

# City of Mountain View

Mountain View, California

*Single Audit Reports*

*For the year ended June 30, 2025*



**City of Mountain View**  
**Single Audit Reports**  
**For the year ended June 30, 2025**

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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 the City Council  
of the City of Mountain View  
Mountain View, 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, each major fund, and the aggregate remaining fund information of the City of Mountain View, California (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 9, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

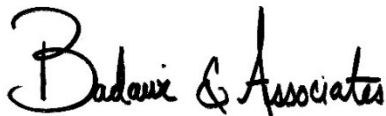
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of the City of Mountain View  
Mountain View, California  
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### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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  
December 9, 2025

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

Independent Auditor's Report

To the Honorable Mayor and Members of the City Council  
of the City of Mountain View  
Mountain View, California

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

*Opinion on Each Major Federal Program*

We have audited the City of Mountain View, California (City)'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2025. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, 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 June 30, 2025.

*Basis for Opinion on Each Major Federal Program*

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

### **Report on Internal Control Over Compliance**

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

To the Honorable Mayor and Members of the City Council  
of the City of Mountain View  
Mountain View, California  
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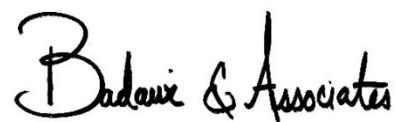
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 9, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Badawi & Associates, CPAs  
Emeryville, California  
December 29, 2025, except for the Schedule of Expenditures  
of Federal Awards, which is as of December 9, 2025

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**City of Mountain View**  
**Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2025**

Grantor Agency and Grant Title	Assistance Listing Number	Grantor/ Pass-through Number	Program Expenditures	Passed-through to Subrecipients
<b>U.S. Department of Housing and Urban Development:</b>				
<i>Direct Programs</i>				
CDBG - Entitlement Grants Cluster				
CDBG/Entitlement Grants - Program Income	14.218	n/a	\$ 323,204	\$ 165,226
CDBG/Entitlement Grants	14.218	B23MC060019	74,560	51,924
CARES Act Community Development Block Grants Coronavirus	14.218	B20MW060019	47,060	47,060
Subtotal CDBG - Entitlement Grants Cluster			444,824	264,210
HOME Investment Partnerships Program				
HOME Investment Partnerships Program - Program Income	14.239	n/a	761,241	749,447
HOME Investment Partnerships Program	14.239	M18MC060233	30,614	30,614
HOME Investment Partnerships Program	14.239	M19MC060233	109,489	108,312
HOME Investment Partnerships Program	14.239	M20MC060233	31,495	-
Subtotal HOME Investment Partnerships Program			932,839	888,373
Economic Development Initiative				
FY 2023 Community Project Funding (CPF)	14.251	B23CPCA0116	750,000	750,000
Subtotal Economic Development Initiative			750,000	750,000
<b>Total U.S. Department of Housing and Urban Development</b>			<b>2,127,663</b>	<b>1,902,583</b>
<b>U.S. Department of Justice:</b>				
<i>Direct Programs</i>				
Bulletproof Vest Partnership Program	16.607	n/a	12,452	-
<b>Total U.S. Department of Justice</b>			<b>12,452</b>	<b>-</b>
<b>U.S. Department of Transportation:</b>				
<i>Passed through State of California Department of Transportation</i>				
Highway Planning and Construction	20.205	CML-5124(038)	3,907	-
Subtotal Highway Planning and Construction			3,907	-
<i>Passed through State of California Office of Traffic Safety</i>				
Highway Safety Cluster				
State and Community Highway Safety	20.600	PT24125	22,234	-
State and Community Highway Safety	20.600	PT25185	32,926	-
Subtotal Highway Safety Cluster			55,160	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT24125	12,310	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT25185	27,832	-
Subtotal Minimum Penalties for Repeat Offenders for Driving While Intoxicated Program			40,142	-
<b>Total U.S. Department of Transportation</b>			<b>99,209</b>	<b>-</b>
<b>U.S. Department of Homeland Security:</b>				
<i>Passed through California Governor's Office of Emergency Services</i>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4482-DR-CA	506,687	-
<b>Total U.S. Department of Homeland Security</b>			<b>506,687</b>	<b>-</b>
<b>U.S. Department of Health and Human Services:</b>				
<i>Passed through Centers for Disease Control and Prevention</i>				
Climate and Health Program Grant	93.967	NE11OE000074	25,000	-
<b>Total U.S. Department of Health and Human Services</b>			25,000	-
<b>Total Expenditures of Federal Awards</b>			<b>\$ 2,771,011</b>	<b>\$ 1,902,583</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**City of Mountain View**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2025**

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**A. Reporting Entity**

The Schedule of Expenditures of Federal Awards (the Schedule) includes expenditures of federal awards received directly from federal agencies and federal awards passed-through other governmental agencies for the City of Mountain View, California (City) as disclosed in the notes to the basic financial statements.

The information in the 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).

**B. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. Expenditures of federal awards reported in the Schedule are recognized when incurred and all eligibility requirements have been met. Such expenditures are recognized following the cost principles contained in 2 CFR 200, Subpart E (Cost Principles), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**C. Relationship of Schedule of Expenditures of Federal Awards to Financial Statements**

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 is included in the Schedule.

The Schedule was prepared only from the accounts of various grant programs and, therefore, does not present the financial position or results of operations of the City.

**D. Direct and Indirect (Pass-through) Federal Awards**

Federal awards may be granted directly to the City by a federal granting agency or may be granted to other agencies which pass through federal awards to the City. The Schedule includes both of these type of federal award programs when related expenditures are incurred.

**E. Indirect Costs**

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

**City of Mountain View**  
**Schedule of Findings and Questioned Costs**  
**For the year ended June 30, 2025**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Types of auditors' report issued on whether financial statements audited were prepared in accordance with GAAP Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- 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? No
- Significant deficiency(ies) identified? None noted

Type of auditor's 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)? No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster	Expenditures
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	\$ 506,687
14.239	HOME Investment Partnership Program	932,839
<b>Total Expenditures of All Major Federal Programs</b>		<b>\$ 1,439,526</b>
<b>Total Expenditures of Federal Awards</b>		<b>\$ 2,771,011</b>
<b>Percentage of Total Expenditures of Federal Awards</b>		<b>52%</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? Yes

**City of Mountain View**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the year ended June 30, 2025**

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**Section II - Current Year Findings**

**A. Financial Statement Audit**

No current year financial statement findings.

**B. Federal Award Program Audit**

No current year federal award program audit findings.

**City of Mountain View**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the year ended June 30, 2025**

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**Section III- Prior Year Findings**

**A. Financial Statement Audit**

No prior year financial statement findings.

**B. Federal Award Program Audit**

No prior year federal award program audit findings.