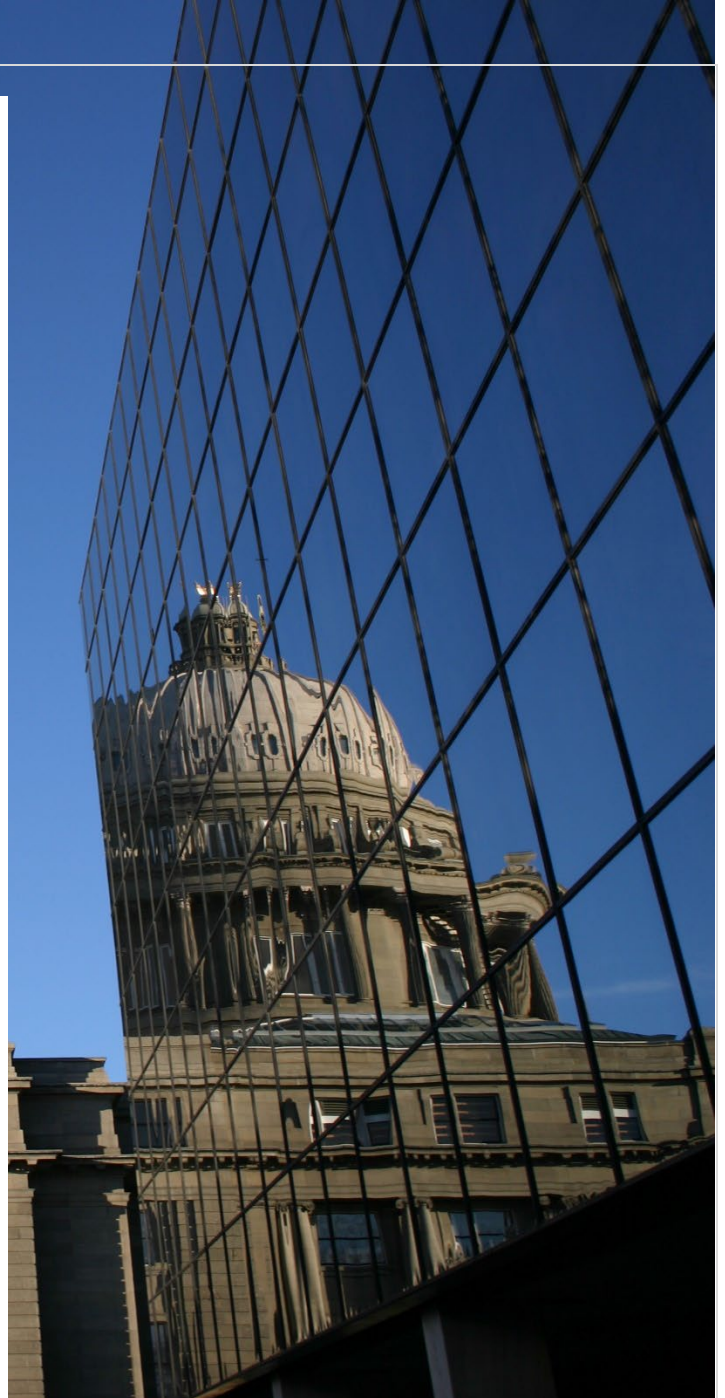


REPORT ON UNCORRECTED FINDINGS

2024



JANUARY 8, 2025

Legislative Services Office
Audits Division

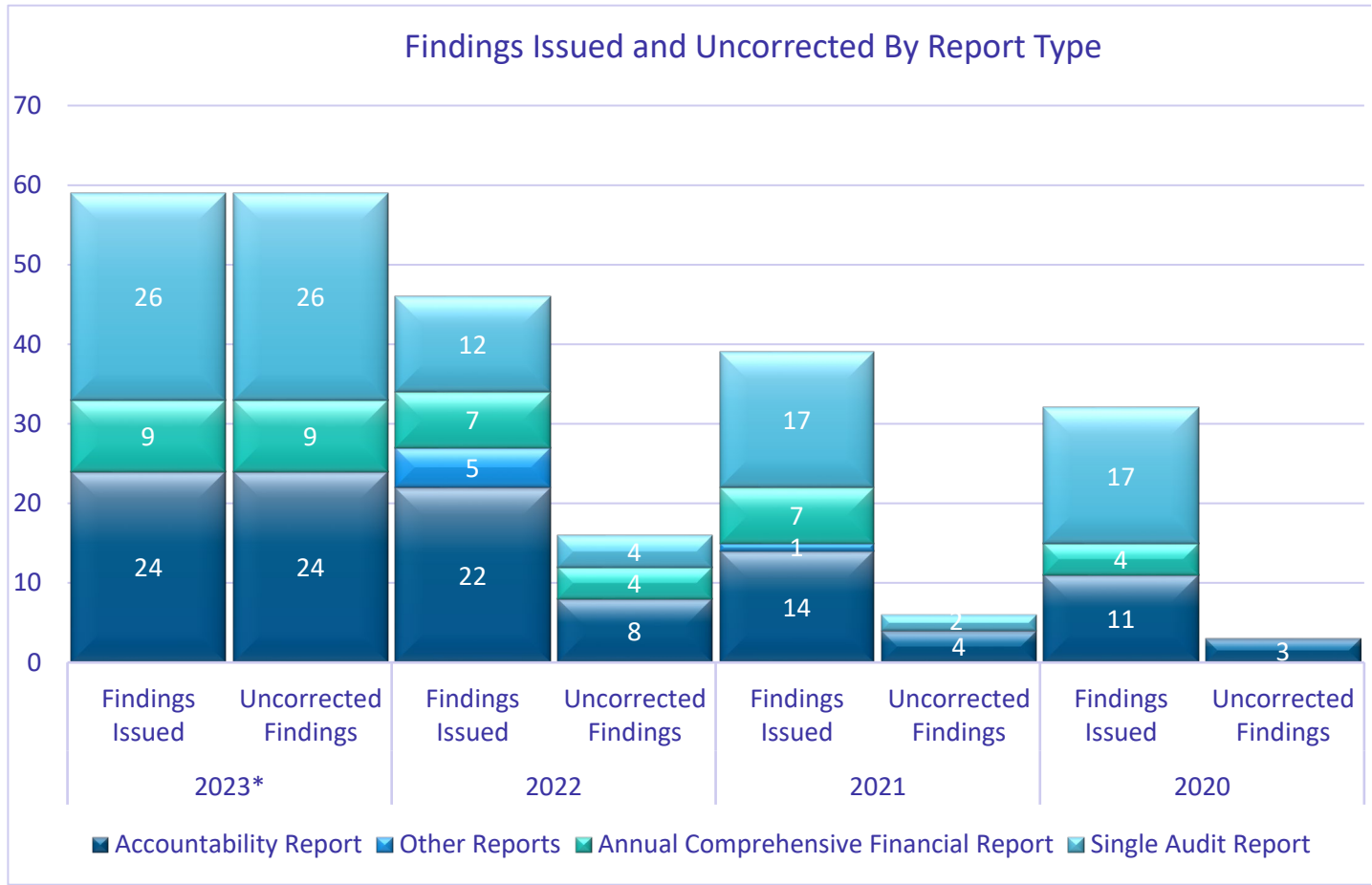
Serving Idaho's Citizen Legislature

SUMMARY

Idaho Code, Section 67-702, defines the audit function of the Legislative Services Office. Under the direction of Legislative Council, the Legislative Services Office has the authority to perform the audit of the *Annual Comprehensive Financial Report (ACFR)*, the *Single Audit Report*, *Accountability Reports* (formerly called *Management Reviews*) of each executive department of State Government, and other audit services as authorized by Legislative Council.

As part of this process, we report findings and recommendations that are intended to improve operations to agency management. We also ask the agency to provide a corrective action plan intended to resolve the concerns noted in the finding.

This report summarizes the findings issued in our reports that remain uncorrected. We believe this report is an important step in the audit process, providing information about significant issues that have not been corrected by the agencies, so that decision makers can consider the risks as they allocate limited resources to accomplish the overall goals of the State.



*FY 2023 accountability reports are 74% complete (14/19) and FY 2023 Other Reports are 60% complete (3/5)
 All FY 2023 findings are uncorrected because follow-up activities have not occurred as of the date of this report

It generally takes several years to correct all findings from a particular audit year, especially those related to accountability reports. Completion of corrective action plans can be an iterative time-consuming process.

OBJECTIVE

The objective of this report is to provide information about the findings, recommendations, and corrective action plans that result from our work performed throughout the year. This report provides a single source for all findings that remain uncorrected from reports issued through December 31, 2024, along with any updates we have from follow-up work completed.

BACKGROUND

We issue six types of reports each year: Accountability Reports, Special Reports, Agreed-Upon Procedures Reports, Individual Entity Opinion Reports, the statewide *Annual Comprehensive Financial Report* and *Internal Control Report*, and the statewide *Single Audit Report*. Agreed-Upon Procedures Reports, Individual Entity Reports, and Special Reports are included in an Other Reports category for graphical presentation throughout this report. All reports issued by the Audits Division can include findings related to internal control weaknesses, substantive (financial) errors, or noncompliance. These findings are then reported utilizing five distinct elements:

- **Criteria**—Used to determine if there is a deficiency or issue to report, such as applicable Idaho statutes, federal regulations, or internal control best practices
- **Condition**—Identifies the problem
- **Cause**—Describes why the condition happened, such as a lack of training or poorly designed internal control activities
- **Effect**—Provides a description of the result of the condition, which can be a misstatement to the financial information, noncompliance with State or federal requirements, inability to meet program objectives, or weakness in internal control that could lead to other errors or increased risk
- **Recommendation**—Describes what the agency should address in their corrective action plan

Agencies provide us with its management's view on the finding and a corrective action plan, both of which are included, in their entirety, in the report. The more specific and timely the corrective action plan, the faster it can typically be resolved and ultimately reported as corrected.

*Note-Agreed-Upon Procedures Reports may have findings but we do not ask for corrective action plans, or follow-up on completion of those corrective action plans, because of the nature of the services provided.

Follow-up procedures are completed for all reports with findings, and timing varies depending on the report.

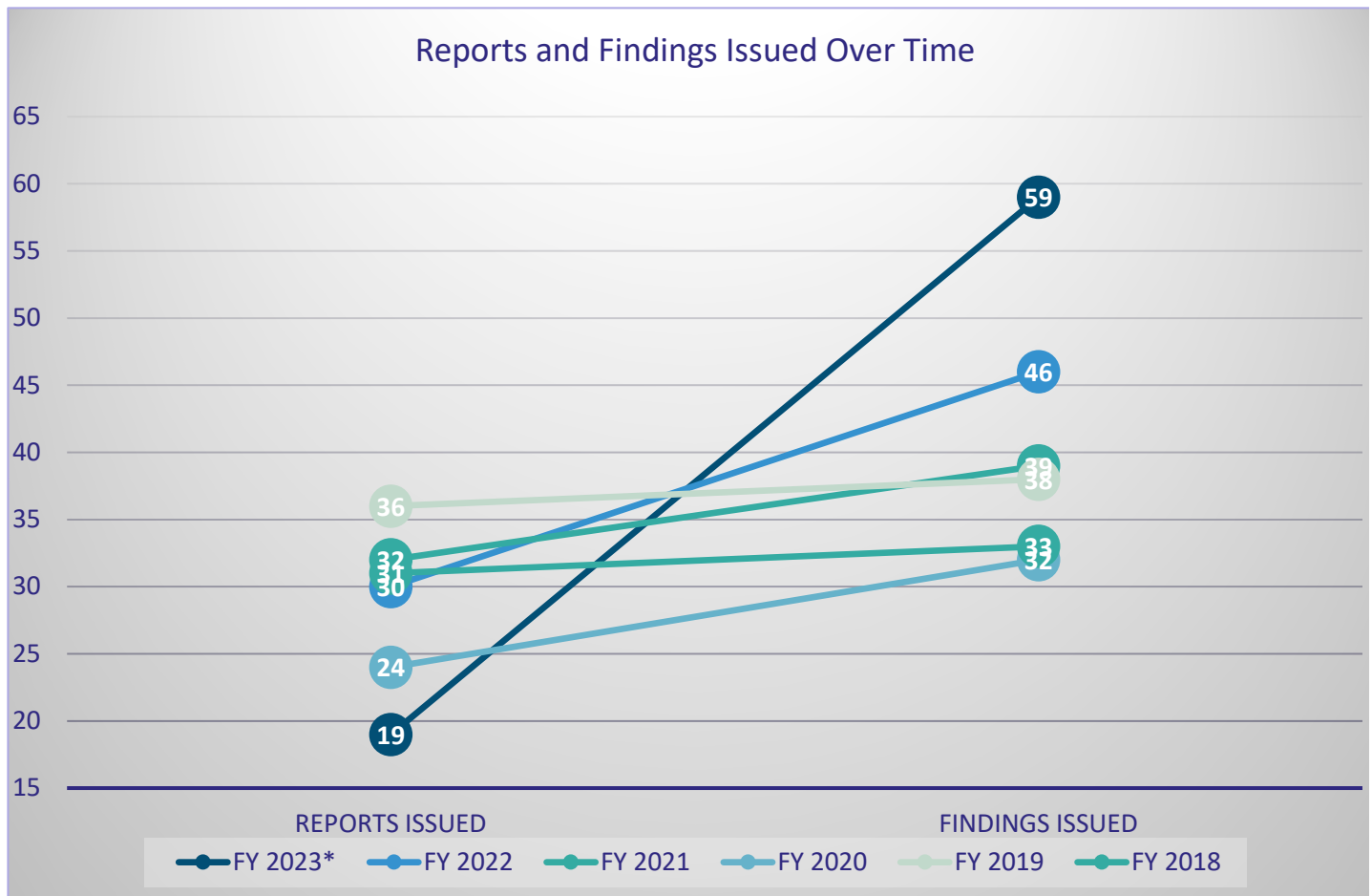
- Financial and Compliance Audits (ACFR, Single Audit Report, and Individual Entity Opinion Reports) requires the agency to complete follow-up work, which is then reviewed by us and reported as prior audit findings for the current audit
- Accountability Reports include a Follow-Up Report that is issued at least 90 days after the original report is issued, and then at 1-year and 2-year intervals, if they remain uncorrected

The key factors in determining that a finding has been corrected are two-fold:

- Did the agency complete the corrective action plan indicated in the report, and
- Did the changes implemented actually correct the problem

This report provides information only on those findings that remained uncorrected as of December 31, 2024, regardless of the type of report.

Graph 1 – Reporting Activity Over Time



*FY 2023 Audits — 5/19 Accountability Reports and 2/5 Other Reports have not been issued as of December 31, 2024

REPORTS

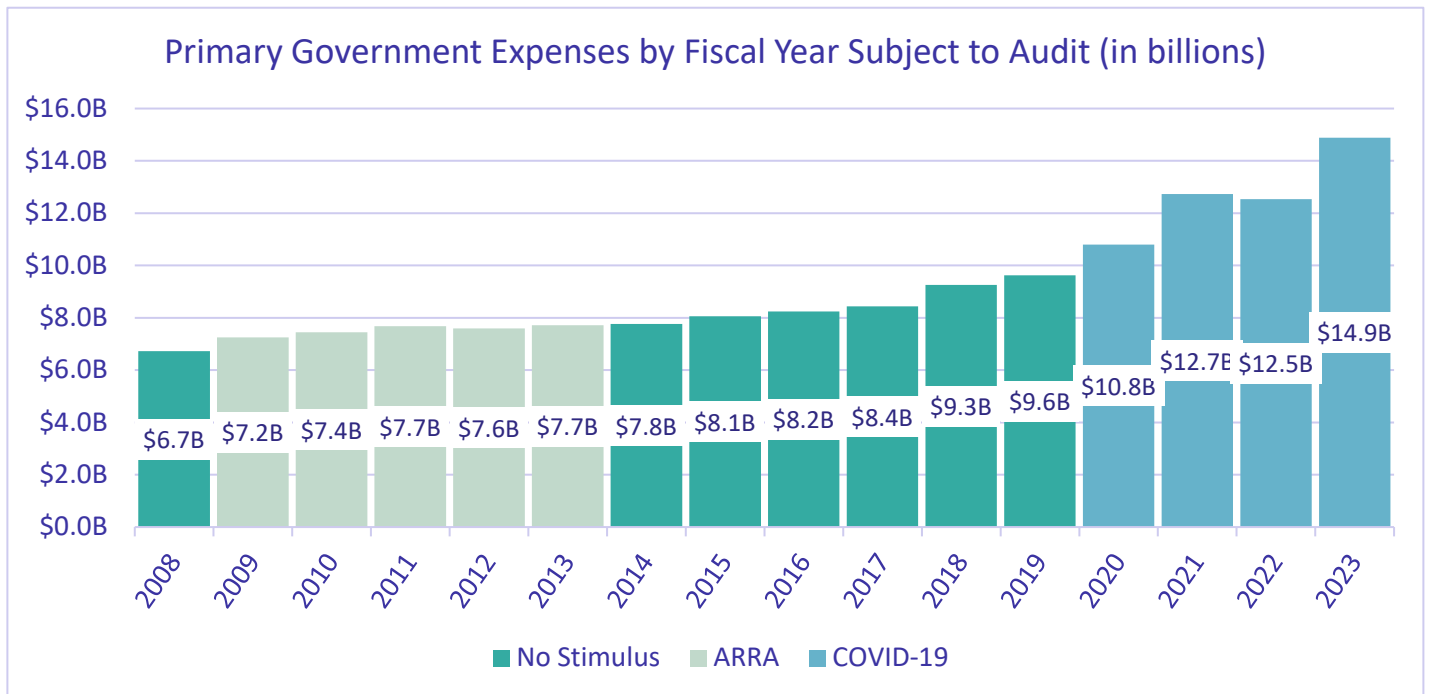
Financial and Compliance Audit Reports

The audits of the *Annual Comprehensive Financial Report (ACFR)* and the *Single Audit Report* take the most resources to complete. The information provided in Graph 1 depicts the relationship between reports issued and the number of findings issued. Fewer reports were issued in FY 2023, but that year had the highest number of findings. This is partly attributed to the compliance audit for the Statewide Single Audit and the number of programs with pandemic funding that increased our audit effort. It also had a domino effect on the ACFR findings because the pandemic funding was spread across agencies that normally do not receive federal funds and do not always have the appropriate controls in place to ensure correct accounting.

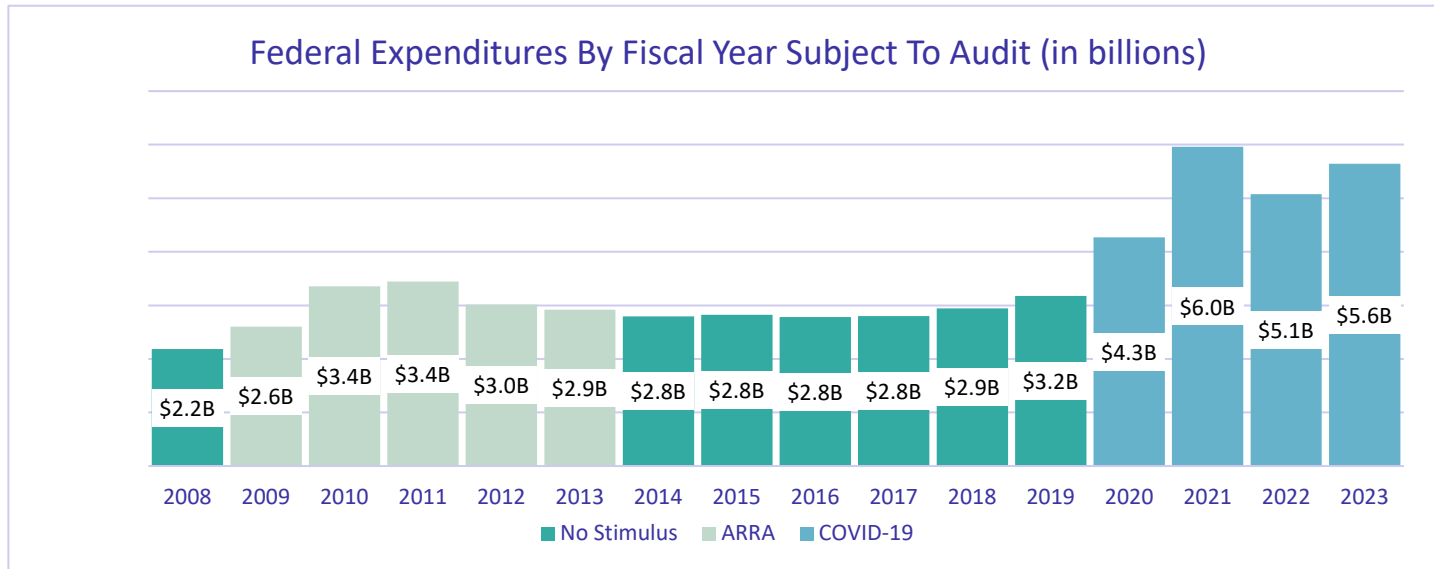
Graph 2 provides a view of statewide expenditures over time. The graph includes the impact that emergency federal funding has had on the level of spending by the State. Three impact areas over the time presented are no stimulus, American Rescue and Recovery Act (ARRA), and the Coronavirus Aid, Relief, and Economic Security Act (CARES) and the American Rescue Plan Act (ARPA) shown as COVID-19 in the graph.

Graph 3 shows the federal expenditures audited as part of the *Single Audit Report* over time. This graph also identifies the years where additional federal stimulus was provided due to extraordinary events. The upward trend of funding increases our audit effort.

Graph 2 – Statewide Total Expenses

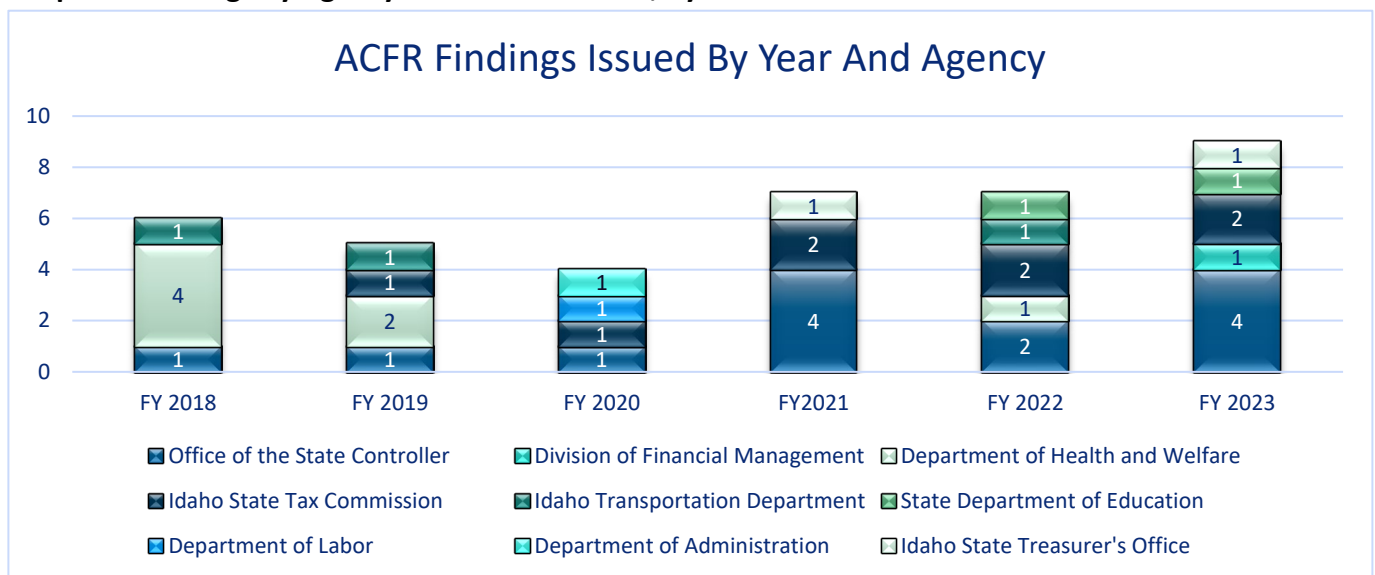


Graph 3- Statewide Federal Expenditures



We typically have fewer findings related to the ACFR than the Single Audit, partially because federal guidance supplied through Uniform Guidance and the Compliance Supplement issued by the Office of Management and Budget require a closer look at internal controls and very specific compliance requirement testing. We visit agencies for the ACFR based on their contribution to material activity of the State, so certain agencies (such as the Idaho Department of Health and Welfare or the Idaho Transportation Department) are visited each year because of the significant dollars expended. Others may be audited only if they have new and material activity (such as the Department of Water Resources for the ARPA federal funding) or may not be visited at all for ACFR work because they do not contribute to those material items (such as the Idaho State Historical Society).

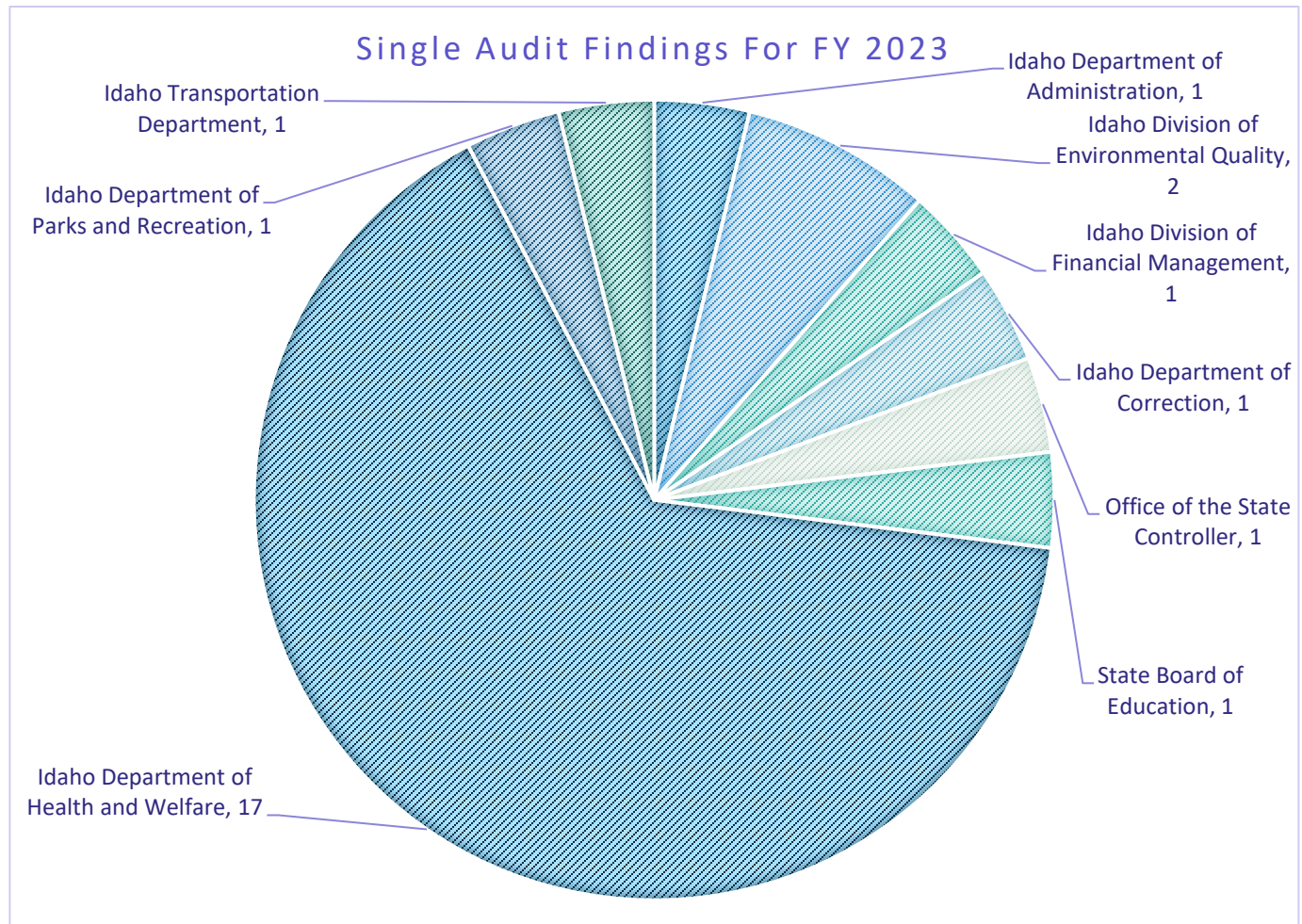
Graph 4 – Findings by Agency for the ACFR Audit, by Fiscal Year



We had an increase in ACFR findings for FY 2023 of approximately 30%. Again, we believe this can be attributed to the timing of unique funding under ARPA and the complexity of recording those expenditures accurately. Graph 4 provides the breakout, by agency, of ACFR findings over time.

Graph 5 provides a representation of the *Single Audit Report* finding distribution for FY 2023, by agency. Typically, more programs result in more findings; the Department of Health and Welfare had a significant number of federal major programs requiring audit that contributed to the high number of findings for FY 2023.

Graph 5 – 2023 Single Audit Findings by Agency



We also complete financial and compliance audits for individual entities or agencies, if required due to statutory requirements or unique funding requirements (such as Health Districts and Idaho Public Television).

Accountability Reports

These reports satisfy our statutory requirement to provide a management review of each executive department of State government at least once in a three-year period. Our primary goal is to make sure that smaller agencies, or smaller programs within larger agencies, are regularly reviewed for adequate internal controls that support accurate financial reporting, compliance with laws, rules, and regulations, and effective programs.

We average 21 Accountability Reports each year. Fieldwork begins in February or March and covers financial activity through the previous fiscal year ended June 30. Our work is usually completed around September, with a goal to have all reports issued before the legislative session begins in January.

Graph 6 – Total Accountability Reports and Findings Issued Each Year



When interpreting this information, it is important to keep in mind that the uncorrected findings have remained uncorrected since the report was issued. For example, of the 11 findings we included in 15 reports issued (during 2021) for fiscal year 2020 activity, as of December 31, 2024, 3 (27%) findings remain uncorrected.

Findings can remain uncorrected for a variety of reasons, such as timing issues, lack of resources, lack of training, lack of knowledgeable staff, or because the original corrective action plan was inappropriate or inadequate to address the finding. We address these reasons when we complete follow-up procedures either for Follow-Up Reports or as part of the current Accountability Report for the agency.

Agreed-Upon Procedures Reports

These reports are provided at the request of specific agencies and are attestation engagements completed in accordance with attestation standards established by the American Institute of Certified Public Accountants (AICPA) and Government Auditing Standards issued by the Comptroller General of the United States. The purpose of these reports is to describe the procedures performed as listed and the associated findings. We have had findings meeting specified criteria for reporting, but since the procedures are specified for each report, we do not have carry forward uncorrected findings related to these reports.

UNCORRECTED FINDINGS

Findings across all reports, issued and uncorrected as of December 31, 2024, are reflected in Graph 7 – All Reports. Of the 247 findings issued over the last 6 years, 84 (34%) remain uncorrected.

Graph 7-All Reports

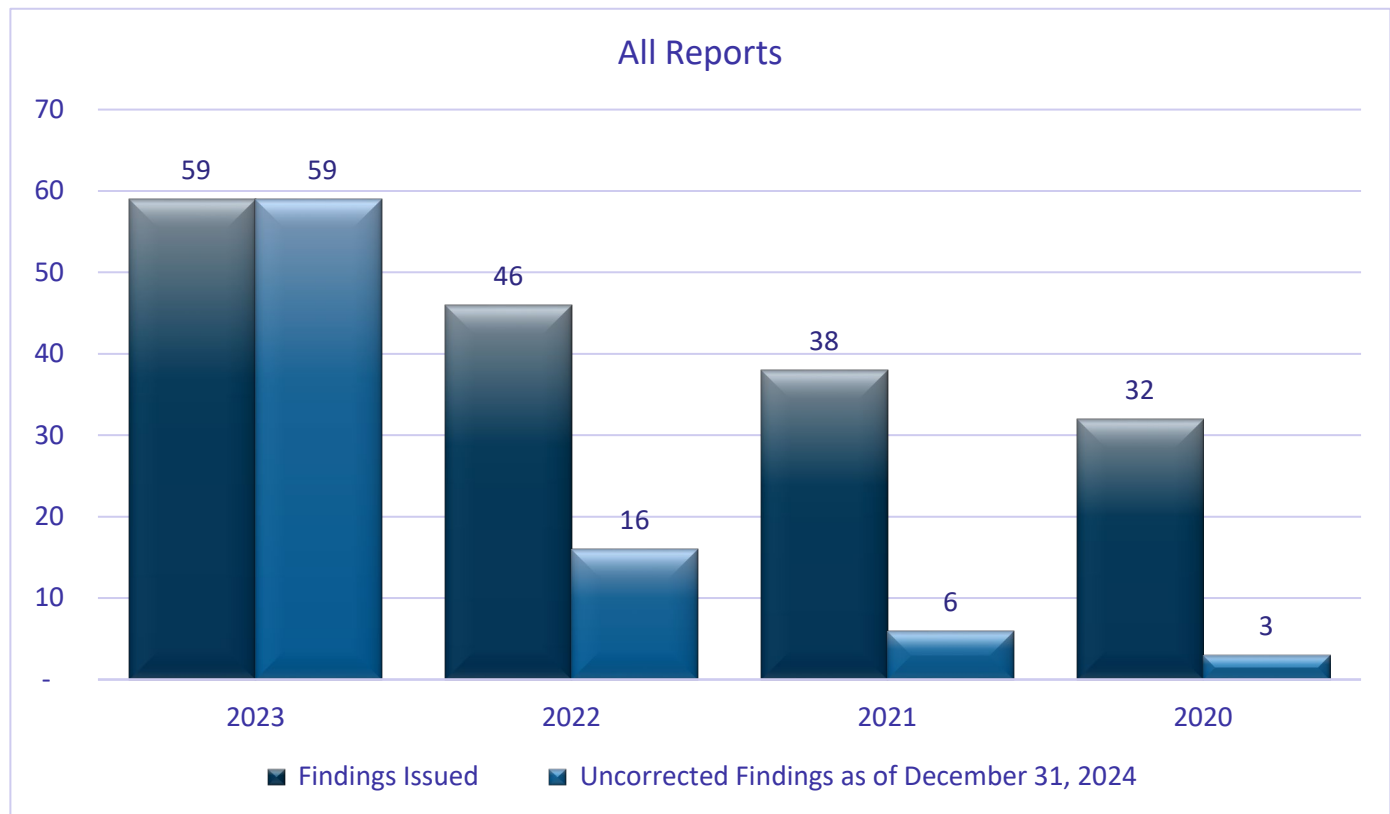


Table 1 provides the distribution of uncorrected findings by agency. These findings come from the ACFR *Internal Control Report*, *Single Audit Report*, or *Accountability Reports*.

Table 2 provides detailed information about the findings that remain uncorrected, such as the agency, report and finding number, and the title of the finding.

Table 1 – Uncorrected Findings by Agency and Fiscal Year

Agency	2023	2022	2021	2020	Total by Agency
Idaho Department of Administration	2				2
Idaho Commission on Aging		1			1
Office of the State Controller	5	1			6
Department of Correction	1				1
State Board of Education	1		1		2
Department of Education	1	2	1		4
Division of Career Technical Education		1			1
Idaho Division of Environmental Quality	2	2			4
Idaho Department of Finance	3				3
Idaho Department of Fish and Game				1	1
Idaho Division of Financial Management	2				2
Department of Health and Welfare	30	5	1		36
Idaho Industrial Commission	1			1	2
Lava Hot Springs Foundation				1	1
Idaho State Liquor Division		1			1
Military Division			1		1
Idaho Division of Occupational and Professional Licenses	2		1		3
Idaho Commission on Pardons and Parole			1		1
Department of Parks and Recreation	1				1
Idaho State Police	1				1
Idaho Racing Commission	2				2
Idaho State Tax Commission	3	2			5
Idaho Transportation Department	1				1
Idaho State Treasurer's Office	1				1
Department of Water Resources		1			1
Totals	59	16	6	3	84

Table 2 – Uncorrected Finding Detailed Information

REPORT AND FINDING #	FINDING TITLE	FINDING STATUS	REPORT REFERENCE
Idaho Department of Administration			
FY 2023 Accountability Report Finding 1	Department staff did not report fraudulent WEX Card activity to the Office of the Attorney General.	UNCORRECTED	Accountability Report FY 2023 - Administration
FY 2023 Single Audit Report Finding 201	The Coronavirus State and Local Fiscal Recovery Fund (CSLFRF) was understated by \$18 million on the Schedule of Expenditures of Federal Awards (SEFA) Closing Package.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
Idaho Commission on Aging			
FY 2022 Single Audit Report Finding 201	The Commission did not complete the required Federal Financial SF-425 Report for the Aging Cluster Grant program in a timely manner.	PARTIALLY CORRECTED	Statewide Single Audit FY 2022 – Idaho State Legislature
Office of the State Controller			
FY 2023 Internal Control Report Finding 101	The Office misclassified early repayments of \$51.3 million of GARVEE and TECM debt as prepaids.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2023 Internal Control Report Finding 102	The Department of Health and Welfare reported Supplemental Nutrition Assistance Program (SNAP) non-cash amounts for food stamps on the Schedule of Expenditures of Federal Awards (SEFA) closing package of \$255.8 million that was not included by the Office in the financial statements.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2023 Internal Control Report Finding 103	The Office’s internal review process did not prevent or detect misstatements in the statewide ACFR submitted to the auditors.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 202	Closing package submissions and revisions completed prior to the draft of the Schedule of Expenditures of Federal Awards (SEFA) being submitted for audit were not included in the schedule resulting in misstatements.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2022 Internal Control Report Finding 101	The Office’s internal review process did not prevent or detect misstatements in the statewide ACFR submitted to the auditors.	UNCORRECTED	ACFR & Internal Control Reports FY 2022 – Idaho State Legislature

FY 2023 Internal Control Report Finding 104 <i>Repeated FY 2022 Finding 104</i>	A reconciliation was not completed to ensure the completeness of payroll accruals included in the statewide financial statements.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
Department of Correction			
FY 2023 Single Audit Report Finding 203	The Schedule of Expenditures of Federal Awards (SEFA) closing package originally submitted to the Office of the State Controller did not properly report expenditures for the Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
State Board of Education			
FY 2023 Single Audit Report Finding 204	The Schedule of Expenditures of Federal Awards (SEFA) closing package understated the Education Stabilization Fund - Governor’s Emergency Education Relief (GEER II) by \$1,039,753 and overstated the Education Stabilization Fund – Emergency Assistance to Non-Public Schools (EANS) program by the same amount.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2021 Single Audit Report Finding 202	The Board underreported federal expenditures by \$11,316,783 across three federal programs when completing the Schedule of Expenditures of Federal Awards (SEFA).	UNCORRECTED	Statewide Single Audit FY 2021 – Idaho State Legislature
State Department of Education			
FY 2021 Accountability Report Finding 1	The Department is not properly monitoring data that supports foundation payments made to school districts and charter schools.	UNCORRECTED	Accountability Report FY 2021 Education
FY 2023 Internal Control Report Finding 105	The Department did not implement new policies and procedures to properly monitor data that supports foundation payments made to school districts and charter schools.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2022 Internal Control Report Finding 103	The Department is not properly monitoring data that supports foundation payments made to school districts and charter schools.	UNCORRECTED	ACFR & Internal Control Reports FY 2022 – Idaho State Legislature

FY 2022 Single Audit Report Finding 205	An expenditure was made by the Department for unallowable activities from the Elementary and Secondary School Emergency Relief (ESSER) program.	PARTIALLY CORRECTED	Statewide Single Audit FY 2022 – Idaho State Legislature
Division of Career Technical Education			
FY 2022 Accountability Report Finding 1	Supporting documentation was unavailable or inadequate for several travel expenditures examined during the review.	UNCORRECTED	Accountability Report FY 2022 Career Technical Education
Idaho Department of Environmental Quality			
FY 2022 Accountability Report Finding 1	Coronavirus State and Local Fiscal Recovery Fund expenditures were understated by \$1,004,167 on the Schedule of Expenditures of Federal Awards (SEFA) for fiscal year 2022.	UNCORRECTED	Accountability Report FY 2022 DEQ
FY 2022 Accountability Report Finding 2	Documentation was unavailable to support that annual drinking water permit invoices were properly reviewed for accuracy during fiscal years 2020 and 2021.	UNCORRECTED	Accountability Report FY 2022 DEQ
FY 2023 Single Audit Report Finding 205	The Department understated total federal expenditures on the Schedule of Expenditures of Federal Awards (SEFA) closing package by \$24,824,862 and understated amounts passed through to subrecipients by \$39,901,202.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 206	The Department did not fully disclose required information to subrecipients, document subrecipient risk assessments, or ensure subrecipient audits were received for the Coronavirus State and Local Fiscal Recovery Fund.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
Idaho Department of Finance			
FY 2023 Accountability Report Finding 1	The Department did not require electronic fund transfers for receipts in excess of \$100,000.	UNCORRECTED	Accountability Report FY 2023 Finance
FY 2023 Accountability Report Finding 2	The Department did not include all travel-related expenditures on travel vouchers.	UNCORRECTED	Accountability Report FY 2023 Finance
FY 2023 Accountability Report Finding 3	Purchase card (P-Card) expenditures did not have documented approval.	UNCORRECTED	Accountability Report FY 2023 Finance

Division of Financial Management			
FY 2023 Internal Control Report Finding 106	The Division understated the Grants Advances closing package for the American Rescue Plan Act funds by \$181 million.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 207	The Division overstated federal expenditures by incorrectly including \$6.6 million expended under the State Small Business Credit Initiative (SSBCI) on the Schedule of Expenditures of Federal Awards (SEFA) closing package.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
Idaho Department of Fish and Game			
FY 2020 Accountability Report Finding 1	Travel expenditures were not properly documented in accordance with the State Travel Policy.	UNCORRECTED	Accountability Report FY 2020 Fish and Game
Department of Health and Welfare			
FY 2023 Accountability Report Finding 1	The Department did not maintain sufficient documentation to provide reliable information about the placements of foster youth in the short-term rental facilities.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 2	The Department could not locate multiple Youth Intake Information Sheets for the foster youth residing at the short-term rental facilities.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 3	Youth Bed Logs for the foster youth placed in short-term rental facilities were not properly completed or could not be located by the Department.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 4	Enhanced background checks were not properly completed, and documentation was not retained for all staff members at the short-term rental facilities.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 5	Training requirements for staff employed at the short-term rental facilities were not satisfied.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 6	Supporting documentation for the short-term rental lease payments was not sufficient to determine allowability.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 7	Enhanced Criminal History Compliance Check forms for the congregate care facilities for foster youth were not properly updated.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare

FY 2023 Accountability Report Finding 8	The pharmacy drug rebates amount reported on the miscellaneous closing package was understated by \$38,520,574 in fiscal year 2023.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 9	Qualified Residential Treatment Program (QRTP) placements were not properly documented to ensure compliance with federal requirements.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 10	The Department director's approval of the Qualified Residential Treatment Program (QRTP) placements was not always documented, as needed.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 11	Supporting documentation to demonstrate the completion of subrecipient risk assessments for the Syringe and Needle Exchange Program was not available for review.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 12	The Department could not provide evidence to confirm the timely submission of Monthly Syringe Exchange Program Activity Reports provided by subrecipients.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2023 Accountability Report Finding 13	The Department did not require or receive appropriate documentation to support allowability of the reimbursement for the program supplies to subrecipients for the Syringe and Needle Exchange Program.	UNCORRECTED	Accountability Report FY 2023 Health and Welfare
FY 2022 Accountability Report Finding 2	Some Community Partners Grant recipients received more than the maximum amount allowed by statute through the submission and approval of multiple applications using variations of the entity name while relying on the same tax identification number, address, and phone number.	UNCORRECTED	Accountability Report FY 2022 Health and Welfare
FY 2022 Accountability Report Finding 4	The Department did not properly review applications for the Community Partners Grants to ensure that ineligible expenses were not included in the applicants' budget plan, nor did they document an identification or correction of these ineligible expenses prior to approval and distribution of funds.	UNCORRECTED	Accountability Report FY 2022 Health and Welfare

FY 2022 Accountability Report Finding 8	Payments to Community Partners Grant recipients were not made on time, in accordance with statutory requirements, for a total of four out of seven required payment periods in fiscal year 2022 and fiscal year 2023.	UNCORRECTED	Accountability Report FY 2022 Health and Welfare
FY 2023 Single Audit Report Finding 208	The Schedule of Expenditures of Federal Awards (SEFA) closing package originally submitted to the Office of the State Controller (Office) included multiple errors.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 209	Monthly cost allocation statistics, used to allocate indirect costs to federal grants, were not reviewed and approved by the Department.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 210	Low-Income Home Energy Assistance Program (LIHEAP) performance and special reports did not include a review for accuracy and compliance prior to submission.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 211	The review and approval of the annual updates to the Low-Income Home Energy Assistance Program (LIHEAP) benefits matrix were not documented.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 212	The review of the Low-Income Home Energy Assistance Program (LIHEAP) earmarking compliance requirements was not documented.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 213	The Department erroneously determined that two recipients of Temporary Assistance for Needy Families (TANF) funding were contractors instead of subrecipients resulting in noncompliance with the subrecipient monitoring requirements.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 214	The Department did not maintain sufficient documentation to support eligibility award decisions for the Community Partners Grants within the Child Care and Development Fund (CCDF) program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature

FY 2023 Single Audit Report Finding 215	The Department's review of child care providers health and safety inspections for the Child Care and Development Fund (CCDF) were not completed timely.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 216	The Department did not have appropriate documentation to support allowability of transactions for the Foster Care Title IV-E program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 217	The Department does not have documented internal controls for adjustments processed to the Foster Care -Title IV-E program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 218	The Department failed to provide necessary documentation to support the eligibility determination for two foster care providers within the Foster Care -Title IV-E program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 219	The level of effort spending requirements for the Adoption Assistance Title IV-E program were not met.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 220	The Department failed to provide necessary supporting documentation for five Adoption Assistance Title IV-E eligibility determinations.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 221	The Department did not review subrecipient application information for the Coronavirus State and Local Fiscal Recovery Funds at a sufficient level to identify missing information.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 222	Supporting documentation to demonstrate the completion of subrecipient risk assessments for the Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises program was not available for review.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 223	Managed Care providers lacked documentation to support continued eligibility within the Medicaid Program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
FY 2023 Single Audit Report Finding 224	The required audited financial reports were not collected as required to ensure compliance with the Managed Care Organization contracts.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature

FY 2021 Single Audit Report Finding 206	The original Schedule of Expenditures of Federal Awards submitted to the Office of the State Controller reported a total of \$104.9 million to an incorrect Assistance Listing number and understatements totaling \$71 million of pass-through amounts to subrecipients.	PARTIALLY CORRECTED	Statewide Single Audit FY 2021 – Idaho State Legislature
FY 2022 Single Audit Report Finding 210	The Department did not review subrecipient application information for Coronavirus State and Local Fiscal Recovery Funds at a sufficient level to identify missing information from required documentation.	PARTIALLY CORRECTED	Statewide Single Audit FY 2022 – Idaho State Legislature
FY 2022 Single Audit Report Finding 211 Related to Prior Finding 2021-206	The Schedule of Expenditures of Federal Awards (SEFA) closing package originally submitted to the Office of the State Controller did not properly identify COVID-19 Emergency Acts expenditures for multiple programs.	PARTIALLY CORRECTED	Statewide Single Audit FY 2022 – Idaho State Legislature
Idaho Industrial Commission			
FY 2023 Accountability Report Finding 1	The Miscellaneous Fund cash balance exceeded the reserve necessary for normal operating cash needs.	UNCORRECTED	Accountability Report FY 2023 Industrial
FY 2020 Accountability Report Finding 1	The fiscal year 2020 Crime Victims Compensation Fund – Restitution accounts receivable closing package was overstated by \$6.6 million.	UNCORRECTED	Accountability Report FY 2020 Industrial
Lava Hot Springs Foundation			
FY 2020 Accountability Report Finding 1	Advertising expenditures totaling \$136,546 were made in violation of State purchasing policies.	UNCORRECTED	Accountability Report FY 2020 Lava Hot Springs
Idaho State Liquor Division			
FY 2022 Accountability Report Finding 1	The Division does not have written procedures and could not provide documentation to support the process used for allocating rare liquor purchases.	UNCORRECTED	Accountability Report FY 2022 Liquor
Idaho Military Division			
FY 2021 Accountability Report Finding 2	Construction in progress closing package in fiscal year 2020 was overstated by \$4,631,621 and no documentation was available to support the fiscal year 2021 reported amounts.	UNCORRECTED	Accountability Report FY 2021 Military

Idaho Division of Occupational and Professional Licenses			
FY 2023 Accountability Report Finding 1	Evidence was not available to support that the Division completed review procedures to ensure accuracy of the financial reports prepared by the Division and provided to boards and commissions.	UNCORRECTED	Accountability Report FY 2023 Occupational and Professional Licenses
FY 2023 Accountability Report Finding 2	The process for allocating indirect expenditures among the boards is not based on a consistently applied and equitable policy, and a review to ensure appropriate assumptions and allocation is not completed on a periodic basis to determine that the amounts allocated are reasonable.	UNCORRECTED	Accountability Report FY 2023 Occupational and Professional Licenses
FY 2021 Accountability Report Finding 1	The cash balances for the Real Estate Commission, Division of Building Safety, and Board of Medicine exceeds reserves necessary for normal operating cash needs.	UNCORRECTED	Accountability Report FY 2021 Occupational and Professional Licenses
Idaho Commission of Pardons and Parole			
FY 2021 Accountability Report Finding 1	The Commission lacked adequately documented internal controls over Interstate Compact bond receipts and refunds, general expenditures, and fund reconciliations.	UNCORRECTED	Accountability Reports FY 2021 Pardons and Parole
Department of Parks and Recreation			
FY 2023 Single Audit Report Finding 225	Review of federal suspension and debarment status is not adequately performed or documented to demonstrate compliance with the federal requirements for the Coronavirus State and Local Fiscal Recovery Funds program.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
Idaho State Police			
FY 2023 Accountability Report Finding 1	The ISP's internal controls over the Schedule of Expenditure of Federal Awards (SEFA) did not prevent or detect misstatements in the amounts reported for fiscal years 2021, 2022, and 2023.	UNCORRECTED	Accountability Report FY 2023 Police
Idaho Racing Commission			
FY 2023 Accountability Report Finding 1	Restricted cash balances were reported in error in fiscal year 2021 and not reported in fiscal years 2022 and 2023.	UNCORRECTED	Accountability Report FY 2023 Racing

FY 2023 Accountability Report Finding 2	Controls designed to ensure appropriation compliance were not consistently applied.	UNCORRECTED	Accountability Report FY 2023 Racing
Idaho State Tax Commission			
FY 2024 Accountability Report Finding 1	The Commission's statewide Annual Comprehensive Financial Report (ACFR) closing packages understated leases payable amounts by \$95,058 and understated Subscription Based Information Technology Agreements (SBITA) payable amounts by \$2,146,018.	UNCORRECTED	Accountability Report FY 2024 Tax
FY 2023 Internal Control Report Finding 107	The Commission's Accounts Receivable closing package for the statewide financial statements was overstated by \$92.9 million.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2023 Internal Control Report Finding 108	Monthly reconciliations of the Refund Fund were not properly completed and documented for 5 of 12 months reviewed, or 42 percent.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
FY 2022 Internal Control Report Finding 105	The Commission failed to report the Idaho Tax Rebate Fund restricted cash balance of \$144.8 million and the related accounts payable liability.	UNCORRECTED	ACFR & Internal Control Reports FY 2022 – Idaho State Legislature
FY 2022 Internal Control Report Finding 106	Documentation of internal controls is not present due to lack of control process for unscheduled sales tax distribution.	UNCORRECTED	ACFR & Internal Control Reports FY 2022 – Idaho State Legislature
Idaho Transportation Department			
FY 2023 Single Audit Report Finding 226	The Department did not develop and execute a Value Engineering work plan in compliance with the regulations for the federal Highway Planning and Construction grant.	UNCORRECTED	Statewide Single Audit FY 2023 – Idaho State Legislature
Idaho State Treasurer's Office			
FY 2023 Internal Control Report Finding 109	The investments closing package submitted by the Office for the statewide ACFR was understated for restricted investments by \$87.7 million.	UNCORRECTED	ACFR & Internal Control Reports FY 2023 – Idaho State Legislature
Department of Water Resources			
FY 2022 Accountability Report Finding 1	Significant errors in a spreadsheet used to monitor the cash balances for the Revolving Development Fund, Water Management Fund, and the Secondary Aquifer Planning and Management Fund.	UNCORRECTED	Accountability Report FY 2022 – Water Resources

CONCLUSION

Follow-up Reports for Accountability Reports and the prior finding sections of the *Internal Control Report* and the *Single Audit Report* provide additional information about why these findings have remained uncorrected or partially corrected. We continue to work with agencies to refine both recommendations and corrective action plans to ensure that those plans will address the concern and improve operations and the reliability of the financial information provided by the State.

For more information about this report, or any audits we perform, visit our website www.legislature.idaho.gov/lso/audit, e-mail us auditcontact@lso.idaho.gov, or call 208-334-4875.



Legislative Services Office

P.O. Box 83720
Boise, ID 83720-0054
P: 208-334-2475