



KPMG LLP  
Suite 2000  
303 Peachtree Street, N.E.  
Atlanta, GA 30308-3210

March 31, 2022

The Audit Committee  
City of Atlanta, Georgia  
Atlanta, Georgia

Ladies and Gentlemen:

We have audited the City of Atlanta, Georgia (the City's) compliance with the types of compliance requirements described in the OMB Compliance Supplement (the Supplement) that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2021, and have issued our report thereon under date of March 31, 2022. A single audit encompasses an audit of the financial statements and a compliance audit of federal awards. Under our professional standards, we are providing you with the accompanying information related to the conduct of our compliance audit. We have previously provided you with the information related to the audit of the financial statements in a letter dated December 17, 2021.

#### **Our Responsibility under Professional Standards**

We are responsible for forming and expressing 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. The City's major federal programs are identified in the schedule of findings and questioned costs. We have a responsibility to perform 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). In carrying out this responsibility, we planned and performed 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. Because of the nature of audit evidence and the characteristics of fraud, we are to obtain reasonable, not absolute, assurance that instances of material noncompliance are detected. We have no responsibility to plan and perform the audit to obtain reasonable assurance that noncompliance, whether caused by error or fraud, that is not direct and material to a major federal program are detected. Our audit does not relieve management or the audit committee of their responsibilities. Instances of noncompliance that are required to be reported in accordance with the Uniform Guidance are described in the schedule of findings and questioned costs.

In addition, in planning and performing our audit of compliance, we considered internal control over compliance with the types of compliance requirements that could have a direct and material effect on each major federal program as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of internal control over compliance. However, material weaknesses in internal control over compliance identified during our audit have been provided to you in the schedule of findings and questioned costs.

We also have a responsibility to communicate significant matters related to the audit of compliance that are, in our professional judgment, relevant to the responsibilities of the audit committee in overseeing the financial



Audit Committee  
 City of Atlanta, Georgia  
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reporting process. We are not required to design procedures for the purpose of identifying other matters to communicate to you.

**Disagreements with Management**

There were no disagreements with management on compliance matters that would have caused a modification of our auditors' reports on compliance for each major federal program or on internal control over compliance.

**Significant Issues Discussed, or Subject to Correspondence, with Management**

*Major Issues Discussed with Management Prior to Retention*

We generally discuss a variety of matters with the audit committee and management each year prior to our retention by the audit committee as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

*Material Written Communications*

Attached to this letter please find the copy of the management representation letter which constitutes the only material written communications between management and us.

**Significant Difficulties Encountered During the Audit**

We encountered no significant difficulties in dealing with management in performing our audit.

**Other Significant Findings or Issues**

<u>Major Program</u>	<u>CFDA #</u>	<u>Compliance Requirements</u>
Housing Opportunities for Persons with AIDs	14.241	Subrecipient Monitoring

**Confirmation of Audit Independence**

We hereby confirm that as of March 31, 2022 , we are independent accountants with respect to the Organization under relevant professional and regulatory standards.

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This letter to the audit committee is intended solely for the information and use of the audit committee and management and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

**KPMG LLP**



## CITY OF ATLANTA

ANDRE DICKENS  
MAYOR

DEPARTMENT OF FINANCE  
68 MITCHELL STREET, S.W. SUITE 11100  
ATLANTA, GEORGIA 30303-0312

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March 31, 2022

KPMG LLP  
303 Peachtree Street, NE Suite 2000  
Atlanta, Georgia 30308

We are providing this letter to confirm our understanding that the purpose of your testing of transactions and records relating to the City of Atlanta, Georgia's the City federal programs, in accordance with Title 2 U.S. Code of Federal Regulations Part 200 (2 CFR 200), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), was to obtain reasonable assurance that the City had complied, in all material respects, with the requirements of federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

In connection with your audit of the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the related notes to the financial statements of the City as of and for the year ended June 30, 2021, for the purpose of expressing opinions as to whether these financial statements present fairly, in all material respects, the respective financial positions, changes in financial positions, and, where applicable, cash flows thereof in accordance with U.S. generally accepted accounting principles, you were previously provided with a letter of representations under date of December 17, 2021. No information has come to our attention that would cause us to believe that any of those previous representations should be modified.

We confirm having made such inquiries as we considered necessary for the purposes of appropriately informing ourselves, as of March 31, 2022, the following representations made to you during your single audit:

1. We are responsible for the design, implementation, and maintenance of effective internal control over compliance for federal programs that provides reasonable assurance that the City is managing federal awards in compliance with federal statutes, regulations, and the terms and conditions of the federal award.
2. We are responsible for understanding and complying with the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of the City's federal programs.
3. We are responsible for taking corrective action on audit findings of the compliance audit and have developed a corrective action plan that meets the requirements of the Uniform Guidance.
4. We are responsible for the design, implementation, and maintenance of internal controls to prevent and detect fraud in the administration of federal programs. We have no knowledge of any fraud or suspected fraud affecting the entity's federal programs involving:
  - a. Management, including management involved in the administration of federal programs.
  - b. Employees who have significant roles in internal control over the administration of federal programs.
  - c. Others where the fraud could have a material effect on compliance with federal statutes, regulations, and the terms and conditions of federal awards related to its federal programs.
5. We are responsible for the presentation of the schedule of expenditures of federal awards (SEFA) in accordance with the Uniform Guidance and:
  - a. The SEFA, including its form and content, is fairly presented in accordance with the requirements of the Uniform Guidance.
  - b. The SEFA includes all expenditures made during the year ended June 30, 2021 for all awards provided by federal agencies in the form of grants, federal cost-reimbursement contracts, loans, loan guarantees, cooperative agreements, interest subsidies, insurance, noncash assistance (such as free rent, food commodities, donated property or donated surplus property), direct appropriations, and other assistance.
  - c. The methods of measurement or presentation of the SEFA have not changed from those used in the prior period.
  - d. The significant assumptions or interpretations underlying the measurement or presentation of the SEFA are reasonable and appropriate in the circumstances.
  - e. We will make the audited financial statements readily available to the intended users of the SEFA no later than the date of issuance by the entity of the SEFA and the auditors' report thereon.

Additionally, we confirm, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purposes of appropriately informing ourselves, as of March 31, 2022, the following representations made to you during your single audit:

6. The City is responsible for complying, and has complied, with the requirements of the Uniform Guidance.
7. We have identified and disclosed all of our government programs and related activities subject to the Uniform Guidance compliance audit.
8. The City has designed, implemented, and maintained effective internal control over compliance for federal programs that provides reasonable assurance that the City is managing federal awards in compliance with federal statutes, regulations, and the terms and conditions of the federal award that could have a material effect on its federal programs.
9. We have communicated to you all material weaknesses in the design or operation of internal control over compliance that we have identified, which could adversely affect the City's ability to administer a major federal program in accordance with the applicable requirements of federal statutes, regulations, and the terms and conditions of federal awards. Under standards established by the American Institute of Certified Public Accountants, a deficiency in internal control over compliance 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 on a timely basis, noncompliance with a type of compliance requirement of a federal program. A "material weakness" is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement 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 over compliance with a compliance requirement that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.
10. The City has complied with requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of its major federal programs.
11. The City has charged costs to federal awards in accordance with the applicable cost principles.
12. Federal program financial reports and claims for advances and reimbursements are supported by the accounting records from which the financial statements have been prepared.
13. The copies of federal program financial reports provided to you are true copies of the reports submitted, or electronically transmitted, to the federal agency or pass-through entity, as applicable.
14. We have monitored subrecipients, as necessary, to determine that they have expended subawards in compliance with federal statutes, regulations, and the terms and conditions of the subaward and have met the other pass-through entity requirements of the Uniform Guidance.

15. We have issued management decisions on a timely basis (within six months of acceptance of the audit report by the FAC) for audit findings that relate to federal awards made to subrecipients. Additionally, management has followed up ensuring that the subrecipient takes timely and appropriate action on all deficiencies detected through audits, on-site reviews, and other means that pertain to the federal award provided to the subrecipient by the City.
16. We have considered the results of subrecipient audits and have made any necessary adjustments to the City's accounting records.
17. We have identified and disclosed to you the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major federal program.
18. We have provided to you our interpretations of any compliance requirements that are subject to varying interpretations.
19. We have made available all documentation related to the compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements, for major federal programs.
20. We have made available all federal awards (including amendments, if any) and any other correspondence relevant to federal programs and related activities that have taken place with federal agencies or pass-through entities related to major federal programs.
21. We have identified and disclosed to you all questioned costs and any known noncompliance with the requirements of federal awards.
22. We have disclosed to you any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the compliance requirements over federal programs, including communications received from the end of the period covered by the compliance audit to the date of the auditors' report.
23. We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditors' report.
24. We have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
25. We are responsible for, and have accurately prepared, the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance.
26. We have advised you of all contracts or other agreements with service organizations.
27. We have disclosed to you all communications from the City's service organizations relating to noncompliance at the service organizations.
28. We have disclosed to you whether any changes in internal control over compliance or other factors that might significantly affect internal control over major federal programs, including any corrective action taken by management with regard to significant deficiencies and material weaknesses in internal control over compliance, have occurred subsequent to the period covered by the auditors' report.

29. We have disclosed to you all known noncompliance relating to major federal programs occurring subsequent to the period covered by the auditors' report.
30. We have disclosed to you the nature of any subsequent events that provide additional evidence with respect to conditions that existed at the end of the reporting period that affect noncompliance over major federal programs during the reporting period.
31. KPMG LLP assisted management in completing Part II, Part III, item 3(d), and items 4(a)-(d), and Part IV of the data collection form. In accordance with Government Auditing Standards, we confirm that we have reviewed, approved, and accept responsibility for the information included in Part II, Part III, item 3(d), and items 4(a)-(d), and Part IV of the data collection form.
32. We have accurately completed the appropriate sections of the data collection form.
33. The reporting package does not contain protected personally identifiable information.

Very truly yours,

The City of Atlanta, Georgia

DocuSigned by:  
*Mohamed Balla*  
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Mohamed Balla  
*Chief Financial Officer*

DocuSigned by:  
*Youlanda Carr*  
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Youlanda Carr  
*Controller*