City of Colorado Springs

Single Audit Reports

December 31, 2025

City of Colorado Springs
Contents
December 31, 2025

City of Colorado Springs
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2025

Direct Grant/Program Title	Direct/Pass-Through	Direct Agency/Pass-Through Entity	Assistance Listing Number	Identifying Grant Number	Total Program Disbursements or Expenditures	Subrecipient Exp
U.S. DEPARTMENT OF AGRICULTURE						
Inflation Reduction Act Urban & Community Forestry Program	Direct	USDA FOREST SERVICE	10.727	24-DG-11021600-002	$ 608,048	$ -
Inflation Reduction Act Urban & Community Forestry Program Total					608,048	-
Total U.S. Department of Agriculture					608,048	-
U.S. DEPARTMENT OF DEFENSE						
Defense Community Infrastructure Program	Direct	U.S. DEPARTMENT OF DEFENSE	12.027	HQ00052410051	1,651,414	-
Defense Community Infrastructure Program Total					1,651,414	-
Total U.S. Department of Defense					1,651,414	-
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
CDBG- Entitlement Grants Cluster						
COVID-19 - Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-20-MW-08-0004	140	-
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-19-MC-08-0004	117,701	-
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-20-MC-08-0004	1,936	-
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-22-MC-08-0004	23,441	-
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-23-MC-08-0004	270,415	-
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-24-MC-08-0004	365,873	147,976
Community Development Block Grants/Entitlement Grants	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.218	B-25-MC-08-0004	542,647	302,532
CDBG - Entitlement Grants Cluster Total					1,322,153	450,508
Emergency Solutions Grant Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.231	E-23-MC-08-0004	56,914	56,914
Emergency Solutions Grant Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.231	E-24-MC-08-0004	154,218	154,218
Emergency Solutions Grant Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.231	E-25-MC-08-0004	32,234	32,234
Emergency Solutions Grant Program Total					243,366	243,366
COVID-19 - Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-21-MP-08-0203	5,670	1,959
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-19-MC-08-0203	206	-
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-20-MC-08-0203	17,184	12,652
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-21-MC-08-0203	156,581	-
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-22-MC-08-0203	920,524	24,055
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-23-MC-08-0203	1,738	-
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M-24-MC-08-0203	59,100	-
Home Investment Partnerships Program	Direct	SECRETARY OF HOUSING & URBAN DEVELOPMENT	14.239	M25-MC-080203	116,137	-
Home Investment Partnerships Program Total					1,277,140	38,666
Total U.S. Department of Housing and Urban Development					2,842,659	732,540
U.S. DEPARTMENT OF JUSTICE						
Missing Children's Assistance	Direct	OFFICE OF JUSTICE PROGRAMS	16.543	15PJDP-24-GK-04188-MECP	354,998	122,638
Missing Children's Assistance Total					354,998	122,638
Crime Victim Assistance	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.575	15POVC-22-GG-00711-ASSI/15POVC-23-GG-00390-ASSI	255,279	-
Crime Victim Assistance Total					255,279	-
Violence Against Women Formula Grants	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.588	15JOVW-23-GG-00562-MUMU	73,309	-
Violence Against Women Formula Grants Total					73,309	-
Residential Substance Abuse Treatment for State Prisoners	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.593	15PBJA-22-GG-00848-GUNP/15PBJA-23-GG-02439-GUNP	88,877	-
Residential Substance Abuse Treatment for State Prisoners					88,877	-
Edward Byrne Memorial Justice Assistance Grant Program	Direct	OFFICE OF JUSTICE PROGRAMS	16.738	5PBJA-23-GG-03203-JAGX	195,077	-
Edward Byrne Memorial Justice Assistance Grant Program	Direct	U.S. DEPARTMENT OF JUSTICE	16.738	15PBJA-24-GG-05309-JAGX	84,800	35,162
Edward Byrne Memorial Justice Assistance Grant Program	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.738	15PBJA-23-GG-02968-MUMU	61,795	-
Edward Byrne Memorial Justice Assistance Grant Program Total					341,672	35,162
DNA Backlog Reduction Program	Direct	OFFICE OF JUSTICE PROGRAMS	16.741	15PBJA-23-GG-01260-DNAX	66,536	-
DNA Backlog Reduction Program Total					66,536	-
Comprehensive Forensic DNA Analysis Grant Program	Direct	U.S. DEPARTMENT OF JUSTICE	16.036	15PBJA-24-GG-02632-DNAX	42,659	-
Comprehensive Forensic DNA Analysis Grant Program Total					42,659	-
Paul Coverdell Forensic Sciences Improvement Grant Program	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.742	15PBJA-24-GG-03215-COVE	10,439	-
Paul Coverdell Forensic Sciences Improvement Grant Program	Pass-Through	COLORADO DIVISION OF CRIMINAL JUSTICE	16.742	15PBJA-23-GG-00940-COVE	46,215	-
Paul Coverdell Forensic Sciences Improvement Grant Program Total					56,654	-
Body Worn Camera Policy and Implementation	Direct	U.S. DEPARTMENT OF JUSTICE	16.835	15PBJA-24-GG-04451-BWCX	516,273	-
Body Worn Camera Policy and Implementation Total					516,273	-
Equitable Sharing Program	Direct	DRUG ENFORCEMENT ADMINISTRATION	16.922	Not Provided	305,377	-
Equitable Sharing Program Total					305,377	-
Total U.S. Department of Justice					2,101,634	157,800

Direct Grant/Program Title	Direct/Pass-Through	Direct Agency/Pass-Through Entity	Assistance Listing Number	Identifying Grant Number	Total Program Disbursements or Expenditures	Subrecipient Exp
U.S. DEPARTMENT OF TRANSPORTATION						
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-078-2023	261,804	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-079-2023	2,284	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-080-2023	34	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-081-2024	7,838,200	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-082-2024	2,295,529	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-083-2024	842,384	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-084-2025	7,218,583	-
Airport Improvement Program	Direct	FEDERAL AVIATION ADMINISTRATION	20.106	3-08-0010-086-2025	5,843,317	-
Airport Improvement Program Total					24,302,135	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	AQC M240-159 (19946)	517,357	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	STU M240-165 (21635)	16,831	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	STU M240-154 (19809)	42	-
Highway Planning and Construction (Federal-Aid Highway Program)	Direct	U.S. DEPARTMENT OF TRANSPORTATION	20.205	693JJ32440106	439,930	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	STM M240-170 (22178)	6,687	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	SHO M240-207 (25070)	517,082	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	SHO M240- 201 (24597)	554,942	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	SPFF M240- 214 (25894)	56,783	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	TRG M240-175 (23057)	36,251	-
Highway Planning and Construction (Federal-Aid Highway Program)	Pass-Through	COLO DEPT OF TRANSPORTATION	20.205	C M240-206 (24883)	977,223	-
Highway Planning and Construction Total					3,123,128	-
Consolidated Rail Infrastructure and Safety Improvements	Direct	U.S. DEPARTMENT OF TRANSPORTATION	20.325	69A36523403930CRSCO	330,037	-
Consolidated Rail Infrastructure and Safety Improvements Total					330,037	-
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	Pass-Through	COLO DEPT OF TRANSPORTATION	20.505	22-HTR-ZL-00384	12,731	-
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research Total					12,731	-
Federal Transit Cluster						
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2019-010-00	78,583	-
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2024-018	53,145	-
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2022-009-00	10,498	-
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2024-008-01	3,051,427	-
COVID-19 - Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2022-027-00	1,783,747	-
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2025-037	149,846	-
Federal Transit—Formula Grants (Urbanized Area Formula Program)	Direct	FEDERAL TRANSIT ADMINISTRATION	20.507	CO-2021-024-00	17,923	-
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs	Direct	FEDERAL TRANSIT ADMINISTRATION	20.526	CO-2024-019-00	3,199,041	-
Federal Transit Cluster Total					8,344,210	-
Highway Safety Cluster						
State and Community Highway Safety	Pass-Through	COLO DEPT OF TRANSPORTATION	20.600	24-HTS-ZL-00212/491003277	135,037	-
Highway Safety Cluster Total					135,037	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Pass-Through	COLO DEPT OF TRANSPORTATION	20.608	24-HTS-ZL-00224/491003289	135,637	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated Total					135,637	-
Safe Streets and Roads for All	Direct	FEDERAL HIGHWAY ADMINISTRATION	20.939	693JJ32440203	241,620	-
Safe Streets and Roads for All	Direct	U.S. DEPARTMENT OF TRANSPORTATION	20.939	693JJ32540380	27,986	-
Safe Streets and Roads for All					269,606	-
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program	Direct	U.S. DEPARTMENT OF TRANSPORTATION	20.941	69A3552341025 SMARTFY22N1	292,673	-
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program Total					292,673	-
Total U.S. Department of Transportation					36,945,194	-
U.S. DEPARTMENT OF THE TREASURY						
COVID-19 - Emergency Rental Assistance Program	Direct	U.S. DEPARTMENT OF THE TREASURY	21.023	ERAE0232	209,771	192,971
Emergency Rental Assistance Program Total					209,771	192,971
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	Pass-Through	COLORADO DEPARTMENT OF LOCAL AFFAIRS	21.027	188581	67,500	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	Pass-Through	COLO DEPT OF TRANSPORTATION	21.027	23-HTR-ZL-00178/	58,681	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	Direct	U.S. DEPARTMENT OF THE TREASURY	21.027	SLFRP0270	10,315,458	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	Pass-Through	EL PASO COUNTY FINANCIAL SERVICES	21.027	WP-2022-017	5,262,200	-
Coronavirus State and Local Fiscal Recovery Funds Total					15,703,839	-
Total U.S. Department of the Treasury					15,913,610	192,971

City of Colorado Springs
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2025

(Continued)

Direct Grant/Program Title	Direct/Pass-Through	Direct Agency/Pass-Through Entity	Assistance Listing Number	Identifying Grant Number	Total Program Disbursements or Expenditures	Subrecipient Exp
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES						
National Bioterrorism Hospital Preparedness Program	Pass-Through	COLORADO DEPT OF PUBLIC HEALTH & ENVIRO	93.889	2025*0084	187,938	-
National Bioterrorism Hospital Preparedness Program Total					187,938	-
Block Grants for Community Mental Health Services	Pass-Through	COLORADO DEPARTMENT OF HUMAN SERVICES	93.958	24IBEH184677/25IBEH191666	418,982	-
Block Grants for Community Mental Health Services					418,982	-
Total U.S. Department of Health and Human Services					606,920	-
EXECUTIVE OFFICE OF THE PRESIDENT						
High Intensity Drug Trafficking Areas Program	Pass-Through	EXECUTIVE OFFICE OF THE PRESIDENT	95.001	HID2525G0525-00	418,986	170,904
High Intensity Drug Trafficking Areas Program Total					418,986	170,904
Total Executive Office of the President					418,986	170,904
U.S. DEPARTMENT OF HOMELAND SECURITY						
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.036	Not Provided	1,202,608	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters) Total					1,202,608	-
Hazard Mitigation Grant	Pass-Through	COLORADO DIVISION OF HOMELAND	97.039	HMGP4498-19R-CSCC	1,429,691	-
Hazard Mitigation Grant	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.039	24HMGP4731-08-CSFD	16,761	-
Hazard Mitigation Grant	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.039	22HMG-3R-CS-PP	250,514	-
Hazard Mitigation Grant	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.039	23HMGP44984R-MCRR	109,693	-
Hazard Mitigation Grant Total					1,806,659	-
Assistance to Firefighters Grant	Direct	FEDERAL EMERGENCY MANAGEMENT AGENCY	97.044	EMW-2022-FG-01363	427,233	-
Assistance to Firefighters Grants Total					427,233	-
Homeland Security Grant Program	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.067	21SHS22SCR	20,843	-
Homeland Security Grant Program	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.067	22SHS23SCR	247,983	-
Homeland Security Grant Program	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.067	23SHS24SCR	148,228	-
Homeland Security Grant Program	Pass-Through	COLORADO DEPARTMENT OF PUBLIC SAFETY	97.067	24SHS-25-SCR	185,652	-
Homeland Security Grant Program Total					602,706	-
Total U.S. Department of Homeland Security					4,039,206	-
Total Direct Expenditures					$ 65,127,671	$ 1,254,215

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of the City of Colorado Springs (the City) under programs of the federal government for the year ended December 31, 2025. The City's reporting entity is defined in note I.A in the City's basic financial statements for the year ended December 31, 2025.

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 position, or cash flows of the City. The Schedule includes federally funded projects received directly from federal agencies and the federal amount of pass-through awards received by the City through the State of Colorado or other non-federal entities.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. The City's summary of significant accounting policies is presented in note I.D to the City's basic financial statements for the year ended December 31, 2025. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore some amounts presented in the Schedule may differ from amounts presented in or used in the preparation of the basic financial statements or reports to federal agencies. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3. Indirect Cost Rate

The City has elected not to use the de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4. Revolving Loan Funds

The City has certain revolving loan funds as follows:

Assistance Listing Number	Program Name	Outstanding Balance at December 31, 2025
14.218	Community Development Block Grants – Entitlement Grants	$ 14,101,577
14.239	HOME Investment Partnership Program	20,497,832
		$ 34,599,409

These loans do not have continuing compliance requirements and have not been included in the accompanying Schedule.

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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

Honorable Mayor and Members
of City Council and City Auditor
City of Colorado Springs
Colorado Springs, Colorado

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 (Government Auditing Standards), the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Colorado Springs (the City) as of and for the year ended December 31, 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 June 5, 2026. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units, except the Pikes Peak Regional Communications Network (PPRCN) and a reference to other auditors who audited the financial statements of Colorado Springs Utilities, presented as a major enterprise fund, and the financial statements of Public Authority for Colorado Energy (PACE), presented as a blended component unit (major enterprise fund), as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. With the exception of PPRCN, the financial statements of the discretely presented component units, and the financial statements of PACE, presented as a blended component unit, were not audited in accordance with Government Auditing Standards, and accordingly, with the exception of PPRCN, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the discretely presented component units, or PACE, presented as a blended component unit.

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.

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.

Forvis Mazars, LLP

Colorado Springs, Colorado
June 5, 2026

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Report on Compliance for Each Major Federal Program, Report on Internal Control Over Compliance, and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Honorable Mayor and Members
of City Council and City Auditor
City of Colorado Springs
Colorado Springs, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Colorado Springs' (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 auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended 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 (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (Government Auditing Standards); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

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

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of 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 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 "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. 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 weaknesses 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.

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Colorado Springs, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We have issued our report thereon dated June 5, 2026, which contained unmodified opinions on those financial statements and a reference to the reports of other auditors. 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 GAAS. 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.

Forvis Mazars, LLP

Colorado Springs, Colorado
June 5, 2026

Section I – Summary of Auditor's Results

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

   ☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

2. Internal control over financial reporting:

Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiency(ies) identified?	☐ Yes	☒ None Reported

3. Noncompliance material to the financial statements noted? ☐ Yes ☒ No

Federal Awards

4. Internal control over major federal awards programs:

Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiency(ies) identified?	☐ Yes	☒ None Reported

5. Type of auditor's report issued on compliance for major federal award program(s):

   ☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

7. Identification of major federal programs:

Assistance Listing Numbers	Name of Federal Program or Cluster
20.106	Airport Improvement Program
20.205	Highway Planning and Construction
20.507, 20.526	Federal Transit Cluster

8. Dollar threshold used to distinguish between Type A and Type B programs: $1,953,830.

9. Auditee qualified as a low-risk auditee? ☒ Yes ☐ No

Section II – Financial Statement Findings

Reference Number	Finding
	No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

Reference Number	Finding
	No matters are reportable.

City of Colorado Springs
Summary Schedule of Prior Audit Findings
Year Ended December 31, 2025

Reference Number	Summary of Finding	Status
	No matters are reportable.	