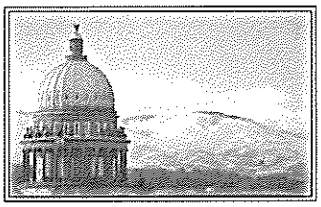
Single Audit Report

For the Fiscal Year Ended June 30, 2010

State of Idaho

Legislative Services Office – Audits Division



Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Jeff Youtz
Director

March 30, 2011

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Idaho State Legislature
Honorable Donna Jones, State Controller

We are pleased to submit the statewide *Single Audit* of the State of Idaho covering the fiscal year ended June 30, 2010. This report complies with the audit requirements placed on the State of Idaho as a condition for receiving $3,355,621,466 in federal assistance (colleges and universities, Idaho Housing and Finance Association, and Idaho Individual High Risk Reinsurance Pool are reported separately).

Idaho does a good job administering its federal funds in compliance with applicable laws and regulations. Questioned costs for fiscal year 2010 totaled up to $8,058,500, although several issues are reported for which questioned costs could not be determined.

The federal audit requirements are contained in Title 31, Chapter 75, United States Code, as amended by the Single Audit Act Amendments of 1996. The objectives of the Single Audit Act are:

- To improve the financial management of state and local governments with respect to federal financial assistance programs through improved auditing.
- To establish uniform requirements for audits of federal financial assistance provided to state and local governments.
- To promote the efficient and effective use of audit resources.
- To ensure that federal departments and agencies, to the maximum extent practicable, rely on and use audit work performed pursuant to the requirements of the Single Audit Act.

The Office of Management and Budget (OMB) *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, was issued to facilitate the implementation of the Single Audit Act as amended in 1996. OMB *Circular A-133* places the responsibility for identifying major programs to audit on the auditor. A risk-based approach, which considers current and prior audit experience, federal oversight, and inherent risk, is used to identify major programs. All audit issues are in the section entitled "Auditor's Results." Internal control weaknesses and compliance issues related to federal awards are included in the subsection entitled "Federal Findings and Questioned Costs." Internal control weaknesses and compliance issues related to the basic financial statements are included in the subsection entitled "State Findings and Recommendations."

This document contains the following reports and schedules:

- Independent Auditor's 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 on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB *Circular A-133*.

- Supplementary Schedules of Expenditures of Federal Awards.

- Auditor's Results (Schedules of Current and Prior Federal Findings and Questioned Costs, as well as Current State Findings and Recommendations).

The complete *Comprehensive Annual Financial Report* (*CAFR*), which includes the State's basic financial statements, can be obtained from the Idaho Office of the State Controller (208-334-3100) or accessed on its website at www.sco.idaho.gov.

Sincerely,

Don H. Berg, CGFM, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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*The State's basic financial statements are included in the *Idaho Comprehensive Annual Financial Report* (*CAFR*) published in conjunction with this *Single Audit Report* by the Office of the State Controller. The *CAFR* can be obtained from the Office of the State Controller (208-334-3100) or accessed on its website at www.sco.idaho.gov.

Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Jeff Youtz
Director

December 3, 2010

Independent Auditor's 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*

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Legislature
Honorable Donna M. Jones, State Controller

We have audited the basic financial statements of the governmental activities, business-type activities, aggregate discretely presented component units, each major fund, and the aggregate remaining fund information for the State of Idaho, as of and for the fiscal year ended June 30, 2010, that collectively comprise the State's basic financial statements, and have issued our report thereon dated December 3, 2010. Our report was modified to include a reference to other auditors. We conducted our 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. Other auditors have audited the financial statements of Boise State University, Eastern Idaho Technical College, Idaho State University, Lewis-Clark State College, University of Idaho and their respective component units, and the Endowment Fund investment Board, State Lottery Commission, Public Employees Retirement System of Idaho, Public Employees' Deferred Compensation Plan, Idaho Judges' Retirement Fund, IDeal Idaho College Savings Program, Idaho Individual Risk Reinsurance Pool, Idaho Small Employer Health Reinsurance Program, Petroleum Clean Water Trust Fund, Idaho Building Authority, Bond Bank Authority, and the Idaho Housing and Finance Association as described in our report on the State of Idaho's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported separately by those other auditors. The financial statements of the Idaho Housing and Finance Association, Idaho State University, University of Idaho, Eastern Idaho Technical College Foundation, Boise State University Foundation, Idaho State University Foundation, and the Public Employees' Deferred Compensation Plan were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting
In planning and performing our audit, we considered the State of Idaho's internal control over financial reporting as a basis for designing our auditing procedures 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 State of Idaho's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the State of Idaho's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying *Schedule of Findings and Responses*, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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. We consider the following deficiencies described in the accompanying *Schedule of Findings and Responses* to be material weaknesses: 10S-1 and 10S-2.

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. We consider the following deficiencies described in the accompanying *Schedule of Findings and Responses* to be significant deficiencies: 10S-3, 10S-4, 10S-5, and 10S-6.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Idaho's financial statements are free of 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 determination of financial statement amounts. 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*.

We noted certain matters that we reported to the management of the State of Idaho in a separate correspondence issued at the State agency level.

Responses to the findings identified in our audit are described in the accompanying *Schedule of Findings and Responses*. We did not audit the responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management of the State of Idaho, the Governor, members of the Idaho State Legislature, federal awarding agencies, and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties. However, this report is a public document and its distribution is not limited.

Sincerely,

Don H. Berg, CGFM, Manager
Legislative Audits Division

Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Jeff Youtz
Director

March 30, 2011
December 3, 2010

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB *Circular A-133*

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Legislature
Honorable Donna Jones, Controller

Compliance

We have audited the compliance of the State of Idaho with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010, except for the following programs. We did not audit the colleges and universities, Idaho Housing and Finance Association, and Idaho Individual High Risk Reinsurance Pool. These awards are not included in the Supplementary Schedules of Expenditures of Federal Awards contained in this report. These entities were audited by other auditors who have furnished their reports to the proper entities. The State of Idaho's major federal programs, except as described above, are identified in the Schedule of Federal Major Programs in the Auditor's Results section. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the State of Idaho's management. Our responsibility is to express an opinion on the State of Idaho's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.* Those standards and OMB *Circular A-133* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above, that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of Idaho's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the State of Idaho's compliance with those requirements.

As described in Findings 10F-4, 10F-12, 10F-14, and 10F-17 in the accompanying Schedule of Findings and Questioned Costs, the State of Idaho did not comply with requirements regarding maintenance of effort, reporting, cash management, and allowable costs/cost principles that are applicable to the Temporary Assistance for Needy Families Cluster (93.558 and 93.714), Child Nutrition Cluster (10.553, 10.555, and 10.559), Title I Part A Cluster (84.010 and 84.389), Special Education Cluster (84.027, 84.173, 84.391, and 84.392), Improving Teacher Quality (84.389), ARRA – State Fiscal Stabilization Fund – Education (84.394), and Vocational Rehabilitation Cluster (84.126 and 84.390). Compliance with such requirements is necessary, in our opinion, for the State of Idaho to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the State of Idaho complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB *Circular A-133,* and which are described in the accompanying Schedule of Findings and Questioned Costs as Findings 10F-1, 10F-3, 10F-5, 10F-6, 10F-7, 10F-9, 10F-10, 10F-11, and 10F-16.

Internal Control Over Compliance

The management of the State of Idaho is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of Idaho's internal control over compliance with the requirements that could have a direct and material effect on a major federal program, to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB *Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Idaho's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the entity's internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we considered to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies in internal control over compliance, such that there is 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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, as items 10F-4, 10F-12, 10F-14, 10F-15, and 10F-17 to be material weaknesses.

A significant deficiency in internal control over compliance is a control deficiency in internal control over compliance is a deficiency or 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, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 10F-2, 10F-3, 10F-5, 10F-6, 10F-7, 10F-8, 10F-9, 10F-10, 10F-11, 10F-13, and 10F-16 to be significant deficiencies.

Responses to the findings identified in our audit are included in the accompanying Schedule of Findings and Questioned Costs. We did not audit the responses and, accordingly, we express no opinion on them.

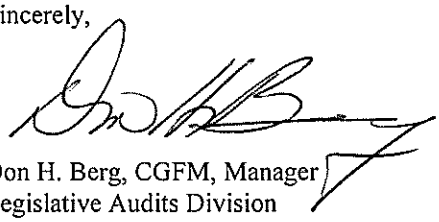
Schedules of Expenditures of Federal Awards

We have audited the basic 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 State of Idaho as of and for the year ended June 30, 2010, and have issued our report thereon dated December 3, 2010. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the State of Idaho's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purpose of additional analysis as required by OMB *Circular A-133,* is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Our report contained an unqualified opinion on the basic financial statements. Our opinion expressed therein, insofar as it relates to entities' financial statements that were audited by other auditors, was based solely on the reports of the other auditors.

This report is intended solely for the information and use of the management of the State of Idaho, federal awarding agencies, and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,



Don H. Berg, CGFM, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS

SCHEDULE
OF
EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	DEPARTMENT OF AGRICULTURE			
	SNAP CLUSTER:			
10.551	Supplemental Nutrition Assistance Program (SNAP)	Health and Welfare, Department of	$277,145,759	NC
10.561	ARRA - State Administrative Matching Grants - Supple. Nutrition Assist. Program	Health and Welfare, Department of	861,600	
10.561	State Administrative Matching Grants - Supple. Nutrition Assist. Program	Health and Welfare, Department of	8,731,930	
	TOTAL SNAP CLUSTER		$286,739,289	
	CHILD NUTRITION CLUSTER:			
10.553	School Breakfast Program	Superintendent of Public Instruction	$14,526,573	
10.555	National School Lunch Program	Superintendent of Public Instruction	5,911,568	NC
10.555	National School Lunch Program	Superintendent of Public Instruction	44,467,863	
10.556	Special Milk Program for Children	Superintendent of Public Instruction	177,119	
10.559	Summer Food Service Program for Children	Superintendent of Public Instruction	4,342,493	
	TOTAL CHILD NUTRITION CLUSTER		$69,425,616	
	EMERGENCY FOOD ASSISTANCE CLUSTER:			
10.568	ARRA - Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	$120,565	
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	182,914	
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Department of	2,275,299	NC
	TOTAL EMERGENCY FOOD ASSISTANCE CLUSTER		$2,578,778	
	NON-CLUSTERED PROGRAMS:			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Department of	$2,424,612	
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Fish and Game, Department of	81,188	
10.028	Wildlife Services	Fish and Game, Department of	145,943	
10.086	ARRA - Aquaculture Grants Program	Agriculture, Department of	1,252,541	
10.156	Federal-State Marketing Improvement Program	Agriculture, Department of	26,963	
10.162	Inspection Grading and Standardization	Agriculture, Department of	81,844	
10.163	Market Protection and Promotion	Agriculture, Department of	108,256	
10.169	Specialty Crop Block Grant Program	Agriculture, Department of	50,807	
10.170	Specialty Crop Block Grant Program - Farm Bill	Agriculture, Department of	446,765	
10.304	Homeland Security - Agricultural	Agriculture, Department of	3,000	PT
10.446	Rural Community Development Initiative	Commerce, Department of	81,784	
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Health and Welfare, Department of	29,160,661	
10.558	Child and Adult Care Food Program	Superintendent of Public Instruction	6,414,333	
10.560	State Administrative Expenses for Child Nutrition	Superintendent of Public Instruction	910,917	
10.574	Team Nutrition Grants	Superintendent of Public Instruction	224,263	
10.578	ARRA - WIC Grants to State	Health and Welfare, Department of	590,221	
10.579	ARRA - Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Instruction	478,599	
10.579	Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Instruction	211,346	
10.582	Fresh Fruit and Vegetable Program	Superintendent of Public Instruction	794,325	
10.604	Technical Assistance for Specialty Crops	Agriculture, Department of	2,752	PT
10.604	Technical Assistance for Specialty Crops	Agriculture, Department of	4,711	
10.664	Cooperative Forestry Assistance	Agriculture, Department of	327,937	
10.664	Cooperative Forestry Assistance	Lands, Department of	4,300,774	
10.672	Rural Development, Forestry, and Communities	Lands, Department of	13,138	
10.676	Forest Legacy Program	Lands, Department of	813,626	
10.677	Forest Land Enhancement Program	Lands, Department of	10,716	
10.687	ARRA - Capital Improvement and Maintenance	Environmental Quality, Department of	42,284	
10.688	ARRA - Wildland Fire Management	Agriculture, Department of	476,065	
10.688	ARRA - Wildland Fire Management	Lands, Department of	1,564,196	
10.769	Rural Business Enterprise Grant	Commerce, Department of	3,500	
10.861	Public Television Station Digital Transition Grant Program	Public Television, Idaho	65,294	
10.902	Soil and Water Conservation	Water Resources, Department of	45,914	
10.912	Environmental Quality Incentives Program	Lands, Department of	94,284	
10.950	Agricultural Statistics Reports	Agriculture, Department of	31,000	
10.999	Forest Service Aquatic Invasive Species Monitoring	Agriculture, Department of	10,605	
10.999	Miscellaneous Forest Service Grants	Fish and Game, Department of	351,934	
10.999	Miscellaneous Natural Resources Conservation Service Grants	Fish and Game, Department of	45,765	
10.999	Marijuana Eradication Forest Service Grants	Police, Idaho State	4,723	
10.999	Forest Service Wolf Management CCS Agreement	Species Conservation, Office of	18,264	
10.999	Roadless - Implementation of Roadless Rule	Species Conservation, Office of	7,687	
	TOTAL NON-CLUSTERED PROGRAMS		$51,723,537	
	TOTAL DEPARTMENT OF AGRICULTURE		$410,467,220	

*Type of assistance other than direct cash: NC = non-cash; PT = pass-through.
The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	DEPARTMENT OF COMMERCE			
11.407	Interjurisdictional Fisheries Act of 1986	Fish and Game, Department of	$14,250	
11.436	Columbia River Fisheries Development Program	Fish and Game, Department of	1,431,933	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Fish and Game, Department of	100,354	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Species Conservation, Office of	3,266,474	
11.441	Regional Fishery Management Councils	Fish and Game, Department of	21,612	
11.555	Public Safety Interoperable Communications Grant Program	Military, Division of	1,305,098	
11.999	Miscellaneous NOAA Grants	Fish and Game, Department of	868,511	
	TOTAL DEPARTMENT OF COMMERCE		$7,008,232	
	DEPARTMENT OF DEFENSE			
12.002	Procurement Technical Assistance for Business Firms	Commerce, Department of	$211,226	
12.113	Agreement Program for the Reimbursement of Technical Services	Environmental Quality, Department of	146,433	
12.401	ARRA - National Guard Military Operations and Maintenance Projects	Military, Division of	2,240,387	
12.401	National Guard Military Operations and Maintenance Projects	Military, Division of	22,509,186	
12.610	Community Economic Adjustment Planning Assistance - Joint Land Use Studies	Commerce, Department of	116,272	
12.999	Miscellaneous Army Corps of Engineers Grants	Fish and Game, Department of	17,797	
	TOTAL DEPARTMENT OF DEFENSE		$25,241,301	
	HOUSING AND URBAN DEVELOPMENT			
	CDBG - STATE ADMINISTERED SMALL CITIES PROGRAM CLUSTER:			
14.228	Community Development Block Grants/State's Program	Commerce, Department of	$7,614,468	
14.255	ARRA - Community Development Block Grants/State's Program	Commerce, Department of	1,200,655	
	TOTAL CDBG - STATE ADMINISTERED SMALL CITIES PROGRAM CLUSTER:		$8,815,123	
	NON-CLUSTERED PROGRAMS			
14.171	Manufactured Home Construction and Safety Standards	Building Safety, Division of	$21,695	
14.246	CDBG/Brownfields Economic Development Initiative	Historical Society, Idaho State	12,895	PT
	TOTAL NON-CLUSTERED PROGRAMS		$34,590	
	TOTAL HOUSING AND URBAN DEVELOPMENT		$8,849,713	
	DEPARTMENT OF THE INTERIOR			
	FISH AND WILDLIFE CLUSTER:			
15.605	Sport Fish Restoration	Fish and Game, Department of	$6,724,575	
15.611	Wildlife Restoration	Fish and Game, Department of	6,239,271	
	TOTAL FISH AND WILDLIFE CLUSTER		$12,963,846	
	NON-CLUSTERED PROGRAMS			
15.130	Indian Education - Assistance to Schools	Superintendent of Public Instruction	$55,067	
15.224	Cultural Resource Management	Historical Society, Idaho State	27,633	
15.225	Recreation Resource Management	Parks and Recreation, Department of	7,000	
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Lands, Department of	50,893	
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Transportation Department, Idaho	112,782	
15.230	Invasive and Noxious Plant Management	Agriculture, Department of	299,575	
15.231	ARRA - Fish, Wildlife and Plant Conservation Resource Management	Agriculture, Department of	75,703	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Fish and Game, Department of	817,597	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Species Conservation, Office of	10,000	
15.524	Recreation Resources Management	Parks and Recreation, Department of	151,015	
15.608	Fish and Wildlife Management Assistance	Fish and Game, Department of	110,092	
15.608	Fish and Wildlife Management Assistance	Species Conservation, Office of	334,167	
15.615	Cooperative Endangered Species Conservation Fund	Fish and Game, Department of	481,323	
15.615	Cooperative Endangered Species Conservation Fund	Species Conservation, Office of	1,924,007	
15.616	Clean Vessel Act	Parks and Recreation, Department of	39,075	
15.622	Sportfishing and Boating Safety Act	Parks and Recreation, Department of	87,130	
15.630	Coastal Program	Agriculture, Department of	52,280	
15.633	Landowner Incentive	Fish and Game, Department of	1,688,639	
15.634	State Wildlife Grants	Fish and Game, Department of	865,010	
15.647	Migratory Bird Conservation	Fish and Game, Department of	47,343	
15.649	Service Training and Technical Assistance	Fish and Game, Department of	5,123,502	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Species Conservation, Office of	542,797	
15.808	U.S. Geological Survey - Research and Data Collection	Administration, Department of	3,159	
15.808	U.S. Geological Survey - Research and Data Collection	Water Resources, Department of	29,462	

*Type of assistance other than direct cash: NC = non-cash; PT = pass-through.
The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
15.904	Historic Preservation Fund Grants-in-Aid	Historical Society, Idaho State	$716,438	
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Parks and Recreation, Department of	140,658	
15.999	Miscellaneous Fish and Wildlife Service Grants	Fish and Game, Department of	140,301	
15.999	Miscellaneous Bureau of Reclamation Grants	Fish and Game, Department of	633,873	
15.999	Miscellaneous National Park Services Grants	Fish and Game, Department of	41,722	
15.999	Fort Hall Water Rights Agreement	Water Resources, Department of	(538)	
15.999	Water Bank Program	Water Resources, Department of	54,508	
15.999	Landsat Data Continuity	Water Resources, Department of	1,293	
15.DAH	Hazards/Hazmat	Environmental Quality, Department of	47,525	
15.FFB	Gray Wolf Recovery	Species Conservation, Office of	279,645	
15.SFB	Herbivory Effects on Slickspot Peppergrass	Agriculture, Department of	39,661	
	TOTAL NON-CLUSTERED PROGRAMS		$15,030,337	
	TOTAL DEPARTMENT OF THE INTERIOR		$27,994,183	
	DEPARTMENT OF JUSTICE			
16.017	Sexual Assault Services	Police, Idaho State	$3,533	
16.523	Juvenile Accountability Block Grants	Juvenile Corrections, Department of	401,963	
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Juvenile Corrections, Department of	536,482	
16.543	Missing Children's Assistance	Attorney General, Office of the	256,616	
16.548	Title V - Delinquency Prevention Program	Juvenile Corrections, Department of	49,701	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Police, Idaho State	85,477	
16.575	Crime Victim Assistance	Health and Welfare, Department of	1,803,354	
16.576	Crime Victim Compensation	Industrial Commission	339,000	
16.579	Edward Byrne Memorial Formula Grant Program	Police, Idaho State	49,897	
16.580	Edward Byrne Memorial Law Enforcement Assistance Discretionary Grants	Correction, Department of	474,789	
16.580	Edward Byrne Memorial Law Enforcement Assistance Discretionary Grants	Police, Idaho State	277,793	
16.585	Drug Court Discretionary Grant Program	Judicial Department	23,603	
16.588	ARRA - Violence Against Women Formula Grants	Police, Idaho State	331,146	
16.588	Violence Against Women Formula Grants	Police, Idaho State	950,321	
16.590	Grants to Encourage Arrest Policies and Protection Orders	Judicial Department	480,482	
16.593	Residential Substance Abuse Treatment for State Prisoners	Police, Idaho State	65,789	
16.601	Corrections - Training and Staff Development	Correction, Department of	8,153	
16.606	State Criminal Alien Assistance Program	Correction, Department of	834,851	
16.609	Project Safe Neighborhoods	Police, Idaho State	82,997	
16.710	Public Safety Partnership and Community Policing Grants	Correction, Department of	4,300	
16.710	Public Safety Partnership and Community Policing Grants	Police, Idaho State	409,664	
16.727	Enforcing Underage Drinking Laws Program	Juvenile Corrections, Department of	223,299	
16.735	Protecting Inmates and Safeguarding Communities Discretionary Grant	Correction, Department of	316,750	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	1,519,174	
16.741	Forensic DNA Capacity Enhancement Program	Police, Idaho State	116,844	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Police, Idaho State	153,054	
16.744	Anti-Gang Initiative	Police, Idaho State	9,884	
16.745	Criminal and Juvenile Justice and Mental Health Collaboration Program	Judicial Department	5,854	
16.756	Court Appointed Special Advocates	Judicial Department	62,045	PT
16.800	ARRA - Internet Crimes against Children Task Force Program	Attorney General, Office of the	66,963	
16.801	ARRA - State Victim Assistance	Health and Welfare, Department of	92,292	
16.802	ARRA - State Victim Compensation	Industrial Commission	343,009	
16.803	ARRA - Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	1,700,816	
16.810	ARRA - Assistance to Rural Law Enforcement to Combat Crime and Drugs	Correction, Department of	1,522	
16.810	ARRA - Assistance to Rural Law Enforcement to Combat Crime and Drugs	Police, Idaho State	157,034	
16.999	Joint Terrorism Task Force	Police, Idaho State	7,432	
16.999	Organized Crime and Drug Task Force	Police, Idaho State	22,202	
	TOTAL DEPARTMENT OF JUSTICE		$12,268,085	
	DEPARTMENT OF LABOR			
	EMPLOYMENT SERVICE CLUSTER:			
17.207	ARRA - Employment Service/Wagner-Peyser Funded Activities	Labor, Department of	$2,335,692	
17.207	Employment Service/Wagner-Peyser Funded Activities	Labor, Department of	6,974,584	
17.801	Disabled Veterans' Outreach Program	Labor, Department of	630,788	
17.804	Local Veterans' Employment Representative Program	Labor, Department of	237,214	
	TOTAL EMPLOYMENT SERVICE CLUSTER		$10,178,278	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	WIA CLUSTER:			
17.258	ARRA - WIA Adult Program	Labor, Department of	$1,043,341	
17.258	WIA Adult Program	Labor, Department of	2,007,377	
17.259	ARRA - WIA Youth Activities	Labor, Department of	1,879,145	
17.259	WIA Youth Activities	Labor, Department of	1,956,534	
17.260	ARRA - WIA Dislocated Workers	Labor, Department of	3,497,599	
17.260	WIA Dislocated Workers	Labor, Department of	3,274,075	
	TOTAL WIA CLUSTER		$13,658,071	
	NON-CLUSTERED PROGRAMS			
17.002	Labor Force Statistics	Labor, Department of	$682,694	
17.005	Compensation and Working Conditions	Industrial Commission	3,649	
17.151	ARRA - Employee Benefits Security Administration	Administration, Department of	473,995	
17.225	Unemployment Insurance	Labor, Department of	698,942,169	
17.235	Senior Community Service Employment Program	Aging, Commission on	545,306	
17.235	ARRA - Senior Community Service Employment Program	Aging, Commission on	92,344	
17.235	Senior Community Service Employment Program	Labor, Department of	790,171	
17.245	Trade Adjustment Assistance	Labor, Department of	8,802,792	
17.266	Work Incentive Grants	Labor, Department of	407,044	
17.268	H-1B Job Training Grants	Labor, Department of	2,784,391	
17.275	ARRA - Worker Training and Placement in High Growth and Emerging Industry Sectors	Labor, Department of	185,991	
17.807	Transition Assistance Program	Labor, Department of	14,576	
	TOTAL NON-CLUSTERED PROGRAMS		$713,725,122	
	TOTAL DEPARTMENT OF LABOR		$737,561,471	
	DEPARTMENT OF TRANSPORTATION			
	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:			
20.205	ARRA - Highway Planning and Construction	Transportation Department, Idaho	$68,300,378	
20.205	Highway Planning and Construction	Transportation Department, Idaho	202,146,327	
20.219	Recreational Trails Program	Parks and Recreation, Department of	567,093	
	TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER		$271,013,798	
	FEDERAL TRANSIT CLUSTER:			
20.500	Federal Transit - Capital Investment Grants	Transportation Department, Idaho	$57,395	
	TOTAL FEDERAL TRANSIT CLUSTER		$57,395	
	TRANSIT SERVICES PROGRAMS CLUSTER:			
20.513	Capital Assistance Program for Elderly Persons and Persons with Disabilities	Transportation Department, Idaho	$398,891	
20.516	Job Access - Reverse Commute	Transportation Department, Idaho	78,828	
20.521	New Freedom Program	Transportation Department, Idaho	8,753	
	TOTAL TRANSIT SERVICES PROGRAM CLUSTER		$486,472	
	HIGHWAY SAFETY CLUSTER:			
20.600	State and Community Highway Safety	Transportation Department, Idaho	$1,730,690	
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I	Transportation Department, Idaho	897,570	
20.610	State Traffic Safety Information System Improvement Grants	Transportation Department, Idaho	379,852	
20.611	Incentive Grant Program to Prohibit Racial Profiling	Transportation Department, Idaho	542,095	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Transportation Department, Idaho	65,726	
	TOTAL HIGHWAY SAFETY CLUSTER		$3,615,933	
	NON-CLUSTERED PROGRAMS:			
20.106	Airport Improvement Program	Transportation Department, Idaho	$419,477	
20.218	National Motor Carrier Safety	Police, Idaho State	1,837,394	
20.218	National Motor Carrier Safety	Transportation Department, Idaho	24,405	
20.231	Performance and Registration Information Systems Management	Transportation Department, Idaho	26,328	
20.232	Commercial Driver's License Program Improvement Grant	Transportation Department, Idaho	591,139	
20.234	Safety Data Improvement Program	Transportation Department, Idaho	175,786	
20.237	Commercial Vehicle Information Systems and Networks	Transportation Department, Idaho	555,286	
20.509	ARRA - Formula Grants for Other Than Urbanized Areas	Transportation Department, Idaho	2,202,333	
20.509	Formula Grants for Other Than Urbanized Areas	Transportation Department, Idaho	6,420,367	
20.514	Public Transportation Research	Transportation Department, Idaho	12,215	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
20.515	State Planning and Research	Transportation Department, Idaho	$129,871	
20.700	Pipeline Safety	Public Utilities Commission	85,972	
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	Military, Division of	132,350	
	TOTAL NON-CLUSTERED PROGRAMS		$12,612,923	
	TOTAL DEPARTMENT OF TRANSPORTATION		$287,786,521	
	DEPARTMENT OF THE TREASURY			
21.999	Equitable Sharing for Law Enforcement Agencies	Police, Idaho State	$361,431	
	TOTAL DEPARTMENT OF THE TREASURY		$361,431	
	EQUAL EMPLOYMENT OPPORTUNITY COMMISSION			
30.002	Employment Discrimination - Fair Employment Practices Contracts	Human Rights, Commission on	$267,621	
	TOTAL EQUAL EMPLOYMENT OPPORTUNITY COMMISSION		$267,621	
	GENERAL SERVICES ADMINISTRATION			
39.003	Donation of Federal Surplus Personal Property	Administration, Department of	$917,553	NC
39.011	Election Reform	Secretary of State	683,300	
	TOTAL GENERAL SERVICES ADMINISTRATION		$1,600,853	
	NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			
43.AAA	Aerospace Education Services Program	Superintendent of Public Instruction	$7,144	
	TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION		$7,144	
	NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			
45.025	ARRA - Promotion of the Arts - Partnership Agreements	Arts, Commission on the	$286,747	
45.025	Promotion of the Arts - Partnership Agreements	Arts, Commission on the	778,420	
45.129	Promotion of the Humanities - Federal/State Partnership	Historical Society, Idaho State	11,567	PT
45.129	Promotion of the Humanities - Federal/State Partnership	Libraries, Idaho Commission for	8,516	PT
45.149	Promotion of the Humanities - Division of Preservation and Access	Historical Society, Idaho State	5,880	PT
45.310	Grants to States	Libraries, Idaho Commission for	1,498,138	
	TOTAL NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES		$2,589,268	
	DEPARTMENT OF VETERANS AFFAIRS			
64.015	Veterans State Nursing Home Care	Veterans Services, Division of	$7,876,900	
64.101	Burial Expenses Allowances for Veterans	Veterans Services, Division of	126,000	
	TOTAL DEPARTMENT OF VETERANS AFFAIRS		$8,002,900	
	ENVIRONMENTAL PROTECTION AGENCY			
66.001	Air Pollution Control Program Support	Environmental Quality, Department of	$614,621	
66.032	State Indoor Radon Grants	Health and Welfare, Department of	62,200	
66.034	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Air Act	Environmental Quality, Department of	434,204	
66.034	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Air Act	Environmental Quality, Department of	75,872	NC
66.036	Clean School Bus USA	Environmental Quality, Department of	223,733	
66.039	National Clean Diesel Emissions Reduction Program	Environmental Quality, Department of	338,431	
66.040	ARRA - State Clean Diesel Grant Program	Environmental Quality, Department of	850,479	
66.040	State Clean Diesel Grant Program	Environmental Quality, Department of	161,363	
66.202	Congressionally Mandated Projects	Environmental Quality, Department of	121,484	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Department of	961,017	
66.432	State Public Water System Supervision	Environmental Quality, Department of	931,204	
66.433	State Underground Water Source Protection	Water Resources, Department of	67,591	
66.436	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Water Act	Environmental Quality, Department of	229	
66.454	ARRA - Water Quality Management Planning	Environmental Quality, Department of	133,357	
66.454	Water Quality Management Planning	Environmental Quality, Department of	105,269	
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Department of	3,396,148	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Department of	3,274,300	
66.460	Nonpoint Source Implementation Grants	Environmental Quality, Department of	2,023,875	
66.461	Regional Wetland Program Development Grants	Fish and Game, Department of	44,271	
66.468	ARRA - Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Department of	7,833,637	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Department of	13,493,731	
66.471	State Grants to Reimburse Oper. of Sm. Water Sys. for Training & Cert. Costs	Environmental Quality, Department of	270,211	
66.474	Water Protection Grants to the States	Environmental Quality, Department of	256,827	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
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FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Quality, Department of	$66,322	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Water Resources, Department of	71,847	
66.608	Environmental Information Exchange Network Grant Program	Environmental Quality, Department of	175,757	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Agriculture, Department of	488,695	
66.708	Pollution Prevention Grants Program	Environmental Quality, Department of	64,661	
66.801	Hazardous Waste Management State Program Support	Environmental Quality, Department of	(63,500)	
66.802	ARRA - Superfund State, Political Sub. & Indian Tribe Site - Specific Cooperative Agmts.	Environmental Quality, Department of	12,981,847	
66.802	Superfund State, Political Sub. & Indian Tribe Site - Specific Cooperative Agmts.	Environmental Quality, Department of	19,931,358	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Quality, Department of	397,329	
66.805	ARRA - Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Quality, Department of	421,730	
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Quality, Department of	935,526	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Quality, Department of	169,723	
66.817	State and Tribal Response Program Grants	Environmental Quality, Department of	968,781	
66.818	ARRA - Brownfields Assessment and Cleanup Cooperative Agreements	Environmental Quality, Department of	16,016	
66.818	Brownfields Assessment and Cleanup Cooperative Agreements	Environmental Quality, Department of	154,686	
66.818	Brownfields Assessment and Cleanup Cooperative Agreements	Parks and Recreation, Department of	75,023	
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		$72,529,855	
	DEPARTMENT OF ENERGY			
81.000	Columbia River Basin Fish and Wildlife Program	Agriculture, Department of	$90,257	
81.041	ARRA - State Energy Program	Energy Resources, Office of	8,007,384	
81.041	State Energy Program	Energy Resources, Office of	356,590	
81.042	Weatherization Assistance for Low-Income Persons	Health and Welfare, Department of	2,456,455	
81.042	ARRA - Weatherization Assistance for Low-Income Persons	Health and Welfare, Department of	18,590,601	
81.117	ARRA - Energy Efficiency/Renew. Energy Info. Dissem./Outreach/Training/Tech. Assist.	Energy Resources, Office of	68,725	
81.119	State Energy Program Special Projects	Energy Resources, Office of	9,519	
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	Energy Resources, Office of	38,275	
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	Public Utilities Commission	31,854	
81.127	ARRA - Energy Efficient Appliance Rebate Program	Energy Resources, Office of	310,686	
81.128	ARRA - Energy Efficiency and Conservation Community Block Grant	Energy Resources, Office of	547,757	
81.502	Idaho National Laboratory Oversight	Environmental Quality, Department of	3,164,869	
81.502	Idaho National Laboratory Oversight	Environmental Quality, Department of	433,987	PT
81.999	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Department of	8,102,781	
81.999	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Department of	1,482,000	NC
81.999	Weatherization Conference	Health and Welfare, Department of	577,485	
81.999	Idaho OSC Accord Planning and Development	Species Conservation, Office of	69,005	
81.999	Idaho MOA - Water Transactions	Species Conservation, Office of	138,447	
81.999	Upper Salmon Screen Tributary Passage	Species Conservation, Office of	565,687	
81.999	Exp-Lemhi River Restoration Planning	Species Conservation, Office of	1,540	
81.999	Tributary Water Conservation	Water Resources, Department of	159,105	
	TOTAL DEPARTMENT OF ENERGY		$45,203,009	
	DEPARTMENT OF EDUCATION			
	TITLE I, PART A CLUSTER:			
84.010	Title I Grants to Local Educational Agencies	Superintendent of Public Instruction	$41,266,277	
84.389	ARRA - Title I Grants to Local Educational Agencies	Superintendent of Public Instruction	13,419,137	
	TOTAL TITLE I, PART A CLUSTER		$54,685,414	
	SPECIAL EDUCATION (IDEA) CLUSTER:			
84.027	Special Education - Grants to States	Superintendent of Public Instruction	$47,456,646	
84.173	Special Education - Preschool Grants	Superintendent of Public Instruction	1,578,002	
84.391	ARRA - Special Education Grants to States	Superintendent of Public Instruction	17,474,891	
84.392	ARRA - Special Education - Preschool Grants	Superintendent of Public Instruction	793,897	
	TOTAL SPECIAL EDUCATION (IDEA) CLUSTER		$67,303,436	
	VOCATIONAL REHABILITATION CLUSTER:			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Blind and Visually Impaired, Commission for the	$1,979,326	
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Vocational Rehabilitation, Division of	13,865,955	
84.390	ARRA - Vocational Rehabilitation Grants to State	Blind and Visually Impaired, Commission for the	168,605	
84.390	ARRA - Vocational Rehabilitation Grants to State	Vocational Rehabilitation, Division of	1,128,799	
	TOTAL VOCATIONAL REHABILITATION CLUSTER		$17,142,685	

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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	INDEPENDENT LIVING STATE GRANTS CLUSTER:			
84.169	Independent Living - State Grants	Blind and Visually Impaired, Commission for the	$122,048	
84.169	Independent Living - State Grants	Vocational Rehabilitation, Division of	135,039	
84.398	ARRA - Independent Living - State Grants	Blind and Visually Impaired, Commission for the	23,037	
84.398	ARRA - Independent Living - State Grants	Vocational Rehabilitation, Division of	36,862	
	TOTAL INDEPENDENT LIVING STATE GRANTS CLUSTER		$316,986	
	INDEPENDENT LIVING SERVICES FOR OLDER INDIVIDUALS WHO ARE BLIND CLUSTER:			
84.177	Independent Living Services for Older Individuals Who Are Blind	Blind and Visually Impaired, Commission for the	$225,000	
84.399	ARRA - Independent Living for Older Individuals Who Are Blind	Blind and Visually Impaired, Commission for the	35,109	
	TOTAL INDEPENDENT LIVING SERVICES FOR OLDER INDIVIDUALS WHO ARE BLIND CLUSTER		$260,109	
	EARLY INTERVENTION SERVICES (IDEA) CLUSTER:			
84.181	Special Education - Grants for Infants and Families	Health and Welfare, Department of	$2,553,348	
84.393	ARRA - Special Education - Grants for Infants and Families	Health and Welfare, Department of	842,341	
	TOTAL EARLY INTERVENTION SERVICES (IDEA) CLUSTER		$3,395,689	
	EDUCATION OF HOMELESS CHILDREN AND YOUTH CLUSTER:			
84.196	Education for Homeless Children and Youth	Superintendent of Public Instruction	$210,701	
84.387	ARRA - Education for Homeless Children and Youth	Superintendent of Public Instruction	124,962	
	TOTAL EDUCATION OF HOMELESS CHILDREN AND YOUTH CLUSTER		$335,663	
	EDUCATION TECHNOLOGY STATE GRANTS CLUSTER:			
84.318	Education Technology State Grants	Superintendent of Public Instruction	$789,839	
84.386	ARRA - Education Technology State Grants	Superintendent of Public Instruction	173,892	
	TOTAL EDUCATION TECHNOLOGY STATE GRANTS CLUSTER		$963,731	
	STATEWIDE DATA SYSTEMS CLUSTER:			
84.372	Statewide Data Systems	Superintendent of Public Instruction	$1,866,451	
	TOTAL STATEWIDE DATA SYSTEMS CLUSTER		$1,866,451	
	SCHOOL IMPROVEMENT GRANTS CLUSTER:			
84.377	School Improvement Grants	Superintendent of Public Instruction	$1,278,557	
	TOTAL SCHOOL IMPROVEMENT GRANTS CLUSTER		$1,278,557	
	STATE FISCAL STABILIZATION FUND CLUSTER:			
84.394	ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants	Superintendent of Public Instruction	$179,248,800	
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Environmental Quality, Department of	4,839,700	
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Administration, Department of	1,335,727	
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Transportation Department, Idaho	991,760	
	TOTAL STATE FISCAL STABILIZATION FUND CLUSTER		$186,415,987	
	NON-CLUSTERED PROGRAMS			
84.002	Adult Education - Basic Grants to States	Professional-Technical Education, Division of	$2,280,030	
84.011	Migrant Education - State Grant Program	Superintendent of Public Instruction	2,944,120	
84.013	Title I Program for Neglected and Delinquent Children	Superintendent of Public Instruction	398,028	
84.048	Career and Technical Education - Basic Grants to States	Professional-Technical Education, Division of	6,964,371	
84.069	Leveraging Educational Assistance Partnership	Education, State Board of	150,702	
84.144	Migrant Education - Coordination Program	Superintendent of Public Instruction	26,171	
84.185	Byrd Honors Scholarships	Education, State Board of	205,125	
84.186	Safe and Drug-Free Schools and Communities - State Grants	Superintendent of Public Instruction	1,287,297	
84.187	Supported Employment Services for Individuals with Significant Disabilities	Blind and Visually Impaired, Commission for the	2,295	
84.187	Supported Employment Services for Individuals with Significant Disabilities	Vocational Rehabilitation, Division of	165,682	
84.213	Even Start - State Educational Agencies	Superintendent of Public Instruction	355,946	
84.243	Tech-Prep Education	Professional-Technical Education, Division of	623,977	
84.265	State Vocational Rehabilitation Unit In-Service Training	Blind and Visually Impaired, Commission for the	19,931	
84.265	State Vocational Rehabilitation Unit In-Service Training	Vocational Rehabilitation, Division of	76,946	
84.282	Charter Schools	Superintendent of Public Instruction	3,244,413	
84.287	Twenty-First Century Community Learning Centers	Superintendent of Public Instruction	5,064,340	
84.298	State Grants for Innovative Programs	Superintendent of Public Instruction	36,702	
84.323	Special Education - State Personnel Development	Superintendent of Public Instruction	566,543	

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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
84.330	Advanced Placement Program	Superintendent of Public Instruction	$45,491	
84.331	Workplace and Community Transition Training for Incarcerated Individuals	Correction, Department of	54,402	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Superintendent of Public Instruction	1,324,881	
84.350	Transition to Teaching	Education, State Board of	101,875	
84.357	Reading First State Grants	Superintendent of Public Instruction	2,183,566	
84.358	Rural Education	Superintendent of Public Instruction	221,013	
84.365	English Language Acquisition Grants	Superintendent of Public Instruction	1,527,149	
84.366	Mathematics and Science Partnerships	Superintendent of Public Instruction	780,395	
84.367	Improving Teacher Quality State Grants	Education, State Board of	424,998	
84.367	Improving Teacher Quality State Grants	Superintendent of Public Instruction	11,330,554	
84.368	Grants for Enhanced Assessment Instruments	Superintendent of Public Instruction	51,645	
84.369	Grants for State Assessments and Related Activities	Superintendent of Public Instruction	3,827,843	
84.373	Special Education - Technical Assistance on State Data Collection	Superintendent of Public Instruction	468,503	
84.378	College Access Challenge Grant Program	Education, State Board of	219,779	
84.929	Civic Education	Superintendent of Public Instruction	50,893	PT
	TOTAL NON-CLUSTERED PROGRAMS		$47,025,606	
	TOTAL DEPARTMENT OF EDUCATION		$380,990,314	
	NATIONAL ARCHIVES AND RECORDS ADMINISTRATION			
89.003	National Historical Publications and Records Grants	Historical Society, Idaho State	$36,960	
	TOTAL NATIONAL ARCHIVES AND RECORDS ADMINISTRATION		$36,960	
	ELECTION ASSISTANCE COMMISSION			
90.401	Help America Vote Act Requirements Payments	Secretary of State	$485,517	
	TOTAL ELECTION ASSISTANCE COMMISSION		$485,517	
	HEALTH AND HUMAN SERVICES			
	AGING CLUSTER:			
93.044	Grants for Supportive Services and Senior Centers	Aging, Commission on	$2,223,814	
93.045	Nutrition Services	Aging, Commission on	2,695,558	
93.053	Nutrition Services Incentive Program	Aging, Commission on	624,984	
93.705	ARRA - Aging Home-Delivered Nutrition Services for States	Aging, Commission on	160,000	
93.707	ARRA - Aging Congregate Nutrition Services for States	Aging, Commission on	325,000	
	TOTAL AGING CLUSTER		$6,029,356	
	IMMUNIZATION CLUSTER:			
93.268	Immunization Grants	Health and Welfare, Department of	$1,791,520	
93.268	Immunization Grants	Health and Welfare, Department of	23,084,133	NC
93.712	ARRA - Immunization Grants	Health and Welfare, Department of	1,014,606	NC
	TOTAL IMMUNIZATION CLUSTER		$25,890,259	
	TANF CLUSTER:			
93.558	Temporary Assistance for Needy Families	Health and Welfare, Department of	$26,119,665	
93.714	ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families	Health and Welfare, Department of	227,929	
	TOTAL TANF CLUSTER		$26,347,594	
	CSBG CLUSTER:			
93.569	Community Services Block Grant	Health and Welfare, Department of	$3,799,425	
93.710	ARRA - Community Services Block Grant	Health and Welfare, Department of	3,498,039	
	TOTAL CSBG CLUSTER		$7,297,464	
	CCDF CLUSTER:			
93.575	Child Care and Development Block Grant	Health and Welfare, Department of	$9,178,829	
93.596	Child Care Mandatory & Matching Funds of the Child Care and Develop. Fund	Health and Welfare, Department of	393,672	
93.713	ARRA - Child Care and Development Block Grant	Health and Welfare, Department of	10,210,242	
	TOTAL CCDF CLUSTER		$19,782,743	
	HEAD START CLUSTER:			
93.600	Head Start	Health and Welfare, Department of	$116,073	
	TOTAL HEAD START CLUSTER		$116,073	
	MEDICAID CLUSTER:			
93.775	State Medicaid Fraud Control Units	Attorney General, Office of the	$486,027	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Welfare, Department of	2,454,108	
93.778	ARRA - Medical Assistance Program	Health and Welfare, Department of	122,715,304	
93.778	Medical Assistance Program	Health and Welfare, Department of	939,400,972	
	TOTAL MEDICAID CLUSTER		$1,065,056,411	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	NON- CLUSTERED PROGRAMS:			
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Aging, Commission on	$21,122	
93.042	Long Term Care Ombudsman Services for Older Individuals	Aging, Commission on	103,899	
93.043	Disease Prevention and Health Promotion Services	Aging, Commission on	100,168	
93.048	Special Programs for the Aging - Discretionary Projects	Aging, Commission on	356,817	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Welfare, Department of	255,647	
93.051	Alzheimer's Disease Demonstration Grants to States	Aging, Commission on	31,126	
93.052	National Family Caregiver Support	Aging, Commission on	699,439	
93.069	Public Health Emergency Preparedness	Health and Welfare, Department of	11,125,607	
93.071	Medicare Enrollment Assistance Program	Aging, Commission on	28,575	
93.087	Enhance Safety of Children Affected by Parental Meth. or Other Substance Abuse	Health and Welfare, Department of	367,733	
93.089	Emergency System for Advance Registration of Volunteer Health Professionals	Health and Welfare, Department of	9,310	
93.104	Comp. Community Mental Health Svcs. - Children w/Serious Emotional Disturb.	Health and Welfare, Department of	52	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Department of	248,141	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Department of	15,000	PT
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Welfare, Department of	192,620	
93.127	Emergency Medical Services for Children	Health and Welfare, Department of	131,662	
93.130	Cooperative Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Welfare, Department of	98,066	
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Welfare, Department of	140,350	
93.150	Projects for Assistance in Transition from Homelessness	Health and Welfare, Department of	300,000	
93.217	Family Planning - Services	Health and Welfare, Department of	1,840,333	
93.240	State Capacity Building	Health and Welfare, Department of	201,317	
93.241	State Rural Hospital Flexibility Program	Health and Welfare, Department of	469,317	
93.243	Substance Abuse & Mental Health Svs. - Projects of Regional & Natl. Significance	Health and Welfare, Department of	293,066	
93.251	Universal Newborn Hearing Screening	Health and Welfare, Department of	208,399	
93.283	Centers for Disease Control & Prevention - Investigations & Technical Assistance	Health and Welfare, Department of	5,009,060	
93.283	Centers for Disease Control & Prevention - Investigations & Technical Assistance	Health and Welfare, Department of	7,027	PT
93.301	Small Rural Hospital Improvement Grant Program	Health and Welfare, Department of	222,971	
93.307	Minority Health and Health Disparities Research	Hispanic Affairs, Commission on	5,499	PT
93.414	ARRA - State Primary Care Offices	Health and Welfare, Department of	16,179	
93.556	Promoting Safe and Stable Families	Health and Welfare, Department of	1,268,458	
93.563	ARRA - Child Support Enforcement	Health and Welfare, Department of	1,726,990	
93.563	Child Support Enforcement	Health and Welfare, Department of	17,147,996	
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Welfare, Department of	2,353,372	
93.568	Low-Income Home Energy Assistance	Health and Welfare, Department of	24,601,310	
93.586	State Court Improvement Program	Judicial Department	302,927	
93.590	Community-Based Child Abuse Prevention Grants	Health and Welfare, Department of	196,056	
93.597	Grants to States for Access and Visitation Programs	Health and Welfare, Department of	131,415	
93.599	Chafee Education and Training Vouchers Program	Health and Welfare, Department of	205,358	
93.603	Adoption Incentive Payments	Health and Welfare, Department of	400,219	
93.617	Voting Access for Individuals with Disabilities - Grants to States	Secretary of State	28,664	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Welfare, Department of	473,911	
93.643	Children's Justice Grants To States	Health and Welfare, Department of	104,790	
93.645	Child Welfare Services - State Grants	Health and Welfare, Department of	1,812,816	
93.658	ARRA - Foster Care-Title IV-E	Health and Welfare, Department of	285,417	
93.658	Foster Care-Title IV-E	Health and Welfare, Department of	9,463,238	
93.659	ARRA - Adoption Assistance	Health and Welfare, Department of	387,595	
93.659	Adoption Assistance	Health and Welfare, Department of	5,527,817	
93.667	Social Services Block Grant	Health and Welfare, Department of	6,231,157	
93.669	Child Abuse and Neglect State Grants	Health and Welfare, Department of	153,124	
93.671	Family Violence Prevention & Services/Grants for Battered Women's Shelters	Health and Welfare, Department of	956,946	
93.674	Chafee Foster Care Independence Program	Health and Welfare, Department of	422,091	
93.717	ARRA - Preventing Healthcare-Associated Infections	Health and Welfare, Department of	33,541	
93.719	ARRA - State Grants to Promote Health Information Technology	Health and Welfare, Department of	50,024	
93.720	ARRA - Survey and Certification Ambulatory Surgical Center Healthcare (ASC-HAI)	Health and Welfare, Department of	31,143	
93.723	ARRA - Prevention and Wellness - State, Territories and Pacific Islands	Health and Welfare, Department of	124,384	
93.725	ARRA - Communities Putting Prevention to Work: Chronic Disease Self-Management	Health and Welfare, Department of	2,156	
93.767	Children's Health Insurance Program	Health and Welfare, Department of	35,888,742	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	Aging, Commission on	19,521	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	Health and Welfare, Department of	284,475	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	Insurance, Department of	421,955	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Welfare, Department of	2,646,176	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Welfare, Department of	151,519	
93.917	HIV Care Formula Grants	Health and Welfare, Department of	1,367,426	
93.938	Comprehensive Sch. Health Prog./Prevent Spread - HIV & Other Import. Health Prob.	Superintendent of Public Instruction	568,692	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
93.940	HIV Prevention Activities - Health Department Based	Health and Welfare, Department of	$776,543	
93.944	HIV/AIDS Surveillance	Health and Welfare, Department of	74,115	
93.958	Block Grants for Community Mental Health Services	Health and Welfare, Department of	2,030,625	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Welfare, Department of	7,316,592	
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Welfare, Department of	372,301	
93.991	Preventive Health and Health Services Block Grant	Health and Welfare, Department of	326,468	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Welfare, Department of	3,202,235	
93.999	Clinical Laboratory Improvement Amendments	Health and Welfare, Department of	138,009	
93.999	Drug Alcohol Information	Health and Welfare, Department of	37,372	
93.999	Mammography Quality	Health and Welfare, Department of	49,374	
93.999	State EPI Outcomes	Health and Welfare, Department of	151,632	
93.999	State Outcomes Measurement and Management System	Health and Welfare, Department of	6	
	TOTAL NON-CLUSTERED PROGRAMS		$152,745,195	
	TOTAL HEALTH AND HUMAN SERVICES		$1,303,265,095	
	CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
94.003	State Commissions	Labor, Department of	$147,912	
94.004	Learn and Serve America - School and Community Based Programs	Superintendent of Public Instruction	117,012	
94.006	AmeriCorps	Labor, Department of	827,418	
94.007	Program Development and Innovation Grants	Labor, Department of	11,452	
94.009	Training and Technical Assistance	Labor, Department of	676,757	
94.013	Volunteers in Service to America	Superintendent of Public Instruction	51,271	
	TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE		$1,831,822	
	SOCIAL SECURITY ADMINISTRATION			
	DISABILITY INSURANCE/SSI CLUSTER			
96.001	Social Security - Disability Insurance	Labor, Department of	$8,651,251	
	TOTAL DISABILITY INSURANCE/SSI CLUSTER		$8,651,251	
	NON-CLUSTERED PROGRAMS:			
96.999	Vital Statistics Grants	Health and Welfare, Department of	$48,815	
96.999	Vital Statistics Cooperative Program	Health and Welfare, Department of	176,167	
96.999	Electronic Death Registration	Health and Welfare, Department of	98,908	
96.999	Social Security Birth and Death Reports	Health and Welfare, Department of	15,000	
	TOTAL NON-CLUSTERED PROGRAMS		$338,890	
	TOTAL SOCIAL SECURITY ADMINISTRATION		$8,990,141	
	DEPARTMENT OF HOMELAND SECURITY			
	HOMELAND SECURITY CLUSTER:			
97.067	Homeland Security Grant Program	Military, Division of	$6,782,988	
	TOTAL HOMELAND SECURITY CLUSTER		$6,782,988	
	NON-CLUSTERED PROGRAMS:			
97.004	State Domestic Preparedness Equipment Support Program	Military, Division of	($11,682)	
97.012	Boating Safety Financial Assistance	Parks and Recreation, Department of	853,490	
97.023	Community Assistance Program - State Support Services Element	Water Resources, Department of	83,582	
97.029	Flood Mitigation Assistance	Military, Division of	10,013	
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Military, Division of	247,804	
97.039	Hazard Mitigation Grant	Military, Division of	107,606	
97.041	National Dam Safety Program	Water Resources, Department of	38,432	
97.042	Emergency Management Performance Grants	Military, Division of	3,381,242	
97.043	State Fire Training Systems Grants	Professional-Technical Education, Division of	24,249	
97.045	Cooperating Technical Partners	Water Resources, Department of	78,417	
97.046	Fire Management Assistance Grant	Military, Division of	165,408	
97.047	Pre-Disaster Mitigation	Military, Division of	354,382	
97.055	Interoperable Emergency Communications	Military, Division of	57,719	
97.070	Map Modernization Management Support	Water Resources, Department of	47,453	
97.073	State Homeland Security Program	Environmental Quality, Department of	(1,568)	PT
97.078	Buffer Zone Protection Plan	Military, Division of	24,754	
97.082	Earthquake Consortium	Military, Division of	1,696	
97.086	Homeland Security Outreach, Education, and Technical Assistance	Military, Division of	36,349	
97.089	Driver's License Security Grant Program	Transportation Department, Idaho	476	
	TOTAL NON-CLUSTERED PROGRAMS		$5,499,822	
	TOTAL DEPARTMENT OF HOMELAND SECURITY		$12,282,810	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$3,355,621,466	

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SCHEDULE
OF
EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	ADMINISTRATION, DEPARTMENT OF			
15.808	U.S. Geological Survey - Research and Data Collection	Department of the Interior	$3,159	
17.151	ARRA - Employee Benefits Security Administration	Department of Labor	473,995	
39.003	Donation of Federal Surplus Personal Property	General Services Administration	917,553	NC
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Department of Education	1,335,727	
	TOTAL ADMINISTRATION, DEPARTMENT OF		$2,730,434	
	AGING, COMMISSION ON			
17.235	Senior Community Service Employment Program	Department of Labor	$545,306	
17.235	ARRA - Senior Community Service Employment Program	Department of Labor	92,344	
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Health and Human Services	21,122	
93.042	Long Term Care Ombudsman Services for Older Individuals	Health and Human Services	103,899	
93.043	Disease Prevention and Health Promotion Services	Health and Human Services	100,168	
93.044	Grants for Supportive Services and Senior Centers	Health and Human Services	2,223,814	
93.045	Nutrition Services	Health and Human Services	2,695,558	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Human Services	356,817	
93.051	Alzheimer's Disease Demonstration Grants to States	Health and Human Services	31,126	
93.052	National Family Caregiver Support	Health and Human Services	699,439	
93.053	Nutrition Services Incentive Program	Health and Human Services	624,984	
93.071	Medicare Enrollment Assistance Program	Health and Human Services	28,575	
93.705	ARRA - Aging Home-Delivered Nutrition Services for States	Health and Human Services	160,000	
93.707	ARRA - Aging Congregate Nutrition Services for States	Health and Human Services	325,000	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations & Evaluations	Health and Human Services	19,521	
	TOTAL AGING, IDAHO COMMISSION ON		$8,027,673	
	AGRICULTURE, DEPARTMENT OF			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Department of Agriculture	$2,424,612	
10.086	ARRA - Aquaculture Grants Program	Department of Agriculture	1,252,541	
10.156	Federal-State Marketing Improvement Program	Department of Agriculture	26,963	
10.162	Inspection Grading and Standardization	Department of Agriculture	81,844	
10.163	Market Protection and Promotion	Department of Agriculture	108,256	
10.169	Specialty Crop Block Grant Program	Department of Agriculture	50,807	
10.170	Specialty Crop Block Grant Program - Farm Bill	Department of Agriculture	446,765	
10.304	Homeland Security - Agricultural	Department of Agriculture	3,000	PT
10.604	Technical Assistance for Specialty Crops	Department of Agriculture	2,752	PT
10.604	Technical Assistance for Specialty Crops	Department of Agriculture	4,711	
10.664	Cooperative Forestry Assistance	Department of Agriculture	327,937	
10.688	ARRA - Wildland Fire Management	Department of Agriculture	476,065	
10.950	Agricultural Statistics Reports	Department of Agriculture	31,000	
10.999	Forest Service Aquatic Invasive Species Monitoring	Department of Agriculture	10,605	
15.230	Invasive and Noxious Plant Management	Department of the Interior	299,575	
15.231	ARRA - Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	75,703	
15.630	Coastal Program	Department of the Interior	52,280	
15.SFB	Herbivory Effects on Slickspot Peppergrass	Department of the Interior	39,661	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Environmental Protection Agency	488,695	
81.000	Columbia River Basin Fish and Wildlife Program	Department of Energy	90,257	
	TOTAL AGRICULTURE, DEPARTMENT OF		$6,294,029	
	ARTS, COMMISSION ON THE			
45.025	ARRA - Promotion of the Arts - Partnership Agreements	Natl. Found. on the Arts & Humanities	$286,747	
45.025	Promotion of the Arts - Partnership Agreements	Natl. Found. on the Arts & Humanities	778,420	
	TOTAL ARTS, COMMISSION ON THE		$1,065,167	
	ATTORNEY GENERAL, OFFICE OF THE			
16.543	Missing Children's Assistance	Department of Justice	$256,616	
16.800	ARRA - Internet Crimes against Children Task Force Program	Department of Justice	66,963	
93.775	State Medicaid Fraud Control Units	Health and Human Services	486,027	
	TOTAL ATTORNEY GENERAL, OFFICE OF THE		$809,606	
	BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$1,979,326	
84.169	Independent Living - State Grants	Department of Education	122,048	
84.177	Independent Living Services for Older Individuals Who Are Blind	Department of Education	225,000	
84.187	Supported Employment Services for Individuals with Significant Disabilities	Department of Education	2,295	
84.265	State Vocational Rehabilitation Unit In-Service Training	Department of Education	19,931	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
84.390	ARRA - Vocational Rehabilitation Grants to State	Department of Education	$168,605	
84.398	ARRA - Independent Living - State Grants	Department of Education	23,037	
84.399	ARRA - Independent Living for Older Individuals Who are Blind	Department of Education	35,109	
	TOTAL BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE		$2,575,351	
	BUILDING SAFETY, DIVISION OF			
14.171	Manufactured Home Construction and Safety Standards	Housing and Urban Development	$21,695	
	TOTAL BUILDING SAFETY, DIVISION OF		$21,695	
	COMMERCE, DEPARTMENT OF			
10.446	Rural Community Development Initiative	Department of Agriculture	$81,784	
10.769	Rural Business Enterprise Grant	Department of Agriculture	3,500	
12.002	Procurement Technical Assistance for Business Firms	Department of Defense	211,226	
12.610	Community Economic Adjustment Planning Assistance - Joint Land Use Studies	Department of Defense	116,272	
14.228	Community Development Block Grants/State's Program	Housing and Urban Development	7,614,468	
14.255	ARRA - Community Development Block Grants/State's Program	Housing and Urban Development	1,200,655	
	TOTAL COMMERCE, DEPARTMENT OF		$9,227,905	
	CORRECTION, DEPARTMENT OF			
16.580	Edward Byrne Memorial Law Enforcement Assistance Discretionary Grants	Department of Justice	$474,789	
16.601	Corrections - Training and Staff Development	Department of Justice	8,153	
16.606	State Criminal Alien Assistance Program	Department of Justice	834,851	
16.710	Public Safety Partnership and Community Policing Grants	Department of Justice	4,300	
16.735	Protecting Inmates and Safeguarding Communities Discretionary Grant	Department of Justice	316,750	
16.810	ARRA - Assistance to Rural Law Enforcement to Combat Crime and Drugs	Department of Justice	1,522	
84.331	Workplace and Community Transition Training for Incarcerated Individuals	Department of Education	54,402	
	TOTAL CORRECTION, DEPARTMENT OF		$1,694,767	
	EDUCATION, STATE BOARD OF			
84.069	Leveraging Educational Assistance Partnership	Department of Education	$150,702	
84.185	Byrd Honors Scholarships	Department of Education	205,125	
84.350	Transition to Teaching	Department of Education	101,875	
84.367	Improving Teacher Quality State Grants	Department of Education	424,998	
84.378	College Access Challenge Grant Program	Department of Education	219,779	
	TOTAL EDUCATION, STATE BOARD OF		$1,102,479	
	ENERGY RESOURCES, OFFICE OF			
81.041	ARRA - State Energy Program	Department of Energy	$8,007,384	
81.041	State Energy Program	Department of Energy	356,590	
81.117	ARRA - Energy Efficiency/Renew. Energy Info. Dissem./Outreach/Training/Tech. Assist.	Department of Energy	68,725	
81.119	State Energy Program Special Projects	Department of Energy	9,519	
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	Department of Energy	38,275	
81.127	ARRA - Energy Efficient Appliance Rebate Program	Department of Energy	310,686	
81.128	ARRA - Energy Efficiency and Conservation Community Block Grant	Department of Energy	547,757	
	TOTAL ENERGY RESOURCES, OFFICE OF		$9,338,936	
	ENVIRONMENTAL QUALITY, DEPARTMENT OF			
10.687	ARRA - Capital Improvement and Maintenance	Department of Agriculture	$42,284	
12.113	Agreement Program for the Reimbursement of Technical Services	Department of Defense	146,433	
15.DAH	Hazards/Hazmat	Department of the Interior	47,525	
66.001	Air Pollution Control Program Support	Environmental Protection Agency	614,621	
66.034	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Air Act	Environmental Protection Agency	434,204	
66.034	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Air Act	Environmental Protection Agency	75,872	NC
66.036	Clean School Bus USA	Environmental Protection Agency	223,733	
66.039	National Clean Diesel Emissions Reduction Program	Environmental Protection Agency	338,431	
66.040	ARRA - State Clean Diesel Grant Program	Environmental Protection Agency	850,479	
66.040	State Clean Diesel Grant Program	Environmental Protection Agency	161,363	
66.202	Congressionally Mandated Projects	Environmental Protection Agency	121,484	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Protection Agency	961,017	
66.432	State Public Water System Supervision	Environmental Protection Agency	931,204	
66.436	Surveys, Studies, Research, Invest. Demos & Special Purpose Activities - Clean Water Act	Environmental Protection Agency	229	
66.454	ARRA - Water Quality Management Planning	Environmental Protection Agency	133,357	
66.454	Water Quality Management Planning	Environmental Protection Agency	105,269	
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	3,396,148	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	3,274,300	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
66.460	Nonpoint Source Implementation Grants	Environmental Protection Agency	$2,023,875	
66.468	ARRA - Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	7,833,637	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	13,493,731	
66.471	State Grants to Reimburse Oper. of Sm. Water Sys. for Training & Cert. Costs	Environmental Protection Agency	270,211	
66.474	Water Protection Grants to the States	Environmental Protection Agency	256,827	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Protection Agency	66,322	
66.608	Environmental Information Exchange Network Grant Program	Environmental Protection Agency	175,757	
66.708	Pollution Prevention Grants Program	Environmental Protection Agency	64,661	
66.801	Hazardous Waste Management State Program Support	Environmental Protection Agency	(63,500)	
66.802	ARRA - Superfund State, Political Sub. & Indian Tribe Site - Specific Cooperative Agmts.	Environmental Protection Agency	12,981,847	
66.802	Superfund State, Political Sub. & Indian Tribe Site - Specific Cooperative Agmts.	Environmental Protection Agency	19,931,358	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Protection Agency	397,329	
66.805	ARRA - Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Protection Agency	421,730	
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Protection Agency	935,526	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Protection Agency	169,723	
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	968,781	
66.818	ARRA - Brownfields Assessment and Cleanup Cooperative Agreements	Environmental Protection Agency	16,016	
66.818	Brownfields Assessment and Cleanup Cooperative Agreements	Environmental Protection Agency	154,686	
81.502	Idaho National Laboratory Oversight	Department of Energy	3,164,869	
81.502	Idaho National Laboratory Oversight	Department of Energy	433,987	PT
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Department of Education	4,839,700	
97.073	State Homeland Security Program	Department of Homeland Security	(1,568)	PT
	TOTAL ENVIRONMENTAL QUALITY, DEPARTMENT OF		$80,393,458	
	FISH AND GAME, DEPARTMENT OF			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Department of Agriculture	$81,188	
10.028	Wildlife Services	Department of Agriculture	145,943	
10.999	Miscellaneous Forest Service Grants	Department of Agriculture	351,934	
10.999	Miscellaneous Natural Resources Conservation Service Grants	Department of Agriculture	45,765	
11.407	Interjurisdictional Fisheries Act of 1986	Department of Commerce	14,250	
11.436	Columbia River Fisheries Development Program	Department of Commerce	1,431,933	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	100,354	
11.441	Regional Fishery Management Councils	Department of Commerce	21,612	
11.999	Miscellaneous NOAA Grants	Department of Commerce	868,511	
12.999	Miscellaneous Army Corps of Engineers Grants	Department of Defense	17,797	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Department of the Interior	817,597	
15.605	Sport Fish Restoration	Department of the Interior	6,724,575	
15.608	Fish and Wildlife Management Assistance	Department of the Interior	110,092	
15.611	Wildlife Restoration	Department of the Interior	6,239,271	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	481,323	
15.633	Landowner Incentive	Department of the Interior	1,688,639	
15.634	State Wildlife Grants	Department of the Interior	865,010	
15.647	Migratory Bird Conservation	Department of the Interior	47,343	
15.649	Service Training and Technical Assistance	Department of the Interior	5,123,502	
15.999	Miscellaneous Fish and Wildlife Service Grants	Department of the Interior	140,301	
15.999	Miscellaneous Bureau of Reclamation Grants	Department of the Interior	633,873	
15.999	Miscellaneous National Park Services Grants	Department of the Interior	41,722	
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	44,271	
81.999	Miscellaneous Bonneville Power Administration Grants	Department of Energy	8,102,781	
81.999	Miscellaneous Bonneville Power Administration Grants	Department of Energy	1,482,000	NC
	TOTAL FISH AND GAME, DEPARTMENT OF		$35,621,587	
	HEALTH AND WELFARE, DEPARTMENT OF			
10.551	Supplemental Nutrition Assistance Program (SNAP)	Department of Agriculture	$277,145,759	NC
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Department of Agriculture	29,160,661	
10.561	ARRA - State Administrative Matching Grants - Supple. Nutrition Assist. Program	Department of Agriculture	861,600	
10.561	State Administrative Matching Grants - Supple. Nutrition Assist. Program	Department of Agriculture	8,731,930	
10.568	ARRA - Emergency Food Assistance Program (Administrative Costs)	Department of Agriculture	120,565	
10.568	Emergency Food Assistance Program (Administrative Costs)	Department of Agriculture	182,914	
10.569	Emergency Food Assistance Program (Food Commodities)	Department of Agriculture	2,275,299	NC
10.578	ARRA - WIC Grants to State	Department of Agriculture	590,221	
16.575	Crime Victim Assistance	Department of Justice	1,803,354	
16.801	ARRA - State Victim Assistance	Department of Justice	92,292	
66.032	State Indoor Radon Grants	Environmental Protection Agency	62,200	
81.042	Weatherization Assistance for Low-Income Persons	Department of Energy	2,456,455	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
81.042	ARRA - Weatherization Assistance for Low-Income Persons	Department of Energy	$18,590,601	
81.999	Weatherization Conference	Department of Energy	577,485	
84.181	Special Education - Grants for Infants and Families	Department of Education	2,553,348	
84.393	ARRA - Special Education - Grants for Infants and Families	Department of Education	842,341	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Human Services	255,647	
93.069	Public Health Emergency Preparedness	Health and Human Services	11,125,607	
93.087	Enhance Safety of Children Affected by Parental Meth. or Other Substance Abuse	Health and Human Services	367,733	
93.089	Emergency System for Advance Registration of Volunteer Health Professionals	Health and Human Services	9,310	
93.104	Comp. Community Mental Health Svcs. - Children w/Serious Emotional Disturb.	Health and Human Services	52	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	248,141	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	15,000	PT
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Human Services	192,620	
93.127	Emergency Medical Services for Children	Health and Human Services	131,662	
93.130	Cooperative Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Human Services	98,066	
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Human Services	140,350	
93.150	Projects for Assistance in Transition from Homelessness	Health and Human Services	300,000	
93.217	Family Planning - Services	Health and Human Services	1,840,333	
93.240	State Capacity Building	Health and Human Services	201,317	
93.241	State Rural Hospital Flexibility Program	Health and Human Services	469,317	
93.243	Substance Abuse & Mental Health Svs. - Projects of Regional & Natl. Significance	Health and Human Services	293,066	
93.251	Universal Newborn Hearing Screening	Health and Human Services	208,399	
93.268	Immunization Grants	Health and Human Services	1,791,520	
93.268	Immunization Grants	Health and Human Services	23,084,133	NC
93.283	Centers for Disease Control & Prevention - Investigations & Technical Assistance	Health and Human Services	5,009,060	
93.283	Centers for Disease Control & Prevention - Investigations & Technical Assistance	Health and Human Services	7,027	PT
93.301	Small Rural Hospital Improvement Grant Program	Health and Human Services	222,971	
93.414	ARRA - State Primary Care Offices	Health and Human Services	16,179	
93.556	Promoting Safe and Stable Families	Health and Human Services	1,268,458	
93.558	Temporary Assistance for Needy Families	Health and Human Services	26,119,665	
93.563	ARRA - Child Support Enforcement	Health and Human Services	1,726,990	
93.563	Child Support Enforcement	Health and Human Services	17,147,996	
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Human Services	2,353,372	
93.568	Low-Income Home Energy Assistance	Health and Human Services	24,601,310	
93.569	Community Services Block Grant	Health and Human Services	3,799,425	
93.575	Child Care and Development Block Grant	Health and Human Services	9,178,829	
93.590	Community-Based Child Abuse Prevention Grants	Health and Human Services	196,056	
93.596	Child Care Mandatory & Matching Funds of the Child Care and Develop. Fund	Health and Human Services	393,672	
93.597	Grants to States for Access and Visitation Programs	Health and Human Services	131,415	
93.599	Chafee Education and Training Vouchers Program	Health and Human Services	205,358	
93.600	Head Start	Health and Human Services	116,073	
93.603	Adoption Incentive Payments	Health and Human Services	400,219	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Human Services	473,911	
93.643	Children's Justice Grants To States	Health and Human Services	104,790	
93.645	Child Welfare Services - State Grants	Health and Human Services	1,812,816	
93.658	ARRA - Foster Care-Title IV-E	Health and Human Services	285,417	
93.658	Foster Care-Title IV-E	Health and Human Services	9,463,238	
93.659	ARRA - Adoption Assistance	Health and Human Services	387,595	
93.659	Adoption Assistance	Health and Human Services	5,527,817	
93.667	Social Services Block Grant	Health and Human Services	6,231,157	
93.669	Child Abuse and Neglect State Grants	Health and Human Services	153,124	
93.671	Family Violence Prevention & Services/Grants for Battered Women's Shelters	Health and Human Services	956,946	
93.674	Chafee Foster Care Independence Program	Health and Human Services	422,091	
93.710	ARRA - Community Services Block Grant	Health and Human Services	3,498,039	
93.712	ARRA - Immunization Grants	Health and Human Services	1,014,606	NC
93.713	ARRA - Child Care and Development Block Grant	Health and Human Services	10,210,242	
93.714	ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families	Health and Human Services	227,929	
93.717	ARRA - Preventing Healthcare-Associated Infections	Health and Human Services	33,541	
93.719	ARRA - State Grants to Promote Health Information Technology	Health and Human Services	50,024	
93.720	ARRA - Survey and Certification Ambulatory Surgical Center Healthcare (ASC-HAI)	Health and Human Services	31,143	
93.723	ARRA - Prevention and Wellness - State, Territories and Pacific Islands	Health and Human Services	124,384	
93.725	ARRA - Communities Putting Prevention to Work: Chronic Disease Self-Management	Health and Human Services	2,156	
93.767	Children's Health Insurance Program	Health and Human Services	35,888,742	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Human Services	2,454,108	
93.778	ARRA - Medical Assistance Program	Health and Human Services	122,715,304	
93.778	Medical Assistance Program	Health and Human Services	939,400,972	

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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	Health and Human Services	$284,475	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Human Services	2,646,176	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Human Services	151,519	
93.917	HIV Care Formula Grants	Health and Human Services	1,367,426	
93.940	HIV Prevention Activities - Health Department Based	Health and Human Services	776,543	
93.944	HIV/AIDS Surveillance	Health and Human Services	74,115	
93.958	Block Grants for Community Mental Health Services	Health and Human Services	2,030,625	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	7,316,592	
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Human Services	372,301	
93.991	Preventive Health and Health Services Block Grant	Health and Human Services	326,468	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Human Services	3,202,235	
93.999	Clinical Laboratory Improvement Amendments	Health and Human Services	138,009	
93.999	Drug Alcohol Information	Health and Human Services	37,372	
93.999	Mammography Quality	Health and Human Services	49,374	
93.999	State EPI Outcomes	Health and Human Services	151,632	
93.999	State Outcomes Measurement and Management System	Health and Human Services	6	
96.999	Vital Statistics Grants	Social Security Administration	48,815	
96.999	Vital Statistics Cooperative Program	Social Security Administration	176,167	
96.999	Electronic Death Registration	Social Security Administration	98,908	
96.999	Social Security Birth and Death Reports	Social Security Administration	15,000	
	TOTAL HEALTH AND WELFARE, DEPARTMENT OF		$1,640,447,223	
	HISPANIC AFFAIRS, COMMISSION ON			
93.307	Minority Health and Health Disparities Research	Health and Human Services	$5,499	PT
	TOTAL HISPANIC AFFAIRS, COMMISSION ON		$5,499	
	HISTORICAL SOCIETY, IDAHO STATE			
14.246	CDBG/Brownfields Economic Development Initiative	Housing and Urban Development	$12,895	PT
15.224	Cultural Resource Management	Department of the Interior	27,633	
15.904	Historic Preservation Fund Grants-in-Aid	Department of the Interior	716,438	
45.129	Promotion of the Humanities - Federal/State Partnership	Natl. Found. on the Arts & Humanities	11,567	PT
45.149	Promotion of the Humanities - Division of Preservation and Access	Natl. Found. on the Arts & Humanities	5,880	PT
89.003	National Historical Publications and Records Grants	Natl. Archives & Records Admin.	36,960	
	TOTAL HISTORICAL SOCIETY, IDAHO STATE		$811,373	
	HUMAN RIGHTS, COMMISSION ON			
30.002	Employment Discrimination - Fair Employment Practices Contracts	Equal Employ. Opportunity Comm.	$267,621	
	TOTAL HUMAN RIGHTS, COMMISSION ON		$267,621	
	INDUSTRIAL COMMISSION			
16.576	Crime Victim Compensation	Department of Justice	$339,000	
16.802	ARRA - State Victim Compensation	Department of Justice	343,009	
17.005	Compensation and Working Conditions	Department of Labor	3,649	
	TOTAL INDUSTRIAL COMMISSION		$685,658	
	INSURANCE, DEPARTMENT OF			
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	Health and Human Services	$421,955	
	TOTAL INSURANCE, DEPARTMENT OF		$421,955	
	JUDICIAL DEPARTMENT			
16.745	Criminal and Juvenile Justice and Mental Health Collaboration Program	Department of Justice	$5,854	
16.756	Court Appointed Special Advocates	Department of Justice	62,045	PT
16.585	Drug Court Discretionary Grant Program	Department of Justice	23,603	
16.590	Grants to Encourage Arrest Policies and Protection Orders	Department of Justice	480,482	
93.586	State Court Improvement Program	Health and Human Services	302,927	
	TOTAL JUDICIAL DEPARTMENT		$874,911	
	JUVENILE CORRECTIONS, DEPARTMENT OF			
16.523	Juvenile Accountability Block Grants	Department of Justice	$401,963	
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Department of Justice	536,482	
16.548	Title V - Delinquency Prevention Program	Department of Justice	49,701	
16.727	Enforcing Underage Drinking Laws Program	Department of Justice	223,299	
	TOTAL JUVENILE CORRECTIONS, DEPARTMENT OF		$1,211,445	

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STATE OF IDAHO
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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	LABOR, DEPARTMENT OF			
17.002	Labor Force Statistics	Department of Labor	$682,694	
17.207	ARRA - Employment Service/Wagner-Peyser Funded Activities	Department of Labor	2,335,692	
17.207	Employment Service/Wagner-Peyser Funded Activities	Department of Labor	6,974,584	
17.225	Unemployment Insurance	Department of Labor	698,942,169	
17.235	Senior Community Service Employment Program	Department of Labor	790,171	
17.245	Trade Adjustment Assistance	Department of Labor	8,802,792	
17.258	ARRA - WIA Adult Program	Department of Labor	1,043,341	
17.258	WIA Adult Program	Department of Labor	2,007,377	
17.259	ARRA - WIA Youth Activities	Department of Labor	1,879,145	
17.259	WIA Youth Activities	Department of Labor	1,956,534	
17.260	ARRA - WIA Dislocated Workers	Department of Labor	3,497,599	
17.260	WIA Dislocated Workers	Department of Labor	3,274,075	
17.266	Work Incentive Grants	Department of Labor	407,044	
17.268	H-1B Job Training Grants	Department of Labor	2,784,391	
17.275	ARRA - Worker Training and Placement in High Growth and Emerging Industry Sectors	Department of Labor	185,991	
17.801	Disabled Veterans' Outreach Program	Department of Labor	630,788	
17.804	Local Veterans' Employment Representative Program	Department of Labor	237,214	
17.807	Transition Assistance Program	Department of Labor	14,576	
94.003	State Commissions	Corp. for Natl. & Community Svc.	147,912	
94.006	AmeriCorps	Corp. for Natl. & Community Svc.	827,418	
94.007	Program Development and Innovation Grants	Corp. for Natl. & Community Svc.	11,452	
94.009	Training and Technical Assistance	Corp. for Natl. & Community Svc.	676,757	
96.001	Social Security - Disability Insurance	Social Security Administration	8,651,251	
	TOTAL LABOR, DEPARTMENT OF		$746,760,967	
	LANDS, DEPARTMENT OF			
10.664	Cooperative Forestry Assistance	Department of Agriculture	$4,300,774	
10.672	Rural Development, Forestry, and Communities	Department of Agriculture	13,138	
10.676	Forest Legacy Program	Department of Agriculture	813,626	
10.677	Forest Land Enhancement Program	Department of Agriculture	10,716	
10.688	ARRA - Wildland Fire Management	Department of Agriculture	1,564,196	
10.912	Environmental Quality Incentives Program	Department of Agriculture	94,284	
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Department of the Interior	50,893	
	TOTAL LANDS, DEPARTMENT OF		$6,847,627	
	LIBRARIES, IDAHO COMMISSION FOR			
45.129	Promotion of the Humanities - Federal/State Partnership	Natl. Found. on the Arts & Humanities	$8,516	PT
45.310	Grants to States	Natl. Found. on the Arts & Humanities	1,498,138	
	TOTAL LIBRARIES, IDAHO COMMISSION FOR		$1,506,654	
	MILITARY, DIVISION OF			
11.555	Public Safety Interoperable Communications Grant Program	Department of Commerce	$1,305,098	
12.401	ARRA - National Guard Military Operations and Maintenance Projects	Department of Defense	2,240,387	
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	22,509,186	
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	Department of Transportation	132,350	
97.004	State Domestic Preparedness Equipment Support Program	Department of Homeland Security	(11,682)	
97.029	Flood Mitigation Assistance	Department of Homeland Security	10,013	
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Department of Homeland Security	247,804	
97.039	Hazard Mitigation Grant	Department of Homeland Security	107,606	
97.042	Emergency Management Performance Grants	Department of Homeland Security	3,381,242	
97.046	Fire Management Assistance Grant	Department of Homeland Security	165,408	
97.047	Pre-Disaster Mitigation	Department of Homeland Security	354,382	
97.055	Interoperable Emergency Communications	Department of Homeland Security	57,719	
97.067	Homeland Security Grant Program	Department of Homeland Security	6,782,988	
97.078	Buffer Zone Protection Plan	Department of Homeland Security	24,754	
97.082	Earthquake Consortium	Department of Homeland Security	1,696	
97.086	Homeland Security Outreach, Education, and Technical Assistance	Department of Homeland Security	36,349	
	TOTAL MILITARY, DIVISION OF		$37,345,300	
	PARKS AND RECREATION, DEPARTMENT OF			
15.225	Recreation Resource Management	Department of the Interior	$7,000	
15.524	Recreation Resources Management	Department of the Interior	151,015	
15.616	Clean Vessel Act	Department of the Interior	39,075	
15.622	Sportfishing and Boating Safety Act	Department of the Interior	87,130	

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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Department of the Interior	$140,658	
20.219	Recreational Trails Program	Department of Transportation	567,093	
66.818	Brownfields Assessment and Cleanup Cooperative Agreements	Environmental Protection Agency	75,023	
97.012	Boating Safety Financial Assistance	Department of Homeland Security	853,490	
	TOTAL PARKS AND RECREATION, DEPARTMENT OF		$1,920,484	
	POLICE, IDAHO STATE			
10.999	Marijuana Eradication Forest Service Grants	Department of Agriculture	$4,723	
16.017	Sexual Assault Services	Department of Justice	3,533	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Department of Justice	85,477	
16.579	Edward Byrne Memorial Formula Grant Program	Department of Justice	49,897	
16.580	Edward Byrne Memorial Law Enforcement Assistance Discretionary Grants	Department of Justice	277,793	
16.588	ARRA - Violence Against Women Formula Grants	Department of Justice	331,146	
16.588	Violence Against Women Formula Grants	Department of Justice	950,321	
16.593	Residential Substance Abuse Treatment for State Prisoners	Department of Justice	65,789	
16.609	Project Safe Neighborhoods	Department of Justice	82,997	
16.710	Public Safety Partnership and Community Policing Grants	Department of Justice	409,664	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	1,519,174	
16.741	Forensic DNA Capacity Enhancement Program	Department of Justice	116,844	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Department of Justice	153,054	
16.744	Anti-Gang Initiative	Department of Justice	9,884	
16.803	ARRA - Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	1,700,816	
16.810	ARRA - Assistance to Rural Law Enforcement to Combat Crime and Drugs	Department of Justice	157,034	
16.999	Joint Terrorism Task Force	Department of Justice	7,432	
16.999	Organized Crime and Drug Task Force	Department of Justice	22,202	
20.218	National Motor Carrier Safety	Department of Transportation	1,837,394	
21.999	Equitable Sharing for Law Enforcement Agencies	Department of the Treasury	361,431	
	TOTAL POLICE, IDAHO STATE		$8,146,605	
	PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF			
84.002	Adult Education - Basic Grants to States	Department of Education	$2,280,030	
84.048	Career and Technical Education - Basic Grants to States	Department of Education	6,964,371	
84.243	Tech-Prep Education	Department of Education	623,977	
97.043	State Fire Training Systems Grants	Department of Homeland Security	24,249	
	TOTAL PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF		$9,892,627	
	PUBLIC TELEVISION, IDAHO			
10.861	Public Television Station Digital Transition Grant Program	Department of Agriculture	$65,294	
	TOTAL PUBLIC TELEVISION, IDAHO		$65,294	
	PUBLIC UTILITIES COMMISSION			
20.700	Pipeline Safety	Department of Transportation	$85,972	
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	Department of Energy	31,854	
	TOTAL PUBLIC UTILITIES COMMISSION		$117,826	
	SECRETARY OF STATE			
39.011	Election Reform	General Services Administration	$683,300	
90.401	Help America Vote Act Requirements Payments	Election Assistance Commission	485,517	
93.617	Voting Access for Individuals with Disabilities - Grants to States	Health and Human Services	28,664	
	TOTAL SECRETARY OF STATE		$1,197,481	
	SPECIES CONSERVATION, OFFICE OF			
10.999	Forest Service Wolf Management CCS Agreement	Department of Agriculture	$18,264	
10.999	Roadless - Implementation of Roadless Rule	Department of Agriculture	7,687	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	3,266,474	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Department of the Interior	10,000	
15.608	Fish and Wildlife Management Assistance	Department of the Interior	334,167	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	1,924,007	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	542,797	
15.FFB	Gray Wolf Recovery	Department of the Interior	279,645	
81.999	Idaho OSC Accord Planning and Development	Department of Energy	69,005	
81.999	Idaho MOA - Water Transactions	Department of Energy	138,447	
81.999	Upper Salmon Screen Tributary Passage	Department of Energy	565,687	
81.999	Exp-Lemhi River Restoration Planning	Department of Energy	1,540	
	TOTAL SPECIES CONSERVATION, OFFICE OF		$7,157,720	

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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	SUPERINTENDENT OF PUBLIC INSTRUCTION			
10.553	School Breakfast Program	Department of Agriculture	$14,526,573	
10.555	National School Lunch Program	Department of Agriculture	5,911,568	NC
10.555	National School Lunch Program	Department of Agriculture	44,467,863	
10.556	Special Milk Program for Children	Department of Agriculture	177,119	
10.558	Child and Adult Care Food Program	Department of Agriculture	6,414,333	
10.559	Summer Food Service Program for Children	Department of Agriculture	4,342,493	
10.560	State Administrative Expenses for Child Nutrition	Department of Agriculture	910,917	
10.574	Team Nutrition Grants	Department of Agriculture	224,263	
10.579	ARRA - Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	478,599	
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	211,346	
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	794,325	
15.130	Indian Education - Assistance to Schools	Department of the Interior	55,067	
43.AAA	Aerospace Education Services Program	Natl. Aeronautics and Space Admin.	7,144	
84.010	Title I Grants to Local Educational Agencies	Department of Education	41,266,277	
84.011	Migrant Education - State Grant Program	Department of Education	2,944,120	
84.013	Title I Program for Neglected and Delinquent Children	Department of Education	398,028	
84.027	Special Education - Grants to States	Department of Education	47,456,646	
84.144	Migrant Education - Coordination Program	Department of Education	26,171	
84.173	Special Education - Preschool Grants	Department of Education	1,578,002	
84.186	Safe and Drug-Free Schools and Communities - State Grants	Department of Education	1,287,297	
84.196	Education for Homeless Children and Youth	Department of Education	210,701	
84.213	Even Start - State Educational Agencies	Department of Education	355,946	
84.282	Charter Schools	Department of Education	3,244,413	
84.287	Twenty-First Century Community Learning Centers	Department of Education	5,064,340	
84.298	State Grants for Innovative Programs	Department of Education	36,702	
84.318	Education Technology State Grants	Department of Education	789,839	
84.323	Special Education - State Personnel Development	Department of Education	566,543	
84.330	Advanced Placement Program	Department of Education	45,491	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	1,324,881	
84.357	Reading First State Grants	Department of Education	2,183,566	
84.358	Rural Education	Department of Education	221,013	
84.365	English Language Acquisition Grants	Department of Education	1,527,149	
84.366	Mathematics and Science Partnerships	Department of Education	780,395	
84.367	Improving Teacher Quality State Grants	Department of Education	11,330,554	
84.368	Grants for Enhanced Assessment Instruments	Department of Education	51,645	
84.369	Grants for State Assessments and Related Activities	Department of Education	3,827,843	
84.372	Statewide Data Systems	Department of Education	1,866,451	
84.373	Special Education - Technical Assistance on State Data Collection	Department of Education	468,503	
84.377	School Improvement Grants	Department of Education	1,278,557	
84.386	ARRA - Education Technology State Grants	Department of Education	173,892	
84.387	ARRA - Education for Homeless Children and Youth	Department of Education	124,962	
84.389	ARRA - Title I Grants to Local Educational Agencies	Department of Education	13,419,137	
84.391	ARRA - Special Education Grants to States	Department of Education	17,474,891	
84.392	ARRA - Special Education - Preschool Grants	Department of Education	793,897	
84.394	ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants	Department of Education	179,248,800	
84.929	Civic Education	Department of Education	50,893	PT
93.938	Comprehensive Sch. Health Prog./Prevent Spread - HIV & Other Import. Health Prob.	Health and Human Services	568,692	
94.004	Learn and Serve America - School and Community Based Programs	Corp. for Natl. & Community Svc.	117,012	
94.013	Volunteers in Service to America	Corp. for Natl. & Community Svc.	51,271	
	TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION		$420,676,130	
	TRANSPORTATION DEPARTMENT, IDAHO			
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Department of the Interior	$112,782	
20.106	Airport Improvement Program	Department of Transportation	419,477	
20.205	ARRA - Highway Planning and Construction	Department of Transportation	68,300,378	
20.205	Highway Planning and Construction	Department of Transportation	202,146,327	
20.218	National Motor Carrier Safety	Department of Transportation	24,405	
20.231	Performance and Registration Information Systems Management	Department of Transportation	26,328	
20.232	Commercial Driver's License Program Improvement Grant	Department of Transportation	591,139	
20.234	Safety Data Improvement Program	Department of Transportation	175,786	
20.237	Commercial Vehicle Information Systems and Networks	Department of Transportation	555,286	
20.500	Federal Transit - Capital Investment Grants	Department of Transportation	57,395	
20.509	ARRA - Formula Grants for Other Than Urbanized Areas	Department of Transportation	2,202,333	
20.509	Formula Grants for Other Than Urbanized Areas	Department of Transportation	6,420,367	

*Type of assistance other than direct cash: NC = non-cash; PT = pass-through
The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
20.513	Capital Assistance Program for Elderly Persons and Persons with Disabilities	Department of Transportation	$398,891	
20.514	Public Transportation Research	Department of Transportation	12,215	
20.515	State Planning and Research	Department of Transportation	129,871	
20.516	Job Access - Reverse Commute	Department of Transportation	78,828	
20.521	New Freedom Program	Department of Transportation	8,753	
20.600	State and Community Highway Safety	Department of Transportation	1,730,690	
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I	Department of Transportation	897,570	
20.610	State Traffic Safety Information System Improvement Grants	Department of Transportation	379,852	
20.611	Incentive Grant Program to Prohibit Racial Profiling	Department of Transportation	542,095	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Department of Transportation	65,726	
84.397	ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services	Department of Education	991,760	
97.089	Driver's License Security Grant Program	Department of Homeland Security	476	
	TOTAL TRANSPORTATION DEPARTMENT, IDAHO		$286,268,730	
	VETERANS SERVICES, DIVISION OF			
64.015	Veterans State Nursing Home Care	Department of Veterans Affairs	$7,876,900	
64.101	Burial Expenses Allowances for Veterans	Department of Veterans Affairs	126,000	
	TOTAL VETERANS SERVICES, DIVISION OF		$8,002,900	
	VOCATIONAL REHABILITATION, DIVISION OF			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$13,865,955	
84.169	Independent Living - State Grants	Department of Education	135,039	
84.187	Supported Employment Services for Individuals with Significant Disabilities	Department of Education	165,682	
84.265	State Vocational Rehabilitation Unit In-Service Training	Department of Education	76,946	
84.390	ARRA - Vocational Rehabilitation Grants to State	Department of Education	1,128,799	
84.398	ARRA - Independent Living - State Grants	Department of Education	36,862	
	TOTAL VOCATIONAL REHABILITATION, DIVISION OF		$15,409,283	
	WATER RESOURCES, DEPARTMENT OF			
10.902	Soil and Water Conservation	Department of Agriculture	$45,914	
15.808	U.S. Geological Survey - Research and Data Collection	Department of the Interior	29,462	
15.999	Fort Hall Water Rights Agreement	Department of the Interior	(538)	
15.999	Water Bank Program	Department of the Interior	54,508	
15.999	Landsat Data Continuity	Department of the Interior	1,293	
66.433	State Underground Water Source Protection	Environmental Protection Agency	67,591	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Protection Agency	71,847	
81.999	Tributary Water Conservation	Department of Energy	159,105	
97.023	Community Assistance Program - State Support Services Element	Department of Homeland Security	83,582	
97.041	National Dam Safety Program	Department of Homeland Security	38,432	
97.045	Cooperating Technical Partners	Department of Homeland Security	78,417	
97.070	Map Modernization Management Support	Department of Homeland Security	47,453	
	TOTAL WATER RESOURCES, DEPARTMENT OF		$677,066	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$3,355,621,466	

*Type of assistance other than direct cash: NC = non-cash; PT = pass-through
The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
NOTES TO SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 – PURPOSE OF THE SCHEDULES

The Supplementary Schedules of Expenditures of Federal Awards (schedules) are in addition to the State's basic financial statements and are presented for purposes of additional analysis. The schedules are required by the Office of Management and Budget (OMB) *Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations*. OMB *Circular A-133* is issued pursuant to the Single Audit Act of 1984, P.L. 98-502, and the Single Audit Act Amendments of 1996, P.L. 104-156.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The reporting entity includes all federal awards administered by those State departments and entities included in the State's *Comprehensive Annual Financial Report* (*CAFR*), except for the colleges and universities, the Idaho Housing and Finance Association, and the Idaho Individual High Risk Reinsurance Pool. The Schedules of Expenditures of Federal Awards for the colleges and universities, the Idaho Housing and Finance Association, and the Idaho Individual High Risk Reinsurance Pool are audited by independent certified public accountants and published under separate cover.

B. Basis of Accounting

The schedules were prepared using the cash basis method of accounting. Expenditures are recognized when paid rather than when obligations are incurred. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

C. Basis of Presentation

Expenditures of Federal Awards – In accordance with the OMB *Circular A-133*, federal awards are federal cost-reimbursement contracts or federal financial assistance (cash or non-cash) in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance. Awards may be received directly from a federal agency or indirectly from a pass-through entity. Contracts between the State and federal government for which the federal government procures tangible goods or services are not considered to be expenditures of federal awards.

Catalog of Federal Domestic Assistance – The *Catalog of Federal Domestic Assistance* (*CFDA*) is a list of federal programs available. The OMB *Circular A-133* requires the schedules to provide total federal awards expended by the State for each individual federal program by CFDA number. Federal programs that have not been assigned a specific CFDA number are assigned a miscellaneous CFDA number – the first two digits of a miscellaneous CFDA number identify the federal awarding agency followed by ".999."

Program Clusters – Closely related programs with different CFDA numbers that share common compliance requirements are considered "program clusters." The Schedule of Expenditures of Federal Awards by Federal Agency displays programs by program cluster as mandated by the OMB *Circular A-133 Compliance Supplement*. Programs not included within a designated cluster are presented under the title "NON-CLUSTERED PROGRAMS."

Valuation of Non-Cash Assistance – Non-cash awards are identified by "NC" on the schedules. Non-cash expenditures of federal awards were determined as follows:

1. CFDA 10.551, Supplemental Nutrition Assistance Program – reported at the dollar value of electronic benefit transfers authorized and used for food purchases by recipients.

2. CFDA 10.555, National School Lunch Program – reported at the fair market value of the food commodities distributed.

3. CFDA 10.569, Emergency Food Assistance – reported at the fair market value of the food commodities distributed.

4. CFDA 39.003, Donation of Federal Surplus Personal Property – reported at the fair market value of donated property as determined by General Services Administration.

5. CFDA 66.034, Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act – reported at the fair market value of the goods and services included as in-kind awards.

6. CFDA 81.999, Miscellaneous Bonneville Power Administration Grants - reported at appraised value and purchase price of land.

7. CFDA 93.268, Immunization Grants – reported at the federally assigned value of the serum distributed.

8. CFDA 93.712, ARRA-Immunization Grants – reported at the federally assigned value of the serum distributed.

State Funds Included with Federal Funds – State unemployment insurance funds are included with federal funds in the total expenditures for CFDA 17.225. The State portion was $324,663,187, and the federal portion was $374,278,982.

NOTE 3 – PASS-THROUGH ASSISTANCE

Some State agencies receive federal awards from non-federal entities to carry out federal programs. These awards are identified by "PT" on the schedules. The following is additional information about these awards:

1. CFDA 10.304 – The Department of Agriculture received U.S. Department of Agriculture funds from the University of California, Davis. The Department reported expenditures of $3,000. (Grantor number 2007 37620 18230)

2. CFDA 10.604 – The Department of Agriculture received U.S. Department of Agriculture funds from the Northwest Horticultural Council. The Department reported expenditures of $2,752. (Grantor number 9008)

3. CFDA 14.246 – The Idaho State Historical Society received U.S. Housing and Urban Development funds from the Clearwater Economic Development Association. The Society reported expenditures of $12,895. (Grantor number HUD06-657)

4. CFDA 16.756 – The Idaho Judicial Department received U.S. Department of Justice funds from the National Court Appointed Special Advocate Association. The Department reported expenditures of $62,045. (Grantor numbers 11234 and ID10909-08-0708-S)

5. CFDA 45.129 – The Idaho Commission for Libraries received National Foundation of the Arts and Humanities funds from the Idaho Humanities Council. The Commission reported expenditures of $8,516. (Grantor number n/a)

6. CFDA 45.129 – The Idaho State Historical Society received National Foundation of the Arts and Humanities funds from the Idaho Humanities Council. The Society reported expenditures of $11,567. (Grantor numbers 2008049, 2010025, and 2005008)

7. CFDA 45.149 - The Idaho State Historical Society received National Foundation of the Arts and Humanities funds from the Idaho Humanities Council. The Society reported expenditures of $5,880. (Grantor number PG50737-10)

8. CFDA 81.502 – The Department of Environmental Quality received U.S. Department of Energy funds from the Western Governors' Association. The Department reported expenditures of $433,987. (Grantor number MOA DEFC0490AL65416)

9. CFDA 84.929 – The Superintendent of Public Instruction received U.S. Department of Education funds from the Center for Civic Education. The Superintendent reported expenditures of $50,893. (Grantor number Q929A060001)

10. CFDA 93.110 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from the University of Hawaii. The Department reported expenditures of $15,000. (Grantor number 6627)

11. CFDA 93.283 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from the State of Washington. The Department reported expenditures of $7,027. (Grantor number N17085)

12. CFDA 93.307 – The Commission on Hispanic Affairs received U.S. Department of Health and Human Services funds from Mountain States Group, Inc. The Commission reported expenditures of $5,499. (Grantor number R24 MD001711)

13. CFDA 97.073 – The Department of Environmental Quality received U.S. Department of Homeland Security funds from the Idaho State University Institute of Emergency Management. The Department reported expenditures of minus $1,568. (Grantor number n/a)

NOTE 4 – LOANS OUTSTANDING

The following loan programs are administered on behalf of federal awarding agencies:

A. The Department of Environmental Quality administers loans for the Capitalization Grants for Clean Water State Revolving Funds (CFDA 66.458) and the Capitalization Grants for Drinking Water State Revolving Funds (CFDA 66.468). These revolving funds make loans to qualified water pollution control projects and public drinking water systems. The loans are funded by the federal capitalization grants, State match, and revolving funds. The loans are disbursed as borrowers incur costs and are repaid over 20 years starting within one year after project completion. Interest rates vary between 0% and 4.5%. Management considers all loans to be fully collectible, so there is no allowance for uncollectible accounts.

Loan programs at June 30, 2010:

CAPITALIZATION GRANTS FOR CLEAN WATER - CFDA 66.458

	Loan Authorized	Principal Repayments	Remaining Commitment	Receivable Balance
Completed Projects	$147,050,150	$30,218,157	$0	$116,831,993
Projects in Progress	120,134,347	0	71,985,529	48,148,818
Totals	$267,184,497	$30,218,157	$71,985,529	$164,980,811
Less: Amount Due Within 1 Year				5,766,026
Loans Receivable Net of Current Maturities				$159,214,785

CAPITALIZATION GRANTS FOR DRINKING WATER - CFDA 66.468

	Loan Authorized	Principal Repayments	Remaining Commitment	Receivable Balance
Completed Projects	$57,877,993	$10,978,632	$0	$46,899,361
Projects in Progress	70,989,838	0	25,116,871	45,872,967
Totals	$128,867,831	$10,978,632	$25,116,871	$92,772,328
Less: Amount Due Within 1 Year				2,286,368
Loans Receivable Net of Current Maturities				$90,485,960

B. The Office of Energy Resources administers loan and grant programs (CFDA 81.041) for the U.S. Department of Energy. The original source of these funds was petroleum price violations. The funds are used to finance various energy conservation projects. The outstanding principal and interest at June 30, 2010, was $557,848. The Office of Energy Resources determined all loans to be fully collectible.

NOTE 5 – SUBRECIPIENTS

Some of the federal expenditures presented in the schedules were provided to subrecipients to administer federal programs. Some subrecipients are also provided State funds in addition to federal funds. The following is a schedule of State agency payments (federal and State funds) to subrecipients:

STATE AGENCY	CFDA	FEDERAL PROGRAM TITLE	AMOUNT
Administration, Dept. of	39.003	Donation of Federal Surplus Personal Property	$917,553
Aging, Commission on	17.235	Senior Community Service Employment Program	18,146
Aging, Commission on	93.042	Long-term Care Ombudsman Services for Older Individuals	103,261
Aging, Commission on	93.043	Disease Prevention and Health Promotion Services	93,692
Aging, Commission on	93.044	Grants for Supportive Services and Senior Centers	2,476,648
Aging, Commission on	93.045	Nutrition Services	2,212,519
Aging, Commission on	93.048	Special Programs for the Aging - Discretionary Projects	244,026
Aging, Commission on	93.051	Alzheimer's Disease Demonstration Grants to States	26,126
Aging, Commission on	93.052	National Family Caregiver Support	585,294
Aging, Commission on	93.053	Nutrition Services Incentive Program	624,984
Aging, Commission on	93.071	Medicare Enrollment Assistance Program	24,429

Aging, Commission on	93.705	Aging Home-Delivered Nutrition Services for States	$159,208
Aging, Commission on	93.707	Aging Congregate Nutrition Services for States	323,378
Aging, Commission on	93.779	Centers for Medicare/Medicaid Svcs. (CMS) Research, Demo., Eval.	19,521
Agriculture, Dept. of	10.086	ARRA - Aquaculture Grants Program	1,098,075
Agriculture, Dept. of	10.169	Specialty Crop Block Grant Program	1,687
Agriculture, Dept. of	10.170	Specialty Crop Block Grant Program - Farm Bill	214,282
Agriculture, Dept. of	10.664	Cooperative Forestry Assistance	179,614
Agriculture, Dept. of	10.688	ARRA - Wildland Fire Management	451,737
Agriculture, Dept. of	15.230	Invasive and Noxious Plant Management	173,045
Agriculture, Dept. of	15.231	ARRA - Fish, Wildlife and Plant Conservation Resource Management	75,703
Agriculture, Dept. of	15.SFB	Herbivory Effects on Slickspot Peppergrass	35,073
Arts, Commission on the	45.025	Promotion of the Arts-Partnership Agreements	576,718
Commerce, Dept. of	10.446	Rural Community Development Initiative	81,784
Commerce, Dept. of	12.002	Procurement Tech. Assistance for Business Firms	42,042
Commerce, Dept. of	12.610	Community Econ. Adjust. Planning Assist for Joint Land Use Studies	115,703
Commerce, Dept. of	14.228	Community Development Block Grants/State's Program	8,463,863
Educ., State Board of	84.069	Leveraging Educational Assistance Partnership	150,702
Educ., State Board of	84.185	Byrd Honors Scholarships	205,125
Educ., State Board of	84.367	Improving Teacher Quality State Grants	354,790
Educ., State Board of	84.378	College Access Challenge Grant Program	45,688
Energy Resources, Office of	81.041	State Energy Program	5,000,000
Environmental Quality, Dept. of	66.040	State Clean Diesel Grant Program	207,176
Environmental Quality, Dept. of	66.419	Water Pollution Control State, Interstate, and Tribal Program Support	511
Environmental Quality, Dept. of	66.432	State Public Water System Supervision	213,224
Environmental Quality, Dept. of	66.454	Water Quality Management Planning	30,391
Environmental Quality, Dept. of	66.460	Nonpoint Source Implementation Grants	1,484,543
Environmental Quality, Dept. of	66.468	Capitalization Grants for Drinking Water State Revolving Funds	464,778
Environmental Quality, Dept. of	66.708	Pollution Prevention Grants Program	33,417
Environmental Quality, Dept. of	81.502	Idaho National Laboratory Oversight	150,742
Health and Welfare, Dept. of	10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	7,709,603
Health and Welfare, Dept. of	10.561	State Admin. Matching Grants - Supple. Nutrition Assist. Program	812,496
Health and Welfare, Dept. of	10.568	Emergency Food Assistance Program (Administrative Costs)	303,430
Health and Welfare, Dept. of	16.575	Crime Victim Assistance	1,741,766
Health and Welfare, Dept. of	16.801	State Victim Assistance	83,865
Health and Welfare, Dept. of	81.042	Weatherization Assistance for Low-Income Persons	20,943,570
Health and Welfare, Dept. of	84.181	Special Education - Grants for Infants and Families	201,513
Health and Welfare, Dept. of	93.048	Special Programs for the Aging - Discretionary Projects	216,704
Health and Welfare, Dept. of	93.069	Public Health Emergency Preparedness	8,502,509
Health and Welfare, Dept. of	93.110	Maternal and Child Health Federal Consolidated Programs	31,678
Health and Welfare, Dept. of	93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	65,114
Health and Welfare, Dept. of	93.136	Injury Prevent./Control Research/State & Community Based Programs	42,338
Health and Welfare, Dept. of	93.217	Family Planning-Services	1,011,720
Health and Welfare, Dept. of	93.241	State Rural Hospital Flexibility Program	341,872
Health and Welfare, Dept. of	93.251	Universal Newborn Hearing Screening	36,250
Health and Welfare, Dept. of	93.268	Immunization Grants	693,873
Health and Welfare, Dept. of	93.283	Ctrs. for Disease Control/Prevention-Investigations and Tech. Assist.	1,311,718
Health and Welfare, Dept. of	93.301	Small Rural Hospital Improvement Grant Program	203,075
Health and Welfare, Dept. of	93.556	Promoting Safe and Stable Families	18,768
Health and Welfare, Dept. of	93.558	Temporary Assistance for Needy Families	2,145,979
Health and Welfare, Dept. of	93.566	Refugee and Entrant Assistance-State Administered Programs	16,520

STATE OF IDAHO
NOTES TO SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2010

Health and Welfare, Dept. of	93.568	Low-Income Home Energy Assistance	$6,125,851
Health and Welfare, Dept. of	93.569	Community Services Block Grant	5,076,383
Health and Welfare, Dept. of	93.575	Child Care and Development Block Grant	3,558,093
Health and Welfare, Dept. of	93.630	Developmental Disabilities Basic Support and Advocacy Grants	25,181
Health and Welfare, Dept. of	93.667	Social Services Block Grant	164,661
Health and Welfare, Dept. of	93.671	Family Violence Prevention & Services	905,036
Health and Welfare, Dept. of	93.674	Chafee Foster Care Independence Program	66,112
Health and Welfare, Dept. of	93.710	ARRA - Community Services Block Grant	2,176,917
Health and Welfare, Dept. of	93.713	ARRA - Child Care and Development Block Grant	301,161
Health and Welfare, Dept. of	93.723	ARRA - Prevention and Wellness - State, Territories and Pacific Islands	6,081
Health and Welfare, Dept. of	93.778	Medical Assistance Program	2,692,065
Health and Welfare, Dept. of	93.779	Ctrs. for Medicare/Medicaid Svcs. Research, Demo., Eval.	101,362
Health and Welfare, Dept. of	93.889	National Bioterrorism Hospital Preparedness Program	2,418,266
Health and Welfare, Dept. of	93.913	Grants to States for Operation of Offices of Rural Health	38,383
Health and Welfare, Dept. of	93.917	HIV Care Formula Grants	110,276
Health and Welfare, Dept. of	93.940	HIV Prevention Activities-Health Department Based	278,274
Health and Welfare, Dept. of	93.944	HIV/AIDS Surveillance	25,785
Health and Welfare, Dept. of	93.958	Block Grants for Community Mental Health Services	267,908
Health and Welfare, Dept. of	93.977	Preven. Health Services-Sexually Transmitted Dis. Control Grants	202,876
Health and Welfare, Dept. of	93.991	Preventive Health and Health Services Block Grant	245,026
Health and Welfare, Dept. of	93.994	Maternal and Child Health Services Block Grant to the States	1,596,409
Historical Society, Idaho State	15.904	Historic Preservation Fund Grants-in-Aid	71,971
Historical Society, Idaho State	89.003	National Historical Publications and Records Grants	16,512
Insurance, Dept. of	93.779	Ctrs. for Medicare/Medicaid Svcs. Research, Demo., Eval.	139,355
Juvenile Corrections, Dept. of	16.523	Juvenile Accountability Block Grants	311,666
Juvenile Corrections, Dept. of	16.540	Juvenile Justice and Delinquency Prevention-Allocation to States	297,130
Juvenile Corrections, Dept. of	16.548	Title V Delinquency Prevention Program	44,548
Juvenile Corrections, Dept. of	16.727	Enforcing Underage Drinking Laws Program	121,380
Labor, Dept. of	17.207	Employment Service/Wagner-Peyser Funded Activities	20,525
Labor, Dept. of	17.258	WIA Adult Program	130,869
Labor, Dept. of	17.259	WIA Youth Activities	75,561
Labor, Dept. of	17.260	WIA Dislocated Workers	177,076
Labor, Dept. of	17.268	H-1B Job Training Grants	1,938,491
Labor, Dept. of	94.006	AmeriCorps	1,405,271
Lands, Dept. of	10.664	Cooperative Forestry Assistance	2,168,685
Lands, Dept. of	10.676	Forest Legacy Program	15,000
Lands, Dept. of	10.677	Forest Land Enhancement Program	10
Lands, Dept. of	10.688	ARRA - Wildland Fire Management	1,509,944
Lands, Dept. of	15.228	Natl. Fire Plan-Wildland Urban Interface Community Fire Assist.	50,893
Lands, Dept. of	20.205	Highway Planning and Construction	69,115
Libraries, Idaho Comm. for	45.310	Grants to States	248,965
Military, Div. of	11.555	Public Safety Interoperable Communications Grant Program	1,960,913
Military, Div. of	20.703	Interagency Haz-Mat Public Sector Training/Planning Grants	104,922
Military, Div. of	97.004	State Domestic Preparedness Equipment Support Program	(11,682)
Military, Div. of	97.029	Flood Mitigation Assistance	10,013
Military, Div. of	97.036	Disaster Grants-Public Assistance (Presidentially Declared Disasters)	203,847
Military, Div. of	97.039	Hazard Mitigation Grant	111,445
Military, Div. of	97.042	Emergency Management Performance Grants	1,035,734
Military, Div. of	97.046	Fire Management Assistance Grant	111,250
Military, Div. of	97.047	Pre-Disaster Mitigation	240,001
Military, Div. of	97.055	Interoperable Emergency Communications	11,674
Military, Div. of	97.067	Homeland Security Grant Program	6,285,837

STATE OF IDAHO
NOTES TO SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2010

Military, Div. of	97.078	Buffer Zone Protection Plan	$13,981
Parks & Recreation, Dept. of	15.616	Clean Vessel Act	88,753
Parks & Recreation, Dept. of	15.622	Sportfishing and Boating Safety Act	87,130
Parks & Recreation, Dept. of	15.916	Outdoor Recreation-Acquisition, Development, and Planning	175,114
Parks & Recreation, Dept. of	20.219	Recreation Trails Program	671,042
Parks & Recreation, Dept. of	97.012	Boating Safety Financial Assistance	878,670
Police, Idaho State	16.580	Edward Byrne Memorial Law Enforce. Assist. Discretionary Grants	152,993
Police, Idaho State	16.588	Violence Against Women Formula Grants	997,025
Police, Idaho State	16.593	Residential Substance Abuse Treatment for State Prisoners	31,785
Police, Idaho State	16.609	Project Safe Neighborhoods	79,045
Police, Idaho State	16.710	Public Safety Partnership and Community Policing Grants	169,564
Police, Idaho State	16.727	Enforcing Underage Drinking Laws Program	6,640
Police, Idaho State	16.738	Edward Byrne Memorial Justice Assistance Grant Program	1,192,146
Police, Idaho State	16.744	Anti-Gang Initiative	5,000
Police, Idaho State	16.803	ARRA - Edward Byrne Memorial Justice Assistance Grant Program	871,490
Prof.-Tech. Educ., Div. of	84.002	Adult Education - Basic Grants to States	2,112,729
Prof.-Tech. Educ., Div. of	84.048	Career and Technical Education - Basic Grants to States	7,099,100
Prof.-Tech. Educ., Div. of	97.043	State Fire Training Systems Grants	24,249
Secretary of State	39.011	Election Reform	547,805
Supt. of Public Instruct.	10.553	School Breakfast Program	14,358,123
Supt. of Public Instruct.	10.555	National School Lunch Program	50,067,424
Supt. of Public Instruct.	10.556	Special Milk Program for Children	177,119
Supt. of Public Instruct.	10.558	Child and Adult Care Food Program	6,372,361
Supt. of Public Instruct.	10.559	Summer Food Service Program for Children	4,207,716
Supt. of Public Instruct.	10.574	Team Nutrition Grants	(1,530)
Supt. of Public Instruct.	10.579	Child Nutrition Discretionary Grants Limited Availability	481,315
Supt. of Public Instruct.	10.582	Fresh Fruit and Vegetable Program	772,333
Supt. of Public Instruct.	15.130	Indian Education - Assistance to Schools	55,067
Supt. of Public Instruct.	84.010	Title I Grants to Local Educational Agencies	40,672,943
Supt. of Public Instruct.	84.011	Migrant Education - State Grant Program	2,427,471
Supt. of Public Instruct.	84.027	Special Education - Grants to States	44,520,172
Supt. of Public Instruct.	84.173	Special Education - Preschool Grants	1,578,002
Supt. of Public Instruct.	84.186	Safe and Drug-Free Schools and Communities-State Grants	1,220,783
Supt. of Public Instruct.	84.196	Education for Homeless Children and Youth	166,737
Supt. of Public Instruct.	84.213	Even Start-State Educational Agencies	348,118
Supt. of Public Instruct.	84.282	Charter Schools	3,096,982
Supt. of Public Instruct.	84.287	Twenty-First Century Community Learning Centers	4,759,555
Supt. of Public Instruct.	84.298	State Grants for Innovative Programs	36,702
Supt. of Public Instruct.	84.318	Education Technology State Grants	740,631
Supt. of Public Instruct.	84.323	Special Education - State Personnel Development	27,488
Supt. of Public Instruct.	84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	818,973
Supt. of Public Instruct.	84.357	Reading First State Grants	1,809,183
Supt. of Public Instruct.	84.358	Rural Education	220,991
Supt. of Public Instruct.	84.365	English Language Acquisition Grants	1,336,916
Supt. of Public Instruct.	84.366	Mathematics and Science Partnerships	714,493
Supt. of Public Instruct.	84.367	Improving Teacher Quality State Grants	10,780,430
Supt. of Public Instruct.	84.372	Statewide Data Systems	233,000
Supt. of Public Instruct.	84.377	School Improvement Grants	1,298,228
Supt. of Public Instruct.	84.386	ARRA - Education Technology State Grants	171,104
Supt. of Public Instruct.	84.387	ARRA - Education for Homeless Children and Youth	124,962
Supt. of Public Instruct.	84.389	ARRA - Title I Grants to Local Educational Agencies	13,217,571
Supt. of Public Instruct.	84.391	ARRA - Special Education Grants to States	17,474,891

Supt. of Public Instruct.	84.392	ARRA - Special Education - Preschool Grants	$793,897
Supt. of Public Instruct.	84.394	ARRA - State Fiscal Stabilization Fund (SFSF) - Educ. State Grants	179,248,800
Supt. of Public Instruct.	94.004	Learn and Serve America-School and Community Based Programs	57,309
Transportation Dept., Idaho	20.205	Highway Planning and Construction	7,673,355
Transportation Dept., Idaho	20.500	Federal Transit-Capital Investment Grants	300,000
Transportation Dept., Idaho	20.509	Formula Grants for Other Than Urbanized Areas	7,691,729
Transportation Dept., Idaho	20.513	Capital Assist. Program for Elderly Persons & Persons w/Disabilities	346,877
Transportation Dept., Idaho	20.515	State Planning and Research	2,834
Transportation Dept., Idaho	20.516	Job Access Reverse Commute	78,828
Transportation Dept., Idaho	20.521	New Freedom Program	8,753
Transportation Dept., Idaho	20.600	State and Community Highway Safety	789,830
Transportation Dept., Idaho	20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I	504,884
Transportation Dept., Idaho	20.610	State Traffic Safety Information System Improvement Grants	40,163
Transportation Dept., Idaho	20.611	Incentive Grant Program to Prohibit Racial Profiling	542,095
Transportation Dept., Idaho	84.397	ARRA - State Fiscal Stabilization Fund - Government Services	991,760
Vocational Rehab., Div. of	84.169	Independent Living-State Grants	67,253
Vocational Rehab., Div. of	84.390	ARRA - Vocational Rehabilitation Grants to State	168,150
Vocational Rehab., Div. of	84.398	ARRA - Independent Living- State Grants	11,478
			$558,181,095

NOTE 6 - SNAP BENEFITS (CFDA 10.551)

The reported expenditures for benefits under the Supplemental Nutrition Assistance Program (SNAP) (CFDA 10.551) are supported by both regularly appropriated funds and incremental funding made available under section 101 of the American Recovery and Reinvestment Act of 2009. The portion of total expenditures for SNAP benefits that is supported by Recovery Act funds varies according to fluctuations in the cost of the Thrifty Food Plan, and to changes in participating households' income, deductions, and assets. This condition prevents the USDA from obtaining the regular and Recovery Act components of SNAP benefits expenditures through normal program reporting processes. As an alternative, the USDA has computed a weighted average percentage to be applied to the national aggregate SNAP benefits provided to households in order to allocate an appropriate portion thereof to Recovery Act funds. This methodology generates valid results at the national aggregate level but not at the individual State level. Therefore, we cannot validly disaggregate the regular and Recovery Act components of our reported expenditures for SNAP benefits. At the national aggregate level, however, Recovery Act funds account for approximately 15 percent of the USDA's total expenditures for SNAP benefits in the federal fiscal year ended September 30, 2010.

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

AUDITOR'S RESULTS

STATE OF IDAHO
SINGLE AUDIT REPORT
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

BASIC FINANCIAL STATEMENTS

1. The independent auditor's report on the basic financial statements expressed an unqualified opinion.

2. The audit of the basic financial statements disclosed significant deficiencies in internal control. Deficiencies considered to be material weaknesses were also reported.

3. The audit of the basic financial statements did not disclose any noncompliance that is material to the financial statements.

FEDERAL AWARDS

1. The audit of federal major programs in the Schedule of Expenditures of Federal Awards disclosed significant deficiencies in internal control. We consider item 10F-4, 10F-12, 10F-14, 10F-15, and 10F-17 to be material weaknesses.

2. The independent auditor's report on compliance with federal major programs expressed an unqualified opinion for all major programs except for the following programs which were qualified: Temporary Assistance for Needy Families Cluster (93.558 and 93.714), Child Nutrition Cluster (10.553, 10,555, and 10.559), Title I Part A Cluster (84.010 and 84.389), Special Education Cluster (84.027, 84.173, 84.391, and 84.392), Improving Teacher Quality (84.389), ARRA – State Fiscal Stabilization Fund – Education (84.394), and Vocational Rehabilitation Cluster (84.126 and 84.390).

3. The *Single Audit Report* disclosed findings that are required to be reported in accordance with the criteria in Section 510a of OMB *Circular A-133*.

4. The federal programs identified as major programs are listed on the following page.

5. The dollar threshold used to distinguish between Type A and Type B programs was $10,066,864.

6. For the fiscal year ended June 30, 2010, the State of Idaho did not meet OMB *Circular A-133's* requirements to qualify as a low-risk auditee.

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL MAJOR PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

PROGRAM OR CLUSTER TITLE	CFDA
SNAP CLUSTER:	
Supplemental Nutrition Assistance Program (SNAP)	10.551
ARRA – State Administrative Matching Grants – Supplemental Nutrition Assistance Program	10.561
State Administrative Matching Grants – Supplemental Nutrition Assistance Program	10.561
CHILD NUTRITION CLUSTER:	
School Breakfast Program	10.553
National School Lunch Program	10.555
Special Milk Program for Children	10.556
Summer Food Service Program for Children	10.559
FISH AND WILDLIFE CLUSTER:	
Sports Fish Restoration	15.605
Wildlife Restoration	15.611
EMPLOYMENT SERVICE CLUSTER:	
ARRA – Employment Service/Wagner-Peyser Funded Activities	17.207
Employment Service/Wagner-Peyser Funded Activities	17.207
Disabled Veterans' Outreach Program	17.801
Local Veterans' Employment Representative Program	17.804
WIA CLUSTER:	
ARRA – WIA Adult Program	17.258
WIA Adult Program	17.258
ARRA – WIA Youth Activities	17.259
WIA Youth Activities	17.259
ARRA – WIA Dislocated Workers	17.260
WIA Dislocated Workers	17.260
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:	
ARRA – Highway Planning and Construction	20.205
Highway Planning and Construction	20.205
Recreational Trails Program	20.219
TITLE I, PART A CLUSTER:	
Title I Grants to Local Educational Agencies	84.010
ARRA - Title I Grants to Local Educational Agencies	84.389
SPECIAL EDUCATION (IDEA) CLUSTER:	
Special Education – Grants to States	84.027
Special Education – Preschool Grants	84.173
ARRA – Special Education – Grants to States	84.391
ARRA – Special Education – Preschool Grants	84.392
VOCATIONAL REHABILITATION CLUSTER:	
Rehabilitation Services – Vocational Rehabilitation Grants to States	84.126
ARRA – Vocational Rehabilitation Grants to States	84.390

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL MAJOR PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

PROGRAM OR CLUSTER TITLE	CFDA
STATE FISCAL STABILIZATION FUND CLUSTER:	
ARRA – State Fiscal Stabilization Fund (SFSF) – Education State Grants	84.394
ARRA – State Fiscal Stabilization Fund (SFSF) – Government Services	84.397
IMMUNIZATION CLUSTER:	
Immunization Grants	93.268
ARRA – Immunization Grants	93.712
TANF CLUSTER:	
Temporary Assistance for Needy Families	93.558
ARRA – Emergency Contingency Fund for Temporary Assistance for Needy Families	93.714
CCDF CLUSTER:	
Child Care and Development Block Grant	93.575
Child Care Mandatory and Matching Funds of the Child Care and Develop. Fund	93.596
ARRA – Child Care and Development Block Grant	93.713
MEDICAID CLUSTER:	
State Medicaid Fraud Control Units	93.775
State Survey and Certification of Health Care Providers and Suppliers	93.777
ARRA – Medical Assistance Program	93.778
Medical Assistance Program	93.778
NON-CLUSTERED PROGRAMS:	
Unemployment Insurance	17.225
ARRA - Capitalization Grants for Clean Water State Revolving Funds	66.458
Capitalization Grants for Clean Water State Revolving Funds	66.458
ARRA – Capitalization Grants for Drinking Water State Revolving Funds	66.468
Capitalization Grants for Drinking Water State Revolving Funds	66.468
ARRA – Superfund State, Political Sub. & Indian Tribe Site – Specific Cooperative Agmts.	66.802
Superfund State, Political Sub. & Indian Tribe Site – Specific Cooperative Agmts.	66.802
ARRA – State Energy Program	81.041
State Energy Program	81.041
ARRA – Weatherization Assistance for Low-Income Persons	81.042
Weatherization Assistance for Low-Income Persons	81.042
Improving Teacher Quality State Grants	84.367
Public Health Emergency Preparedness	93.069
ARRA – Child Support Enforcement	93.563
Child Support Enforcement	93.563
Low-Income Home Energy Assistance	93.568
ARRA – Foster Care – Title IV-E	93.658
Foster Care – Title IV-E	93.658
Children's Health Insurance Program	93.767

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATE AGENCY		FEDERAL DEPARTMENT	PAGE
HEALTH AND WELFARE, DEPARTMENT OF			
10F-1	Medicaid payments of $2.5 million were not identified by specific service type as required.	Health & Human Services, Dept. of	38
10F-2	Existing data imported to the new Medicaid payment system was not tested or evaluated.	Health & Human Services, Dept. of	39
10F-3	Procedures to suspend or debar providers from the Medicaid program are inadequate.	Health & Human Services, Dept. of	39
10F-4	Costs of $4 million claimed as maintenance of effort for the TANF Grant are not "qualifying expenditures."	Health & Human Services, Dept. of	42
10F-5	Contract costs of $869,000 charged to TANF for child welfare services do not meet eligibility criteria or other requirements.	Health & Human Services, Dept. of	43
10F-6	Prior errors in allocating indirect costs to TANF are not corrected and continued in fiscal year 2010.	Health & Human Services, Dept. of	44
10F-7	Prior errors in allocating training costs to the TANF Grant remain unresolved and errors continued in fiscal year 2010.	Health & Human Services, Dept. of	45
10F-8	Critical system reconciliations between the Idaho Child Support Enforcement System (ICSES) and the FISCAL accounting system have not been completed on a timely basis.	Health & Human Services, Dept. of	45
10F-9	Significant use of the "miscellaneous" code indicates possible errors in the cost allocation process.	Health & Human Services, Dept. of	46
10F-10	Child Care Grant costs were not charged to the appropriate funding source and the potential liability for federal interest has not been considered.	Health & Human Services, Dept. of	47
10F-11	Public health districts' sub-grantee contracts are not monitored in compliance with federal requirements.	Health & Human Services, Dept. of	48

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATE AGENCY		FEDERAL DEPARTMENT	PAGE
SUPERINTENDENT OF PUBLIC INSTRUCTION, OFFICE OF THE			
10F-12	Federal funds are not requested within the required time frames.	Education, Dept. of Agriculture, Dept. of	49
10F-13	Internal control weaknesses exist in the preparation of several federal reports and an allocation of Title II Teacher Quality funds to school districts.	Education, Dept. of Agriculture, Dept. of	50
VOCATIONAL REHABILITATION, DIVISION OF			
10F-14	Federal funds in the amount of $1.8 million were drawn early due to errors in the draw process.	Education, Dept. of	52
10F-15	Federal financial reports are not supported by the Division's accounting records.	Education, Dept. of	53
10F-16	Additional services provided to clients are not documented as required.	Education, Dept. of	54
10F-17	The indirect cost rate is not supported, and amounts are claimed twice in error.	Education, Dept. of	55

HEALTH AND WELFARE, IDAHO DEPARTMENT OF

FINDING 10F-1
CFDA Title: Medicaid Cluster
CFDA #: 93.775, 93.777, 93.778
Federal Award #: 05-0805ID5028, 05-0905ID5028, 05-1005ID5MAP
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirements:
A-Activities Allowed or Unallowed
L-Reporting
Questioned Costs: $2.5 Million

Medicaid payments of $2.5 million were not identified by specific service type as required. Federal regulations (42 CFR 440) require the Department to identify Medicaid provider payments by the type of services provided to determine allowability to the grant. Further, this information is then reported quarterly to the federal grantor by service type.

A coding structure established within the Medicaid Management Information System (MMIS) is used to identify types of service. However, more than $2.5 million paid during fiscal year 2010 was identified as "miscellaneous unknown" services, which is not an acceptable service type allowable for reimbursement from this grant.

Payments identified as "miscellaneous unknown" are unallowable costs to the grant and must either be removed from the grant costs claimed or properly identified to an allowable service type. Efforts are currently underway to identify payments to an allowable service type, but the total has increased significantly since the end of fiscal year 2010 and additional efforts are needed.

Compounding this issue is the effect of the changing federal grant match rate (FMAP) which will require additional efforts to properly identify claims by date of service to ensure that the correct federal match rate is claimed.

RECOMMENDATION

We recommend that the Department increase its efforts to properly identify and report Medicaid payments by specific service types as required and to ensure that the correct federal match rate is claimed.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. DHW anticipated that conversion to the new Medicaid Management Information System would result in an increase in the number of claims being created in the miscellaneous task code.

DHW created a process for analyzing these claims and making the appropriate adjustments from the miscellaneous task code into the correct task code. To date, about one-third of all claims that were created in the miscellaneous task code have been adjusted to the correct task code.

The process of analyzing claims created in the miscellaneous task code and adjusting them to the correct task code was delayed for a short time in order to address other higher priority concerns. The process of analyzing and adjusting miscellaneous claims will resume in April, 2011.

FINDING 10F-2
CFDA Title: Medicaid Cluster
CFDA #: 93.775, 93.777, 93.778
Federal Award #: 05-0805ID5028, 05-0905ID5028, 05-1005ID5MAP
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
A-Activities Allowed or Unallowed
Questioned Costs: Not Determinable

Existing data imported to the new Medicaid payment system was not tested or evaluated. A new Medicaid Management Information System (MMIS) was installed in June 2010, and data from the old system was imported into the new system. However, this data was not tested or evaluated for accuracy, which created errors, irregularities, and other inconsistencies in the new system. We compared data relating to provider claims receivable balances and payments and identified the following items:

a) Of the 74,762 receivable transactions imported into MMIS, only 4,394 were identified by provider number or name.
b) Provider debt balances were not reduced for payments made through the court system.
c) Of the 317 claims receivable reviewed, 79 of these claims had no activity since January 2009, and another 33 had no activity since January 2010, but were imported into the new system without verifying the status of the receivable balance.
d) Two accounts receivable balances were imported into the new system with incorrect balances of $200,000 and $50,000 and assigned to incorrect providers.
e) Two providers had balances imported into the new system that were cumulatively more than $50,000 higher than the balances in the old system.

Based on conversations with Medicaid Division staff, no process was in place to verify or test the old data before it was imported into the new system.

RECOMMENDATION

We recommend that the Department validate the data imported from the old Medicaid payment system to the new system to identify and correct errors and other irregularities.

AGENCY'S CORRECTIVE ACTION PLAN
Additional information is needed in order to respond to the specific items listed in the findings.

DHW conducted validation testing of the data conversion from the old system to the new system. We acknowledge that some data conversion errors exist and are being corrected.

DHW will continue to work with the auditor to resolve items a) through e) listed in the finding. After completing the research, the Department will prepare a comprehensive response addressing each item listed in the finding.

FINDING 10F-3
CFDA Title: Medicaid Cluster
CFDA #: 93.775, 93.777, 93.778
Federal Award #: 05-0805ID5028, 05-0905ID5028, 05-1005ID5MAP
Program Year:
July 1, 2009 to June 30, 2010

Procedures to suspend or debar providers from the Medicaid program are inadequate. Federal regulations (42 CFR 1002.210), require the Department to develop procedures for identifying and reporting Medicaid providers for debarment from participating in the program. Procedures should include methods for documenting the issues and submitting provider information to the federal grantor for debarment from all federal programs. Additionally, federal regulation (42 CFR

Federal Agency: Department of Health and Human Services
Compliance Requirement:
I-Procurement, Suspension, and Debarment
Questioned Costs: Not Determinable

1001.60 (a)(2)) specifically addresses "situations where an individual or entity voluntarily withdraws from a program to avoid a formal sanction." The Department's State Plan provides that an investigation into suspected abuse may occur, but does not identify specific procedures that the Department will take to suspend or debar the provider.

One provider file we reviewed had an undisputed overpayment of $39,000. This provider had been excluded in Florida for a license revocation but was allowed to practice in Idaho. Further, the provider offered in writing to surrender their Medicaid Provider Number in exchange for forgiveness of the debt. While the Department did not agree to this offer, no efforts were taken to suspend or debar this provider as required by federal regulations.

Without adequate procedures in place to evaluate these overpayment cases, the risk increases significantly of not excluding a provider who meets the federal requirements for exclusion. We evaluated 317 outstanding provider overpayments as of June 2010 and identified 86 (27%) with no activity for 18 months. However, none of these providers were reported to the federal grantor for suspension or debarment. Three of these providers were referred to the Medicaid Program Integrity Unit (MPIU) for collection efforts, but no collections have been made, and no reporting for debarment to the federal grantor has been done. Failure to report these providers allows them to continue to bill for services to the Medicaid program, as well as other government programs in Idaho and elsewhere.

We also noted that interest on unpaid balances was not consistently We also noted that interest on unpaid balances was not consistently applied or collected in accordance with signed repayment agreements with providers.

RECOMMENDATION

We recommend that the Department implement procedures to suspend or debar providers from participation in the Medicaid program for reasons identified in federal regulations and the State Plan. We also recommend that the Department consistently apply and collect interest in accordance with provider repayment agreements.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with the finding on interest collections, but has two other issues with this finding:

a) DHW cannot respond at this time to a portion of this finding; and
b) We disagree with another portion of the finding.

The Department agrees that interest is not always applied. The Department is using an accounts receivable system that requires interest to be posted manually. Therefore, accrued interest is sometimes posted only when the account is adjusted for a payment or write-off. In some cases, the receivable balance does not show accrued interest.

a) The Department cannot respond to this finding related to 299 overpayment receivables. The finding describes 317 outstanding receivables that the auditor evaluated. Of those, 18 were established by the Medicaid Program Integrity Unit. The remaining 299 receivables were established by the Division of Medicaid. DHW continues to research the 299 outstanding provider overpayments and will provide a comprehensive response in the 90 day follow up. (See Finding #2)

b) DHW disagrees with this finding as it relates to the 18 provider overpayments handled by the Medicaid Program Integrity Unit. DHW has "administrative procedures" to debar Medicaid providers. The Department also maintains internal policies and procedures to debar Medicaid providers. The administrative rules and policies and procedures fully comply with federal regulations and, in our opinion, are sufficient and adequate.

The finding suggests that a provider with an overpayment of $39,000 was excluded in Florida and should have been excluded in Idaho. After researching this case, we determined that these were two different people with similar names.

It is not the policy of DHW to automatically debar a provider for failure to repay a debt. Federal rules do not require the Department to debar a provider for failure to repay a debt. Moreover, we do not believe that DHW should automatically debar a provider for failing to refund an overpayment. The Department does submit mandatory debarments as required in 42 CFR 1001.

The finding states that three providers were referred to Medicaid Program Integrity Unit for collection but no collections have been made. In two of the examples mentioned, collection activity occurred, but stopped once the provider went out of business. We could not identify the third provider mentioned in the finding. Collections are the responsibility of the Central Revenue Unit. The Medicaid Program Integrity Unit establishes overpayments, obtains repayment agreements, sets up offsets to recoup overpayments from claims, and monitors collection progress.

FINDING 10F-4
CFDA Title: Temporary Assistance to Needy Families Cluster
CFDA #: 93.558, 93.714
Federal Award #: G1002IDTANF, G0801IDTANF
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirements:
G-Maintenance of Effort
L-Reporting
Questioned Costs: $4 million

Costs of $4 million claimed as maintenance of effort for the TANF Grant are not "qualifying expenditures." We noted in the fiscal year 2009 audit that the Department claimed $5.2 million as maintenance of effort for the TANF Grant that were not "qualifying expenditures" as defined by federal regulations.

Federal regulations (45 CFR 263.2) require the Department to spend State funds of at least 75% of the amount spent during fiscal year 1994. To meet this requirement for fiscal year 2010, the Department must spend about $13 million of State funds on allowable TANF activities and identify these expenditures to one of four TANF purposes. To be "qualifying expenditures," the costs identified for each purpose must meet certain criteria for eligibility and types of services.

Our analysis of TANF costs for fiscal year 2010 showed that nearly $4 million of the $13 million claimed as maintenance of effort were not for "qualifying expenditures" as defined by federal regulations.

The Department claimed $3.6 million in allocated administrative and program service costs for the child welfare and children's mental health programs, but these costs are not directly identified to an eligible family as required and, therefore, do not qualify. Some of these costs were allocated through a process identified during the prior audit as flawed, resulting in an over-allocation of about $300,000, which is unallowable to TANF as either federal or State maintenance of effort costs. The Department also claimed contract costs of $369,000 for substance abuse liaisons, but these costs are not identified to eligible clients and are also not "qualifying expenditures" for the TANF maintenance of effort requirement.

We also noted that errors in the annual maintenance of effort report (ACF-204) identified in the fiscal year 2009 audit report have not all been corrected as of June 2010. Some TANF costs were incorrectly classified and raised the possibility that both State and federal spending on administrative costs exceeded the 15% limit established by federal regulations. The Department agreed that a review of the classification of TANF expenditures was needed, but the review has not yet been performed. As such, we are unable to determine whether federal and State administrative expenditures exceed the 15% limit for fiscal year 2010.

RECOMMENDATION

We recommend that the Department analyze TANF Grant expenditures claimed as State maintenance of effort to ensure that only "qualifying expenditures" are included as defined by federal regulations. We also recommend that the Department contact the federal grantor to resolve the amounts claimed during fiscal years 2009 and 2010 that do not meet these requirements, and to complete the review of administrative costs claimed to ensure that the total does not exceed the 15% limit allowed.

AGENCY'S CORRECTIVE ACTION PLAN
The Department agrees with this finding.

In response to the fiscal year 2009 finding regarding maintenance of effort, a complete review of the charges and cases involved was performed. The data regarding eligible families which was compiled in that process was sent to our federal grantor for review. Subject to the response of the federal grantor, an adjustment to the federal fiscal year 2009 and federal fiscal year 2010 TANF reports will be made which will reflect the corrected portion of the expenses that were maintenance of effort. Any reduction in maintenance of effort related to this finding will be compensated for by a complementary increase in the portion of maintenance of effort expended in the Self-Reliance program. The same process will be completed for this finding.

Regarding the "systems" costs, the report form has been reviewed for incorrect links and designations and will be corrected for the current quarter. Corrections of the prior period reports will reflect the correct categorizations. The bulk of the expenses will be redirected to either basic assistance or prior law categories; they are services, not administrative functions.

Other issues mentioned in this finding are addressed in related findings.

FINDING 10F-5
CFDA Title: Temporary Assistance to Needy Families Cluster
CFDA #: 93.558, 93.714
Federal Award #: G1002IDTANF, G0801IDTANF
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
A-Activities Allowed or Unallowed
Questioned Costs: $869,000

Contract costs of $869,000 charged to TANF for child welfare services do not meet eligibility criteria or other requirements. Federal regulations (45 CFR 263.11) allow states to spend TANF Grant funds on some child welfare services in accordance with their former State Plan authorized prior to 1995. States must adhere to the eligibility criteria and other requirements set forth in the former plan.

The Department uses TANF funds for Family Service contracts that primarily benefit the Child Welfare program. Some emergency activities are allowable under requirements established in the pre-1995 State Plan. Those requirements include family income and resources, as well as a 90-day limit of assistance, and funds cannot be used for services to children who are eligible for services under the Foster Care Grant program.

The Department charged $869,000 of Family Service contracts in fiscal year 2010 to the TANF Grant and reported these to the federal grantor as emergency assistance services under the pre-1995 State Plan. These contracts provided services such as drug testing, substance abuse liaisons, on-call staffing, and child protective and foster care placement services, which do not meet the criteria and requirements set forth in the pre-1995 State Plan. None of the contracts had provisions for determining client eligibility as required by the grant, and program staff indicated it was unlikely that any eligibility determinations were performed or documented by the contractors.

Although these contracts provided services that may be allowable to other federal grants, the costs are not allowable to the TANF Grant and should be refunded to the federal grantor.

RECOMMENDATION

We recommend that the Department evaluate all costs charged to the TANF Grant program for services provided under the pre-1995 (prior law) State Plan to ensure that eligibility criteria and other requirements are met. We also recommend that the Department contact the federal grantor to resolve the questioned costs identified.

AGENCY'S CORRECTIVE ACTION PLAN

The Division of Family and Community Services (FACS) has met with the legislative services auditor and with the Financial Executive Officer of Financial Services to discuss the findings and details. In addition, FACS has also collected all contracts in question and is preparing a comprehensive review of the audit findings in order to provide a proper response to the finding.

FINDING 10F-6
CFDA Title: Temporary Assistance to Needy Families Cluster
CFDA #: 93.558, 93.714
Federal Award #: G1002IDTANF, G0801IDTANF
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirements:
B-Allowable Costs/Cost Principles
G-Maintenance of Effort
Questioned Costs: $362,500

Prior errors in allocating indirect costs to TANF are not corrected and continued in fiscal year 2010. We noted in the fiscal year 2009 audit that the TANF Grant was charged an excessive share of indirect costs due to errors in the allocation methods. In general, the TANF Grant was charged nearly all costs associated with "other" activities that should have been allocated to other grants and programs that benefitted from these costs.

The Department concurred with the prior audit and submitted to the federal grantor a revised cost allocation method and a plan for reallocating $9.3 million of costs originally charged in fiscal years 2008 and 2009. The revised cost allocation plan and reallocation of prior costs was approved by the federal grantor with an effective date of March 2010. However, the prior method was used through May 2010 and resulted in $362,500 of additional unallowable costs to the TANF Grant, most of which was claimed as "maintenance of effort" costs.

In addition, the proposed reallocation of prior costs has not been completed. Once these adjustments are posted, it will create a significant deficit in the Department's amount of required "maintenance of effort" expenditures for both years. Additional efforts by the Department and approval by the federal grantor will be needed to resolve these deficits.

RECOMMENDATION

We recommend that the Department complete the reallocation of costs for fiscal years 2008 and 2009 as agreed to by the federal grantor. We also recommend that the Department contact the federal grantor to resolve the questioned cost amounts for fiscal year 2010 and the "maintenance of effort" deficit that will occur once the adjustments are completed.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. This issue has been addressed and resolved as noted in the finding. We plan to have the final adjustments for fiscal year 2008, 2009, and 2010 completed by March 31, 2011.

FINDING 10F-7

CFDA Title: Temporary Assistance to Needy Families Cluster
CFDA #: 93.558, 93.714
Federal Award #: G1002IDTANF, G0801IDTANF
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
B-Allowable Costs/Cost Principles
Questioned Costs: $27,000

Prior errors in allocating training costs to the TANF Grant remain unresolved and errors continued in fiscal year 2010. The fiscal year 2008 audit identified $1.3 million of costs charged to the TANF Grant for foster care and adoption assistance staff training that was not supported by an appropriate allocation method. The Department agreed, and efforts were taken to resolve this issue and evaluate all training costs to determine an appropriate allocation method. However, adjustments have not been made as directed by the federal grantor.

The fiscal year 2009 audit identified an additional $700,000 of costs charged to the TANF grant using the unsupported allocation method, and these costs have also not been adjusted pending the federal approval of the new allocation method. The Department received the approval in June 2010, but no adjustments for either the fiscal years 2008 or 2009 have been made as of February 2011.

For the fiscal year 2010 audit period, an additional $27,000 in training costs was charged to the TANF Grant using the unsupported allocation method.

RECOMMENDATION

We recommend that the Department adjust the costs charged to the TANF Grant for unsupported allocations for fiscal years 2008 and 2009, and contact the federal grantor to resolve the questioned cost amounts for fiscal year 2010.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. As noted in the finding the Department thought it had solved the issue but the resolution was flawed. Adjustment for prior years was pending final resolution of the indirect cost finding number 5 above. Those adjustments and the adjustment for this finding are planned to be included in the adjustments projected to be completed by March 31, 2011.

FINDING 10F-8

CFDA Title: Child Support Enforcement
CFDA #: 93.563
Federal Award #: G1004ID4004
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
L-Reporting
Questioned Costs: Not Determinable

Critical system reconciliations between the Idaho Child Support Enforcement System (ICSES) and the FISCAL accounting system have not been completed on a timely basis. The Department currently does not reconcile individual transactions between the ICSES and FISCAL systems. This reconciliation process was performed by a staff member that was transferred to a regional office in May 2010. According to Management Services staff, no one has performed the reconciliation since then, and Child Support program staff was unaware that this reconciliation was not being performed.

The Department receives an electronic file of all child support funds deposited every day from a contractor. This file is used to post to ICSES, and program personnel reconcile the total receipts on this file to the total amount posted to ICSES. However, individual transactions are not compared, which increases the risk that amounts are recorded incorrectly and not detected and corrected.

RECOMMENDATION

We recommend that the Department reestablish the reconciliation between the ICSES and FISCAL systems to ensure that amounts are properly recorded and any errors are detected and corrected.

AGENCY'S CORRECTIVE ACTION PLAN

The Department partially agrees with this finding. Despite employee turnover that created a delay in certain monthly reconciliations, DHW continued to perform critical daily system reconciliations that affected agency cash and client benefits to ensure that the multiple financial systems were current and in sync. Those reconciliations that were less critical were postponed until the employees assigned to perform this duty were fully trained. DHW has prioritized all reconciliations that are not current and intends to investigate the best way to automate them to lessen the impact of employee turnover.

FINDING 10F-9
CFDA Title: Child Support Enforcement and Medicaid Cluster
CFDA #: 93.563, 93.775, 93.777, 93.778
Federal Award #: G1004ID4004, 05-0805ID5028, 05-0905ID5028, 05-1005ID5MAP
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
B-Allowable Costs/Cost Principles
Questioned Cost: Not Determinable

Significant use of the "miscellaneous" code indicates possible errors in the cost allocation process. The Department uses a federally-approved allocation method "Random Moment Time Study" (RMTS) to allocate costs based on the activities of employees at randomly selected moments in time. The data is used to develop percentages to calculate the amount each grant or program shares in the total costs incurred. This approach is effective and efficient where groups of employees work on several different grants or programs.

Employees are asked to identify the activity they are performing at the time of contact using an established list of activity codes. If the employee's current activity is not listed, they are instructed to use a "miscellaneous" activity code and provide a brief explanation. All activity codes are identified to specific grants or programs except the value of the "miscellaneous" code, which is allocated to all other activity codes based on a weighted average.

During fiscal year 2010, the "miscellaneous" code was the basis for allocating nearly a third of the $36 million of costs in the Self Reliance program. This level of use indicates that the coding structure may not adequately identify activities or that additional staff training on the use of codes is needed. In addition, there is no evidence that the results of the employee responses are analyzed at the Division level to identify any trends or irregularities in the data or the possibility that the "miscellaneous" code was over used.

RECOMMENDATION

We recommend that the Department evaluate the use of the "miscellaneous" code in the allocation processes to determine whether the coding structure is sufficient to identify activities, or whether additional staff training is needed to improve the accuracy and reliability of the amounts allocated.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees that monitoring can be improved. To ensure that each participant universe is complete and accurate, the Random Moment Time Study (RMTS) administrator will work with program management for review and will update as necessary. In addition, the program will conduct statewide training and then offer refresher courses annually.

The Self-Reliance program will continue to monitor the RMTS results after the training planned in March and April and determine if results fit the current program process designs. Historically, and by design, the Division's benefit programs have a large percentage of non-program specific activities identified in the RMTS since the eligibility process focuses on the applicant/ participant circumstances which are, by definition, generally not program specific (our efforts are to effectively gather eligibility-related facts such as household size, age, SSN, citizenship, income, and resources; these items are not program specific).

If the RMTS results show geographical or program related anomalies the Division will pursue additional tracking and effort at that time. Self-Reliance management will continue to monitor results on a regular basis and make any changes or recommendations for changes to the survey as needed.

FINDING 10F-10
CFDA Title: Child Care and Development Cluster
CFDA #: 93.575, 93.596, 93.713
Federal Award #: G1001IDCCDF
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
C-Cash Management
Questioned Cost: Not Determinable

Child Care Grant costs were not charged to the appropriate funding source and the potential liability for federal interest has not been considered. The Child Care Development Block Grant has three separate funding sources, each with different federal funding ratios and periods of availability. The Department charged costs to the funding source with the highest federal rate of participation rather than to the appropriate funding source at the time the cost was incurred. Adjustments were made at the end of the quarter to move costs to the appropriate grants, but the impact to the cash balance and potential liability for interest owed to the grantor is not considered. This process did not comply with the federal cash management requirements, created additional accounting effort and risk of errors, and increased the possibility that funds were improperly used.

For example, costs of $717,000 were initially claimed and reimbursed from the Child Care Stimulus funding source at 100% federal participation but later moved to the Mandatory Grant funding source reimbursed at 70%. This resulted in a refund owed to the federal grantor of $215,000, and created accounting transactions that limit the ability to clearly identify allowable expenditures charged to each funding source as required by federal regulations (45 CFR 98.67).

The Cash Management Improvement Act (CMIA) requires the Department to incur allowable costs before requesting reimbursements. When costs already reimbursed by the federal grantor are adjusted to a grant reimbursed at a lower rate, the result is federal cash on-hand with no supporting costs. The Department must then resolve this situation by either identifying additional costs to claim against the funds received or return the excess funds to the grantor. In addition, the process to claim and adjust costs between fund sources has not been identified by the Department as creating a potential federal interest liability, so no efforts to recognize or reduce this risk have been taken.

RECOMMENDATION

We recommend that the Department claim Child Care Development Block Grant costs to the appropriate funding source at the time the costs are incurred. We also recommend that the Department implement a process to evaluate the effect of adjustments on federal funds on-hand to recognize or reduce the potential interest liability owed to the federal grantor.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. We will review the assignment of PCAs to funding sources to ensure the correct matching of expenditures to federal grants. Furthermore, we will review the methodology for calculating CMIA interest and determine if there is a more efficient way to track expenditure adjustments after federal draws have been completed. We will report any interest to the federal grantor.

FINDING 10F-11
CFDA Title: Public Health Emergency Preparedness
CFDA #: 93.069
Federal Award #: 5U90/TP020290-08
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Health and Human Services
Compliance Requirement:
M-Subrecipient Monitoring
Questioned Cost: Not Determinable

Public health districts' sub-grantee contracts are not monitored in compliance with federal requirements. The Department contracts with the seven public health districts to perform various services and program activities in support of the Health Preparedness Program (CFDA #93.069). However, only limited financial monitoring is performed by the Division of Health staff to ensure that costs claimed are supported and allowable. These Health Preparedness Program contracts with the health districts lack uniform and adequate contract monitoring requirements, and the invoices submitted by the health districts lack an appropriate level of supporting detail.

Each district reports and claims costs on a monthly basis as required by the contract, but these reports have insufficient detail to determine compliance with grant requirements and federal cost principles. Additionally, these reports are not routinely confirmed by program staff to supporting documentation that each district is required to maintain. Invoices received from the districts are reported by generic categories of summarized costs, such as personnel, operating, and trustee and benefits rather than providing detailed identification of expenditures. There is also a lack of uniformity in the invoices used by each of the health districts, which contributes to difficulties with financial monitoring.

Some reliance is placed on the financial audits completed for these districts, but the scope of these audits may not include all programs or confirm that expenditures meet specific contract or grant requirements. Although the Department performs annual site visits to each district, these visits are focused on program progress and performance, and do not have a financial focus. Inadequate financial monitoring efforts raise the possibility that errors and other irregularities could exist and would not be detected.

RECOMMENDATION

We recommend that the Department establish adequate monitoring requirements in these contracts to allow proper monitoring of the costs submitted by each health district and to implement a financial monitoring process to ensure that reimbursed costs are allowable to federal grants and comply with the terms of the contract.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees that financial monitoring should be improved. Programmatic monitoring is uniform and complies with federal requirements. However, financial monitoring, though uniform, is limited.

Invoices submitted by health districts can be provided in more detail. Each health district invoice is accompanied by a Billing Cost Report, which includes cost categories for Personnel, Fringe, Operating, and Indirect, and monthly program activity reports. Items in the monthly program activity report are matched to items on the invoice.

The Division of Public Health hired a new business analyst who will assist in developing and implementing a new fiscal monitoring process that will include uniform invoice support and on-site financial monitoring. The new financial monitoring process will begin on July 1, 2011.

SUPERINTENDENT OF PUBLIC INSTRUCTION, OFFICE OF THE

FINDING 10F-12

CFDA Title: Child Nutrition Cluster, Title 1, Part A Cluster, Special Education Cluster, Improving Teach Quality State Grants

CFDA #: 10.553, 10.555, 10.556, 10.559, 84.010, 84.389, 84.027, 84.173, 84.391, 84.392, 84.367

Federal Award #: 2009IN109947, 2009CN109947, 2010IN109947, S010A070012, S010A080012, S389A090012, H027A070088, H027A080088, H027A090088, H173A070030, H173A080030, H173A090030, H391A09008,

Federal funds are not requested within the required time frames. Federal regulations under the Cash Management Improvement Act (CMIA) require the Office to request federal funds on a basis that minimizes the time between disbursement of program costs and the collection of federal funds. To meet this objective, the Office agreed to a procedure that requires federal funds be requested on a "clearance pattern" based on the timing of when state warrants are redeemed by the State Treasurer. The current agreement allows the Office to request funds four or five days after the disbursement is recorded in the accounting system.

Of the 46 funding requests selected, 21 (46%) were not requested within the time frames established in the CMIA agreement. Compounding this issue is that program disbursements are not made on a scheduled basis, which in turn requires that requests for federal funds

H392A090030, S389A090012, S367A080011, S367A090011
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Agriculture and Department of Education
Compliance Requirement:
C-Cash Management
Questioned Cost: Not Determinable

be made in the same fashion. In most instances, a single request includes disbursements processed over several days, which results in some amounts requested either earlier or later than required. Although the possible federal penalty from this situation is minimal due to current low interest rates, in times of higher interest rates the impact of this error could result in large federal penalties.

The current clearance pattern does not represent the actual flow of cash. Most disbursements are now made using electronic payment processes which clear the State Treasury much sooner than warrants. The CMIA agreement, however, has not been updated to consider the effect of this. The Office of the Superintendent of Public Instruction is the third largest recipient of federal funds for the State of Idaho, spending $421 million in FY 2010. Its attention to cash management has a significant impact on the cash flows of the State.

RECOMMENDATION

We recommend that the Office comply with the terms of the CMIA agreement while seeking to amend the agreement to more accurately represent the flow of cash for federal program disbursements. We also recommend that the Office consider establishing a consistent disbursement schedule to simplify the process and improve compliance with federal cash management requirements.

AGENCY'S CORRECTIVE ACTION PLAN

The Office is working with the Division of Financial Management to review the actual clearance patterns and to modify the current CMIA agreement if needed. In the interim, the Office has aligned its current draw request schedule to match the average clearance pattern stated in the agreement. In doing so, it is recognized this will cause a financial burden on the State as higher levels of borrowing are needed for longer periods of time, counterintuitive to the intention of the CMIA and inherently inefficient.

The Office has reviewed the recommendation to establish a static disbursement schedule and has determined our current system of "near real time" payment processing better serves our customers.

FINDING 10F-13
Item #1
CFDA Title: Title I Part A Cluster
CFDA #: 84.010, 84.389
Federal Award #:
S010A070012, S010A080012, S389A090012
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Education
Compliance Requirement: L-Reporting
Questioned Cost: None

Internal control weaknesses exist in the preparation of several federal reports and an allocation of Title II Teacher Quality funds to school districts. Internal controls are essential to ensure federal reports and allocations of funding are proper. Although the overall internal control structure of the Office is good, we identified the following errors and lack of proper internal controls:

Per-pupil expenditures were reported in error. Title I per-pupil expenditures are calculated on a series of complex interlinking spreadsheets, but this data is not reviewed by another staff member to ensure the accuracy of the amounts reported. Due to a weakness in internal controls, a clerical error in the fiscal year

Item #2
CFDA Title: Improving Teacher Quality State Grant
CFDA #: 84.367
Federal Award #:
S389A090012, S367A080011, S367A090011
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Education
Compliance Requirement:
E-Eligibility
Questioned Cost: None

Item 3
CFDA Title: Child Nutrition Cluster
CFDA #: 10.553, 10.555, 10.556, 10.559
Federal Award #:
2009IN109947, 2009CN109947, 2010IN109947
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Agriculture
Compliance Requirement:
L-Reporting
Questioned Cost: None

Item #4
CFDA Title: Title I Part A Cluster
CFDA #: 84.010, 84.389
Federal Award #:
S010A070012, S010A080012, S389A090012
Program Year:
July 1, 2009 to June 30, 2010
Federal Agency: Department of Education
Compliance Requirement:
G-Matching, Level of Effort, Earmarking
Questioned Cost: None

2010 per-pupil expenditure calculation went unnoticed until identified during the audit.

1. Per-pupil expenditures reported for fiscal year 2010 were $7,597; however, a review and recalculation found that actual expenditures were $7,223 per pupil. These amounts, which are published by the National Center for Education Statistics, are frequently used by the media, educators, and others as a way to evaluate a State's educational quality. The proper amounts were resubmitted to the U.S. Department of Education.
2. Teacher Quality funds were allocated in error. Federal regulations provide specific rules to the Office on how to allocate Title II Teacher Quality funds to school districts based on the number of school-age children and those living in poverty. Title II funds allocation is calculated using a complex series of spreadsheets which could only be explained to the auditor with the assistance of a retired employee who had initially developed the spreadsheets. The review identified errors in the calculation including errors in amounts entered from U.S. census data and improper use of other factors, such as the number of neglected children or those in foster care. Although the miscalculation resulted in only minor inequities between districts, the use of an undocumented spreadsheet and absence of a thorough review process raises the risk that significant errors could occur and not be detected.
3. Review procedures are not used for data submitted to the USDA. The Office submits data to the U.S. Department of Agriculture (USDA) for several grant programs using the Food Program Reporting System. Data is assembled from a variety of sources, including school districts and other local education agencies. The reporting system can be set up to allow one staff member to enter the data and another to review the data to ensure the accuracy of the reports. However, this feature is not currently used and data is entered and submitted by one staff member. Although no errors were identified, the lack of appropriate review procedures could allow errors or other irregularities to occur and not be detected or corrected.
4. The calculation of "maintenance of effort" requirements is not properly reviewed. The Office is responsible for calculating Title I "maintenance of effort" requirements for all local educational agencies (LEAs). This is done at a statewide level with data provided by the LEAs. The methods and process for calculating "maintenance of effort" is complex and detailed, but no review or other efforts are taken to ensure the accuracy of the results. Although no errors were identified, the lack of appropriate review procedures could allow errors or other irregularities to occur and not be detected or corrected.

RECOMMENDATION

We recommend that the Office review internal controls over the preparation of data, reports, and allocations and strengthen the process to ensure that information and funds being disseminated from the Office are accurate and complete.

AGENCY'S CORRECTIVE ACTION PLAN
The Office has reviewed each of the four areas of concern in this finding with the appropriate program staff. We have implemented additional review processes for reporting. Program staff is using a combination of initial reviews by supervisors, reviews by cross-trained counterparts, and exception reporting reviews by supervisors to verify the accuracy of reporting. The Office is hopeful these steps will further strengthen the internal control process and consider these actions sufficient to close this issue.

VOCATIONAL REHABILITATION, IDAHO DIVISION OF

FINDING 10F-14
CFDA Title: Vocational Rehabilitation Cluster
CFDA #: 84.126, 84.390
Federal Award #: H126A090016, H126A100016, H390A090016
Program Year:
October 1, 2008 to September 30, 2009
October 1, 2009 to December 30, 2010
July 1, 2009 to September 30, 2010
Federal Agency: Department of Education
Compliance Requirements:
C-Cash Management
Questioned Costs: Not Determinable

Federal funds in the amount of $1.8 million were drawn early due to errors in the draw process. Federal regulations under the Cash Management Improvement Act (CMIA) require the Division to request federal funds on a basis that minimizes the time between disbursement of program costs and the collection of federal funds. To meet this objective, the Division agreed to a procedure that requires federal funds be drawn on a "clearance pattern," based on the timing of when State warrants and other transactions are redeemed by the State Treasurer. The current agreement requires the Division to draw personnel costs on each pay date and all other costs on a percentage basis over a seven-day period after disbursement.

The Division has several sources of funding for program costs, two of which are federal grants and Social Security Administration (SSA) programs. During fiscal year 2009, the Division began using a new software system to better identify allowable costs to the SSA programs. However, costs claimed for the SSA programs were also claimed, in error, for the federal grant program, resulting in more than $1.8 million in surplus federal funds on-hand at June 30, 2010. Most of this surplus has accumulated over the past 18 months and has created an interest liability, as defined in the CMIA agreement, which is payable to the federal government.

We also noted that the Division is not drawing funds in accordance with the CMIA agreement. Most draws are made about seven days after the disbursements are recorded, rather than on a percentage basis over a seven day period. Disbursements are made nearly every day rather than on a scheduled basis, which in turn requires frequent draws to remain in compliance. This approach requires additional efforts and contributes to potential errors and delays in receiving federal funds.

Further compounding this issue is the clearance pattern identified in the CMIA agreement, which does not represent the Division's actual flow of federal cash. Most disbursements are now made using electronic

payment processes, which clear the State Treasury much sooner than warrants, but the CMIA agreement has not been updated to consider the effect of this.

Although the possible federal penalty of this situation is minimal due to low interest rates, the Division should seek to amend the CMIA agreement and establish disbursement schedules to improve compliance and reduce the risk of penalties in the future.

RECOMMENDATION

We recommend that the Division draw federal funds in accordance with the CMIA agreement and adjust the process so that the same costs are not claimed to both the Social Security Administration and the federal grant program. The Division should contact the federal grantor to resolve the surplus federal funds on hand and the resulting interest liability.

We also recommend that the Division seek to amend the CMIA agreement to more accurately reflect the flow of federal funds and consider establishing a consistent disbursement schedule to simplify the process and improve compliance to federal cash management requirements.

AGENCY'S CORRECTIVE ACTION PLAN

The mechanism that allowed federal funds to be drawn ahead has been identified and draw procedures amended to prevent duplication of draws. The Division has contacted the RSA regarding this issue and will comply with their requirements once received.

The Division has made the initial contact with David Fulkerson at the Division of Financial Management to address the draw timing in accordance with the CMIA. Discussions will include appropriate adjustments to the agreement in order to more accurately reflect the flow of federal funds. Internal discussions have also begun regarding simplifying the process.

FINDING 10F-15
CFDA Title: Vocational Rehabilitation Cluster
CFDA #: 84.126, 84.390
Federal Award #: H126A090016, H126A100016, H390A090016
Program Year:
October 1, 2008 to September 30, 2009
October 1, 2009 to December 30, 2010
July 1, 2009 to September 30, 2010
Federal Agency: Department of Education
Compliance Requirements:
L-Reporting
Questioned Costs: Not Determinable

Federal financial reports are not supported by the Division's accounting records. The Division is required to submit financial reports to the federal grantor, which must be supported by its accounting records. A complex series of spreadsheets are used by the Division to develop the federal financial reports; however no current staff member fully understands how the data is compiled.

Our analysis of the financial reports for the fiscal years 2009 and 2010 federal Basic Grant submitted at June 30, 2010, showed that each report contained unsupported expenditures of $3.4 million. This amount was a "plug figure" necessary to force the federal reports and the total expenditures recorded in the Division's accounting records to agree.

The expenditure of federal funds reported directly to the grantor did not agree to the amounts reported as federal expenditures to the State

Controller as part of the statewide Single Audit process. This was caused by coding the expenditures in the Statewide Accounting System (STARS) to a different grant phase than the one coded in the Division's internal accounting system.

RECOMMENDATION

We recommend that the Division properly support all data reported to the federal grantor by fully documenting the process and spreadsheets used to develop the reports. We also recommend that the Division reconcile this data to the amounts recorded in STARS to ensure that amounts reported and included in the statewide Single Audit are supported and accurate.

AGENCY'S CORRECTIVE ACTION PLAN

The Division is working with the State Controller's Office and beginning in fiscal year 2012, all IDVR grants will be traced with enough detail in the State accounting system (STARS) to allow definitive reporting through STARS and Idaho Business Intelligence Systems (IBIS). Information pulled from the State of Idaho systems will be used for both federal and State reporting therefore, all reports will have proper support and will reconcile to STARS.

FINDING 10F-16
CFDA Title: Vocational Rehabilitation Cluster
CFDA #: 84.126, 84.390
Federal Award #: H126A090016, H126A100016, H390A090016
Program Year:
October 1, 2008 to September 30, 2009
October 1, 2009 to December 30, 2010
July 1, 2009 to September 30, 2010
Federal Agency: Department of Education
Compliance Requirements:
A-Activities Allowed or Unallowed
Questioned Costs: $0-$300,000

Additional services provided to clients are not documented as required. Federal regulations (34 CFR 361.45) establish mandatory procedures that the Division must follow to authorize and document services to clients. These procedures must be followed in order for costs to be allowable to the federal Vocational Rehabilitation Grants. The Division is required to develop an "Individual Plan of Employment" (IPE) for each client that must be agreed to and signed by both the client and a qualified counselor employed by the Division. Any amendments to the IPE must also be agreed to, in writing, by both the client and counselor for costs to be allowable to the grant.

The Division has an internal policy that allows counselors to provide clients with up to $400 of additional services without amending the IPE or obtaining a written agreement from the client. Although the policy requires the counselor to document the client's agreement to the additional services in the electronic case system, no signed document from the client is available. As a result, these costs do not follow the mandatory procedures outlined in federal regulations and may be unallowable to the grant.

In addition, our limited review showed that the record in the case system did not always include notation that the client verbally agreed to the additional services. This raises the possibility for errors or other irregularities to occur as clients may not be informed of the costs and services provided or available.

During fiscal year 2010, the Division provided additional services to nearly 1,300 clients for which no amended IPE or other signed agreement from the client was available. Based on the range of costs

incurred for these additional services, we estimate that as much as $300,000 in costs claimed to the federal grant could be unallowable.

RECOMMENDATION

We recommend that the Division document the costs of services as required by federal requirements and obtain written agreements from clients for all additional services provided. We also recommend that the Division contact the federal grantor to resolve the potential questioned costs.

AGENCY'S CORRECTIVE ACTION PLAN

The Division policy allowing counselors to provide clients with up to $400 of additional services without amending the IPE or obtaining a written agreement from the client will be modified to conform to all State and federal rules and regulations. Until such time as an acceptable protocol is developed, the Field Chief has instructed all field staff to immediately cease using this Division policy.

IDVR is working with Alliance, the case management system developer, to determine if a protocol could be crafted that would conform to all regulations and also reduce the amount of time necessary for a counselor to complete the required paperwork in order to amend the IPE in a timely manner and in compliance with the Code of Federal Regulations.

FINDING 10F-17
CFDA Title: Vocational Rehabilitation Cluster
CFDA #: 84.126, 84.390
Federal Award #: H126A090016, H126A100016, H390A090016
Program Year:
October 1, 2008 to September 30, 2009
October 1, 2009 to December 30, 2010
July 1, 2009 to September 30, 2010
Federal Agency: Department of Education
Compliance Requirements:
B-Allowable Costs/Cost Principles
Questioned Costs: Not Determinable

The indirect cost rate is not supported, and amounts are claimed twice in error. Federal regulations (OMB *Circular A-87*) allow the Division to charge administrative and other shared costs to federal grant programs based on an "indirect rate" approved by the federal grantor. The indirect rate must be applied proportionately and consistently to all programs, whether federally funded or not, and procedures must exist to ensure that costs are not charged as a direct cost and also recovered through the indirect rate calculation.

The indirect rate for fiscal year 2010 was established at 11% of all direct costs. However, this rate is not supported because the calculation did not include all expenditures of the Division as required. More than $4.5 million of expenditures were excluded from the base and caused the indirect rate to be overstated by 25% or more.

We also noted that costs recovered through the indirect rate are also claimed as direct costs in error. For example, nearly all employee salary, vacation, and sick leave costs are charged as direct costs to the federal Basic Grant, but the amounts relating to administrative staff are also recovered through the indirect rate. In addition, rent and data lines of several regional offices are charged as a direct cost and also recovered through the indirect rate. No procedures currently exist to exclude costs recovered through the indirect rate from the amounts claimed as direct costs to the federal grant programs.

The amount of costs claimed twice in error is not readily determinable; however, the Division should contact the federal grantor to resolve this issue promptly to avoid potential penalties.

RECOMMENDATION

We recommend that the Division calculate the indirect cost rate plan in accordance with federal regulations (OMB *Circular A-87*) and include all expenditures of the Division in the base. We also recommend that the Division develop procedures to exclude costs recovered through the indirect rate from the amounts claimed as direct costs, and contact the federal grantor to resolve the potential questioned cost amount.

AGENCY'S CORRECTIVE ACTION PLAN

IDVR is currently working with a consultant and the Federal department of Education to correct the indirect cost rate for the current year, and also the proposed rate submitted on December 31, 2010. All IDVR expenditures have been identified and will be included in the indirect cost base.

Procedures will be changed to ensure the proper expenditures are coded as indirect costs. IDVR will work with the federal grantor to rectify the issued.

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF STATE FINDINGS AND RECOMMENDATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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STATE OF IDAHO
SINGLE AUDIT REPORT
STATE FINDINGS AND RECOMMENDATIONS
FOR THE FISCAL YEAR ENDED JUNE 20, 2010

HEALTH AND WELFARE, IDAHO DEPARTMENT OF

FINDING 10S-1

Medicaid claims payable and related federal grants receivable were underreported. The Department reports to the State Controller's Office the amount of Medicaid claims payable and federal grants receivable at year-end to be included in the CAFR.

Medicaid claims payable were understated by approximately $15 million because of a miscalculation in the amount of Medicaid claims withheld from the payment system in fiscal year 2010. Federal grants receivable were also understated by approximately $12 million.

The Department changed the process for estimating payables due to a lack of available information. In June 2010, the Department implemented the new Medicaid Management Information System (MMIS) for Medicaid claims management. Molina Medicaid Solutions manages this claims processing system. The new system did not provide the same reports, and the Department was unable to properly identify costs to complete the estimate as it had in the past. As a result, the estimate was based on an average increase in Medicaid claims multiplied by the prior year Medicaid claims payable.

Additionally, payments of approximately $89 million for Medicaid services provided in June 2010 were withheld due to budget shortfalls. However, the Department did not include these withheld payments in the payable estimate submitted to the State Controller.

The Department submitted corrected information for the Medicaid claims payable and federal grants receivable to the State Controller's Office. However, these errors indicate a weakness in the review process and the need to ensure amounts reported are complete and reasonable.

RECOMMENDATION

We recommend that the Department strengthen the review process and compare estimates to actual activity to ensure that Medicaid claims payable and related grants receivable are properly calculated and reported.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. The Department reviewed our method for estimating Medicaid claims payable at year end with the auditor and they recommended increasing the estimate from the Department's estimate of $197 million to $212 million. The Department agreed that the auditor's method was more accurate so the Department increased the estimated Medicaid payables by $15 million.

FINDING 10S-2

Medicaid provider payments of $2.5 million did not identify specific claims or include proper coding in the accounting system. The Department implemented the new MMIS for Medicaid claims processing on June 1, 2010. Several processing issues arose and resulted in some provider payments being coded to a miscellaneous payment code rather than the specific service type code. Many of these payments were based on estimates, rather than the actual claims submitted, to address cash flow issues for providers who had not received payments as a result of the new system.

As of June 30, 2010, the amount of miscellaneous payments not reconciled to actual claims was $2,517,409, and data was not readily available to ensure that these payments were for allowable expenditures to Medicaid. In November 2010, the Department began to reconcile both "interim payments" and other miscellaneous payments to the actual claims submitted and establish a recoupment process, but this has not been completed and the amount not yet reconciled continues to grow.

RECOMMENDATION

We recommend that the Department reconcile miscellaneous payments to provider claims and correct the coding in MMIS to indicate the actual service type provided. We also recommend it resolve any under or overpayments resulting from estimated claim payments.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with this finding. Payments coded to Task Code 2990 (Miscellaneous Claims) fall into multiple categories as noted below:

Claims - Claims data sent from the MMIS to the State's accounting system are defaulted to FISCAL Task code 2990 when the Category of Service/FISCAL Task coding structure needs to be updated in the MMIS. The MMIS financial team monitors COS/FISCAL Task Code activity weekly to evaluate causes for the incorrect coding and makes appropriate system changes in order to prevent future occurrences. A corrective action plan for adjusting incorrect COS/TASK coding is scheduled for execution during fiscal year 2011.

Interim Payouts - All interim payouts to providers, including rotary sight draft requests, were coded to FISCAL Task 2990 (Medicaid Default). Work is currently underway to recover, monitor, and report weekly on recovery efforts for interim payouts. Types of recoveries for interim payouts include: payout returned by the provider, cash payments, and claims adjustments.

Non Claims - Some Medicaid capitation payments were coded to FISCAL Task 2990 (Medicaid Default) due to data entry errors by the MMIS contractor where the task code structure was correctly mapped in the MMIS, but not used. The MMIS Financial team will oversee and monitor manually-generated capitation payments to prevent future incorrect entries. In addition, corrective actions will be initiated during fiscal year 2011, to adjust the incorrect coding.

FINDING 10S-3

Critical system reconciliations have not been completed on a timely basis. The Department has complex processes involving several independent automated systems uploading data to an overall accounting system called FISCAL. Data in the FISCAL system is then summarized and uploaded to the statewide accounting system STARS. A critical internal control in these processes is the preparation of reconciliations and the use of other techniques to ensure that data has successfully and accurately uploaded in each system. We noted that reconciliations and other procedures have not been completed for several months.

For example, receipts recorded in the FISCAL accounting system for the child support program have not been reconciled to the "ICSES" child support case management system since May 2010. A daily reconciliation of these two systems has not been completed since the assigned employee was laid off. This duty was reassigned, but as of December 2010 no reconciliations have been completed. This reconciliation is essential to ensure that all funds received are appropriately accounted for and entered into the case management system.

In addition, the monthly reconciliation between the Department's FISCAL system and the statewide STARS system has not been completed on a timely basis. The reconciliation for June 2010 was not completed for six months, which increases the risk that errors or omissions could go undetected and reduces the overall reliability and usefulness of the financial information.

RECOMMENDATION

We recommend that the Department complete system reconciliations in a timely manner to ensure that all financial activity is properly recorded.

AGENCY'S CORRECTIVE ACTION PLAN
The Department partially agrees with this finding. Despite employee turnover that created a delay in certain monthly reconciliations, the Department continued to perform critical daily system reconciliations that affected Agency cash and client benefits to ensure that the multiple financial systems were current and in sync. Those reconciliations that

were less critical were postponed until the employees assigned to perform this duty were fully trained. Currently, the Department has prioritized all reconciliations that are not current and intends to investigate the best way to automate to insulate the impact from future employee turnover.

FINDING 10S-4

Adequate documentation to support $47,000 of Medicaid expenditures was unavailable. Federal regulations require the Department to maintain a financial management system that provides adequate documentation and records to reduce the risk of error or improper payments.

Three Medicaid transactions totaling $47,000 were selected for testing, but could not be traced to specific claim information or other appropriate support. We made several requests of Medicaid staff to review the supporting documentation for these payments and received some partial information, but the amounts did not agree, and no evidence was available to confirm that the available documents were related to the selected expenditures.

RECOMMENDATION

We recommend that the Department and the Division of Medicaid improve recordkeeping and maintain adequate documentation for all Medicaid costs to ensure payments are made to eligible providers for eligible client costs.

AGENCY'S CORRECTIVE ACTION PLAN
The Department agrees with this finding. These expenditures are for system generated claims and the documentation in support is from multiple source files. We are in the process of gathering the appropriate documentation and will provide it to the auditors when it is available.

FINDING 10S-5

Adjustments to revenue transactions are not always properly documented. The Department makes revenue adjustments to more clearly identify amounts to appropriate programs and grants. For example, federal revenue for the Medicaid program is initially coded to a generic grant code and then adjusted at month-end to move amounts to specific programs. The adjusted amounts are then used to identify the activity for financial and grant reporting purposes.

The Department uses a report from the FISCAL accounting system to identify revenue amounts that need to be adjusted and the programs affected. We tested 20 revenue adjustment transactions and identified six (30%) totaling more than $5.5 million where the FISCAL report was not available and could not be recreated by the Department. As a result, we are unable to ensure that adjustment amounts were recorded promptly or accurately, which could affect the accuracy of the financial and grant reports issued to the federal grantor.

RECOMMENDATION

We recommend that the Department retain all documentation for adjustments to revenue transactions to ensure the amounts are properly supported and accurate.

AGENCY'S CORRECTIVE ACTION PLAN
The Department agrees with this finding. The Department has supporting documentation for five of the six revenue transactions identified in the audit. However, this supporting information was not always filed with the revenue transaction.

The underlying support for the remaining transaction would be difficult to recreate, but would be possible. For future revenue trans-actions, we will attach the supporting documentation and explanations to the transaction.

TREASURER, OFFICE OF THE STATE

FINDING 10S-6

One security was misclassified in the investment pool closing package schedule. The credit quality schedule, included in the original Local Government Investment Pool closing package submitted to the State Controller's Office, contained a $46 million security with an unsupported rating. The original closing package support showed the security rated as "A" at June 30, 2010. However, the Office included the security with the "Aa" rated securities. The basis for this decision was that the "A" rating had been withdrawn. The supporting documentation of the withdrawn rating was not included with the original closing package, and it did not indicate the rating was withdrawn as of fiscal year end.

Government accounting standards require investments with split ratings to be reported with the rating indicative of the greatest degree of risk.

After our review, the Office submitted an updated closing package to the State Controller's Office including the security in the "A" column.

RECOMMENDATION

We recommend that the Office strengthen the process for completing closing packages to ensure that reported ratings are properly supported.

AGENCY'S CORRECTIVE ACTION PLAN

During the process of preparing the closing package, the Treasurer's Office identified a security that had received ratings of A and AA by two different rating agencies. During the closing package preparation process, we viewed additional supporting documentation that the A rating was withdrawn and the security maintained only an AA rating. The Treasurer's Office determined that the AA rating was the only applicable rating and used this rating in the initial closing package.

This additional documentation was inadvertently not included in the initial supporting documentation provided to the legislative auditors. It was subsequently provided to the auditors upon their request.

In response to questions raised by the auditors and subsequent discussions as to which rating was the most accurate, the Treasurer's Office resubmitted the closing package with the security rated as an A.

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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08F-2	Reports of federal expenditures are inconsistent and not properly supported.	Education, Dept. of	66
09F-1	The Schedule of Federal Expenditures is not supported by accounting records.	Education, Dept. of	67
09F-2	The approved indirect cost allocation plan is still not followed and includes direct costs in error.	Education, Dept. of	67
09F-3	Federal funds are not requested within the timeframes established in federal requirements.	Education, Dept. of	68
FISH AND GAME, DEPARTMENT OF			
09F-4	Errors occurred in federal expenditure reports and reimbursement requests due to internal control weaknesses.	Interior, Dept. of	68
HEALTH AND WELFARE, DEPARTMENT OF			
07F-7	Records are not created in the accounts receivable system for all CHIP-B cases tested.	Health & Human Services, Dept. of	69
08F-3	Medicaid eligibility date in EPICS is still not reconciled to the Medicaid Automated Information System (AIM).	Health & Human Services, Dept. of	69
08F-4	Child support costs of over $7 million were improperly charged to federal grants over the past several years.	Health & Human Services, Dept. of	70
08F-5	Administrative costs of $5.3 million are incorrectly allocated to the TANF Grant.	Health & Human Services, Dept. of	72
08F-6	More than $1.3 million of training costs charged to TANF are not supported by an appropriate allocation methodology.	Health & Human Services, Dept. of	73
09F-5	Costs of $5.2 million claimed as "Maintenance of Effort" for the TANF Grant are not qualifying expenditures.	Health & Human Services, Dept. of	74
09F-6	Indirect costs of $1.6 million are improperly allocated to the TANF Grant.	Health & Human Services, Dept. of	75

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATE AGENCY		FEDERAL DEPARTMENT	PAGE
09F-7	Training costs of $700,000 charged to TANF are not supported by an appropriate allocation methodology.	Health & Human Services, Dept. of	76
09F-8	Child support costs of over $400,000 were improperly charged to the TANF Grant.	Health & Human Services, Dept. of	77
LABOR, DEPARTMENT OF			
09F-9	Financial reports submitted to the federal government are not supported by the accounting records.	Labor, Dept. of	78
VOCATIONAL REHABILITATION, DIVISION OF			
08F-8	Indirect rates used to charge administrative costs to federal grants are not properly supported.	Education, Dept. of	79
09F-10	State matching funds were improperly reported, which reduced reimbursements by nearly $475,000.	Education, Dept. of	79
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STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 20, 2010

BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE

PRIOR FINDING 08F-1
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

Administrative costs of $170,000 were improperly allocated to the Commission's Basic Grant. The Commission uses a federally-approved allocation plan for distributing administrative costs to its federal grants. The allocation plan must follow federal regulations (OMB *Circular A-87*), which require that all programs of the Commission receive an appropriate allocation of administrative costs.

We determined that the Commission did not follow its federally-approved allocation plan and charged administrative costs to other federal programs. The Commission's Basic Grant was charged approximately $170,000 in administrative costs that were initially allocated to other programs. These adjusted allocated costs are not allowable by the cost allocation plan and could result in the return of federal funds to the grantor.

RECOMMENDATION

We recommended that the Commission follow its federally-approved allocation plan and properly distribute administrative costs to all programs. We also recommended that the Commission contact the federal grantor to resolve the potential unallowable costs.

Current Status: CLOSED

The Commission is currently following the approved cost allocation plan.

PRIOR FINDING 08F-2
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

Reports of federal expenditures are inconsistent and not properly supported. Federal grantors require reports of federal expenditures as part of the compliance requirements applicable to most grants. In addition, the State Controller's Office (SCO) requests each agency to report expenditures of federal grants for the statewide Schedule of Expenditures of Federal Awards (SEFA). As part of the Single Audit process, we confirm that amounts reported to the SCO and federal grantors are consistent, properly identified, and supported.

The federal expenditures reported to the SCO and the federal grantors were not consistent or properly supported. Total expenditures reported to the SCO were $2,400,185, but the total reported to federal grantors was $2,576,845, a difference of $176,660. Most of this difference is the result of improperly allocating administrative costs identified in Finding 08F-1. It appears that the amounts reported to the SCO are more accurate, but evidence to support these amounts was not available, and efforts by the Commission to recreate this data were not entirely successful.

RECOMMENDATION

We recommended that the Commission develop and retain appropriate support for the reports of federal expenditures and that amounts reported to the SCO and federal grantors are consistent. We also recommended that the Commission resubmit corrected reports to the federal grantors and resolve any unallowable cost issue as a result of these corrections.

STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 20, 2010

Current Status: CLOSED

The Commission has developed and retained proper support for federal expenditures and has submitted all corrected reports.

PRIOR FINDING 09F-1
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

The Schedule of Federal Expenditures is not supported by the accounting records. The Commission for the Blind and Visually Impaired (ICBVI) is required by federal regulations to report to the federal grantor the amount of expenditures of federal awards (SEFA). As part of the Single Audit process, we confirm that amounts reported are consistent, properly identified, and supported.

Total expenditures reported by the ICBVI for the State Basic Grant of $2,081,648 were not specifically identified in the accounting system, and efforts by the ICBVI to identify the details were unsuccessful. In addition, the amount of federal reimbursements received by the ICBVI exceeded the reported expenditures, and efforts to identify this difference were also unsuccessful.

RECOMMENDATION

We recommended that the ICBVI properly record and document the amounts reported on the SEFA and retain these documents as required by federal regulations.

Current Status: CLOSED

The Commission has properly reported the amounts for fiscal year 2010, which were reconciled to the statewide "STARS" accounting system reports.

PRIOR FINDING 09F-2
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

The approved indirect cost allocation plan is still not followed and includes direct costs in error. We noted during the prior audit that the ICBVI did not follow the federally approved allocation plan and improperly charged administrative costs to federal programs. This issue has not yet been resolved with the federal grantor.

During fiscal year 2009, the ICBVI claimed nearly $2 million in costs to the State Basic Grant program, of which $1.9 million was identified as allocated costs which were not calculated or supported by the federally approved allocation plan.

We also noted that allocated costs included amounts that should be charged as direct costs, such as payroll costs for program staff that only worked on the State Basic Grant program. Including direct costs in the allocation plan can significantly affect the amounts allocated and result in unsupported costs.

RECOMMENDATION

We recommended that the ICBVI follow the federally-approved cost allocation plan and properly distribute administrative costs. We also recommended that the ICBVI remove direct costs from the allocation process to restore the integrity of the plan.

Current Status: CLOSED

The Commission is following the approved cost allocation plan.

PRIOR FINDING 09F-3
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

Federal funds are not requested within the time frames established in federal requirements. Federal regulations under the Cash Management Improvement Act (CMIA) require the ICBVI to request federal funds within specific time frames based on the type of grant and costs incurred. The cash management objectives under a cost reimbursement grant are to minimize the time between disbursements for program costs and the collection of federal funds.

The ICBVI operates the State Basic Grant on a reimbursement basis, and most of the costs incurred for this grant are employee salaries which are paid on a biweekly basis. However, the ICBVI requested federal reimbursements only nine times sporadically during fiscal year 2009, even though salaries costs were disbursed approximately 26 times during the year. In one instance, the time between requests for reimbursements exceed four months, resulting in a significant delay in collecting federal funds and creating a potential interest receivable issue with the federal grantor.

The requests for federal funds did not comply with the requirements of the CMIA because the ICBVI was not aware that these requirements applied to the State Basic Grant.

RECOMMENDATION

We recommended that the ICBVI request federal funds in accordance with the CMIA requirements.

Current Status: CLOSED

The Commission has developed a method to comply with the CMIA to follow required timing of federal draws.

FISH AND GAME, DEPARTMENT OF

PRIOR FINDING 09F-4
Sport Fish Restoration/Wildlife Restoration
15.605 and 15.611
Department of Interior, U.S. Fish and Wildlife Service
Questioned Costs: Not Determinable

Errors occurred in federal expenditure reports and reimbursement requests due to internal control weaknesses. The Department of Fish and Game relies on queries of the accounting system created by staff to prepare federal expenditure reports and requests for reimbursements. These queries are not retained and were not available for audit. Though staff stated that reviews were completed by the primary reviewer, there was minimal documentation to verify this review. Internal control procedures designed by the Department rely on a primary reviewer, but no procedure exists to delegate this task to other staff when the primary reviewer is absent.

Our limited test of five federal expenditure reports and reimbursement requests identified errors in all reports and requests tested. For example, expenditures for one project were overstated by $113,256, while another project was understated by $38,951. In addition, reimbursement requests for one project were overstated by $97,183, while another project was understated by $4,473. Additional inquiries indicated that reimbursement requests were missed for several months, and other errors occurred because program income was not properly excluded.

The Department has subsequently reviewed all final federal expenditure reports and final reimbursement requests for the Fish and Wildlife Restoration Grants and identified and corrected other errors.

RECOMMENDATION

We recommended that the Department enhance internal control procedures to ensure that federal expenditure reports and reimbursement requests are accurate. These enhancements should include procedures to test the accuracy of queries used to create reports and reimbursement requests and retain these for audit, and procedures to delegate the review process when the primary staff member is absent.

Current Status: CLOSED

The Department has enhanced internal controls by implementing procedures to verify the accuracy of queries used to create reports and reimbursement requests, and evidence of this review is now retained for audit purposes. When the primary reviewer is absent, procedures to delegate this review have been established. The Department has also reviewed, corrected, and resubmitted reports and reimbursement requests that were shown to be in error from the audit.

HEALTH AND WELFARE, DEPARTMENT OF

PRIOR FINDING 07F-7
Medicaid
93.767
Department of Health and Human Services
Questioned Costs: Not Determinable

Records are not created in the accounts receivable system for all CHIP-B cases tested. A data transfer process was developed by the Department to create records in the automated accounts receivable system for CHIP-B client premiums. We tested 30 CHIP-B client files and identified two (7%) where the required receivable record was not established. As a result, no billings were sent to clients, and Department staff was unable to identify the reason for these omissions. In addition, the Department does not have an established reconciliation process to ensure that all CHIP-B client information interfaces accurately between the client eligibility system and the accounts receivable system.

RECOMMENDATION

We recommended that the Department analyze the interface process used to create accounts receivable records for CHIP-B premiums to identify the cause for any omitted records. We also recommended that the Department complete a monthly reconciliation between the eligibility and accounts receivable systems to ensure that all records are properly created, and to bill and pursue any unpaid premiums.

Current Status: CLOSED

The Department no longer maintains a CHIP-B program.

PRIOR FINDING 08F-3
Medicaid
93.778
Department of Health and Human Services
Questioned Costs: Not Determinable

Medicaid eligibility data in EPICS is still not reconciled to the Medicaid Automated Information System (AIM). We recommended in the fiscal year 2003, 2005, 2006, and 2007 audits that the Department establish a reconciliation process between EPICS and the Medicaid AIM payment system to ensure that client eligibility was properly recorded and that provider claims were paid promptly. This reconciliation process has not been fully developed nor consistently completed.

The Department has been working to establish reconciliation procedures, but the reconciliation is not performed consistently and current procedures are inadequate to prevent, detect, or correct errors in EPICS and AIM. The contract with Electronic Data Systems (EDS) requires a quarterly reconciliation, but the Department has failed to provide the information needed to complete the reconciliation. The payments to EDS include the cost of reconciliation even though it is not being performed.

Additionally, no interim procedures exist to ensure the accuracy and integrity of the eligibility records or to communicate potential reconciliation issues which would affect the new MMIS system. As a result, clients are not provided benefits promptly, or sometimes at all, and providers who render services to clients cannot be paid until the AIM record is created. For example, one client remained eligible in EPICS but pharmaceutical services were delayed because AIM did not recognize the client's eligibility.

RECOMMENDATION

We recommended that the Department continue to refine procedures to identify and correct errors in the automated records that cause client eligibility to be delayed or not established at all. These procedures should include appropriate data collection to provide at least quarterly reconciliations in compliance with contract requirements.

Current Status: CLOSED

The Department transitioned to a new eligibility system, IBES, in November 2009, and to a new payment system, MMIS, in June 2010. Reconciliation issues continue and are further detailed in current Finding 10F-1 and Finding 10F-2.

PRIOR FINDING 08F-4

Program 1
Child Support Enforcement
93.563
Department of Health and Human Services
Questioned Costs: $3 million

Program 2
Temporary Aid to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $4.3 million

Child support costs of over $7 million were improperly charged to federal grants over the past several years. Child support cases must meet certain eligibility criteria for the Department to receive federal grant funds for the cost of providing full enforcement services. Cases are eligible for federal financial participation (FFP) from the Child Support Grant if the individuals involved receive benefits under other assistance programs (such as Medicaid or Food Stamps) or have applied for child support services and paid a $25 application fee.

For all other child support cases, the Department must provide services relating to the processing of child support amounts and the distribution of these to custodial parents. However, the costs to provide these "limited services" are not allowable to the Child Support Grant unless the court order was issued by the State on or after January 1, 1994 and collections are received through a wage withholding process. Additionally, those cases with a court order issued by the State before January 1, 1994, and collections are received through a wage withholding process are eligible for FFP from the TANF Grant.

We identified two issues concerning the costs allocated by the Department to the Child Support Grant and the TANF Grant for these limited services cases. The first involves the types of costs included in the allocation process, and the second involves the method for allocating these costs.

The federal grantor provided guidance that only those costs specifically related to the processing and distribution of child support amounts received through a wage withhold process are allowable. However, the costs identified by the Department to provide these "limited services" also included system, case management, and other costs beyond those specifically allowed.

In addition, the method used by the Department to allocate costs is based on ratios that improperly include cases and/or transactions which do not meet the requirements or guidance to be allowable. For example, collections that are not received through a wage withholding process are improperly included in the ratio used to allocate these costs to the federal grant.

The combination of the two issues has resulted in the allocation of approximately $3 million in unallowable costs to the federal Child Support Grant over the past four years and $4.3 million in unallowable costs to the federal TANF Grant over the past eight years.

We recommended in the fiscal year 2007 audit that the Department exclude costs from the federal grant for child support cases where the client is not eligible for services. The Department agreed and developed new procedures to ensure that only cases where the client is eligible for services are charged to the grant. These new procedures involved changing the allocation method and returning $1.2 million to the federal grantor. However, the changes in the allocation method did not remove those collections that were not through a wage withholding process from the ratio. In addition, the pool of costs continues to include amounts beyond those specifically allowed. As a result, the Department continued to allocate unallowable costs to the federal grant. The $1.2 million of disallowed costs were also improperly moved to the TANF Grant rather than repaid from other non-federal funds and are included in the total questioned costs for the TANF Grant.

RECOMMENDATION

We recommended that the Department amend the amounts and method used to allocate costs to the Child Support and TANF Grants for limited services cases. The allocation method should include only those transactions on open cases where the collections are through a wage withholding process, and only those costs specifically related to the processing and distribution process. We further recommended that the Department contact the federal grantor to resolve the questioned costs.

Current Status: CLOSED

The Department of Health and Human Services, Administration for Children and Families (ACF) provided resolution on October 27, 2010 for this finding. The federal grantor has determined that the receipting services only (RSO) costs for non IV-D child support services are allowable to the TANF Grant. Further they have reviewed the allocation method submitted by the Department to allocate costs between the Child Support Grant and the TANF Grant.

ACF directed the Department to maintain a record of the child support court order date and method of collection for case files associated with non-IV-D (RSO) child support costs charged to the TANF Grant, and to modify the cost allocation plan amendment concerning the allocation of these RSO costs among benefiting programs to include verbiage stating that support orders issued on or after January 1, 1994, or cases where payment is not made by wage withholding may be charged to the TANF Grant. ACF requested that we follow up on the Department's action on these directives in our fiscal year 2010 audit work. The results of our follow-up work are included in the current status for finding 09F-8. The federal grantor does not request a return of the questioned costs and no penalty action will be taken.

PRIOR FINDING 08F-5
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $5.3 million

Administrative costs of $5.3 million are incorrectly allocated to the TANF Grant. The Department uses several methods for allocating administrative costs to federal grants, one of which is a "random moment time study" (RMTS). This method requires the Department to gather data about the activities that employees are performing at random moments during a period, which is then converted to a percentage calculation to allocate shared costs to each program or grant. The process for gathering data involves email requests to hundreds of employees each month asking that they identify their activity at the time of contact using various codes separated into 12 categories and providing narrative explanations as necessary.

Data from the Social Services RMTS for fiscal year 2008 indicates that all responses to the activity codes within the "Other Service Related" category were charged to the TANF Family Preservation Grant. This category contains a total of six miscellaneous activities, two of which are activities that are not allowable under TANF regulations, and the other four are either no longer performed or the Department was unable to confirm the nature of the underlying activities. As a result, we question the allowability of nearly $5.3 million in administrative costs charged to the TANF Grant through the allocation of the Social Services Cost Pool, due to the lack of appropriate evidence that the costs benefit the grant as required by federal regulations.

An external consultant identified some weaknesses within the RMTS allocation process while reviewing various grant costs. As a result, the Department began reviewing the RMTS and found that existing errors were likely caused by a lack of staff training and supervisory emphasis on the importance of accurate responses, an out-of-date training manual, inadequate monitoring and quality assurance, and a

lack of assigned responsibility for managing the allocation process and results.

The Department also noted that more than half of the responses identified in the "Other Service Related" category were incorrect and should have indicated a IV-E (foster care, adoption assistance, etc) grant activity code. Many of the responses did not include the required narrative needed to determine the appropriate allocating grant.

The Department has indicated its intention to submit a new allocation plan, create a quality assurance process, and require more comprehensive staff and supervisory training.

RECOMMENDATION

We recommended that the Department amend the RMTS allocation processes to properly identify and document allowable costs to the TANF Grant. We also recommended that the Department contact the federal grantor to resolve the identified questioned cost amounts.

Current Status: OPEN
(Repeated as Finding 09F-6 and Finding 10F-6.)

The Department received notification from the federal grantor on March 31, 2010, that the revised cost allocation plan to address this finding had been approved. Corrective actions have not yet been completed to finalize resolution of this finding.

PRIOR FINDING 08F-6
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $1.3 million

More than $1.3 million of training costs charged to TANF are not supported by an appropriate allocation methodology. The fiscal year 2007 audit report included a finding that a disproportionate amount of child welfare training costs required for foster care/adoption assistance caseworkers was charged to the TANF Emergency Assistance (EA) Grant without an allocation basis to properly support the amounts. This approach does not comply with federal cost principles (OMB *Circular A-87*), and the use of TANF funds for the recruitment and training of foster and pre-adoptive parents conflicts with the objective of the EA program. These costs are unallowable to the TANF program.

The Department agreed that the use of TANF EA funds for foster and pre-adoptive parent training was inappropriate and stated that TANF funds would no longer be used for this particular purpose. The Department also stated that the methodology for allocating the remaining costs associated with training would be evaluated to determine an appropriate method of allocation.

No changes were made to the allocation methodology until October 2008, allowing $1.3 million in training costs, including foster and pre-adoptive training, to continue to be inappropriately charged to the TANF Grant in fiscal year 2008.

In late 2008, the Department implemented a new allocation methodology by utilizing the Social Services RMTS as the basis for allocating these training costs. New invoice forms have been created using the RMTS rates for the corresponding month, and October 2008

was the first month the new forms and allocation rates were used. We agree that this may be an appropriate method of allocating the training costs, but problems with the RMTS (discussed in Finding 08F-5) may continue to charge unallowable costs to the TANF Grant.

RECOMMENDATION

We recommended that the Department reassign RMTS cost codes to appropriate grants to comply with all OMB *Circular A-87* cost requirements, and proceed with efforts to update the RMTS manual, train staff, implement a monitoring process, and submit a revised cost allocation plan for federal approval. We further recommended that the Department contact the federal grantor to resolve all questioned cost amounts.

Current Status: OPEN
(Repeated as Finding 09F-7 and Finding 10F-7.)

The Department received notification from the federal grantor on October 27, 2010, that the corrective actions identified in the audit finding and response had been approved. Corrective actions have not yet been completed to finalize resolution of this finding.

PRIOR FINDING 09F-5
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $5.2 Million

Costs of $5.2 million claimed as "Maintenance of Effort" for the TANF Grant are not qualifying expenditures. The purposes of the TANF program identified in federal regulations (Section 401 of the Social Security Act) are:

- Provide assistance to needy families so that children may be cared for in their own homes or in the homes of relatives.
- End the dependence of needy parents on government benefits by promoting job preparation, work, and marriage.
- Prevent and reduce the incidence of out-of-wedlock pregnancies and establish annual numerical goals for preventing and reducing the incidence of these pregnancies.
- Encourage the formation and maintenance of two-parent families.

Federal regulations (45CFR 263.2) related to maintenance of effort (MOE) for the TANF Grant require the State to expend State funds of at least 75% of the amount spent by the State during fiscal year 1994. For fiscal year 2009, the State, through the Department of Health and Welfare, is required to provide approximately $13 million of State-funded MOE costs. Expenditures intended to meet (MOE) requirements must be identified by TANF purpose and must be for "qualified state expenditures" related to that purpose. For purpose 1 and 2 those expenditures must be entirely incurred to help eligible families that have at least one child and meet the income and resource standards established in the TANF State Plan.

Qualified activities and services for TANF purposes 1 and 2 include:

- Cash assistance.
- Child care assistance.
- Educational activities to increase self-sufficiency, job training, and work services.

- Non-medical treatment services for alcohol and drug abuse, provided that the State has not commingled its MOE funds with federal TANF funds to pay for this service.

Qualified activities and services for TANF Purposes 3 and 4 include:

- Activities designed to prevent and reduce the number of out-of-wedlock births, and certain qualified activities (listed in TANF-ACF-PI-2008-10) to promote healthy marriage and responsible fatherhood. These activities may be provided to individuals and families, regardless of financial need or family composition.

We analyzed the TANF costs claimed as MOE and determined that $5.2 million of the total $13 million were not qualifying expenditures as defined by federal regulations. Most of these costs were allocated administrative and program services that cannot be directly identified to an eligible family as required. This amount also includes $722,000 of unallowable costs identified in Finding 09F-6.

We also noted errors in the MOE reports submitted to the federal grantor. The Department identified 1,615 families as receiving assistance from MOE State funds in fiscal year 2009, but none of these families were served with MOE spending. These families all received cash assistance payments that were paid from federal funds, and these costs do not qualify as MOE. Additionally, some TANF costs are incorrectly classified, which raises the possibility that MOE spending on administrative costs exceeded the 15% limit for these types of costs as established by federal regulations.

RECOMMENDATION

We recommended that the Department claim only qualified expenditures as MOE in accordance with the TANF Grant program and federal regulations. We also recommended that the Department contact the federal grantor to resolve the amount of unqualified State MOE expenditures.

Current Status: OPEN
(Repeated as Finding 10F-4.)

The Department disagreed with portions of this finding and the federal grantor has not provided a final resolution.

PRIOR FINDING 09F-6
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $1.6 Million

Indirect costs of $1.6 million are improperly allocated to the TANF Grant. The Department of Health and Welfare uses a random moment time study (RMTS) to allocate indirect costs to federal grant programs. Most of the indirect costs charged to the TANF program are allocated using the Social Services cost pool allocated by the RMTS. This allocation method requires employees to identify the task they are working on from a list of choices at the moment they receive the contact form. Each task is then linked to one or more programs that benefit from the employee's activity.

We noted in prior audits that the link between the tasks and benefiting programs was inappropriate and as a result, the TANF Grant was

charged an excessive share of indirect costs. The main concern is the task identified as "other," which is a miscellaneous category for activities that may be difficult to link to a specific grant or service. These miscellaneous activities within the "other" task benefit all programs equally, but are charged entirely to the TANF Grant. The Department completed a review of the allocation process in 2008 and determined that the "other" task was improperly selected by employees more than 50% of the time. However, efforts to correct the task usage and allocation process have not been completed, resulting in the improper allocation of $1.6 million to the TANF Grant during fiscal year 2009.

The Department concurred with the fiscal year 2008 audit finding, and has submitted a revised cost allocation plan to the federal grantor for approval. The resolution of the fiscal year 2008 audit finding has not yet been finalized by the federal grantor, and the Department will implement the new plan once the prior issue is resolved.

RECOMMENDATION

We recommended that the Department continue efforts to resolve the cost allocation issues and comply with OMB *Circular A-87* cost requirements. We further recommended that the Department contact the federal grantor to resolve all questioned cost amounts.

Current Status: OPEN
(Repeated as Finding 10F-6.)

The Department received notification from the federal grantor on March 31, 2010, that the revised cost allocation plan to address this finding had been approved. Corrective actions have not yet been completed to finalize resolution of this finding.

PRIOR FINDING 09F-7
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $700,000

Training costs of $700,000 charged to TANF are not supported by an appropriate allocation methodology. The fiscal year 2008 audit report included an issue that training costs for foster care and adoption assistance caseworkers were charged to the TANF Emergency Assistance (EA) Grant without an allocation basis to properly support the amounts as required by federal regulations (OMB *Circular A-87*). The Department agreed that the use of TANF funds for these training costs was inappropriate and that efforts would be taken to resolve this issue and evaluate all training costs to determine an appropriate method of allocation.

A new method was implemented in January of 2009 using RMTS as the basis for the allocation. However, errors from the prior process used during the first half of the fiscal year, together with errors in the RMTS process (as discussed in Finding 09F-6) resulted in more than $700,000 of inappropriate allocations of training costs to the TANF Grant in fiscal year 2009. In addition, no adjustments have been made for the training costs questioned in the fiscal year 2008 audit report.

RECOMMENDATION

We recommended that the Department continue the efforts to resolve the cost allocation issues related to training costs charged to the TANF Grant and comply with OMB *Circular A-87*. We further recommended that the Department contact the federal grantor to resolve all questioned cost amounts.

Current Status: OPEN
(Repeated as Finding 10F-7.)

The Department received notification from the federal grantor on October 27, 2010, that the corrective actions identified in the audit finding and response had been approved. Corrective actions have not yet been completed to finalize resolution of this finding.

PRIOR FINDING 09F-8
Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: $400,000

Child support costs of over $400,000 were improperly charged to the TANF Grant. We recommended in the fiscal year 2008 audit that the Department correct the method used to allocate costs for certain types of child support services to the TANF Grant. The Department submitted a revised cost allocation plan to the federal grantor in February 2009, which was subsequently approved. However, this new plan does not conform to the requirements for allowable costs under the federal TANF Grant, and does not comply with the requirements establish in federal regulations (OMB *Circular A-87*) for allocating costs in relationship to the benefits received. The amended plan increased the amount of unallowable costs charged to the federal TANF Grant.

We determined that costs for child support services of $424,502 were improperly charged to the federal TANF Grant during fiscal year 2009 as a result of the amended allocation plan. This amount includes all of the costs associated with services to "receipting services only" (RSO) cases incurred by the Department and are entirely allocated to the TANF Grant.

RECOMMENDATION

We recommended that the Department revise the method used to allocate costs for child support services to the TANF Grant to comply with grant requirements and federal regulations. We further recommended that the Department contact the federal grantor to resolve the questioned costs.

Current Status: CLOSED

ACF requested in a resolution letter received October 27, 2010, that Legislative Audits review the Department's action on two remaining items included in the resolution of this finding. The federal grantor does not request a return of the questioned costs and no penalty action will be taken.

First, ACF directed the Department to maintain a record of the child support court order date and method of collection in the case files associated with the non-IV-D (RSO) child support costs charged to the federal TANF grant. We have not found evidence that this information is maintained. We analyzed the current allocation methodology used to distribute non-IV-D (RSO) costs to the federal TANF and CSE grants. The basis for the final allocation is a simple ICSES "case count" monthly report for the total number of non-IV-D (RSO) cases, with the

total split into "RSO Open Program 40 Cases" and "RSO Cases with WW Collections". The latter number of cases, which represent about 1% of the total, is charged to the CSE grant, while the "Open Program 40" cases (about 99% of the total) are charged to the federal TANF grant. Because non-IV-D (RSO) cases are rarely closed by either the contractor or the Department when the child emancipates and the case is no longer active, these inactive cases retain an "open" status and are included in the system case count. This methodology has the effect of skewing the allocation basis and over-allocating costs to TANF, since the costs allocated to CSE are based on actual wage-withholding transactions while costs allocated to TANF are based on the system case count which includes a number of inactive cases. Additionally, the child support court order date is not considered in the cases with wage-withholding transactions, which are charged to the federal CSE grant.

LABOR, DEPARTMENT OF

PRIOR FINDING 09F-9
Unemployment Insurance
17.225
Department of Labor
Questioned Costs: Not Determinable

Financial reports submitted to the federal government are not supported by the accounting records. The Department is required to submit an "Overpayment Detection and Recovery Activities" report (ETA 227) that shows the amount of overpaid unemployment claims and recoveries. Data in this report is gathered from the Department's financial accounting records and other record keeping systems.

We reviewed the June 30, 2009 report and determined that 60 different line items were not supported by the Department's accounting records. Significant adjustments were made to force the report balances and were not documented or reconciled to the accounting records, the largest being $980,000. As a result, we are unable to confirm the accuracy of the data submitted to the federal government.

Most of the adjustments and other reporting issues are the result of inconsistent data between the Department's financial accounting system and the other record keeping systems used to prepare the reports. Financial and statistic data are not coordinated and differences or errors between the systems are not investigated or corrected.

RECOMMENDATION

We recommended that the Department properly support the financial reports submitted to the federal government by reconciling the data to the financial accounting system. In addition, efforts should be taken to coordinate the data in the accounting system and other record keeping systems used to develop federal financial reports.

Current Status: CLOSED

The Department improved the validity of information included in the ETA 227 report. We reviewed the data that supports the June 2010 ETA 227 report and in all cases were able to trace amounts reported to the Department records.

STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 20, 2010

VOCATIONAL REHABILITATION, IDAHO DEPARTMENT OF

PRIOR FINDING 08F-8
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

Indirect rates used to charge administrative costs to federal grants are not properly supported. Federal grants received by the IDVR allow for administrative costs to be charged based on an indirect rate. The indirect rate must comply with specific requirements as described in federal regulations (OMB *Circular A-87*) and use the agency's accounting system as the basis for the calculation.

The data and calculations used by the IDVR to develop the fiscal years 2007 and 2008 indirect rates were not available for audit. In addition, the current rate has not been calculated or submitted to the federal grantor as required. Although we performed limited audit procedures to evaluate whether the indirect rates used during the audit period were reasonable, significant risks exist that amounts claimed as indirect administrative costs are not complete or accurate.

The IDVR has experienced significant employee turnover in the accounting section during the last two years and has not fully developed or documented the processes and calculations to support the indirect rates.

RECOMMENDATION

We recommended that the IDVR properly support the indirect rates used to charge administrative costs to federal grants by developing and documenting the processes and calculations in accordance with federal regulations.

Current Status: CLOSED

See status for 09F-11 finding.

PRIOR FINDING 09F-10
Rehabilitation Services
84.126
Department of Education
Questioned Costs: Not Determinable

State matching funds were improperly reported, which reduced reimbursements by nearly $475,000. The IDVR has contracts with the Idaho Department of Health and Welfare, Department of Juvenile Corrections, and Department of Correction to provide State matching funds for the Basic Grant. IDVR uses computer spreadsheets to track matching funds, program income, and calculate total grant expenditures to report to the federal grantor. However, errors in these spreadsheets improperly identified State match as program income, causing total grant expenditures to be underreported by $602,000, which reduced federal reimbursements to the IDVR by nearly $475,000 during fiscal year 2009.

Not only did the IDVR not collect all of the federal funds available, but these uncollected amounts also adversely affected IDVR's ability to provide matching funds for additional federal grant awards. The lack of available matching funds resulted in the reversion of $616,000 in awards for fiscal year 2009 and the risk that an additional $1.9 million in awards could revert in fiscal year 2010.

These errors resulted due to weaknesses in the review process for calculating and reporting grant costs that allowed errors to occur and not be detected or corrected.

STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 20, 2010

RECOMMENDATION	**We recommended that the IDVR strengthen the review process for calculating and reporting grant costs to ensure that State match is properly reported and all federal reimbursements are collected. We also recommended that IDVR contact the federal grantor to determine whether the errors in fiscal year 2009 can be corrected and federal reimbursement of costs can be received.**
Current Status: CLOSED	IDVR updated its processes and controls to ensure State match is properly reported and all federal reimbursements are collected. IDVR stated it has contacted the federal grantor and collected all allowable grant funds.
PRIOR FINDING 09F-11 Rehabilitation Services 84.126 Department of Education Questioned Costs: Not Determinable	The indirect rate used to charge administrative costs to federal grants was not properly supported. Federal grants received by the IDVR allow administrative costs to be charged based on an indirect rate. The indirect rate must comply with specific requirements as described in federal regulations (OMB *Circular A-87*) and use the agency's accounting system as the basis for the calculation. An approved indirect rate is used to allocate costs to federal grants that cannot be charged directly to the grant and include a portion of the administrative overhead. The IDVR did not have proper documentation showing the expenditures used to prepare the indirect rate for fiscal year 2005. IDVR has received federal grant approval to use the fiscal year 2005 indirect rate until August 10, 2010. This is a repeat finding from the prior Single Audit at the IDVR, and we are required to include this issue in the current *Single Audit Report*.
RECOMMENDATION	**We recommended that IDVR properly support the indirect rates used to charge administrative costs to federal grants by developing and documenting the processes and calculations in accordance with federal regulations.**
Current Status: CLOSED	IDVR has updated its indirect rate information and has approved indirect rates for State fiscal years 2010 and 2011 and the required support documentation. IDVR provided copies of the approved rates, as well as documentation that supported the calculations that make up those rates. A new finding pertaining to indirect costs is reported as 10F-17.

APPENDIX A

Responses from Agencies to the Findings and Recommendations in this Report

IDAHO DEPARTMENT OF
HEALTH & WELFARE

C.L. "BUTCH" OTTER - GOVERNOR
RICHARD M. ARMSTRONG - DIRECTOR

OFFICE OF THE DIRECTOR
450 W. State Street, 10th Floor
P.O. Box 83720
Boise, ID 83720-0036
PHONE 208-334-5500
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March 17, 2011

Don Berg, Manager
Legislative Audits Division
Legislative Services Office
P.O. Box 83720
Boise, Idaho 83720-0054

Dear Mr. Berg:

On behalf of the Department of Health and Welfare, we thank you for the efforts of your staff and for the opportunity to respond to your report. DHW has reviewed and responded to the recommendations presented in the statewide Single Audit Report for Fiscal Year 2010. Enclosed is a copy of our reply to each item addressed in the audit.

If you have any further questions, please contact Steve Bellomy at 334-0609.

Sincerely,

DAVID N. TAYLOR, CPA, CFE
Deputy Director

Enclosure

Idaho Department of Health and Welfare
Single Audit Report
Findings and Department Response
Fiscal Year 2010

Finding #1

Medicaid payments of $2.5 million were not identified by specific service type as required.

Recommendation

We recommend that the Department increase its efforts to properly identify and report Medicaid payments by specific service types as required and to assure that the correct federal match rate is claimed.

Department Response

The Department agrees with this finding. DHW anticipated that conversion to the new Medicaid Management Information System would result in an increase in the number of claims being created in the miscellaneous task code.

DHW created a process for analyzing these claims and making the appropriate adjustments from the miscellaneous task code into the correct task code. To date, about one third of all claims that were created in the miscellaneous task code have been adjusted to the correct task code.

The process of analyzing claims created in the miscellaneous task code and adjusting them to the correct task code was delayed for a short time in order to address other higher priority concerns. The process of analyzing and adjusting miscellaneous claims will resume in April, 2011.

Finding #2

Existing data imported to the new Medicaid payment system was not tested or evaluated.

Recommendation

We recommend that the Department validate the data imported from the old Medicaid payment system to the new system to identify and correct errors and other irregularities.

Department Response

Additional information is needed in order to respond to the specific items listed in the findings.

DHW conducted validation testing of the data conversion from the old system to the new system. We acknowledge that some data conversion errors exist and are being corrected.

DHW will continue to work with the auditor to resolve items a) through e) listed in the finding. After completing the research, the Department will prepare a comprehensive response addressing each item listed in the finding.

Finding #3

Procedures to suspend or debar providers from the Medicaid program are inadequate.

Recommendation

We recommend that the Department implement procedures to suspend or debar providers from participation in the Medicaid program for reasons identified in federal regulations and the State Plan. We also recommend that the Department consistently apply and collect interest in accordance with provider repayment agreements.

Department Response

The Department agrees with the finding on interest collections, but has two other issues with this finding:

a) DHW cannot respond at this time to a portion of this finding; and
b) We disagree with another portion of the finding.

The Department agrees that interest is not always applied.

The Department is using an accounts receivable system that requires interest to be posted manually. Therefore, accrued interest is sometimes posted only when the account is adjusted for a payment or write-off. In some cases, the receivable balance does not show accrued interest.

a) The Department cannot respond to this finding related to 299 overpayment receivables.

The finding describes 317 outstanding receivables that the auditor evaluated. Of those, 18 were established by the Medicaid Program Integrity Unit. The remaining 299 receivables were established by the Division of Medicaid. DHW continues to research the 299 outstanding provider overpayments and will provide a comprehensive response in the 90 day follow up. (See Finding #2)

b) DHW disagrees with this finding as it relates to the 18 provider overpayments handled by the Medicaid Program Integrity Unit.

DHW has "administrative procedures" to debar Medicaid providers. The Department also maintains internal policies and procedures to debar Medicaid providers. The administrative rules and policies and procedures fully comply with Federal regulations and, in our opinion, are sufficient and adequate.

The finding suggests that a provider with an overpayment of $39,000 was excluded in Florida and should have been excluded in Idaho. After researching this case, we determined that these were two different people with similar names.

It is not the policy of DHW to automatically debar a provider for failure to repay a debt. Federal rules do not require the Department to debar a provider for failure to repay a debt. Moreover, we

do not believe that DHW should automatically debar a provider for failing to refund an overpayment. The Department does submit mandatory debarments as required in 42 CFR 1001.

The finding states that three providers were referred to Medicaid Program Integrity Unit for collection but no collections have been made. In two of the examples mentioned, collection activity occurred, but stopped once the provider went out of business. We could not identify the third provider mentioned in the finding. Collections are the responsibility of the Central Revenue Unit. The Medicaid Program Integrity Unit establishes overpayments, obtains repayment agreements, sets up offsets to recoup overpayments from claims, and monitors collection progress.

Finding #4

Costs of $4 million claimed as maintenance of effort for the TANF grant are not "qualifying expenditures."

Recommendation

We recommend that the Department analyze expenditures claimed as state maintenance of effort to ensure that only "qualifying expenditures" are included as defined by federal regulations. We also recommend that the Department contact the federal grantor to resolve the amounts claimed during FY09 and FY10 that do not meet these requirements and to complete the review of administrative costs claimed to assure that the total does not exceed the 15% limit allowed.

Department Response

The Department agrees with this finding.

In response to the FY09 finding regarding maintenance of effort, a complete review of the charges and cases involved was performed. The data regarding eligible families which was compiled in that process was sent to our federal grantor for review. Subject to the response of the federal grantor, an adjustment to the FFY09 and FFY10 TANF reports will be made which will reflect the corrected portion of the expenses that were maintenance of effort. Any reduction in maintenance of effort related to this finding will be compensated for by a complementary increase in the portion of maintenance of effort expended in the Self-Reliance program. The same process will be completed for this finding.

Regarding the "systems" costs, the report form has been reviewed for incorrect links and designations and will be corrected for the current quarter. Corrections of the prior period reports will reflect the correct categorizations. The bulk of the expenses will be redirected to either basic assistance or prior law categories; they are services, not administrative functions.

Other issues mentioned in this finding are addressed in related findings.

Finding #5

Contract costs of $869,000 charged to TANF for child welfare services do not meet eligibility criteria or other requirements.

Recommendation
We recommend that the Department evaluate all costs charged to the TANF grant program for services provided under the per-1995 (prior law) State Plan to assure that all eligibility criteria and other requirements are met. We also recommend that the Department contact the federal grantor to resolve the questioned costs identified.

Department Response
The Division of Family and Community Services (FACS) has met with the legislative services auditor and with the Financial Executive Officer of Financial Services to discuss the findings and details. In addition, FACS has also collected all contracts in question and is preparing a comprehensive review of the audit findings in order to provide a proper response to the finding.

Finding #6

Prior errors in allocating indirect costs to TANF are not corrected and continued in FY10.

Recommendation
We recommend that the Department complete the reallocation of costs for FY08 and FY09 as agreed to by the Federal grantor. We also recommend that the Department contact the Federal grantor to resolve the questioned cost amounts for FY10 and the "maintenance of effort" deficit that will occur once the adjustments are completed.

Department Response
The Department agrees with this finding. This issue has been addressed and resolved as noted in the finding. We plan to have the final adjustments for FY08, FY09 and FY10 completed by 3/31/11.

Finding #7

Prior errors in allocating training costs to the TANF grant remain unresolved and errors continued in FY10.

Recommendation
We recommend that the Department adjust the costs charged to the TANF grant for unsupported allocations for FY08 and FY09 and contact the federal grantor to resolve the questioned cost amounts for FY10.

Department Response
The Department agrees with this finding. As noted in the finding the Department thought it had solved the issue but the resolution was flawed. Adjustment for prior years was pending final resolution of the Indirect cost finding number 5 above. Those adjustments and the adjustment for this finding are planned to be included in the adjustments projected to be completed by 3/31/11.

Finding #8

Critical system reconciliations between the Idaho Child Support Enforcement System (ICSES) and the FISCAL accounting system have not been completed on a timely basis.

Recommendation

We recommend that the Department re-establish the reconciliation between the ICSES and FISCAL systems to assure that amounts are properly recorded and any errors are detected and corrected.

Department Response

The Department partially agrees with this finding. Despite employee turnover that created a delay in certain monthly reconciliations, DHW continued to perform critical daily system reconciliations that affected Agency cash and client benefits to ensure that the multiple financial systems were current and in sync. Those reconciliations that were less critical were postponed until the employees assigned to perform this duty were fully trained. DHW has prioritized all reconciliations that are not current and intends to investigate the best way to automate them to lessen the impact of employee turnover.

Finding #9

Significant use of the "miscellaneous" code indicates possible errors in the cost allocation process.

Recommendation

We recommend that the Department evaluate the use of the "miscellaneous" code in the allocation processes to determine if the coding structure is sufficient to identify activities or if additional staff training is needed to improve the accuracy and reliability of the amounts allocated.

Department Response

The Department agrees that monitoring can be improved. To ensure that each participant universe is complete and accurate, the Random Moment Time Study (RMTS) administrator will work with program management for review and will update as necessary. In addition, the program will conduct statewide training and then offer refresher courses annually.

The Self-Reliance program will continue to monitor the RMTS results after the training planned in March and April and determine if results fit the current program process designs. Historically, and by design, the Division's benefit programs have a large percentage of non-program specific activities identified in the RMTS since the eligibility process focuses on the applicant/participant circumstances which are, by definition, generally not program specific (our efforts are to effectively gather eligibility-related facts such as household size, age, SSN, citizenship, income, and resources; these items are not program specific).

If the RMTS results show geographical or program related anomalies the Division will pursue additional tracking and effort at that time. Self-Reliance management will continue to monitor

results on a regular basis and make any changes or recommendations for changes to the survey as needed.

Finding #10

Child Care Grant costs were not charged to the appropriate funding source and the potential liability for federal interest has not been considered.

Recommendation

We recommend that the Department claim Child Care Development Block Grant costs to the appropriate funding source at the time the costs are incurred. We also recommend that the Department implement a process to evaluate the effect of adjustments on federal funds on-hand to recognize or reduce the potential interest liability owed to the federal grantor.

Department Response

The Department agrees with this finding. We will review the assignment of PCAs to funding sources to ensure the correct matching of expenditures to federal grants. Furthermore, we will review the methodology for calculating CMIA interest and determine if there is a more efficient way to track expenditure adjustments after federal draws have been completed. We will report any interest to the federal grantor.

Finding #11

Public health district sub-grantee contracts are not monitored in compliance with federal requirements.

Recommendation

We recommend that the Department establish adequate monitoring requirements in these contracts to allow proper monitoring of the costs submitted by each of the health districts, and to implement a financial monitoring process to ensure that reimbursed costs are allowable to federal grants and comply with the terms of the contract.

Department Response

The Department agrees that financial monitoring should be improved. Programmatic monitoring is uniform and complies with federal requirements. However, financial monitoring, though uniform, is limited.

Invoices submitted by health districts can be provided in more detail. Each health district invoice is accompanied by a Billing Cost Report, which includes cost categories for Personnel, Fringe, Operating, and Indirect, and monthly program activity reports. Items in the monthly program activity report are matched to items on the invoice.

The Division of Public Health hired a new business analyst who will assist in developing and implementing a new fiscal monitoring process that will include uniform invoice support and on-site financial monitoring. The new financial monitoring process will begin on July 1, 2011.

STATE DEPARTMENT OF EDUCATION

P.O. BOX 83720
BOISE, IDAHO 83720-0027

TOM LUNA
STATE SUPERINTENDENT
PUBLIC INSTRUCTION

March 18, 2011

Mr. Don Berg
Division Manager of Legislative Audits
P.O. Box 83720
Boise, ID 83720-0054

RE: Audit Response and Corrective Action Plan relating to the statewide Single Audit Report

Dear Mr. Berg,

The Department of Education has reviewed the auditors' work and findings related to the statewide Single Audit Report. We have included the action plan for each finding below.

Finding #1 – Federal funds are not requested within the required time frames:

We are currently working with the Division of Financial Management to review the actual clearance patterns and to modify the current Cash Management Improvement Act (CMIA) agreement if needed. In the interim, the Department has aligned its current draw request schedule to match the average clearance pattern stated in the agreement. In doing so, it is recognized this will cause a financial burden on the state as higher levels of borrowing are needed for longer periods of time, counter intuitive to the intent of the CMIA and inherently inefficient.

The Department has reviewed the recommendation to establish a static disbursement schedule and has determined our current system of "near real time" payment processing better serves our customers.

Finding #2 – Internal Controls weaknesses exist in the preparation of several federal reports and an allocation of Title II Teacher Quality funds to school districts:

The Department has reviewed each of the four areas of concern in this finding with the appropriate program staff. We have implemented additional review processes for reporting. Program staff are using a combination of initial reviews by supervisors, reviews by cross trained counterparts and exception reporting reviews by supervisors to verify the accuracy of reporting. We are hopeful these steps will further strengthen the internal control process and consider these actions sufficient to close this issue.

Sincerely,

Tom Luna
Superintendent of Public Instruction

VR
IDAHO

Idaho Division of Vocational Rehabilitation
650 W. State Street, Room 150
Boise, ID 83720-0096
(208) 334-3390
Fax: (208) 334-5305

March 24, 2011

Don H. Berg, CGFM, Manager
Legislative Audits Division
STATEHOUSE MAIL

SUBJECT: Management Report relating to the statewide *Single Audit Report*

Dear Mr. Berg:

Gene Sparks and Wade Kimball met with Gina Huntsinger, IDVR Fiscal Manager, Scott Christie, Office of the State Board of Education, and me last week. I am appreciative of the thorough, detailed and clear explanation they provided. The Division of Vocational Rehabilitation is in general agreement with the findings.

The agency's responses to the *Single Audit Report* findings are enclosed.

Please contact me should you require additional information.

Sincerely,

Trudy Anderson, Ph.D.
Acting Administrator

cc: Dr. Mike Rush
Gina Huntsinger

enclosure

Single Audit Report FY ended June 30, 2010
Idaho Division of Vocational Rehabilitation

Finding #1 Federal funds in the amount of $1.8 million were drawn early due to errors in the draw process.
The mechanism that allowed federal funds to be drawn ahead has been identified and draw procedures amended to prevent duplication of draws. The agency has contacted RSA regarding this issue and will comply with their requirements once received.

The agency has made the initial contact with David Fulkerson at the Division of Financial Management to address the draw timing in accordance with the CMIA. Discussions will include appropriate adjustments to the agreement in order to more accurately reflect the flow of federal funds. Internal discussions have also begun regarding simplifying the process.

Finding #2 Federal financial reports are not supported by the Division's accounting records.
The agency is working with the State Controller's office and beginning in SFY2012 all IDVR grants will be tracked with enough detail in the state accounting system (STARS) to allow definitive reporting through the STARS and Idaho Business Intelligence Systems (IBIS). Information pulled from the State of Idaho systems will be used for both federal and state reporting therefore, all reports will have proper support and will reconcile to STARS.

Finding #3 Additional services provided to clients are not documented as required.
The agency policy allowing counselors to provide clients with up to $400 of additional services without amending the IPE or obtaining a written agreement from the client will be modified to conform to all state and federal rules and regulations. Until such time as an acceptable protocol is developed, the Field Chief has instructed all field staff to immediately cease using this agency policy.

IDVR is working with Alliance, the case management system developer, to determine if a protocol could be crafted that would conform to all regulations and also reduce the amount of time necessary for a counselor to complete the required paperwork in order to amend the IPE in a timely manner and in compliance with the Code of Federal Regulations.

Finding #4 The indirect cost rate is not supported and amounts are claimed twice in error.

IDVR is currently working with a consultant and the Federal Department of Education to correct the indirect cost rate for the current year and also the proposed rate submitted on 12/31/2010. All IDVR expenditures have been identified and will be included in the indirect cost base.

Procedures will be changed to ensure the proper expenditures are coded as indirect costs. IDVR will work with the federal grantor to rectify the issue.

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