$ 119,508
Pass-Through to Joint Antelope Valley Authority:		
20.205	Highway Planning and Construction (JAVA)	\$ 272,439
Pass-Through to League of Human Dignity:		
14.218	Community Development Block Grant – Entitlement Grants Cluster	\$ 15,667
Pass-Through to Lincoln Housing Authority:		
14.239	HOME Investment Partnerships Program	\$ 23,857
Pass-Through to NeighborWorks:		
14.218	Community Development Block Grant – Entitlement Grants Cluster	\$ 203,664
14.239	HOME Investment Partnerships Program	256,092
81.128	Energy Efficiency and Conservation Block Grant Program ARRA	47,345
Pass-Through to UNL Center on Children Families & the Law:		
14.218	Community Development Block Grant – Entitlement Grants Cluster	\$ 4,891

(6) FEDERAL LOANS OUTSTANDING

The City administers the following loan programs for which the federal government imposes continuing compliance requirements on the following outstanding balances, net of allowances:

<u>CFDA#</u>	<u>Program</u>	<u>Outstanding Balance as of August 31, 2013</u>
14.218	Community Development Block Grant	\$ 7,863,000
14.228	Community Development Block Grant – Neighborhood Stabilization Program	178,000
14.239	HOME Investment Partnership Program	11,163,000

New loans included in the Schedule totaled \$661,000, \$0 and \$867,000, respectively.

(7) The schedule has been restated and now includes \$2,676,365 expended for CFDA program 66.468, which were initially omitted. The expenditures for CFDA program 66.468 include \$563,717 of fiscal year 2012 expenditures, that were not included on the fiscal year 2012 Schedule of Expenditures of Federal Awards.

**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of the Financial Statements
Performed in Accordance with Government Auditing Standards**

The Honorable Mayor
and Members of the City Council
City of Lincoln, Nebraska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lincoln, Nebraska (the City), as of and for the year ended August 31, 2013, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 25, 2014, which contained an "Emphasis of Matter" paragraph regarding a change in accounting principle.

Internal Control Over Financial Reporting

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting (internal control). In planning and performing our audit, we considered the City's internal control to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses as defined above. However, material weaknesses may exist that have not been identified.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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*.

Other Matters

We noted certain matters that we reported to the City's management in a separate letter dated February 25, 2014.

The purpose of this communication 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 compliance. This communication 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.

BKD, LLP

Lincoln, Nebraska
February 25, 2014

**Independent Auditor's Report on Compliance with Requirements
That Could Have a Direct and Material Effect on Each Major Program
and on Internal Control Over Compliance in Accordance with OMB Circular A-133**

The Honorable Mayor
and Members of the City Council
City of Lincoln, Nebraska

Report on Compliance for Each Major Federal Program

We have audited the compliance of the City of Lincoln, Nebraska (the City), with the types of compliance requirements described in the OMB Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2013. 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.

Management's Responsibility

Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination on the City's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, the City of Lincoln, Nebraska, 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 August 31, 2013.

Other Matter

This report is being reissued and replaces our previously issued report, dated February 25, 2014, to include testing of CFDA 66.468 as a major federal program. Our opinion is not modified with respect to this matter.

Report on Internal Control Over Compliance

The management of the City of Lincoln, Nebraska, 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 requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses. 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

BKD, LLP

Lincoln, Nebraska
March 26, 2014

City of Lincoln, Nebraska
Schedule of Findings and Questioned Costs – As Restated
Year Ended August 31, 2013

Summary of Auditor's Results

1. The opinion(s) expressed in the independent auditor's report was (were):
 Unmodified Qualified Adverse Disclaimed

2. The independent auditor's report on internal control over financial reporting disclosed:

 Significant deficiency(ies)? Yes None Reported

 Material weakness(es)? Yes No

3. Noncompliance considered material to the financial statements was disclosed by the audit? Yes No

4. The independent auditor's report on internal control over compliance with requirements that could have a direct and material effect on major federal awards programs disclosed:

 Significant deficiency(ies)? Yes None Reported

 Material weakness(es)? Yes No

5. The opinion(s) expressed in the independent auditor's report on compliance with requirements that could have a direct and material effect on major federal awards was (were):
 Unmodified Qualified Adverse Disclaimed

6. The audit disclosed findings required to be reported by OMB Circular A-133? Yes No

7. The City's major programs were:

Cluster/Program	CFDA Number
HOME Investment Partnerships Program	14.239
JAG Program Cluster	16.738/16.803/16.804
Workforce Investment Act (WIA) Program Cluster	17.258/17.259/17.278
Transit Services Programs Cluster	20.516/20.521
Capitalization Grants for Drinking Water State Revolving Funds	66.468
Energy Efficiency and Conservation Block Grant Program	81.128

City of Lincoln, Nebraska
Schedule of Findings and Questioned Costs – As Restated - Continued
Year Ended August 31, 2013

Summary of Auditor's Results - Continued

- 8. The threshold used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133 was \$596,664.
- 9. The City qualified as a low-risk auditee as that term is defined in OMB Circular A-133? Yes No

Findings Required to be Reported by Government Auditing Standards

Reference Number	Finding	Questioned Costs
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No matters are reportable.

Findings Required to be Reported by OMB Circular A-133

Reference Number	Finding	Questioned Costs
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No matters are reportable.

City of Lincoln, Nebraska
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2013

Reference Number	Summary of Finding	Status
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No matters are reportable.