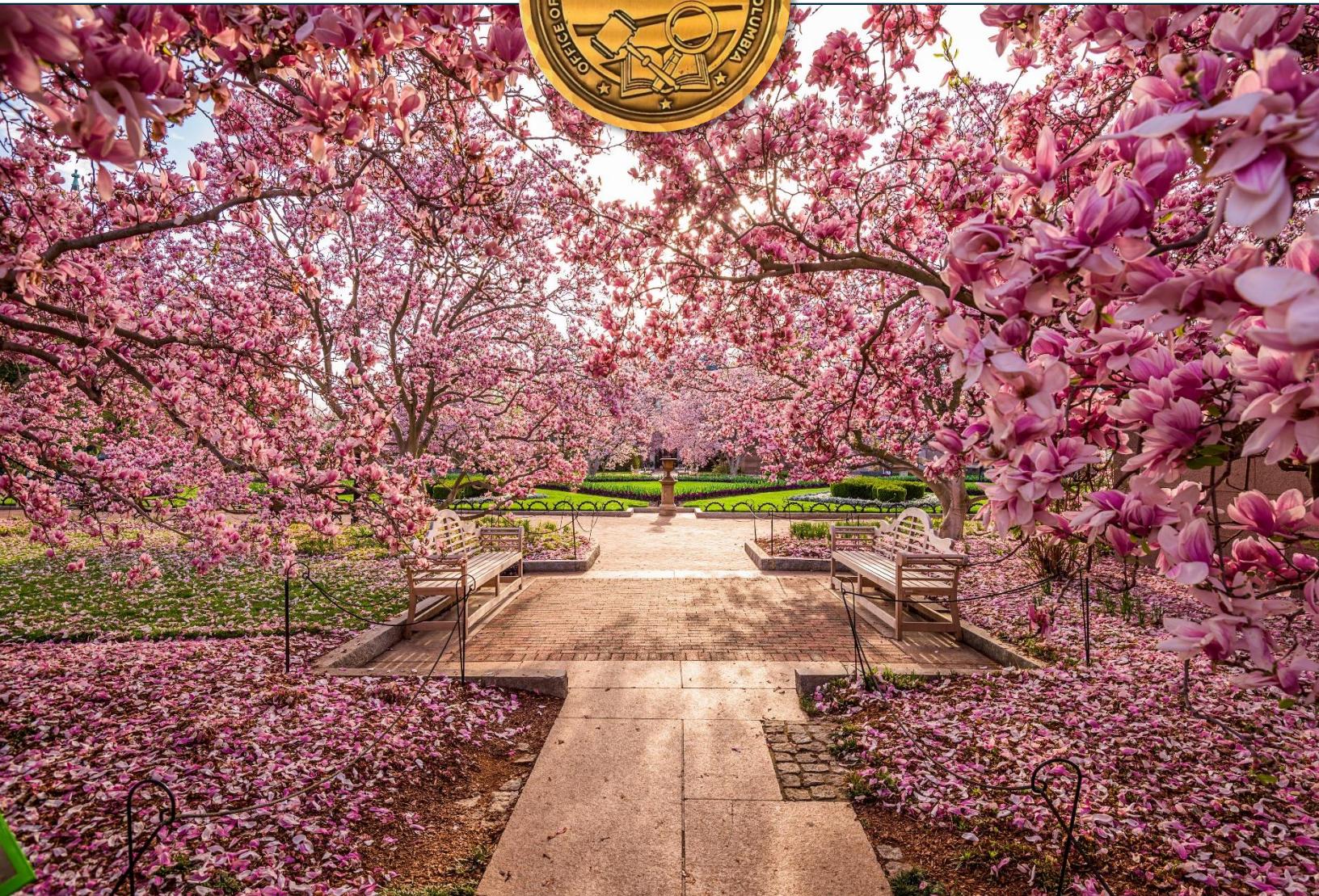


# AUDIT REPORT

Emergency and Non-Emergency Telephone Number Calling System Fund  
Annual Financial Statements and Independent Auditor's Reports for  
Fiscal Year 2025

OIG No. 25-1-02UC

January 30, 2026



**DANIEL W. LUCAS**  
INSPECTOR GENERAL

## OUR MISSION

We independently audit, inspect, and investigate matters pertaining to the District of Columbia government in order to:

- prevent and detect corruption, mismanagement, waste, fraud, and abuse;
- promote economy, efficiency, effectiveness, and accountability;
- inform stakeholders about issues relating to District programs and operations; and
- recommend and track the implementation of corrective actions.



## OUR VISION

We strive to be a world-class Office of the Inspector General that is customer focused and sets the standard for oversight excellence!

## OUR VALUES

**Accountability:** We recognize that our duty extends beyond oversight; it encompasses responsibility. By holding ourselves accountable, we ensure that every action we take contributes to the greater good of the District.

**Continuous Improvement:** We view challenges not as obstacles, but as opportunities for growth. Our commitment to continuous improvement drives us to evolve, adapt, and enhance our practices.

**Excellence:** Mediocrity has no place in our lexicon. We strive for excellence in every facet of our work.

**Integrity:** Our integrity is non-negotiable. We act with honesty, transparency, and unwavering ethics. Upholding the public's trust demands nothing less.

**Professionalism:** As stewards of oversight, we maintain the utmost professionalism. Our interactions, decisions, and conduct exemplify the dignity of our role.

**Transparency:** Sunlight is our ally. Transparency illuminates our processes, decisions, and outcomes. By sharing information openly, we empower stakeholders, promote understanding, and reinforce our commitment to accountability.



DISTRICT OF COLUMBIA | OFFICE OF THE INSPECTOR GENERAL

## MEMORANDUM

To: The Honorable Muriel Bowser  
Mayor of the District of Columbia

The Honorable Phil Mendelson  
Chairman, Council of the District of Columbia

From: Daniel W. Lucas   
Inspector General

Date: January 30, 2026

Subject: **Emergency and Non-Emergency Telephone Number Calling System Fund Annual Financial Statements | OIG No. 25-1-02UC**

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This memorandum transmits the final *Emergency and Non-Emergency Telephone Number Calling System Fund Financial Statements and Independent Auditor's Reports* for fiscal year 2025. CliftonLarsonAllen LLP (CLA) conducted the audit and submitted these reports as part of our overall contract for the audit of the District of Columbia's general-purpose financial statements for fiscal year 2025.

On January 5, 2026, CLA issued its opinion and concluded that the financial statements are presented fairly in all material respects, in accordance with accounting principles generally accepted in the United States of America. CLA found no material weaknesses in internal control over financial reporting.

Should you have questions or concerns, please contact me or Dr. Slemo Warigon, Assistant Inspector General for Audits, at (202) 792-5684.

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**For the Years Ended September 30, 2025 and 2024**

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

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CLIFTONLARSONALLEN LLP

## INDEPENDENT AUDITORS' REPORT

To the Mayor and the Council of the Government of the District of Columbia, Inspector General of the Government of the District of Columbia:

### Report on the Financial Statements

## INDEPENDENT AUDITORS' REPORT

To the Mayor, Members of the Council of the Government of the District and Inspector General of the Government of the District of Columbia Washington, D.C

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of the Government of the District of Columbia Emergency and Non-Emergency Number Telephone Calling Systems Fund (the Fund), a part of the General Fund of the Government of the District of Columbia, as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the Fund as of September 30, 2025, and the respective changes in its financial position for the year then ended 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 (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Fund 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.

#### Emphasis of Matter

As discussed in Note 1, the financial statements present only the Fund and do not purport to, and do not, present fairly the financial position of the General Fund of the District of Columbia, as of September 30, 2025, or the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

#### Other Matter – Prior Year Financial Statements Audited by Another Auditor

Prior Year Financial Statements Audited by Another Auditor

The financial statements of the Fund as of September 30, 2024 were audited by another auditor, whose report dated January 3, 2025 expressed an unmodified opinion on those statements.



## Second page to independent auditor's report

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements 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 financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 GAAS and Government Auditing Standards 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 financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 financial statements.
- 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 Fund'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 financial statements.

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.

## third page to independent auditor's report

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the budgetary comparison schedule and related notes to the budgetary comparison schedule, be presented to supplement the financial statements. Such information is the responsibility of management and, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### Other Information

Management is responsible for the other information included in the annual report. The other information comprises the cover page, the mission, vision, values and the Fund annual financial statements memorandum (collectively, the other information) but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 5, 2026, on our consideration of the Fund'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 Fund'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 Fund's internal control over financial reporting and compliance.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Arlington, Virginia

January 5, 2026

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Management Discussion and Analysis  
For the Years Ended September 30, 2025 and 2024**

The following is a discussion and analysis of the Government of the District of Columbia (District) Emergency and Non-Emergency Number Telephone Calling Systems Fund (Fund) and financial performance for the fiscal years ended September 30, 2025 and 2024. The Office of Unified Communications, which is a subordinate agency under the Mayor, is responsible for the administration of the Fund. The financial statements and accompanying notes should be read in conjunction with this discussion.

**Basic Financial Statements**

The Fund's basic financial statements are comprised of two components: fund financial statements and notes to the financial statements.

- **Fund Financial Statements.** Governmental fund financial statements focus primarily on the sources, uses, and balances of current financial resources. The financial statements consist of a balance sheet, a statement of revenues, expenditures, and changes in fund balances.
- **Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the fund financial statements.

**Condensed Balance Sheets as of September 2025, 2024 and 2023**

				2025-2024		2024-2023	
	2025	2024	2023	Variance	% Variance	Variance	% Variance
Total Assets	\$ 11,461,576	\$ 12,202,674	\$ 11,190,575	\$ (741,098)	-6%	\$ 1,012,099	9%
Total Liabilities	\$ 1,257,139	\$ 1,801,832	\$ 861,681	\$ (544,693)	-30%	\$ 940,151	109%
Fund Balance	\$ 10,204,437	\$ 10,400,842	\$ 10,328,895	\$ (196,405)	-2%	\$ 71,947	1%

**Government of the District of Columbia**  
**Emergency and Non-Emergency Number**  
**Telephone Calling Systems Fund**  
**(A part of the General Fund of the District of Columbia)**

**Management Discussion and Analysis**  
**For the Years Ended September 30, 2025 and 2024**

## **Financial Highlights**

### **2025**

- **Pooled Cash** decreased by \$1,332,731 or 13%. The decrease was due to higher expenditures in the current year, such as payroll costs, IT assessment costs, and Professional Services costs compared to prior years.
- **Assets** decreased by \$741,098, or 6% in fiscal year 2025, when compared to previous years. The decrease was primarily due to a reduction in pooled cash of \$1,332,731, or 13% in fiscal year 2025. Because pooled cash represents a significant portion of total assets, the higher expenditures in fiscal year 2025 directly contributed to the overall decrease in assets.
- **Liabilities** decreased by \$544,693 or 30%. The decrease was attributed to the lower vouchers payable accrued in 2025 compared to 2024.
- **Fund balance** decreased by \$196,405 or 2%, due to a slight decline in revenue and an increase in expenditures.

### **2024**

- **Pooled Cash** increased by \$1,796,897 or 22%. The increase was due to lower current year's expenditures, such as payroll costs, IT assessment costs, and Professional Services costs compared to prior years.
- **Assets** increased by \$1,012,099 or 9%. The increase was due primarily to the pooled cash in the previous explanation where lower current year expenditure contributed to the increase.
- **Liabilities** increased by \$940,150 or 109%. The increase was attributed to the higher vouchers payable accrued in 2024 compared to 2023.
- **Fund balance** increased by \$71,947 or 1%, which is consistent compared to 2023.

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Management Discussion and Analysis  
For the Years Ended September 30, 2025 and 2024**

**Condensed Statements of Revenues, Expenditures, and Changes in Fund Balance for the Years Ending September 30, 2025, 2024 and 2023**

Revenue:				2025-2024		2024-2023	
	2025	2024	2023	Variance	% Variance	Variance	% Variance
User Fees	\$ 12,621,145	\$ 12,655,420	\$ 13,370,085	\$ (34,275)	<1%	\$ (714,666)	-5%
<b>Total Revenue</b>	<b>\$ 12,621,145</b>	<b>\$ 12,655,420</b>	<b>\$ 13,370,085</b>	<b>\$ (34,275)</b>	<b>&lt;1%</b>	<b>\$ (714,666)</b>	<b>-5%</b>
<b>Expenditures:</b>							
Payroll	\$ 8,089,010	\$ 381,791	\$ 242,920	7,707,219	2019%	\$ 138,872	57%
Telephone, Teletype, Telegram	570	6,541	44	(5,971)	-91%	6,497	14914%
Professional/Contractual Services	2,363,547	4,544,803	4,234,544	(2,181,256)	-48%	310,259	7%
Information Technology	9,184,108	6,908,939	6,594,851	2,275,169	33%	314,088	5%
Other*	1,231,670	1,011,041	523,741	220,629	22%	487,300	93%
<b>Total Expenditures</b>	<b>\$ 20,868,906</b>	<b>\$ 12,853,115</b>	<b>\$ 11,596,099</b>	<b>\$ 8,015,790</b>	<b>62%</b>	<b>\$ 1,257,018</b>	<b>11%</b>
<b>Other Financing Sources (Uses)</b>							
Interest Income	348,822	419,644	848,713	\$ (70,822)	-17%	(429,069)	-51%
Prior Year Cost Recovery	2,534	-	-	2,534	100%	-	0%
Transfer from other fund/DC Agencies	7,700,000	(150,000)	(150,000)	7,850,000	5233%	-	0%
<b>Total Other Financing Sources</b>	<b>\$ 8,051,356</b>	<b>\$ 269,644</b>	<b>\$ 698,713</b>	<b>\$ 7,781,712</b>	<b>2886%</b>	<b>\$ (429,069)</b>	<b>-61%</b>
Net Change in Fund Balance	(196,405)	71,947	2,472,698	(268,353)	-373%	(2,400,753)	-
Beginning Fund Balance October 1	10,400,842	10,328,895	7,856,195				
<b>Ending Fund Balance September 30</b>	<b>\$ 10,204,437</b>	<b>\$ 10,400,842</b>	<b>\$ 10,328,894</b>				

\*Other=Equipment and Machinery, Furniture and Fixtures, General and other non IT related Expenditures

**2025**

- Revenues** – The Fund assesses user fees to carriers, which is the main source of revenues for the fund. The fiscal year 2025 user fees totaled \$12,621,145 which was a decrease of \$34,275 or 0.3%. The decrease in revenue year-over-year was due to the reduction in the number of providers that are no longer doing business in the District.
- Expenditures** – Overall expenditures increased by \$8,015,790 or 62% in fiscal year 2025. Payroll expenditures, which was a significant increase, was primarily attributable to a legislatively mandated shift of costs from the General Fund to the E911 Fund under the FY25 Supplemental Budget approved by the Mayor and the DC Council. Additionally, non-personnel costs increased due to higher vendor costs such as IT assessment costs and professional services costs.
- Interest Income** – Interest Income experienced a decline of \$70,822 or 17% bringing the total down to \$348,822. The decrease was attributed to lower interest rates and fluctuating bank balances during the fiscal year.

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Management Discussion and Analysis  
For the Years Ended September 30, 2025 and 2024**

**2024**

- **Revenues** – The Fund assesses user fees to carriers, which is the main source of revenues for the fund. The fiscal year 2024 user fees totaled \$12,655,420 which was a decrease of \$714,666 or 5%. Revenues decreased year over year were due to the decreased number of providers that are no longer doing business in the District.
- **Expenditures** – Overall expenditures increased by \$1,257,017 or 11%. During fiscal year 2024, payroll expenditures increased due to COLA, and non-personnel costs increased due to higher costs for services provided by vendors.
- **Interest Income** – Interest Income experienced a decline of \$429,069 or 51% bringing the total down to \$419,644. The decrease was attributed to lower interest rates and fluctuating bank balances during the fiscal year.

**Government of the District of Columbia  
 Emergency and Non-Emergency Number  
 Telephone Calling Systems Fund  
 (A part of the General Fund of the District of Columbia)**

**Balance Sheets  
 For the Years Ended September 30, 2025 and 2024**

	<b>2025</b>	<b>2024</b>
<b>ASSETS</b>		
Pooled Cash	\$ 8,692,207	\$ 10,024,938
Accounts Receivable	2,769,369	2,177,736
<b>Total Assets</b>	<b><u>11,461,576</u></b>	<b><u>12,202,674</u></b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Vouchers Payable	1,162,081	1,763,991
Payroll Liabilities	25,764	23,921
Uninvoiced Receipts	69,294	13,920
<b>Total Liabilities</b>	<b><u>1,257,139</u></b>	<b><u>1,801,832</u></b>
<b>FUND BALANCE</b>		
Committed	29,698,224	21,998,224
Unassigned	(19,493,787)	(11,597,382)
<b>Total Fund Balance</b>	<b><u>10,204,437</u></b>	<b><u>10,400,842</u></b>
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 11,461,576</u></b>	<b><u>\$ 12,202,674</u></b>

**Government of the District of Columbia**  
**Emergency and Non-Emergency Number**  
**Telephone Calling Systems Fund**  
**(A part of the General Fund of the District of Columbia)**

**Statements of Revenues, Expenditures, and Changes in Fund Balance**  
**For the Years Ended September 30, 2025 and 2024**

	<b>2025</b>	<b>2024</b>
<b>Revenue:</b>		
Wireline, Wireless, and VOIP User Fees	\$ 12,364,976	\$ 12,372,443
Prepaid Wireless and Internet User Fees	256,169	282,976
<b>Total Revenues</b>	<b><u>12,621,145</u></b>	<b><u>12,655,419</u></b>
<b>Expenditures :</b>		
Contractual Services	1,607,274	4,306,888
Equipment and Machinery	82,331	92,825
Furniture and Fixtures	261,335	2,161
General	1,845	462,219
IT Consultants Contracts	507,080	264,890
IT Hardware Maintenance	503,172	318,419
IT Software Acquisitions	131,870	21,566
IT Software Maintenance	7,421,717	6,064,904
Maintenance & Repairs Auto	78,710	65,845
Maintenance & Repairs Machinery	3,880	15,780
Maintenance & Repairs Other	63,479	-
Miscellaneous	-	6,000
OCTO IT Assessment	907,878	239,160
Office Support	27,140	3,457
Payroll	8,089,010	381,791
Professional Services	756,273	237,916
Supplies and Materials	135,658	-
Contractual Services-Non Budgetary	-	65,785
Telephone, Teletype, Telegram, etc.	570	6,541
Travel	22,963	30,019
Tuition Reimbursement	266,721	266,950
<b>Total Expenditures</b>	<b><u>20,868,906</u></b>	<b><u>12,853,116</u></b>
<b>Excess (Deficiency) of Revenue Over (Under) Expenditures</b>	<b><u>(8,247,761)</u></b>	<b><u>(197,697)</u></b>
<b>Other Financing Sources (Uses)</b>		
Prior Year Cost Recovery	2,534	-
Interest Income	348,822	419,644
Transfer to/from the District's General Fund	7,700,000	(150,000)
<b>Total Other Financing Sources (Uses)</b>	<b><u>8,051,356</u></b>	<b><u>269,644</u></b>
<b>Net Change in Fund Balance</b>	<b><u>(196,405)</u></b>	<b><u>71,947</u></b>
<b>Fund balance as of October 1</b>	<b><u>10,400,842</u></b>	<b><u>10,328,895</u></b>
<b>Fund balance as of September 30</b>	<b><u>\$ 10,204,437</u></b>	<b><u>\$ 10,400,842</u></b>

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Notes to the Financial Statements  
As of September 30, 2025, 2024 and 2023**

**NOTE 1 DESCRIPTION OF FUND**

The Emergency and Non-Emergency Number Telephone Calling Systems Fund (the “Fund”) was created on August 11, 2000, pursuant to the Emergency and Non-Emergency Telephone Calling Systems Fund Act of 2000 (the “Act”). The Fund is part of the General Fund of the District of Columbia (the “District”) and is funded by user fees imposed by the Act. The user fees are collected from providers who have subscribers with wireless, wireline, and voice over internet protocol services. Effective October 1, 2010, the Fund began collecting fees from providers who sell prepaid wireless services. The Office of Unified Communications (OUC) is responsible for the administration of the Fund.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Presentation***

The accompanying financial statements have been prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB).

A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain District functions or activities.

The Fund is part of the General Fund of the District, and the financial statements of the Fund report the financial position and the results of the Fund’s operations. These financial statements present only the Fund and are not intended to present fairly the financial position or changes in financial position of the District as a whole, in conformity with accounting principles generally accepted in the United States of America.

***Measurement Focus and Basis of Accounting***

The financial statements are prepared using the economic resources measurement focus and the modified basis of accounting. Revenue is recognized when it is both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon thereafter, to be used to pay liabilities of the current period. For this purpose, any revenue collected within 60 days after year-end is considered available to pay liabilities of the Fund. Expenditures are recorded when the liability is incurred, regardless of the timing related to cash flow.

***Fund Balance***

The Fund’s financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Fund is bound to honor constraints on the specific purposes for which amounts in the Fund can be spent. The classifications used in the Fund’s financial statements are as follows:

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Notes to the Financial Statements  
As of September 30, 2025, 2024 and 2023**

*Committed:* This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by the ordinance of the District Council, the District's highest level of decision-making authority. These amounts cannot be used for any other purpose, unless the District Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed.

*Unassigned:* This component of fund balance includes resources that cannot be classified into the other categories. When expenditures incurred for specific purposes exceed the amount restricted for the fund the negative residual amount should be reported as unassigned fund balance after all other fund restrictions, commitments, and assignments have been accounted for.

***Estimates***

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities. These estimates also affect the contingent assets and liabilities at the date of the financial statements and the reported amounts of receivables and expenses during the period. Accordingly, actual results could differ from those estimates.

**NOTE 3 POOLED CASH**

Cash is reported in the District's concentration account and reconciled by the Office of Finance Operations and Systems on a monthly basis. The cash balances are insured under the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 and cash and securities are insured up to \$500,000 under the Securities Investor Protection Corporation (SIPC). At times, the balances on deposit and securities will exceed the balance insured by the FDIC and SIPC.

The Fund's cash is deposited into an invested pooled account with the District. As required by D.C. Law 34-1802, the District allocates to the Fund its share of interest income earned from the pooled account. In fiscal year 2025, interest income allocated to the Fund totaled \$348,822 compared to \$419,644 in 2024, this was a 17% decrease due to fluctuation in interest rate and lower pooled cash in 2025. On September 30, 2025, and 2024, the Fund's pooled cash with the District totaled \$8,692,207 and \$10,024,938 respectively.

As of September 30, 2025, and 2024, there was no exposure to interest rate, credit, concentration or foreign currency risks as the Fund held no investments.

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Notes to the Financial Statements  
As of September 30, 2025, 2024 and 2023**

**NOTE 4 ACCOUNTS RECEIVABLE**

Accounts receivable represent the fees owed by carriers. On September 30, 2025 and 2024, accounts receivable was \$2,769,369 and \$2,177,736, respectively.

**NOTE 5 SUBSEQUENT EVENTS**

The District has evaluated subsequent events through the date this report was available for issuance, which is **January 5th, 2026**. The review revealed no material events that would influence the financial statements.

**Government of the District Of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Required Supplementary Information  
Budgetary Comparison Schedule  
For the Year Ended September 30, 2025**

	<b>Budget Adopted and Final</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues</b>			
<b>User Fees</b>	<b>\$ 23,901,601</b>	<b>\$ 12,621,145</b>	<b>\$ 11,280,456</b>
<b>Total Revenues:</b>	<b>23,901,601</b>	<b>12,621,145</b>	<b>11,280,456</b>
<b>Expenditures:</b>			
Clothing & Uniforms	50,000	18,568	31,432
Continuing Full Time	6,461,389	6,041,479	419,910
Contractual Services - Other	2,454,429	1,607,274	847,156
General	15,000	1,845	13,155
It Consultant Contracts	864,963	507,080	357,883
It Hardware Maintenance	608,307	503,172	105,135
It Software Acquisitions	174,442	131,870	42,572
It Software Maintenance	8,112,562	7,421,717	690,845
Maintenance & Repairs - Auto	62,557	78,710	(16,153)
Maintenance & Repairs - Mach	149,806	67,359	82,447
Misc Fringe Benefits	1,904,945	2,047,532	(142,587)
Octo It Assessment	908,457	907,878	579
Office Support	25,000	144,229	(119,229)
Prof Service Fees & Contributions	1,142,397	756,273	386,124
Purchases Equipment & Machinery	114,031	82,331	31,701
Purchases Furniture & Fixtures	330,000	261,335	68,665
Sponsorships	24,215	-	24,215
Telephone, Teletype, Telegram, Etc	-	570	(570)
Travel - Out Of City	20,500	22,963	(2,463)
Tuition For Employee Training	478,600	266,721	211,879
<b>Total Expenditures:</b>	<b>23,901,601</b>	<b>20,868,906</b>	<b>3,032,695</b>
<b>Excess of revenues over (under) Expenditures</b>	<b>\$ -</b>	<b>\$ (8,247,761)</b>	<b>\$ 8,247,761</b>

**Government of the District of Columbia  
Emergency and Non-Emergency Number  
Telephone Calling Systems Fund  
(A part of the General Fund of the District of Columbia)**

**Required Supplementary Information  
Notes to the Budgetary Comparison Schedule  
For the Year Ended September 30, 2025**

**NOTE 1 BUDGET BASIS**

The Fund has a legally adopted budget approved by the District Council. Pursuant to the Reprogramming Policy Act, the District may reallocate budget amounts within an appropriation title. No reallocations occurred within the Fund in fiscal year 2025. The budgetary comparison schedule has been prepared in accordance with the accounting principles generally accepted in the United States of America.



**CLIFTONLARSONALLEN LLP**

**INDEPENDENT AUDITOR'S REPORT OF  
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***

To the Mayor, Members of the Council of the Government of the District of Columbia  
and Inspector General of the Government of the District of Columbia  
Washington, D.C.

We were engaged to audit, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the Government of the District of Columbia's Emergency and Non-Emergency Number Telephone Calling Systems Fund (the Fund), a part of the General Fund of the Government of the District of Columbia, as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements and have issued our report thereon dated January 5, 2026.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Fund'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund'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 Fund'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 Fund'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 Fund'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 Fund's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Arlington, Virginia

January 5, 2026



## REPORT WASTE, FRAUD, ABUSE, AND MISMANAGEMENT

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