CITY OF NEW ORLEANS, LOUISIANA

SINGLE AUDIT REPORT

For the Year Ended December 31, 2025

Sean M. Bruno
Certified Public Accountants, LLC

CITY OF NEW ORLEANS, LOUISIANA
SINGLE AUDIT REPORT

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Sean M. Bruno
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INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Honorable Helena Moreno, Mayor
And Members of the City Council
City of New Orleans
New Orleans, Louisiana

Report on the Audit of the Schedule of Expenditures of Federal Awards

Opinion

We have audited the schedule of expenditures of federal awards of the City of New Orleans, Louisiana **(the "City")** for the year ended December 31, 2025, and the related notes (the "Schedule").

In our opinion, the accompanying schedule of expenditures of federal awards presents fairly, in all material respects, the expenditures of federal awards of **the City** for the year ended December 31, 2025, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 are further described in the Auditors' Responsibilities for the Audit of the Schedule section of our report.

We are required to be independent of **the City** and to meet our other ethical responsibilities, in accordance with the 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 audit opinion.

Responsibilities of Management for the Schedule

Management is responsible for the preparation and fair presentation of the schedule in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the schedule that is free from material misstatement, whether due to fraud or error.

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INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED

Auditors' Responsibilities for the Audit of the Schedule

Our objectives are to obtain reasonable assurance about whether the schedule as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. 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 generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the schedule.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the schedule, 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 amounts and disclosures in the schedule.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of **the City's** internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the schedule.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

The basic financial statements of the City of New Orleans, Louisiana as of and for the year ended December 31, 2025, were audited by other auditors whose opinion dated June 29, 2026, expressed an unmodified opinion on those basic financial statements.

INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED

Other Matters, Continued

The City of New Orleans, Louisiana is subject to audit by federal agencies or their designees for compliance with contractual and programmatic requirements with regard to its federal programs for the year ended December 31, 2025. The determination of whether any instances of noncompliance that will ultimately result in the remittance of any ineligible or disallowed cost cannot be presently determined.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2026, on our consideration of **the City's** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of **the City's** internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering **the City's** internal control over financial reporting and compliance.

Sean M. Bruno

SEAN M. BRUNO
CERTIFIED PUBLIC ACCOUNTANTS, LLC
New Orleans, Louisiana
June 29, 2026

CITY OF NEW ORLEANS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Housing and Urban Development				
Direct Awards				
CDBG - Entitlement Grants Cluster				
Community Development Block Grant/ Entitlement Grants	14.218	Various	$ 841,329	$ 6,991,207
CARES Act Community Development Block Grant/Entitlement Grants	14.218	B-20-MW-22-0006	-	12,375
Total CDBG - Entitlement Grants Cluster			841,329	7,003,582
CDBG - Disaster Recovery Grants – Pub. L. No. 113-2 Cluster				
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR)	14.269	B-13-MS-22-0001		
National Disaster Resilience Competition	14.272	B-13-MS-220002	-	2,201,615
Total CDBG - Disaster Recovery Grants – Pub. L. No. 113-2 Cluster			-	2,201,615
Direct Awards				
Emergency Solutions Grants Program	14.231	E23MC220006	-	221,416
Emergency Solutions Grants Program	14.231	E24MC220006	-	1,035,079
Emergency Solutions Grants Program	14.231	E-25-MC-22-0006	-	3,773
Emergency Solutions Grants Program	14.231	E25MC220006	-	108,535
Home Investment Partnership Program	14.239	Various	-	4,610,802
Housing Opportunities for Persons with AIDS	14.241	LAH22F001	-	27,809
Housing Opportunities for Persons with AIDS	14.241	LAH23F001	50,000	1,235,756
Housing Opportunities for Persons with AIDS	14.241	LAH24F001	-	3,390,243
Housing Opportunities for Persons with AIDS	14.241	LAH25F001	-	62,697
Continuum Care Program	14.267	LA0054L6H032417	-	269,477
Continuum Care Program	14.267	LA0054L6H032316	-	346,522
Subtotal - Direct Awards			50,000	11,312,109
Pass-Through Awards				
State of Louisiana Office of Community Development:				
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	B-06-BG-22-0001	-	56,265
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	B-21-DF-22-0001/B-22-DF-22-001	115,720	171,020
Subtotal - Awards from Pass-Through Entities			115,720	227,285
Total U.S. Department of Housing and Urban Development			**1,007,049**	**20,744,591**

CITY OF NEW ORLEANS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Labor				
Pass-Through Awards				
State of Louisiana Department of Labor:				
WIOA Cluster:				
Workforce Innovation Opportunity Act - Adult Program	17.258	AA-23A55AY00034	-	36,558
Workforce Innovation Opportunity Act - Adult Program	17.258	24A55AT000089	1,132,375	1,180,102
Workforce Innovation Opportunity Act - Adult Program	17.258	25A55AT000129	-	431,098
Workforce Innovation Opportunity Act - Youth Activities	17.259	2000693525	-	(1)
Workforce Innovation Opportunity Act - Youth Activities	17.259	AA-23A55AY00034	-	15,981
Workforce Innovation Opportunity Act - Youth Activities	17.259	24A55AY000103	679,022	1,002,524
Workforce Innovation Opportunity Act - Youth Activities	17.259	25A55AY000144	-	265,416
Workforce Innovation Opportunity Act Dislocated Worker Formula Grants	17.278	AA-23A55AY00034	-	4,725
Workforce Innovation Opportunity Act Dislocated Worker Formula Grants	17.278	24A55AW000080	632,088	898,864
Workforce Innovation Opportunity Act Dislocated Worker Formula Grants	17.278	2000458878	-	2,655
Workforce Innovation Opportunity Act Dislocated Worker Formula Grants	17.278	25A55AW000138	-	229,522
Total WIOA Cluster			2,443,485	4,067,444
Total U.S. Department of Labor			**2,443,485**	**4,067,444**
U.S. Department of Health and Human Services				
Direct Awards				
Health Center Program Cluster:				
Healthcare Center Program	93.224	5 H80CS00037-24-00	-	2,837,085
Healthcare Center Program	93.224	6H80CS00037-23	-	93,213
Grants for Capital Development in Health Centers	93.526	C8ECS44387-01	-	87,537
Total Health Center Program Cluster			-	3,017,835
Direct Awards				
Environmental Public Health & Emergency Response	93.070	NUE1EH001421	-	34,762
Prevention of Disease, Disability, & Death by Infectious	93.084	NU50CK000638	-	1,770,311
Ending the HIV Epidemic: A Plan for America-Ryan White HIV/AIDS Program Parts A and B	93.686	UT8HA33948-05	-	2,037,662
HIV Emergency Relief Project Grant-Ryan White Program	93.914	5H89HA00035-30-00	-	2,437,275
HIV Emergency Relief Project Grant-Ryan White Program	93.914	UT8HA33948-05		1
HIV Emergency Relief Project Grant-Ryan White Program	93.914	2 H89HA00035-31-00	64,282	6,216,854
HIV Emergency Relief Project Grants-Ending the HIV Epidemic:A Plan for America HIV/AIDS	93.914	2 UT8HA33948-06-00	-	2,217,645
Healthy Start Initiative-Great Expectations Program	93.926	H49MC00099-24	-	336,954
Healthy Start Initiative-Great Expectations Program	93.926	5H49MC00099-25	-	727,183
Subtotal - Direct Awards			64,282	15,778,647

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services, Continued				
Pass-Through Awards				
State of Louisiana Department of Health and Hospitals:				
Public Health Emergency Preparedness	93.069	2000598466	-	742
Public Health Emergency Preparedness	93.069	2000683916	-	6,608
Public Health Emergency Preparedness	93.069	2000768778	-	10,000
HIV Prevention Activities Health Department Based	93.940	NU62PS924620	13,326	628,041
CDC and Prevention Collaboration with Academia to Strengthen Public Health	93.967	200750212	-	2,411,704
National Association of County and City Health Officials:				
Medical Reserve Corps Small Grant Program	93.008	6HITEP200045-02-06	-	3,644
Strengthening Public Health Systems and Services Through National Partnerships to Improve and Protect the Na	93.421	2022-032115	-	147
Strengthening Public Health Systems and Services Through National Partnerships to Improve and Protect the Na	93.421	6NU38OT000306-04-01	-	5,086
Strengthening Public Health Systems and Services Through National Partnerships to Improve and Protect the Na	93.421	6NU38OT000306-03-06	-	53,755
Subtotal - Awards from Pass-Through Entities			13,326	3,119,727
Total U.S. Department of Health and Human Services			77,608	21,916,209
U.S. Department of Transportation				
Pass-Through Awards				
Louisiana Highway Safety Commission:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	2025-30-42	-	31,119
National Priority Safety Programs	20.616	2025-30-42	-	6,616
Total Highway Safety Cluster			-	37,735
Other Programs (Treated individually for major program determination)				
U.S. Department of Transportation				
Direct Awards				
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	110	-	315,461
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	111	-	561,475
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	118	-	263,481
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	119	-	1,711,503
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	120	-	1,939,182
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	122	-	197,257
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	123	-	636,235
Airport Improvement ProgramInfrastructure Investment and Jobs Act Programs - New Orleans Aviation Board	20.106	124	-	1,086,660
Subtotal - Direct Awards			-	6,711,254
Total U.S. Department of Transportation			-	6,748,989

CITY OF NEW ORLEANS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Direct Awards				
Urban Agriculture and Innovation Production Grant Program	10.935	2024-70510-41974	-	63,237
Inflation Reduction Act Urban & Community Forestry Program	10.727	24-DG-11083150-557	-	1,391,900
Subtotal - Direct Awards			-	1,455,137
Pass-Through Awards				
State of Louisiana Department of Health:				
WIC Special Supplemental Nutrition Program for Women, Infants and Children:				
Infants and Children - Administrative Costs	10.557	2000853761	-	665,467
Infants and Children - Food Issuance (NOTE 13)	10.557	Not Applicable	-	2,767,796
Subtotal - Awards from Pass-Through Entities			-	3,433,263
Total U.S. Department of Agriculture			**-**	**4,888,400**
U.S. Department of Commerce				
Direct Awards				
Public Safety Interoperable Communications				
Habitat Conservation	11.463	NA23NMF4630138	-	10,181
Office of Coastal Management	11.473	0318.23.076117	-	246,167
Grant Program	11.555	N/A		
Total U.S. Department of Commerce			**-**	**256,348**
U.S. Department of Justice				
Direct Awards				
Community Based Violence Intervention & Prevention Initiative	16.045	15PBJA-23-GG-05190-CVIP	-	521,397
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-21-GG-03402-UHPX	-	1,062,809
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	15PBJA-23-GG-03444-JAGX	-	94,652
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	15PBJA-22-GG-02212-JAGX	-	269,677
Criminal and Juvenille Justice and Mental Health Collaboration Program	16.745	15BJA-22-GG-02995-MENT	-	167,614
Congressionally Recommended Awards	16.753	15PBJA-24-GG-00369-BRND	-	1,705,650
Comprehensive Opioid, Stimulant, and Substance -Program	16.838	15PBJA-21-GG-04586-COAP	-	235,717
Comprehensive Opioid, Stimulant, and Substance -Program	16.838	15PBJA-22-GG-04470-COAP	-	306,701
Consolidated & Technical Assistance Grant Program to Address Children and Youth Expericing Domestic and Sex	16.888	15-JOVW-21-GG-00640-CY	-	126,125
Equitable Sharing Program	16.922	15-5042-0-2-752	-	501,467
Subtotal - Direct Awards			-	4,991,809

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Justice, Continued				
Pass-Through Awards				
State of Louisiana Commission on Law Enforcement:				
Crime Victim Assistance	16.575	2023-VA-99-8130	-	21,825
Violence Against Women Formula Grants	16.588	2022-WF-01-8079	-	1,718
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2022-DJ-01-8005	-	26,670
Paul Coverdell Forensic Science Improvement Grant Program	16.742	2024-CD-01-8482	-	28,327
Edward Byrne Memorial Competitive Grant Program	16.751	N/A		
Subtotal - Awards from Pass-Through Entities			-	78,540
Total U.S. Department of Justice			-	5,070,349
U.S. Department of Labor				
Direct Awards				
Reentry Employment Oppotunities	17.270	23A60PE000008	311,447	384,196
Total U.S. Department of Labor			**311,447**	**384,196**
U.S. Department of Transportation				
Direct Awards				
Safe Streets and Roads for All	20.939	693JJ32340176	-	490,859
Subtotal - Direct Awards			-	490,859
Pass-Through Awards				
State of Louisiana Department of Culture, Recreation, & Tourism				
State of Louisiana Department of Transportation:				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated - State and Community Highway Safety	20.608	2025-30-42	-	62,487
Alcohol Open Container Requirements	20.607	2026-10-32	-	12,134
Subtotal - Awards from Pass-Through Entities			-	74,621
Total U.S. Department of Transportation			-	565,480
U.S. Department of the Treasury				
Direct Awards				
Emergency Rental Assistance Program	21.023	ERA-210107413	-	6,632,472
Coronavirus State & Local Fiscal Recovery Funds	21.027	SLT-1835	-	30,638,375
Coronavirus State & Local Fiscal Recovery Funds	21.027	SLT-7352	-	19,030,436
Coronavirus State & Local Fiscal Recovery Funds	21.027	LATCF-2749	-	153,609
Total U.S. Department of Treasury			-	56,454,892

CITY OF NEW ORLEANS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Environmental Protection Agency				
Direct Awards				
Climate Pollution Reduction Grants	66.046	02F71001	-	1,158,784
Soild Waste Infrastructure for Recycling Infrastructure Grants	66.920	02F51501	-	4,500
Solid Waste Infrastructure for Recycling Infrastructure Grants, New Orleans Brownsfield Project - Site Assessmen	66.818	4B-02F44601-0	-	25,829
Subtotal - Direct Awards			-	1,189,113
Pass-Through Awards				
State of Louisiana Department of Environment Quality:				
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	66.818	2000907084	-	4,310
Geographic Programs - Lake Pontchartrain Basin Restoration Program	66.125	BR-01F84101	-	7,304
Subtotal - Awards from Pass-Through Entities			-	11,614
Total U.S. Environmental Protection Agency			**-**	**1,200,727**
U.S. Department of Energy				
Direct Awards				
Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DE-SE0000609	-	157,525
Total U.S. Department of Energy			**-**	**157,525**
U.S. Consumer Product Safety Commission				
Direct Awards				
Virginia Graeme Baker Pool and Spa Safety	87.002	1VGBCP240043-01	-	140,717
Total U.S. Consumer Product Safety Commission			**-**	**140,717**
U.S. Department of Homeland Security				
Direct Awards				
Assistance to Firefighters Grant	97.044	EMW-2022-FG-04166	-	27,819
Assistance to Firefighters Grant	97.044	EMW-2022-FG-04393	-	31,697
Port Security Grant Program	97.056	EMW-2022-PU-00085	-	54,731
Securing the Cities Program	97.106	20CWDSTC00015-01-00	-	857,321
Port Security Grant Program	97.116	Various		
Subtotal - Direct Awards			-	971,568

Federal Program	ALN #	Pass-Through Entity #	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Homeland Security, Continued				
Pass-Through Awards				
State of Louisiana Governor's Office of Homeland Security:				
BRIC: Building Resilient Infrastructure and Communities - Pre-Disaster Mitigation Competetitive Grants	97.047	EMT-2021-BR-091-0027	-	10,743
BRIC: Building Resilient Infrastructure and Communities	97.047	EMT-2022-BR-021	-	177,114
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2017-002	-	562,371
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2018-006	-	655,146
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2019-003	-	997,063
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2019-002	-	1,411,305
Flood Mitigation Assistance	97.029	FMA-EMT-2020-FM-053-0030(FM30)	-	1,508,796
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA 2018-008	-	114,110
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2020-0014(FM20)	-	8,254
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2022-009	-	187,126
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2022-006	-	126,221
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2022-007	-	4,000
Flood Mitigation Assistance	97.029	FMA-PJ-06-LA-2022-020	-	11,963
Flood Mitigation Assistance	97.029	FMA-PL-06-LA-2018-007	-	317,668
Flood Mitigation Assistance	97.029	EMT-2022-FM-003-0033	-	128,299
Flood Mitigation Assistance	97.029	EMT-2022-FM-003-0028	-	52,422
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	071-55000 & Various others	-	192,238,317
Hazard Mitigation Grant	97.039	1603DRLA0079, 16030710006, 1603X0710043, 1603-0710020, 1603-0710036, 4080-071-027, 1603X-071-0034, FEMA 1603-DR-LA-0432, FEMA 1603-DR-LA-0429, 1603-DR-LA-0433 & Various others	-	21,096,550
Emergency Management Performance Grant	97.042	EMT-2023-EP-00001	-	156,570
Emergency Operations Center	97.052	DHS-23-GPD-052-	-	24,675
Homeland Security Grant Program	97.067	EMW-2021-SS-00019-S01	-	16,297
Homeland Security Grant Program	97.067	EMW-2022-SS-00042-S01	-	147,164
Homeland Security Grant Program	97.067	EMW-2023-SS-00008	-	248,569
Homeland Security Grant Program	97.067	EMW-2023-SS-00008-S01	-	11,819
Homeland Security Grant Program	97.067	EMW-2022-SS-0042-S01	-	42,960
Homeland Security Grant Program	97.067	EMW-2024-SS-05277	-	136,190
Subtotal - Awards from Pass-Through Entities			-	220,391,712
Total U.S. Department of Homeland Security			**-**	**221,363,280**
Total Expenditures of Federal Awards			**$ 3,839,589**	**$ 343,959,147**

NOTE 1 - BACKGROUND

The City of New Orleans (the "City") was incorporated in 1805. **The City's** system of government is established by the Home Rule Charter which became effective in 1954. **The City** operates under a Mayor-Council form of government. **The City** provides the following types of services as authorized by its charter: public health and safety, streets, sanitation, water and sewerage, planning and zoning, recreation and general and administrative services. Education and welfare are administered by other governmental entities.

NOTE 2 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of the federal awards of the City of New Orleans (**the City**). 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 the 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 assets, or cash flows of **the City**.

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Grant expenditures in the Schedule are generally recognized under the accrual basis of accounting when the related liability is incurred, if measurable. Vacation and sick leave are recognized when paid. Current grant expenditures include direct expenditures and expenditures of federal awards passed through other governmental agencies. Expenditures are recognized following the cost principles contained in the Uniform Guidance.

The accounting policies of **the City** conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The preparation of the Schedule in conformity with accounting principles generally accepted in the United States of America requires management to make certain assumptions that affect the reported amounts of expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 4 - DE MINIMIS COST RATE

The City did not elect to use the fifteen (15) percent de minimis cost rate as covered in paragraph 200.414 of the Uniform Guidance.

NOTE 5 - INELIGIBLE, DISALLOWED AND QUESTIONED COSTS

The City is subject to audit by federal agencies or their designees for compliance with contractual and programmatic requirements with regard to federal programs administered by **the City**. The determination of whether any instances of noncompliance that will ultimately result in the remittance of any ineligible or disallowed costs cannot be presently determined. When applicable, the repayment of any remaining ineligible and disallowed costs shall be funded from non-federal funds.

NOTE 6 - CONTINGENCY

The City is the recipient of numerous federal grants and awards. These grants and awards are governed by various federal requirements, guidelines, regulations and contractual agreements.

The administration of the programs and activities funded by these grants and awards is under control of **the City** and is subject to audit and review by the applicable funding sources. Any grant or award found not to be properly spent in accordance with the requirements, guidelines, regulations and contractual agreements of the funding source may be subject to recapture.

The audit of the federal award programs of **the City** for the year ended December 31, 2025, did not disclose instances of non-compliance that may be significant to the Schedule.

NOTE 7 - MAJOR FEDERAL AWARDS PROGRAMS

The City's major federal awards programs for the year ended December 31, 2025, were determined based upon program activity. **The City's** "Type A" federal awards programs for the year ended December 31, 2025, were all federally-assisted high risk programs for which program activity was equal to or greater than $3,000,000 during the year ended December 31, 2025. See listing of major programs in the Schedule of Findings and Questioned Cost - Schedule I - Summary of Independent Auditors' Results, page 19.

Sean M. Bruno
Certified Public Accountants, LLC

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Helena Moreno, Mayor
And Members of the City Council
City of New Orleans
New Orleans, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Compliance for Each Major Federal Program

We have audited the City of New Orleans, Louisiana **(the City)** compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of **the City's** major federal programs for the year ended December 31, 2025. **The City's** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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 each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Auditors' 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.

Auditors' 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 generally accepted auditing standards, *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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding **the City's** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **the City's** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of **the City's** internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE CONTINUED

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weakness or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

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

This report is intended solely for the information and use of the City Council, the Mayor, management, the Louisiana Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana revised statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Sean M. Bruno

SEAN M. BRUNO
CERTIFIED PUBLIC ACCOUNTANTS, LLC
New Orleans, Louisiana
June 29, 2026

Schedule I - Summary of Independent Auditors' Results

Financial Statements:

1. The type of report issued on the basic financial statements: **Unmodified**

2. Significant deficiencies in internal control were disclosed by the audit of the basic financial statements: **No**

3. Material weaknesses: **No**

4. Noncompliance which is material to the basic financial statements: **No**

5. Significant deficiencies in internal control over major program(s): **No**

Federal Awards:

6. The type of report issued on compliance for major program: **Unmodified**

7. Did the audit disclose any audit findings which the independent auditor is required to report in accordance with 2 CFR 200.516(a)? **No**

8. Identification of major programs:

AL Numbers	Name of Federal Program or Cluster
10.557	WIC Supplemental Nutrition Program for Women, Infants, and Children
14.218	Community Development Block Grant – Entitlement Grants
20.106	Airport Improvement Program, COVID-19 Airport Programs, and Infrastructure Investment and Jobs Act Programs
21.027	Coronavirus State and Local Fiscal Recovery Funds
97.914	HIV Emergency Relief project Grants

9. Dollar threshold used to distinguish between Type A and Type B programs: **3,000,000**

10. Auditee qualified as a low-risk auditee under the Uniform Guidance: **Yes**

SCHEDULE II - Federal Awards Findings and Questioned Costs

No findings.

No findings.