Single
Audit Report

For the Fiscal Year Ended June 30, 2015

State of Idaho

Legislative Services Office – Audits Division



Legislative Services Office
Idaho State Legislature

Eric Milstead
Director

Serving Idaho's Citizen Legislature

March 31, 2016

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Idaho State Legislature
Honorable Brandon D Woolf, State Controller

We are pleased to submit the statewide *Single Audit Report* of the State of Idaho covering the fiscal year ended June 30, 2015. This report complies with the audit requirements placed on the State of Idaho as a condition for receiving $2,826,243,791 in federal assistance (colleges and universities, Idaho Housing and Finance Association, Idaho Health Insurance Exchange 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 2015 totaled $90,658 known, and $12,231 likely, although some 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 "Basic Financial Statements Findings and Responses."

Mike Nugent, Manager
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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 for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by OMB *Circular A-133.*

- Schedules of Expenditures of Federal Awards.

- Auditor's Results (schedules of current and prior federal findings, as well as current and prior basic financial statements findings).

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,



April Renfro, CPA, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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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

Eric Milstead
Director

December 31, 2015

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 Brandon D Woolf, State Controller

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Idaho as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the State of Idaho's basic financial statements, and have issued our report thereon dated December 31, 2015. Our report includes a reference to other auditors who 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, the Idaho Potato Commission, Idaho Dairy Products Commission, Idaho State Bar, Idaho Wheat Commission, Endowment Fund Investment Board, State Lottery Commission, Public Employee Retirement System of Idaho, Public Employees' Deferred Compensation Plan, IDeal Idaho College Savings Program, Idaho Individual Risk Reinsurance Pool, Idaho Small Employer Health Reinsurance Program, Idaho Health Insurance Exchange, State of Idaho Idle Pool, Local Government Investment Pool, Diversified Bond 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 or compliance and other matters that are reported on separately by those auditors. The financial statements of the Boise State University Foundation, Eastern Idaho Technical College Foundation, Idaho State University, 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 of the financial statements, we considered the State of Idaho's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the State of Idaho's internal control.

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Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Responses, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 deficiencies described in the accompanying Schedule of Findings and Responses to be material weaknesses: 2015-101, 2015-102, and 2015-103.

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 did not identify any deficiencies in internal control that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Idaho's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 did not disclose instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

State of Idaho's Responses to Findings

The State of Idaho's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. The State of Idaho's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,



April Renfro, CPA, Manager
Legislative Audits Division



Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Eric Milstead
Director

March 31, 2016
December 31, 2015

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by OMB *Circular A-133*

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Legislature
Honorable Brandon D Woolf, State Controller

Report on Compliance for Each Major Federal Program

We have audited the State of Idaho's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have direct and material effect on each of the State of Idaho's major federal programs for the year ended June 30, 2015. The State of Idaho's major federal programs are identified in the Schedule of Major Federal Programs in the Auditor's Results section.

The State of Idaho's basic financial statements include the operations of Boise State University, Eastern Idaho Technical College, Idaho State University, Lewis-Clark State College, University of Idaho, Idaho Housing and Finance Association, Idaho Health Insurance Exchange, and Idaho Individual High Risk Reinsurance Pool, which received a combined $1,462,037,710 in federal awards, which is not included in the Schedule of Expenditures of Federal Awards during the year ended June 30, 2015. Our audit, described below, did not include the operations of the Boise State University, Eastern Idaho Technical College, Idaho State University, Lewis-Clark State College, University of Idaho, Idaho Housing and Finance Association, Idaho Health Insurance Exchange, and Idaho Individual High Risk Reinsurance Pool because these entities engaged other auditors to perform an audit in accordance with OMB *Circular A-133*.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the State of Idaho's major federal programs based on our audit of the types of compliance requirements referred to above. 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 considered necessary in the circumstances.

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We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the State of Idaho's compliance.

Basis for Qualified Opinion on Rehabilitation Services – Vocational Rehabilitation Grants to States

As described in Finding 2015-210 in the accompanying Schedule of Federal Findings and Questioned Costs, the State of Idaho did not comply with requirements regarding the following:

Finding Number	CFDA Number	Program Name	Compliance Requirement
2015-210	84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Reporting

Compliance with such requirements is necessary, in our opinion, for the State of Idaho to comply with the requirements applicable to that program.

Qualified Opinion on Rehabilitation Services – Vocational Rehabilitation Grants to States

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the State of Idaho complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on Rehabilitation Services – Vocational Rehabilitation Grants to States for the year ended June 30, 2015.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the State of Idaho complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the Auditor's Results section in the accompanying Schedule of Major Federal Programs for the year ended June 30, 2015.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with OMB *Circular A-133* and which are described in the accompanying Schedule of Federal Findings and Questioned Costs as items 2015-202, 2015-203, 2015-204, 2015-205, 2015-206, 2015-207, and 2015-212. Our opinion on each major federal program is not modified with respect to these matters.

The State of Idaho's responses to the noncompliance findings identified in our audit is described in the accompanying Federal Findings and Questioned Costs. The State of Idaho's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control over Compliance

Management of the State of Idaho is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the State of Idaho's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may

exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Federal Findings and Questioned Costs as items 2015-201 and 2015-210 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Federal Findings and Questioned Costs as 2015-202, 2015-203, 2015-204, 2015-205, 2015-206, 2015-207, 2015-208, 2015-209, 2015-211, and 2015-212 to be significant deficiencies.

The State of Idaho's responses to the internal control over compliance findings identified in our audit is described in the accompanying Federal Findings and Questioned Costs. The State of Idaho's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on those responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB *Circular A-133*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB *Circular A-133*

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Idaho, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the State of Idaho's basic financial statements. We issued our report thereon dated December 31, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB *Circular A-133* and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Sincerely,

April Renfro

April Renfro, CPA, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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, 2015

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	$277,346,734	NC
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Health and Welfare, Department of	9,542,135	
	TOTAL SNAP CLUSTER		$286,888,869	
	CHILD NUTRITION CLUSTER:			
10.553	School Breakfast Program	Superintendent of Public Instruction	$19,865,234	
10.555	National School Lunch Program	Superintendent of Public Instruction	6,299,113	NC
10.555	National School Lunch Program	Superintendent of Public Instruction	57,151,848	
10.556	Special Milk Program for Children	Superintendent of Public Instruction	152,955	
10.559	Summer Food Service Program for Children	Superintendent of Public Instruction	4,302,299	
	TOTAL CHILD NUTRITION CLUSTER		$87,771,449	
	FOOD DISTRIBUTION CLUSTER:			
10.565	Commodity Supplemental Food Program	Aging, Commission on	$14,997	
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	202,536	
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Department of	1,989,956	NC
	TOTAL FOOD DISTRIBUTION CLUSTER		$2,207,489	
	NON-CLUSTERED PROGRAMS:			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Department of	$765,476	
10.064	Forestry Incentives Program	Lands, Department of	8,865	
10.162	Inspection Grading and Standardization	Agriculture, Department of	55,736	
10.163	Market Protection and Promotion	Agriculture, Department of	17,000	
10.171	Organic Certification Cost Share Programs	Agriculture, Department of	101,782	
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Health and Welfare, Department of	26,360,891	
10.558	Child and Adult Care Food Program	Superintendent of Public Instruction	7,831,332	
10.560	State Administrative Expenses for Child Nutrition	Superintendent of Public Instruction	1,670,604	
10.574	Team Nutrition Grants	Superintendent of Public Instruction	272,052	
10.575	Farm to School Grant Program	Agriculture, Department of	6,765	
10.579	Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Instruction	233,630	
10.582	Fresh Fruit and Vegetable Program	Superintendent of Public Instruction	2,237,231	
10.589	Child Nutrition Direct Certification Performance Awards	Superintendent of Public Instruction	29	
10.604	Technical Assistance for Specialty Crops	Agriculture, Department of	53,091	
10.664	Cooperative Forestry Assistance	Lands, Department of	2,337,588	
10.676	Forest Legacy Program	Lands, Department of	5,212,840	
10.678	Forest Stewardship Program	Lands, Department of	17,084	
10.680	Forest Health Protection	Agriculture, Department of	347,653	
10.680	Forest Health Protection	Lands, Department of	163,008	
10.861	Public Television Station Digital Transition Grant Program	Public Television, Idaho	63,130	
10.912	Environmental Quality Incentives Program	Transportation Department, Idaho	15,075	
10.950	Agricultural Statistics Reports	Agriculture, Department of	10,465	
10.999	Forest Service Aquatic Invasive Species Monitoring	Agriculture, Department of	26,530	
10.999	Miscellaneous Forest Service Grants	Fish and Game, Department of	369,702	
10.999	Miscellaneous Natural Resources Conservation Service Grants	Fish and Game, Department of	330,218	
10.999	US Forest Services Roadless Cost Share	Species Conservation, Office of	10,094	
	Pass-Through From Non-State Entities:			
10.912	Environmental Quality Incentives Program Willamette Partnership; Grantor No. MOA 6621	Environmental Quality, Department of	15,348	PT
10.999	Idaho Statewide Wood Energy Team USDA Forest Service-Northern Region; Grantor No. 13-CA-11010000-022	Energy Resources, Office of	42,342	PT
	TOTAL NON-CLUSTERED PROGRAMS		$48,575,561	
	TOTAL DEPARTMENT OF AGRICULTURE		$425,443,368	
	DEPARTMENT OF COMMERCE			
11.436	Columbia River Fisheries Development Program	Fish and Game, Department of	$1,261,042	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Fish and Game, Department of	257,122	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Species Conservation, Office of	3,067,990	
11.441	Regional Fishery Management Councils	Fish and Game, Department of	28,250	
11.549	State and Local Implementation Grant Program	Military, Division of	278,053	
11.999	Miscellaneous NOAA Grants	Fish and Game, Department of	929,938	
	Pass-Through From Non-State Entities:			
11.553	Special Projects Public Broadcasting Service; Grantor No. 51-51-W10606 38	Public Television, Idaho	342,474	PT
	TOTAL DEPARTMENT OF COMMERCE		$6,164,869	
	DEPARTMENT OF DEFENSE			
12.002	Procurement Technical Assistance for Business Firms	Commerce, Department of	$139,110	
12.113	Agreement Program for the Reimbursement of Technical Services	Environmental Quality, Department of	148,669	
12.401	National Guard Military Operations and Maintenance Projects	Military, Division of	35,003,731	
12.404	National Guard ChalleNGe Program	Military, Division of	2,301,856	

*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, 2015

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
12.900	Language Grant Program	Superintendent of Public Instruction	$(9)	
12.999	Miscellaneous Army Corps of Engineers Grants	Fish and Game, Department of	18,850	
	TOTAL DEPARTMENT OF DEFENSE		$37,612,207	
	HOUSING AND URBAN DEVELOPMENT			
14.171	Manufactured Home Dispute Resolution	Building Safety, Division of	$18,401	
14.228	Community Development Block Grants/State's Program	Commerce, Department of	4,751,019	
	TOTAL HOUSING AND URBAN DEVELOPMENT		$4,769,420	
	DEPARTMENT OF THE INTERIOR			
	FISH AND WILDLIFE CLUSTER:			
15.605	Sport Fish Restoration	Fish and Game, Department of	$6,138,159	
15.611	Wildlife Restoration and Basic Hunter Education	Fish and Game, Department of	10,048,153	
15.611	Wildlife Restoration and Basic Hunter Education	Species Conservation, Office of	97,610	
	TOTAL FISH AND WILDLIFE CLUSTER		$16,283,922	
	NON-CLUSTERED PROGRAMS:			
15.130	Indian Education Assistance to Schools	Superintendent of Public Instruction	$71,446	
15.224	Cultural Resource Management	Historical Society, Idaho State	15,000	
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Lands, Department of	4,117	
15.230	Invasive and Noxious Plant Management	Fish and Game, Department of	65,508	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Agriculture, Department of	33,055	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Fish and Game, Department of	439,405	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Species Conservation, Office of	18,538	
15.236	Environmental Quality and Protection Resource Management	Environmental Quality, Department of	95,478	
15.238	Challenge Cost Share	Fish and Game, Department of	121,436	
15.238	Challenge Cost Share	Historical Society, Idaho State	5,857	
15.517	Fish & Wildlife Coordination Act	Fish and Game, Department of	734,883	
15.524	Recreation Resources Management	Parks and Recreation, Department of	308,459	
15.608	Fish and Wildlife Management Assistance	Fish and Game, Department of	29,250	
15.615	Cooperative Endangered Species Conservation Fund	Fish and Game, Department of	300,616	
15.615	Cooperative Endangered Species Conservation Fund	Species Conservation, Office of	7,768,174	
15.623	North American Wetlands Conservation Fund	Fish and Game, Department of	28,534	
15.631	Partners for Fish & Wildlife	Fish and Game, Department of	3,302	
15.634	State Wildlife Grants	Fish and Game, Department of	1,366,619	
15.649	Service Training and Technical Assistance	Fish and Game, Department of	5,869,868	
15.650	Research Grants (Generic)	Fish and Game, Department of	8,620	
15.655	Migratory Bird Monitoring, Assessment and Conservation	Fish and Game, Department of	789	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Fish and Game, Department of	120,867	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Species Conservation, Office of	492,470	
15.660	Endangered Species - Candidate Conservation Action Funds	Lands, Department of	8,511	
15.670	Adaptive Science	Fish and Game, Department of	9,188	
15.904	Historic Preservation Fund Grants-in-Aid	Historical Society, Idaho State	652,286	
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Parks and Recreation, Department of	64,724	
15.926	American Battlefield Protection	Historical Society, Idaho State	23,987	
	TOTAL NON-CLUSTERED PROGRAMS		$18,660,987	
	TOTAL DEPARTMENT OF THE INTERIOR		$34,944,909	
	DEPARTMENT OF JUSTICE			
16.013	Violence Against Women Act Court Training and Improvement Grants	Judicial Department	$135,302	
16.017	Sexual Assault Services	Police, Idaho State	188,642	
16.523	Juvenile Accountability Block Grants	Juvenile Corrections, Department of	314,918	
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Juvenile Corrections, Department of	309,628	
16.543	Missing Children's Assistance	Attorney General, Office of the	374,270	
16.548	Title V - Delinquency Prevention Program	Juvenile Corrections, Department of	15,859	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Police, Idaho State	54,987	
16.575	Crime Victim Assistance	Health and Welfare, Department of	2,365,045	
16.576	Crime Victim Compensation	Industrial Commission	800,000	
16.580	Edward Byrne Memorial State and Local Law Enforce. Assist. Discretionary Grants	Correction, Department of	50,190	
16.585	Drug Court Discretionary Grant Program	Judicial Department	237,399	
16.588	Violence Against Women Formula Grants	Police, Idaho State	1,052,324	
16.593	Residential Substance Abuse Treatment for State Prisoners	Police, Idaho State	119,268	
16.606	State Criminal Alien Assistance Program	Correction, Department of	196,552	
16.609	Project Safe Neighborhoods	Police, Idaho State	14,585	
16.727	Enforcing Underage Drinking Laws Program	Juvenile Corrections, Department of	82,702	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	1,149,783	
16.741	DNA Backlog Reduction Program	Police, Idaho State	267,624	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Police, Idaho State	55,585	
16.750	Support for Adam Walsh Act Implementation Grant Program	Police, Idaho State	120,200	
16.751	Edward Byrne Memorial Competitive Grant Program	Juvenile Corrections, Department of	4,791	
16.751	Edward Byrne Memorial Competitive Grant Program	Police, Idaho State	31,727	
16.753	Congressionally Recommended Awards	Correction, Department of	84,863	
16.813	NICS Act Record Improvement Program	Police, Idaho State	170,060	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
16.922	Equitable Sharing Program	Police, Idaho State	$209,814	
16.999	Strengthening Idaho's Judicial Performance Evaluation	Judicial Department	35,755	
	TOTAL DEPARTMENT OF JUSTICE		$8,441,873	
	DEPARTMENT OF LABOR			
	EMPLOYMENT SERVICE CLUSTER:			
17.207	Employment Service/Wagner-Peyser Funded Activities	Labor, Department of	$7,116,587	
17.801	Disabled Veterans' Outreach Program	Labor, Department of	876,857	
17.804	Local Veterans' Employment Representative Program	Labor, Department of	65,064	
	TOTAL EMPLOYMENT SERVICE CLUSTER		$8,058,508	
	WIA CLUSTER:			
17.258	WIA/WIOA Adult Program	Labor, Department of	$3,101,116	
17.259	WIA/WIOA Youth Activities	Labor, Department of	3,466,636	
17.278	WIA/WIOA Dislocated Workers Formula Grants	Labor, Department of	3,508,817	
	TOTAL WIA CLUSTER		$10,076,569	
	NON-CLUSTERED PROGRAMS:			
17.005	Compensation and Working Conditions	Labor, Department of	$10,115	
17.225	Unemployment Insurance	Labor, Department of	126,778,920	
17.235	Senior Community Service Employment Program	Aging, Commission on	440,498	
17.245	Trade Adjustment Assistance	Labor, Department of	1,798,508	
17.266	Workforce Incentive Grant	Labor, Department of	71,527	
17.267	Incentive Grants - WIA Section 503	Labor, Department of	317,426	
17.271	Work Opportunity Tax Credit (WOTC) Program	Labor, Department of	95,216	
17.273	Temporary Labor Certification for Foreign Workers	Labor, Department of	292,728	
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Labor, Department of	2,011,760	
17.802	Veterans' Employment Program	Labor, Department of	38,432	
	TOTAL NON-CLUSTERED PROGRAMS		$131,855,130	
	TOTAL DEPARTMENT OF LABOR		$149,990,207	
	DEPARTMENT OF TRANSPORTATION			
	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:			
20.205	Highway Planning and Construction	Transportation Department, Idaho	$336,484,431	
20.219	Recreational Trails Program	Parks and Recreation, Department of	1,986,868	
	TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER		$338,471,299	
	FEDERAL TRANSIT CLUSTER:			
20.500	Federal Transit - Capital Investment Grants	Transportation Department, Idaho	$62,435	
	TOTAL FEDERAL TRANSIT CLUSTER		$62,435	
	TRANSIT SERVICES PROGRAMS CLUSTER:			
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Transportation Department, Idaho	$551,269	
20.516	Job Access - Reverse Commute	Transportation Department, Idaho	282,724	
20.521	New Freedom Program	Transportation Department, Idaho	401,289	
	TOTAL TRANSIT SERVICES PROGRAMS CLUSTER		$1,235,282	
	HIGHWAY SAFETY CLUSTER:			
20.600	State and Community Highway Safety	Transportation Department, Idaho	$1,634,897	
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants	Transportation Department, Idaho	297,761	
20.610	State Traffic Safety Information System Improvement Grants	Transportation Department, Idaho	141,176	
20.611	Incentive Grant Program to Prohibit Racial Profiling	Transportation Department, Idaho	2,160	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Transportation Department, Idaho	76,326	
20.616	National Priority Safety Programs	Transportation Department, Idaho	1,575,765	
	TOTAL HIGHWAY SAFETY CLUSTER		$3,728,085	
	NON-CLUSTERED PROGRAMS:			
20.106	Airport Improvement Program	Transportation Department, Idaho	$76,648	
20.218	National Motor Carrier Safety	Police, Idaho State	1,389,857	
20.232	Commercial Driver's License Program Improvement Grant	Transportation Department, Idaho	2,299	
20.233	Border Enforcement Grants	Police, Idaho State	89,171	
20.237	Commercial Vehicle Information Systems and Networks	Transportation Department, Idaho	925,594	
20.509	ARRA - Formula Grants for Rural Areas	Transportation Department, Idaho	29,049	
20.509	Formula Grants for Rural Areas	Transportation Department, Idaho	7,577,834	
20.514	Public Transportation Research, Technical Assistance, and Training	Transportation Department, Idaho	10,286	
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Transportation Department, Idaho	13,971	
20.700	Pipeline Safety	Public Utilities Commission	131,803	
20.703	Interagency Hazardous Materials Public Sector Training & Planning Grants	Military, Division of	54,813	
	TOTAL NON-CLUSTERED PROGRAMS		$10,301,325	
	DEPARTMENT OF TRANSPORTATION		$353,798,426	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	U.S TREASURY			
21.000	Equitable Share	Police, Idaho State	$82,417	
	TOTAL U.S. TREASURY		$82,417	
	GENERAL SERVICES ADMINISTRATION			
39.003	Donation of Federal Surplus Personal Property	Administration, Department of	$1,706,177	NC
39.011	Election Reform	Secretary of State	1,412,332	
	TOTAL GENERAL SERVICES ADMINISTRATION		$3,118,509	
	NATIONAL FOUNDATION ON THE ARTS AND HUMANITIES			
45.024	Promotion of the Arts - Grants to Organizations and Individuals	Superintendent of Public Instruction	$4,582	
45.025	Promotion of the Arts - Partnership Agreements	Arts, Commission on the	719,133	
45.149	Promotion of the Humanities - Division of Preservation and Access	Historical Society, Idaho State	140,175	
	Pass-Through From Non-State Entities:			
45.129	Promotion of the Humanities - Federal/State Partnership Idaho Humanities Council; Grantor No. H14001, H15001	Libraries, Idaho Commission for	11,596	PT
	TOTAL NATIONAL FOUNDATION ON THE ARTS AND HUMANITIES		$875,486	
	INSTITUTE OF MUSEUM AND LIBRARY SERVICES			
45.310	Grants to States	Libraries, Idaho Commission for	$1,287,308	
45.312	National Leadership Grants	Libraries, Idaho Commission for	22,007	
	TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES		$1,309,315	
	SMALL BUSINESS ADMINISTRATION			
59.061	State Trade and Export Promotion Pilot Grant Program	Commerce, Department of	$195,031	
	TOTAL SMALL BUSINESS ADMINISTRATION		$195,031	
	DEPARTMENT OF VETERANS AFFAIRS			
64.014	Veterans State Domiciliary Care	Veterans Services, Division of	$456,953	
64.015	Veterans State Nursing Home Care	Veterans Services, Division of	11,903,644	
64.101	Burial Expenses Allowances for Veterans	Veterans Services, Division of	350,704	
	TOTAL DEPARTMENT OF VETERANS AFFAIRS		$12,711,301	
	ENVIRONMENTAL PROTECTION AGENCY			
	CLEAN WATER STATE REVOLVING FUND CLUSTER:			
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Department of	$6,753,264	
	TOTAL CLEAN WATER STATE REVOLVING FUND CLUSTER		$6,753,264	
	DRINKING WATER STATE REVOLVING FUND CLUSTER:			
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Department of	$9,314,128	
	DRINKING WATER STATE REVOLVING FUND CLUSTER:		$9,314,128	
	NON-CLUSTERED PROGRAMS:			
66.001	Air Pollution Control Program Support	Environmental Quality, Department of	$1,328,534	
66.032	State Indoor Radon Grants	Health and Welfare, Department of	61,275	
66.034	Surveys, Studies, Res., Invest. Demos & Spec. Purpose Act. - Clean Air Act	Environmental Quality, Department of	368,792	
66.034	Surveys, Studies, Res., Invest. Demos & Spec. Purpose Act. - Clean Air Act	Environmental Quality, Department of	73,339	NC
66.039	National Clean Diesel Emissions Reduction Program	Environmental Quality, Department of	33,896	
66.040	State Clean Diesel Grant Program	Environmental Quality, Department of	85,955	
66.202	Congressionally Mandated Projects	Environmental Quality, Department of	71,081	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Department of	2,121,902	
66.432	State Public Water System Supervision	Environmental Quality, Department of	1,223,371	
66.433	State Underground Water Source Protection	Water Resources, Department of	96,900	
66.454	Water Quality Management Planning	Environmental Quality, Department of	75,728	
66.460	Nonpoint Source Implementation Grants	Environmental Quality, Department of	2,269,579	
66.461	Regional Wetland Program Development Grants	Environmental Quality, Department of	145	
66.461	Regional Wetland Program Development Grants	Fish and Game, Department of	57,488	
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Quality, Department of	85,039	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Agriculture, Department of	406,181	
66.708	Pollution Prevention Grants Program	Environmental Quality, Department of	122,036	
66.801	Hazardous Waste Management State Program Support	Environmental Quality, Department of	414,416	
66.802	Superfund St., Pol. Sub./Indian Tribe Site - Specific Coop. Agmts.	Environmental Quality, Department of	15,528,926	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Quality, Department of	397,034	
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Quality, Department of	809,354	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Quality, Department of	160,867	
66.817	State and Tribal Response Program Grants	Environmental Quality, Department of	970,947	
	TOTAL NON-CLUSTERED PROGRAMS		$26,762,785	
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		$42,830,177	
	DEPARTMENT OF ENERGY			
81.041	State Energy Program	Energy Resources, Office of	$380,525	
81.042	Weatherization Assistance for Low-Income Persons	Health and Welfare, Department of	1,597,885	
81.502	Miscellaneous Federal Assistance Activities	Environmental Quality, Department of	2,478,574	

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STATE OF IDAHO
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BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
81.999	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Department of	$15,991,718	
81.999	Weatherization Conference	Health and Welfare, Department of	539,297	
81.999	Upper Salmon Basin Habitat Restoration	Species Conservation, Office of	423,770	
81.999	Lemhi River Restoration Planning	Species Conservation, Office of	837,299	
81.999	Clearwater Focus Program	Species Conservation, Office of	92,424	
81.999	Pahsimeroi River Habitat	Species Conservation, Office of	50,339	
81.999	Yankee Fork Side Channel Restoration	Species Conservation, Office of	446	
81.999	Lower Clearwater Potlatch Watershed	Species Conservation, Office of	213,804	
81.999	Exp Upper Salmon Screen Tributary Passage	Species Conservation, Office of	1,353	
81.999	Upper Salmon Screen Tributary Passage	Species Conservation, Office of	(145)	
81.999	Idaho Accord Admin 2012-2013	Species Conservation, Office of	(2,019)	
81.999	Upper & Lower Lemhi Acquisition	Species Conservation, Office of	83,362	
81.999	Idaho Accord Water Transactions 2013-2015	Species Conservation, Office of	102,790	
81.999	Idaho Accord Admin 2013-2014	Species Conservation, Office of	36,185	
81.999	Capital Upper Salmon Screen Trip Passage	Species Conservation, Office of	354,060	
81.999	Idaho Accord Admininistration	Species Conservation, Office of	48,352	
81.999	Tributary Water Conservation	Water Resources, Department of	276,715	
	Pass-Through From Non-State Entities			
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant Western Governors' Association; Grantor Nos. MOA-30-316-04A, MOA-30-316-04B	Environmental Quality, Department of	68,024	PT
81.999	BPA/02 - Homeowner Energy Code Survey Bonneville Power Administration; Grantor No. 62971	Energy Resources, Office of	20,473	PT
	TOTAL DEPARTMENT OF ENERGY		$23,595,231	
	DEPARTMENT OF EDUCATION			
	SPECIAL EDUCATION CLUSTER (IDEA):			
84.027	Special Education - Grants to States	Superintendent of Public Instruction	$58,828,433	
84.173	Special Education - Preschool Grants	Superintendent of Public Instruction	2,311,189	
	TOTAL SPECIAL EDUCATION CLUSTER (IDEA)		$61,139,622	
	SCHOOL IMPROVEMENT GRANTS CLUSTER:			
84.377	School Improvement Grants	Superintendent of Public Instruction	$2,022,745	
84.388	ARRA - School Improvement Grants	Superintendent of Public Instruction	1,372,847	
	TOTAL SCHOOL IMPROVEMENT GRANTS CLUSTER		$3,395,592	
	NON-CLUSTERED PROGRAMS:			
84.002	Adult Education - Basic Grants to States	Professional-Technical Education, Division of	$2,265,793	
84.010	Title I Grants to Local Educational Agencies	Superintendent of Public Instruction	62,206,793	
84.011	Migrant Education - State Grant Program	Superintendent of Public Instruction	3,770,656	
84.013	Title I State Agency Program for Neglected & Delinquent Children & Youth	Superintendent of Public Instruction	545,861	
84.048	Career and Technical Education - Basic Grants to States	Professional-Technical Education, Division of	6,313,794	
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Blind and Visually Impaired, Commission for the	2,831,693	
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Vocational Rehabilitation, Division of	13,971,709	
84.144	Migrant Education - Coordination Program	Superintendent of Public Instruction	62,778	
84.169	Independent Living - State Grants	Blind and Visually Impaired, Commission for the	71,762	
84.169	Independent Living - State Grants	Vocational Rehabilitation, Division of	141,092	
84.177	Independent Living Services for Older Individuals Who Are Blind	Blind and Visually Impaired, Commission for the	225,000	
84.181	Special Education - Grants for Infants and Families	Health and Welfare, Department of	2,019,895	
84.185	Byrd Honors Scholarships	Education, State Board of	2,250	
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Blind and Visually Impaired, Commission for the	2,426	
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Vocational Rehabilitation, Division of	336,450	
84.196	Education for Homeless Children and Youth	Superintendent of Public Instruction	279,875	
84.265	State Vocational Rehabilitation Unit In-Service Training	Blind and Visually Impaired, Commission for the	14,769	
84.265	State Vocational Rehabilitation Unit In-Service Training	Vocational Rehabilitation, Division of	30,158	
84.287	Twenty-First Century Community Learning Centers	Superintendent of Public Instruction	6,500,531	
84.323	Special Education - State Personnel Development	Superintendent of Public Instruction	641,489	
84.330	Advanced Placement Program	Superintendent of Public Instruction	60,672	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Superintendent of Public Instruction	1,668,930	
84.358	Rural Education	Juvenile Corrections, Department of	15,083	
84.358	Rural Education	Superintendent of Public Instruction	817,175	
84.365	English Language Acquisition State Grants	Superintendent of Public Instruction	2,223,222	
84.366	Mathematics and Science Partnerships	Superintendent of Public Instruction	784,213	
84.367	Improving Teacher Quality State Grants	Education, State Board of	295,488	
84.367	Improving Teacher Quality State Grants	Superintendent of Public Instruction	11,351,182	
84.369	Grants for State Assessments and Related Activities	Superintendent of Public Instruction	3,951,722	
84.372	Statewide Longitudinal Data Systems	Education, State Board of	737,939	
84.378	College Access Challenge Grant Program	Education, State Board of	1,253,624	
	TOTAL NON-CLUSTERED PROGRAMS		$125,394,024	
	TOTAL DEPARTMENT OF EDUCATION		$189,929,238	

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BY FEDERAL AGENCY
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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
	NATIONAL ARCHIVES & RECORDS ADMINISTRATION			
89.003	National Historical Publications and Records Grants	Historical Society, Idaho State	$17,350	
	TOTAL NATIONAL ARCHIVES & RECORDS ADMINISRATION		$17,350	
	DEPARTMENT OF HEALTH AND HUMAN SERVICES			
	AGING CLUSTER:			
93.044	Grants for Supportive Services and Senior Centers	Aging, Commission on	$1,782,639	
93.045	Nutrition Services	Aging, Commission on	2,964,069	
93.053	Nutrition Services Incentive Program	Aging, Commission on	697,566	
	TOTAL AGING CLUSTER		$5,444,274	
	TANF CLUSTER:			
93.558	Temporary Assistance for Needy Families	Health and Welfare, Department of	$21,070,791	
93.714	ARRA - Emerg. Contingency Fund for Temp. Assist. for Needy Families	Health and Welfare, Department of	1,367,666	
	TOTAL TANF CLUSTER		$22,438,457	
	CCDF CLUSTER:			
93.575	Child Care and Development Block Grant	Health and Welfare, Department of	$24,351,962	
93.596	Child Care Mandatory & Matching Funds of Child Care & Develop. Fund	Health and Welfare, Department of	5,181,267	
	TOTAL CCDF CLUSTER		$29,533,229	
	MEDICAID CLUSTER:			
93.775	State Medicaid Fraud Control Units	Attorney General, Office of the	$615,245	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Welfare, Department of	2,750,654	
93.778	Medical Assistance Program	Health and Welfare, Department of	1,246,548,203	
	TOTAL MEDICAID CLUSTER		$1,249,914,102	
	NON-CLUSTERED PROGRAMS:			
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Aging, Commission on	$21,622	
93.042	Long Term Care Ombudsman Services for Older Individuals	Aging, Commission on	78,206	
93.043	Disease Prevention and Health Promotion Services	Aging, Commission on	70,956	
93.048	Special Programs for the Aging - Discretionary Projects	Aging, Commission on	623,347	
93.052	National Family Caregiver Support	Aging, Commission on	764,319	
93.069	Public Health Emergency Preparedness	Health and Welfare, Department of	4,921,233	
93.071	Medicare Enrollment Assistance Program	Aging, Commission on	80,752	
93.072	Lifespan Respite Care Program	Aging, Commission on	47,916	
93.079	Promote Adolescent Health - Sch.-Bsd HIV/STD Prev. & Sch.-Bsd Surv.	Superintendent of Public Instruction	52,981	
93.090	Guardianship Assistance	Health and Welfare, Department of	18,354	
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Welfare, Department of	267,718	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Department of	245,563	
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Welfare, Department of	162,967	
93.127	Emergency Medical Services for Children	Health and Welfare, Department of	143,577	
93.130	Coop. Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Welfare, Department of	182,791	
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Welfare, Department of	167,611	
93.150	Projects for Assistance in Transition from Homelessness	Health and Welfare, Department of	293,887	
93.165	Grants to States for Loan Repayment Program	Health and Welfare, Department of	48,750	
93.217	Family Planning - Services	Health and Welfare, Department of	1,478,065	
93.240	State Capacity Building	Health and Welfare, Department of	203,531	
93.241	State Rural Hospital Flexibility Program	Health and Welfare, Department of	593,384	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Drug Policy, Office of	767,825	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Welfare, Department of	1,749,491	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Judicial Department	277,681	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Superintendent of Public Instruction	441,571	
93.251	Universal Newborn Hearing Screening	Health and Welfare, Department of	175,286	
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	2,131,079	
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	20,984,181	NC
93.270	Adult Viral Hepatitis Prevention and Control	Health and Welfare, Department of	20,694	
93.275	Substance Abuse and Mental Health Services - Access to Recovery	Health and Welfare, Department of	771,649	
93.283	Centers for Disease Control & Prevention - Investigations & Tech. Assist.	Health and Welfare, Department of	1,748,825	
93.292	National Public Health Improvement Initiative	Health and Welfare, Department of	163,263	
93.301	Small Rural Hospital Improvement Grant Program	Health and Welfare, Department of	223,058	
93.305	National State Based Tobacco Control Programs	Health and Welfare, Department of	153,264	
93.314	Early Hearing Detection/Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Welfare, Department of	136,801	
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Health and Welfare, Department of	238,365	
93.324	State Health Insurance Assistance Program	Insurance, Department of	304,788	
93.336	Behavioral Risk Factor Surveillance System	Health and Welfare, Department of	4,641	
93.369	ACL Independent Living State Grants	Vocational Rehabilitation, Department of	43,704	
93.505	Affordable Care Act Maternal, Infant, & Early Childhood Home Visit. Prog.	Health and Welfare, Department of	1,685,860	
93.507	PPHF National Public Health Improvement Initiative	Health and Welfare, Department of	13,400	
93.521	Affordable Care Act Build Epi., Lab., & Health Info. Sys. Cap. in ELC & EIP	Health and Welfare, Department of	272,615	
93.556	Promoting Safe and Stable Families	Health and Welfare, Department of	1,545,697	
93.563	Child Support Enforcement	Health and Welfare, Department of	14,906,954	

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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Welfare, Department of	$1,800,646	
93.568	Low-Income Home Energy Assistance	Health and Welfare, Department of	19,570,817	
93.569	Community Services Block Grant	Health and Welfare, Department of	3,480,576	
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Welfare, Department of	117,202	
93.586	State Court Improvement Program	Judicial Department	355,345	
93.590	Community-Based Child Abuse Prevention Grants	Health and Welfare, Department of	162,777	
93.597	Grants to States for Access and Visitation Programs	Health and Welfare, Department of	99,638	
93.599	Chafee Education and Training Vouchers Program	Health and Welfare, Department of	141,817	
93.600	Head Start	Health and Welfare, Department of	124,760	
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Welfare, Department of	597,265	
93.617	Voting Access for Individuals with Disabilities - Grants to States	Secretary of State	11,647	
93.624	Affordable Care Act Funding for Model Design & Model Testing Assist.	Health and Welfare, Department of	154,478	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Welfare, Department of	427,907	
93.643	Children's Justice Grants To States	Health and Welfare, Department of	161,720	
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Welfare, Department of	1,155,869	
93.658	Foster Care - Title IV-E	Health and Welfare, Department of	9,764,183	
93.659	Adoption Assistance	Health and Welfare, Department of	7,140,456	
93.667	Social Services Block Grant	Health and Welfare, Department of	11,320,648	
93.669	Child Abuse and Neglect State Grants	Health and Welfare, Department of	164,702	
93.671	Family Violence Prevent & Srvcs/Domestic Violence Shelter & Sup. Srvcs	Health and Welfare, Department of	831,895	
93.674	Chafee Foster Care Independence Program	Health and Welfare, Department of	409,051	
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance Funded in Part by PPHF	Health and Welfare, Department of	108,794	
93.735	State Pub. Health Approach Ensuring Quitline Cap. Funded in Part by PPHF	Health and Welfare, Department of	59,822	
93.757	State Pub. Health Actions to Prevent/Control Obesity, Diabetes, Heart Disease/Stroke (PPHF)	Health and Welfare, Department of	680,951	
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Welfare, Department of	253,683	
93.767	Children's Health Insurance Program	Health and Welfare, Department of	53,437,198	
93.791	Money Follows the Person Rebalancing Demonstration	Health and Welfare, Department of	2,373,218	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Welfare, Department of	1,189,700	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Welfare, Department of	157,671	
93.917	HIV Care Formula Grants	Health and Welfare, Department of	2,063,337	
93.919	Comprehensive Breast and Cervical Cancer Early Detection Programs	Health and Welfare, Department of	1,084,554	
93.940	HIV Prevention Activities - Health Department Based	Health and Welfare, Department of	849,726	
93.944	HIV/AIDS Surveillance	Health and Welfare, Department of	137,849	
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Welfare, Department of	1,378,411	
93.958	Block Grants for Community Mental Health Services	Health and Welfare, Department of	2,644,439	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Welfare, Department of	8,449,220	
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Welfare, Department of	454,255	
93.988	Diabetes Control Programs and Evaluation of Surveillance Systems	Health and Welfare, Department of	164,968	
93.991	Preventive Health and Health Services Block Grant	Health and Welfare, Department of	142,874	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Welfare, Department of	3,725,844	
93.999	Clinical Laboratory Improvement Amendments	Health and Welfare, Department of	146,061	
93.999	Drug Alcohol Information	Health and Welfare, Department of	10,233	
93.999	Food Sanitation Inspection	Health and Welfare, Department of	65,925	
93.999	Mammography Quality	Health and Welfare, Department of	51,208	
93.999	State EPI Outcomes	Health and Welfare, Department of	189,016	
	TOTAL NON-CLUSTERED PROGRAMS		$197,040,578	
	TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES		$1,504,370,640	
	CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
94.003	State Commissions	Labor, Department of	$237,386	
94.006	AmeriCorps	Labor, Department of	784,573	
94.007	Program Development and Innovation Grants	Labor, Department of	15,265	
94.009	Training and Technical Assistance	Labor, Department of	4,119	
94.013	Volunteers in Service to America	Health and Welfare, Department of	3,900	
94.013	Volunteers in Service to America	Superintendent of Public Instruction	(2,440)	
	TOTAL CORPORATION FOR NATIONAL & COMMUNITY SERVICE		$1,042,803	
	SOCIAL SECURITY ADMINISTRATION **DISABILITY INSURANCE/SSI CLUSTER:**			
96.001	Social Security - Disability Insurance	Labor, Department of	$9,098,967	
	TOTAL DISABILITY INSURANCE/SSI CLUSTER		$9,098,967	
	NON-CLUSTERED PROGRAMS:			
96.999	Vital Statistics Birth Records Grants	Health and Welfare, Department of	$59,875	
96.999	Vital Statistics Cooperative Program	Health and Welfare, Department of	268,142	
96.999	Social Security Birth and Death Reports	Health and Welfare, Department of	39,327	
	TOTAL NON-CLUSTERED PROGRAMS		$367,344	
	TOTAL SOCIAL SECURITY ADMINISTRATION		$9,466,311	
	DEPARTMENT OF HOMELAND SECURITY			
97.012	Boating Safety Financial Assistance	Parks and Recreation, Department of	$1,233,158	
97.023	Community Assistance Program - State Support Services Element	Water Resources, Department of	106,719	
97.029	Flood Mitigation Assistance	Military, Division of	203,785	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	AMOUNT	TYPE*
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Military, Division of	$83,065	
97.039	Hazard Mitigation Grant	Military, Division of	375,826	
97.041	National Dam Safety Program	Water Resources, Department of	91,459	
97.042	Emergency Management Performance Grants	Military, Division of	3,199,447	
97.045	Cooperating Technical Partners	Military, Division of	112,865	
97.045	Cooperating Technical Partners	Water Resources, Department of	15,968	
97.046	Fire Management Assistance Grant	Military, Division of	1,610,859	
97.047	Pre-Disaster Mitigation	Military, Division of	472,996	
97.067	Homeland Security Grant Program	Military, Division of	5,017,612	
	TOTAL DEPARTMENT OF HOMELAND SECURITY		$12,523,759	
	RESEARCH AND DEVELOPMENT CLUSTER			
	DEPARTMENT OF AGRICULTURE - RESEARCH AND DEVELOPMENT			
10.170	Specialty Crop Block Grant Program - Farm Bill Agricultural Marketing Service	Agriculture, Department of	$1,010,955	
	Pass-Through From Non-State Entities			
10.304	Homeland Security - Agricultural National Institute of Food and Agriculture University of California, Davis; Grantor No. Prime Agrmt No. 2012-37620-19626 or Research Agrmt No. 201223902-11	Agriculture, Department of	1,772	PT
	TOTAL DEPARTMENT OF AGRICULTURE - RESEARCH AND DEVELOPMENT		$1,012,727	
	DEPARTMENT OF THE INTERIOR - RESEARCH AND DEVELOPMENT			
15.808	U.S. Geological Survey - Research and Data Collection United States Geological Survey	Water Resources, Department of	$32,894	
	TOTAL DEPARTMENT OF THE INTERIOR - RESEARCH AND DEVELOPMENT		$32,894	
	DEPARTMENT OF JUSTICE - RESEARCH AND DEVELOPMENT			
16.812	Second Chance Act Reentry Initiative Bureau of Justice Assistance	Juvenile Corrections, Department of	$20,077	
	TOTAL DEPARTMENT OF JUSTICE - RESEARCH AND DEVELOPMENT		$20,077	
	DEPARTMENT OF LABOR - RESEARCH AND DEVELOPMENT			
17.002	Labor Force Statistics Bureau of Labor Statistics	Labor, Department of	$685,320	
17.261	WIA/WIOA Pilots, Demonstrations, and Research Projects Employment Training Administration	Labor, Department of	531,043	
	TOTAL DEPARTMENT OF LABOR - RESEARCH AND DEVELOPMENT		$1,216,363	
	DEPARTMENT OF TRANSPORTATION - RESEARCH AND DEVELOPMENT			
20.205	Highway Planning and Construction Federal Highway Administration	Transportation, Department of	$728,793	
	TOTAL DEPARTMENT OF TRANSPORTATION - RESEARCH AND DEVELOPMENT		$728,793	
	ENVIRONMENTAL PROTECTION AGENCY - RESEARCH AND DEVELOPMENT			
	Pass-Through From Non-State Entities			
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist. Office of Environmental Information Texas Commission on Environmental Quality; Grantor No. OS-83546301/582-15-51411	Water Resources, Department of	$90	PT
	TOTAL ENVIRONMENTAL PROTECTION AGENCY - RESEARCH AND DEVELOPMENT		$90	
	TOTAL RESEARCH AND DEVELOPMENT CLUSTER		$3,010,944	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		**$2,826,243,791**	

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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, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	ADMINISTRATION, DEPARTMENT OF			
39.003	Donation of Federal Surplus Personal Property	General Services Administration	$1,706,177	NC
	TOTAL ADMINISTRATION, DEPARTMENT OF		$1,706,177	
	AGING, COMMISSION ON			
10.565	Commodity Supplemental Food Program	Department of Agriculture	$14,997	
17.235	Senior Community Service Employment Program	Department of Labor	440,498	
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Health and Human Services	21,622	
93.042	Long Term Care Ombudsman Services for Older Individuals	Health and Human Services	78,206	
93.043	Disease Prevention and Health Promotion Services	Health and Human Services	70,956	
93.044	Grants for Supportive Services and Senior Centers	Health and Human Services	1,782,639	
93.045	Nutrition Services	Health and Human Services	2,964,069	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Human Services	623,347	
93.052	National Family Caregiver Support	Health and Human Services	764,319	
93.053	Nutrition Services Incentive Program	Health and Human Services	697,566	
93.071	Medicare Enrollment Assistance Program	Health and Human Services	80,752	
93.072	Lifespan Respite Care Program	Health and Human Services	47,916	
	TOTAL AGING, COMMISSION ON		$7,586,887	
	AGRICULTURE, DEPARTMENT OF			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Department of Agriculture	$765,476	
10.162	Inspection Grading and Standardization	Department of Agriculture	55,736	
10.163	Market Protection and Promotion	Department of Agriculture	17,000	
10.170	Specialty Crop Block Grant Program - Farm Bill	Department of Agriculture	1,010,955	R&D
10.171	Organic Certification Cost Share Programs	Department of Agriculture	101,782	
10.304	Homeland Security - Agricultural	Department of Agriculture	1,772	R&D PT
10.575	Farm to School Grant Program	Department of Agriculture	6,765	
10.604	Technical Assistance for Specialty Crops	Department of Agriculture	53,091	
10.680	Forest Health Protection	Department of Agriculture	347,653	
10.950	Agricultural Statistics Reports	Department of Agriculture	10,465	
10.999	Forest Service Aquatic Invasive Species Monitoring	Department of Agriculture	26,530	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	33,055	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Environmental Protection Agency	406,181	
	TOTAL AGRICULTURE, DEPARTMENT OF		$2,836,461	
	ARTS, COMMISSION ON THE			
45.025	Promotion of the Arts - Partnership Agreements	Natl. Found. on Arts & Humanities	$719,133	
	TOTAL ARTS, COMMISSION ON THE		$719,133	
	ATTORNEY GENERAL, OFFICE OF THE			
16.543	Missing Children's Assistance	Department of Justice	$374,270	
93.775	State Medicaid Fraud Control Units	Health and Human Services	615,245	
	TOTAL ATTORNEY GENERAL, OFFICE OF THE		$989,515	
	BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$2,831,693	
84.169	Independent Living - State Grants	Department of Education	71,762	
84.177	Independent Living Services for Older Individuals Who Are Blind	Department of Education	225,000	
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Department of Education	2,426	
84.265	State Vocational Rehabilitation Unit In-Service Training	Department of Education	14,769	
	TOTAL BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE		$3,145,650	
	BUILDING SAFETY, DIVISION OF			
14.171	Manufactured Home Dispute Resolution	Housing and Urban Development	$18,401	
	TOTAL BUILDING SAFETY, DIVISION OF		$18,401	
	COMMERCE, DEPARTMENT OF			
12.002	Procurement Technical Assistance for Business Firms	Department of Defense	$139,110	
14.228	Community Development Block Grants/State's Program	Housing and Urban Development	4,751,019	
59.061	State Trade and Export Promotion Pilot Grant Program	Small Business Administration	195,031	
	TOTAL COMMERCE, DEPARTMENT OF		$5,085,160	
	CORRECTION, DEPARTMENT OF			
16.580	Edward Byrne Memorial State and Local Law Enforce. Assist. Discretionary Grants	Department of Justice	$50,190	
16.606	State Criminal Alien Assistance Program	Department of Justice	196,552	
16.753	Congressionally Recommended Awards	Department of Justice	84,863	
	TOTAL CORRECTION, DEPARTMENT OF		$331,605	
	DRUG POLICY, OFFICE OF			
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	$767,825	
	TOTAL OFFICE OF DRUG POLICY		$767,825	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	EDUCATION, STATE BOARD OF			
84.185	Byrd Honors Scholarships	Department of Education	$2,250	
84.367	Improving Teacher Quality State Grants	Department of Education	295,488	
84.372	Statewide Longitudinal Data Systems	Department of Education	737,939	
84.378	College Access Challenge Grant Program	Department of Education	1,253,624	
	TOTAL EDUCATION, STATE BOARD OF		$2,289,301	
	ENERGY RESOURCES, OFFICE OF			
10.999	Idaho Statewide Wood Energy Team	Department of Agriculture	$42,342	PT
81.041	State Energy Program	Department of Energy	380,525	
81.999	BPA/02 - Homeowner Energy Code Survey	Department of Energy	20,473	PT
	TOTAL ENERGY RESOURCES, OFFICE OF		$443,340	
	ENVIRONMENTAL QUALITY, DEPARTMENT OF			
10.912	Environmental Quality Incentives Program	Department of Agriculture	$15,348	PT
12.113	Agreement Program for the Reimbursement of Technical Services	Department of Defense	148,669	
15.236	Environmental Quality and Protection Resource Management	Department of the Interior	95,478	
66.001	Air Pollution Control Program Support	Environmental Protection Agency	1,328,534	
66.034	Surveys, Studies, Res., Invest. Demos & Spec. Purpose Act. - Clean Air Act	Environmental Protection Agency	368,792	
66.034	Surveys, Studies, Res., Invest. Demos & Spec. Purpose Act. - Clean Air Act	Environmental Protection Agency	73,339	NC
66.039	National Clean Diesel Emissions Reduction Program	Environmental Protection Agency	33,896	
66.040	State Clean Diesel Grant Program	Environmental Protection Agency	85,955	
66.202	Congressionally Mandated Projects	Environmental Protection Agency	71,081	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Protection Agency	2,121,902	
66.432	State Public Water System Supervision	Environmental Protection Agency	1,223,371	
66.454	Water Quality Management Planning	Environmental Protection Agency	75,728	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	6,753,264	
66.460	Nonpoint Source Implementation Grants	Environmental Protection Agency	2,269,579	
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	145	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	9,314,128	
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Protection Agency	85,039	
66.708	Pollution Prevention Grants Program	Environmental Protection Agency	122,036	
66.801	Hazardous Waste Management State Program Support	Environmental Protection Agency	414,416	
66.802	Superfund St., Pol. Sub./Indian Tribe Site - Specific Coop. Agmts.	Environmental Protection Agency	15,528,926	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Protection Agency	397,034	
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Protection Agency	809,354	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Protection Agency	160,867	
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	970,947	
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant	Department of Energy	68,024	PT
81.502	Miscellaneous Federal Assistance Activities	Department of Energy	2,478,574	
	TOTAL ENVIRONMENTAL QUALITY, DEPARTMENT OF		$45,014,426	
	FISH AND GAME, DEPARTMENT OF			
10.999	Miscellaneous Forest Service Grants	Department of Agriculture	$369,702	
10.999	Miscellaneous Natural Resources Conservation Service Grants	Department of Agriculture	330,218	
11.436	Columbia River Fisheries Development Program	Department of Commerce	1,261,042	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	257,122	
11.441	Regional Fishery Management Councils	Department of Commerce	28,250	
11.999	Miscellaneous NOAA Grants	Department of Commerce	929,938	
12.999	Miscellaneous Army Corps of Engineers Grants	Department of Defense	18,850	
15.230	Invasive and Noxious Plant Management	Department of the Interior	65,508	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	439,405	
15.238	Challenge Cost Share	Department of the Interior	121,436	
15.517	Fish & Wildlife Coordination Act	Department of the Interior	734,883	
15.605	Sport Fish Restoration	Department of the Interior	6,138,159	
15.608	Fish and Wildlife Management Assistance	Department of the Interior	29,250	
15.611	Wildlife Restoration and Basic Hunter Education	Department of the Interior	10,048,153	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	300,616	
15.623	North American Wetlands Conservation Fund	Department of the Interior	28,534	
15.631	Partners for Fish & Wildlife	Department of the Interior	3,302	
15.634	State Wildlife Grants	Department of the Interior	1,366,619	
15.649	Service Training and Technical Assistance	Department of the Interior	5,869,868	
15.650	Research Grants (Generic)	Department of the Interior	8,620	
15.655	Migratory Bird Monitoring, Assessment and Conservation	Department of the Interior	789	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	120,867	
15.670	Adaptive Science	Department of the Interior	9,188	
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	57,488	
81.999	Miscellaneous Bonneville Power Administration Grants	Department of Energy	15,991,718	
	TOTAL FISH AND GAME, DEPARTMENT OF		$44,529,525	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	HEALTH AND WELFARE, DEPARTMENT OF			
10.551	Supplemental Nutrition Assistance Program (SNAP)	Department of Agriculture	$277,346,734	NC
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Department of Agriculture	26,360,891	
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Department of Agriculture	9,542,135	
10.568	Emergency Food Assistance Program (Administrative Costs)	Department of Agriculture	202,536	
10.569	Emergency Food Assistance Program (Food Commodities)	Department of Agriculture	1,989,956	NC
16.575	Crime Victim Assistance	Department of Justice	2,365,045	
66.032	State Indoor Radon Grants	Environmental Protection Agency	61,275	
81.042	Weatherization Assistance for Low-Income Persons	Department of Energy	1,597,885	
81.999	Weatherization Conference	Department of Energy	539,297	
84.181	Special Education - Grants for Infants and Families	Department of Education	2,019,895	
93.069	Public Health Emergency Preparedness	Health and Human Services	4,921,233	
93.090	Guardianship Assistance	Health and Human Services	18,354	
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Human Services	267,718	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	245,563	
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Human Services	162,967	
93.127	Emergency Medical Services for Children	Health and Human Services	143,577	
93.130	Coop. Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Human Services	182,791	
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Human Services	167,611	
93.150	Projects for Assistance in Transition from Homelessness	Health and Human Services	293,887	
93.165	Grants to States for Loan Repayment Program	Health and Human Services	48,750	
93.217	Family Planning - Services	Health and Human Services	1,478,065	
93.240	State Capacity Building	Health and Human Services	203,531	
93.241	State Rural Hospital Flexibility Program	Health and Human Services	593,384	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	1,749,491	
93.251	Universal Newborn Hearing Screening	Health and Human Services	175,286	
93.268	Immunization Cooperative Agreements	Health and Human Services	2,131,079	
93.268	Immunization Cooperative Agreements	Health and Human Services	20,984,181	NC
93.270	Adult Viral Hepatitis Prevention and Control	Health and Human Services	20,694	
93.275	Substance Abuse and Mental Health Services - Access to Recovery	Health and Human Services	771,649	
93.283	Centers for Disease Control & Prevention - Investigations & Tech. Assist.	Health and Human Services	1,748,825	
93.292	National Public Health Improvement Initiative	Health and Human Services	163,263	
93.301	Small Rural Hospital Improvement Grant Program	Health and Human Services	223,058	
93.305	National State Based Tobacco Control Programs	Health and Human Services	153,264	
93.314	Early Hearing Detection/Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Human Services	136,801	
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Health and Human Services	238,365	
93.336	Behavioral Risk Factor Surveillance System	Health and Human Services	4,641	
93.505	Affordable Care Act Maternal, Infant, & Early Childhood Home Visit. Prog.	Health and Human Services	1,685,860	
93.507	PPHF National Public Health Improvement Initiative	Health and Human Services	13,400	
93.521	Affordable Care Act Build Epi., Lab., & Health Info. Sys. Cap. in ELC & EIP	Health and Human Services	272,615	
93.556	Promoting Safe and Stable Families	Health and Human Services	1,545,697	
93.558	Temporary Assistance for Needy Families	Health and Human Services	21,070,791	
93.563	Child Support Enforcement	Health and Human Services	14,906,954	
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Human Services	1,800,646	
93.568	Low-Income Home Energy Assistance	Health and Human Services	19,570,817	
93.569	Community Services Block Grant	Health and Human Services	3,480,576	
93.575	Child Care and Development Block Grant	Health and Human Services	24,351,962	
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Human Services	117,202	
93.590	Community-Based Child Abuse Prevention Grants	Health and Human Services	162,777	
93.596	Child Care Mandatory & Matching Funds of Child Care & Develop. Fund	Health and Human Services	5,181,267	
93.597	Grants to States for Access and Visitation Programs	Health and Human Services	99,638	
93.599	Chafee Education and Training Vouchers Program	Health and Human Services	141,817	
93.600	Head Start	Health and Human Services	124,760	
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Human Services	597,265	
93.624	Affordable Care Act Funding for Model Design & Model Testing Assist.	Health and Human Services	154,478	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Human Services	427,907	
93.643	Children's Justice Grants To States	Health and Human Services	161,720	
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Human Services	1,155,869	
93.658	Foster Care - Title IV-E	Health and Human Services	9,764,183	
93.659	Adoption Assistance	Health and Human Services	7,140,456	
93.667	Social Services Block Grant	Health and Human Services	11,320,648	
93.669	Child Abuse and Neglect State Grants	Health and Human Services	164,702	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
93.671	Family Violence Prevent & Srvcs/Domestic Violence Shelter & Sup. Srvcs	Health and Human Services	$831,895	
93.674	Chafee Foster Care Independence Program	Health and Human Services	409,051	
93.714	ARRA - Emerg. Contingency Fund for Temp. Assist. for Needy Families	Health and Human Services	1,367,666	
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance Funded in Part by PPHF	Health and Human Services	108,794	
93.735	State Pub. Health Approach Ensuring Quitline Cap. Funded in Part by PPHF	Health and Human Services	59,822	
93.757	State Pub. Health Actions to Prevent/Control Obesity, Diabetes, Heart Disease/Stroke (PPHF)	Health and Human Services	680,951	
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Human Services	253,683	
93.767	Children's Health Insurance Program	Health and Human Services	53,437,198	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Human Services	2,750,654	
93.778	Medical Assistance Program	Health and Human Services	1,246,548,203	
93.791	Money Follows the Person Rebalancing Demonstration	Health and Human Services	2,373,218	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Human Services	1,189,700	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Human Services	157,671	
93.917	HIV Care Formula Grants	Health and Human Services	2,063,337	
93.919	Comprehensive Breast and Cervical Cancer Early Detection Programs	Health and Human Services	1,084,554	
93.940	HIV Prevention Activities - Health Department Based	Health and Human Services	849,726	
93.944	HIV/AIDS Surveillance	Health and Human Services	137,849	
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Human Services	1,378,411	
93.958	Block Grants for Community Mental Health Services	Health and Human Services	2,644,439	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	8,449,220	
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Human Services	454,255	
93.988	Diabetes Control Programs and Evaluation of Surveillance Systems	Health and Human Services	164,968	
93.991	Preventive Health and Health Services Block Grant	Health and Human Services	142,874	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Human Services	3,725,844	
93.999	Clinical Laboratory Improvement Amendments	Health and Human Services	146,061	
93.999	Drug Alcohol Information	Health and Human Services	10,233	
93.999	Food Sanitation Inspection	Health and Human Services	65,925	
93.999	Mammography Quality	Health and Human Services	51,208	
93.999	State EPI Outcomes	Health and Human Services	189,016	
94.013	Volunteers in Service to America	Corp. for Natl. & Community Svc.	3,900	
96.999	Vital Statistics Birth Records Grants	Social Security Administration	59,875	
96.999	Vital Statistics Cooperative Program	Social Security Administration	268,142	
96.999	Social Security Birth and Death Reports	Social Security Administration	39,327	
	TOTAL HEALTH AND WELFARE, DEPARTMENT OF		$1,816,765,354	
	HISTORICAL SOCIETY, IDAHO STATE			
15.224	Cultural Resource Management	Department of the Interior	$15,000	
15.238	Challenge Cost Share	Department of the Interior	5,857	
15.904	Historic Preservation Fund Grants-in-Aid	Department of the Interior	652,286	
15.926	American Battlefield Protection	Department of the Interior	23,987	
45.149	Promotion of the Humanities - Division of Preservation and Access	Natl. Found. on Arts & Humanities	140,175	
89.003	National Historical Publications and Records Grants	Natl. Archives & Records Adm.	17,350	
	TOTAL HISTORICAL SOCIETY, IDAHO STATE		$854,655	
	INDUSTRIAL COMMISSION			
16.576	Crime Victim Compensation	Department of Justice	$800,000	
	TOTAL INDUSTRIAL COMMISSION		$800,000	
	INSURANCE, DEPARTMENT OF			
93.324	State Health Insurance Assistance Program	Health and Human Services	$304,788	
	TOTAL INSURANCE, DEPARTMENT OF		$304,788	
	JUDICIAL DEPARTMENT			
16.013	Violence Against Women Act Court Training and Improvement Grants	Department of Justice	$135,302	
16.585	Drug Court Discretionary Grant Program	Department of Justice	237,399	
16.999	Strengthening Idaho's Judicial Performance Evaluation	Department of Justice	35,755	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	277,681	
93.586	State Court Improvement Program	Health and Human Services	355,345	
	TOTAL JUDICIAL DEPARTMENT		$1,041,482	
	JUVENILE CORRECTIONS, DEPARTMENT OF			
16.523	Juvenile Accountability Block Grants	Department of Justice	$314,918	
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Department of Justice	309,628	
16.548	Title V - Delinquency Prevention Program	Department of Justice	15,859	
16.727	Enforcing Underage Drinking Laws Program	Department of Justice	82,702	
16.751	Edward Byrne Memorial Competitive Grant Program	Department of Justice	4,791	
16.812	Second Chance Act Reentry Initiative	Department of Justice	20,077	R&D
84.358	Rural Education	Department of Education	15,083	
	TOTAL JUVENILE CORRECTIONS, DEPARTMENT OF		$763,058	

* Type of assistance other than direct cash. NC=Non-Cash; PT=Pass-Through; R&D=Research and Development.
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, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	LABOR, DEPARTMENT OF			
17.002	Labor Force Statistics	Department of Labor	$685,320	R&D
17.005	Compensation and Working Conditions	Department of Labor	10,115	
17.207	Employment Service/Wagner-Peyser Funded Activities	Department of Labor	7,116,587	
17.225	Unemployment Insurance	Department of Labor	126,778,920	
17.245	Trade Adjustment Assistance	Department of Labor	1,798,508	
17.258	WIA/WIOA Adult Program	Department of Labor	3,101,116	
17.259	WIA/WIOA Youth Activities	Department of Labor	3,466,636	
17.261	WIA/WIOA Pilots, Demonstrations, and Research Projects	Department of Labor	531,043	R&D
17.266	Workforce Incentive Grant	Department of Labor	71,527	
17.267	Incentive Grants - WIA Section 503	Department of Labor	317,426	
17.271	Work Opportunity Tax Credit (WOTC) Program	Department of Labor	95,216	
17.273	Temporary Labor Certification for Foreign Workers	Department of Labor	292,728	
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Department of Labor	2,011,760	
17.278	WIA/WIOA Dislocated Workers Formula Grants	Department of Labor	3,508,817	
17.801	Disabled Veterans' Outreach Program	Department of Labor	876,857	
17.802	Veterans' Employment Program	Department of Labor	38,432	
17.804	Local Veterans' Employment Representative Program	Department of Labor	65,064	
94.003	State Commissions	Corp. for Natl. & Community Svc.	237,386	
94.006	AmeriCorps	Corp. for Natl. & Community Svc.	784,573	
94.007	Program Development and Innovation Grants	Corp. for Natl. & Community Svc.	15,265	
94.009	Training and Technical Assistance	Corp. for Natl. & Community Svc.	4,119	
96.001	Social Security - Disability Insurance	Social Security Administration	9,098,967	
	TOTAL LABOR, DEPARTMENT OF		$160,906,382	
	LANDS, DEPARTMENT OF			
10.064	Forestry Incentives Program	Department of Agriculture	$8,865	
10.664	Cooperative Forestry Assistance	Department of Agriculture	2,337,588	
10.676	Forest Legacy Program	Department of Agriculture	5,212,840	
10.678	Forest Stewardship Program	Department of Agriculture	17,084	
10.680	Forest Health Protection	Department of Agriculture	163,008	
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	Department of the Interior	4,117	
15.660	Endangered Species - Candidate Conservation Action Funds	Department of the Interior	8,511	
	TOTAL LANDS, DEPARTMENT OF		$7,752,013	
	LIBRARIES, IDAHO COMMISSION FOR			
45.129	Promotion of the Humanities - Federal/State Partnership	Natl. Found. on Arts & Humanities	$11,596	PT
45.310	Grants to States	Inst. of Museum and Library Svcs.	1,287,308	
45.312	National Leadership Grants	Inst. of Museum and Library Svcs.	22,007	
	TOTAL LIBRARIES, IDAHO COMMISSION FOR		$1,320,911	
	MILITARY, DIVISION OF			
11.549	State and Local Implementation Grant Program	Department of Commerce	$278,053	
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	35,003,731	
12.404	National Guard ChalleNGe Program	Department of Defense	2,301,856	
20.703	Interagency Hazardous Materials Public Sector Training & Planning Grants	Department of Transportation	54,813	
97.029	Flood Mitigation Assistance	Department of Homeland Security	203,785	
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Department of Homeland Security	83,065	
97.039	Hazard Mitigation Grant	Department of Homeland Security	375,826	
97.042	Emergency Management Performance Grants	Department of Homeland Security	3,199,447	
97.045	Cooperating Technical Partners	Department of Homeland Security	112,865	
97.046	Fire Management Assistance Grant	Department of Homeland Security	1,610,859	
97.047	Pre-Disaster Mitigation	Department of Homeland Security	472,996	
97.067	Homeland Security Grant Program	Department of Homeland Security	5,017,612	
	TOTAL MILITARY, DIVISION OF		$48,714,908	
	PARKS AND RECREATION, DEPARTMENT OF			
15.524	Recreation Resources Management	Department of the Interior	$308,459	
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Department of the Interior	64,724	
20.219	Recreational Trails Program	Department of Transportation	1,986,868	
97.012	Boating Safety Financial Assistance	Department of Homeland Security	1,233,158	
	TOTAL PARKS AND RECREATION, DEPARTMENT OF		$3,593,209	
	POLICE, IDAHO STATE			
16.017	Sexual Assault Services	Department of Justice	$188,642	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Department of Justice	54,987	
16.588	Violence Against Women Formula Grants	Department of Justice	1,052,324	
16.593	Residential Substance Abuse Treatment for State Prisoners	Department of Justice	119,268	
16.609	Project Safe Neighborhoods	Department of Justice	14,585	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	1,149,783	
16.741	DNA Backlog Reduction Program	Department of Justice	267,624	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Department of Justice	55,585	
16.750	Support for Adam Walsh Act Implementation Grant Program	Department of Justice	120,200	

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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, 2015

CFDA	FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	STATE AGENCY			
16.751	Edward Byrne Memorial Competitive Grant Program	Department of Justice	$31,727	
16.813	NICS Act Record Improvement Program	Department of Justice	170,060	
16.922	Equitable Sharing Program	Department of Justice	209,814	
20.218	National Motor Carrier Safety	Department of Transportation	1,389,857	
20.233	Border Enforcement Grants	Department of Transportation	89,171	
21.000	Equitable Share	US Treasury	82,417	
	TOTAL POLICE, IDAHO STATE		$4,996,044	
	PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF			
84.002	Adult Education - Basic Grants to States	Department of Education	$2,265,793	
84.048	Career and Technical Education - Basic Grants to States	Department of Education	6,313,794	
	TOTAL PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF		$8,579,587	
	PUBLIC TELEVISION, IDAHO			
10.861	Public Television Station Digital Transition Grant Program	Department of Agriculture	$63,130	
11.553	Special Projects	Department of Commerce	342,474	PT
	TOTAL PUBLIC TELEVISION, IDAHO		$405,604	
	PUBLIC UTILITIES COMMISSION			
20.700	Pipeline Safety	Department of Transportation	$131,803	
	TOTAL PUBLIC UTILITIES COMMISSION		$131,803	
	SECRETARY OF STATE			
39.011	Election Reform	General Services Administration	$1,412,332	
93.617	Voting Access for Individuals with Disabilities - Grants to States	Health and Human Services	11,647	
	TOTAL SECRETARY OF STATE		$1,423,979	
	SPECIES CONSERVATION, OFFICE OF			
10.999	US Forest Services Roadless Cost Share	Department of Agriculture	$10,094	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	3,067,990	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	18,538	
15.611	Wildlife Restoration and Basic Hunter Education	Department of the Interior	97,610	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	7,768,174	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	492,470	
81.999	Upper Salmon Basin Habitat Restoration	Department of Energy	423,770	
81.999	Lemhi River Restoration Planning	Department of Energy	837,299	
81.999	Clearwater Focus Program	Department of Energy	92,424	
81.999	Pahsimeroi River Habitat	Department of Energy	50,339	
81.999	Yankee Fork Side Channel Restoration	Department of Energy	446	
81.999	Lower Clearwater Potlatch Watershed	Department of Energy	213,804	
81.999	Exp Upper Salmon Screen Tributary Passage	Department of Energy	1,353	
81.999	Upper Salmon Screen Tributary Passage	Department of Energy	(145)	
81.999	Idaho Accord Admin 2012-2013	Department of Energy	(2,019)	
81.999	Upper & Lower Lemhi Acquisition	Department of Energy	83,362	
81.999	Idaho Accord Water Transactions 2013-2015	Department of Energy	102,790	
81.999	Idaho Accord Admin 2013-2014	Department of Energy	36,185	
81.999	Capital Upper Salmon Screen Trip Passage	Department of Energy	354,060	
81.999	Idaho Accord Admininistration	Department of Energy	48,352	
	TOTAL SPECIES CONSERVATION, OFFICE OF		$13,696,896	
	SUPERINTENDENT OF PUBLIC INSTRUCTION			
10.553	School Breakfast Program	Department of Agriculture	$19,865,234	
10.555	National School Lunch Program	Department of Agriculture	6,299,113	NC
10.555	National School Lunch Program	Department of Agriculture	57,151,848	
10.556	Special Milk Program for Children	Department of Agriculture	152,955	
10.558	Child and Adult Care Food Program	Department of Agriculture	7,831,332	
10.559	Summer Food Service Program for Children	Department of Agriculture	4,302,299	
10.560	State Administrative Expenses for Child Nutrition	Department of Agriculture	1,670,604	
10.574	Team Nutrition Grants	Department of Agriculture	272,052	
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	233,630	
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	2,237,231	
10.589	Child Nutrition Direct Certification Performance Awards	Department of Agriculture	29	
12.900	Language Grant Program	Department of Defense	(9)	
15.130	Indian Education Assistance to Schools	Department of the Interior	71,446	
45.024	Promotion of the Arts - Grants to Organizations and Individuals	Natl. Found. on Arts & Humanities	4,582	
84.010	Title I Grants to Local Educational Agencies	Department of Education	62,206,793	
84.011	Migrant Education - State Grant Program	Department of Education	3,770,656	
84.013	Title I State Agency Program for Neglected & Delinquent Children & Youth	Department of Education	545,861	
84.027	Special Education - Grants to States	Department of Education	58,828,433	
84.144	Migrant Education - Coordination Program	Department of Education	62,778	
84.173	Special Education - Preschool Grants	Department of Education	2,311,189	
84.196	Education for Homeless Children and Youth	Department of Education	279,875	
84.287	Twenty-First Century Community Learning Centers	Department of Education	6,500,531	

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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, 2015

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
84.323	Special Education - State Personnel Development	Department of Education	$641,489	
84.330	Advanced Placement Program	Department of Education	60,672	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	1,668,930	
84.358	Rural Education	Department of Education	817,175	
84.365	English Language Acquisition State Grants	Department of Education	2,223,222	
84.366	Mathematics and Science Partnerships	Department of Education	784,213	
84.367	Improving Teacher Quality State Grants	Department of Education	11,351,182	
84.369	Grants for State Assessments and Related Activities	Department of Education	3,951,722	
84.377	School Improvement Grants	Department of Education	2,022,745	
84.388	ARRA - School Improvement Grants	Department of Education	1,372,847	
93.079	Promote Adolescent Health - Sch.-Bsd HIV/STD Prev. & Sch.-Bsd Surv.	Health and Human Services	52,981	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	441,571	
94.013	Volunteers in Service to America	Corp. for Natl. & Community Svc.	(2,440)	
	TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION		$259,984,771	
	TRANSPORTATION DEPARTMENT, IDAHO			
10.912	Environmental Quality Incentives Program	Department of Agriculture	$15,075	
20.106	Airport Improvement Program	Department of Transportation	76,648	
20.205	Highway Planning and Construction	Department of Transportation	336,484,431	
20.205	Highway Planning and Construction	Department of Transportation	728,793	R&D
20.232	Commercial Driver's License Program Improvement Grant	Department of Transportation	2,299	
20.237	Commercial Vehicle Information Systems and Networks	Department of Transportation	925,594	
20.500	Federal Transit - Capital Investment Grants	Department of Transportation	62,435	
20.509	ARRA - Formula Grants for Rural Areas	Department of Transportation	29,049	
20.509	Formula Grants for Rural Areas	Department of Transportation	7,577,834	
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Department of Transportation	551,269	
20.514	Public Transportation Research, Technical Assistance, and Training	Department of Transportation	10,286	
20.516	Job Access - Reverse Commute	Department of Transportation	282,724	
20.521	New Freedom Program	Department of Transportation	401,289	
20.600	State and Community Highway Safety	Department of Transportation	1,634,897	
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants	Department of Transportation	297,761	
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Department of Transportation	13,971	
20.610	State Traffic Safety Information System Improvement Grants	Department of Transportation	141,176	
20.611	Incentive Grant Program to Prohibit Racial Profiling	Department of Transportation	2,160	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Department of Transportation	76,326	
20.616	National Priority Safety Programs	Department of Transportation	1,575,765	
	TOTAL TRANSPORTATION DEPARTMENT, IDAHO		$350,889,782	
	VETERANS SERVICES, DIVISION OF			
64.014	Veterans State Domiciliary Care	Department of Veterans Affairs	$456,953	
64.015	Veterans State Nursing Home Care	Department of Veterans Affairs	11,903,644	
64.101	Burial Expenses Allowances for Veterans	Department of Veterans Affairs	350,704	
	TOTAL VETERANS SERVICES, DIVISION OF		$12,711,301	
	VOCATIONAL REHABILITATION, DIVISION OF			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$13,971,709	
84.169	Independent Living - State Grants	Department of Education	141,092	
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Department of Education	336,450	
84.265	State Vocational Rehabilitation Unit In-Service Training	Department of Education	30,158	
93.369	ACL Independent Living State Grants	Health and Human Services	43,704	
	TOTAL VOCATIONAL REHABILITATION, DIVISION OF		$14,523,113	
	WATER RESOURCES, DEPARTMENT OF			
15.808	U.S. Geological Survey - Research and Data Collection	Department of the Interior	$32,894	R&D
66.433	State Underground Water Source Protection	Environmental Protection Agency	96,900	
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Protection Agency	90	R&D, PT
81.999	Tributary Water Conservation	Department of Energy	276,715	
97.023	Community Assistance Program - State Support Services Element	Department of Homeland Security	106,719	
97.041	National Dam Safety Program	Department of Homeland Security	91,459	
97.045	Cooperating Technical Partners	Department of Homeland Security	15,968	
	TOTAL WATER RESOURCES, DEPARTMENT OF		$620,745	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		**$2,826,243,791**	

* Type of assistance other than direct cash. NC=Non-Cash; PT=Pass-Through; R&D=Research and Development.
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, 2015

NOTE 1 – PURPOSE OF THE SCHEDULES

The supplementary Schedule 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 State departments and entities included in the State's *Comprehensive Annual Financial Report* (CAFR). This report includes all expenditures of federal awards of the State except for the colleges and universities, the Idaho Housing and Finance Association, the Idaho Individual High Risk Reinsurance Pool, and the Idaho Health Insurance Exchange, which are audited by independent certified public accountants and published under separate cover.

B. Basis of Accounting

The schedules were prepared using the cash basis 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 identified as research and development are grouped together in the Research and Development cluster. 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 (SNAP) – 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 Program (Food Commodities) – 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 93.268, Immunization Cooperative Agreements – 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 $106,295,381, and the federal portion was $20,483,539.

NOTE 3 – LOANS OUTSTANDING

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

1. 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, 2015, was $514,652. The Office of Energy Resources determined uncollectible accounts to be $0.

2. 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 within 20 years of project completion. Interest rates vary between 0 percent and 4.5 percent. Management considers all loans to be fully collectible, so no allowance for uncollectible accounts is recorded.

Loan programs at June 30, 2015:

CAPITALIZATION GRANTS FOR CLEAN WATER - CFDA 66.458

	Loan Authorized	Principal Repayments	Remaining Commitment	Receivable Balance
Completed Projects	$160,588,937	$24,917,172		$135,671,765
Projects in Progress	164,458,373		$91,957,743	72,500,630
Totals	$325,047,310	$24,917,172	$91,957,743	$208,172,395
Less: Amount Due Within 1 Year				5,959,255
Loans Receivable Net of Current Maturities				$202,213,140

CAPITALIZATION GRANTS FOR DRINKING WATER - CFDA 66.468

	Loan Authorized	Principal Repayments	Remaining Commitment	Receivable Balance
Completed Projects	$108,567,009	$21,854,877		$86,712,132
Projects in Progress	45,663,157		$23,008,634	22,654,523
Totals	$154,230,166	$21,854,877	$23,008,634	$109,366,655
Less: Amount Due Within 1 Year				4,225,862
Loans Receivable Net of Current Maturities				$105,140,793

NOTE 4 – 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 0.64 percent of the USDA's total expenditures for SNAP benefits in the federal fiscal year ended September 30, 2014.

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

AUDITOR'S RESULTS

STATE OF IDAHO
SINGLE AUDIT REPORT
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

BASIC FINANCIAL STATEMENTS

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

2. No significant deficiencies in internal control were reported in the audit of the basic financial statements; however, deficiencies considered to be material weaknesses were 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 major federal programs in the Schedule of Expenditures of Federal Awards disclosed significant deficiencies in internal control. We consider items 2015-201 and 2015-210 to be material weaknesses.

2. The independent auditor's report on compliance with major federal programs expressed an unmodified opinion for all major programs except for the following program which was qualified: Rehabilitation Services - Vocational Rehabilitation Grants to States (84.126).

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 $8,478,731.

6. For the fiscal year ended June 30, 2015, 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 MAJOR FEDERAL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

PROGRAM OR CLUSTER TITLE	CFDA
SNAP CLUSTER:	
Supplemental Nutrition Assistance Program (SNAP)	10.551
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
WIA CLUSTER:	
WIA/WIOA Adult Program	17.258
WIA/WIOA Youth Activities	17.259
WIA/WIOA Dislocated Workers Formula Grants	17.278
CLEAN WATER STATE REVOLVING FUND CLUSTER:	
Capitalization Grants for Clean Water State Revolving Funds	66.458
DRINKING WATER STATE REVOLVING FUND CLUSTER:	
Capitalization Grants for Drinking Water State Revolving Funds	66.468
SPECIAL EDUCATION CLUSTER (IDEA):	
Special Education – Grants to States	84.027
Special Education – Preschool Grants	84.173
AGING CLUSTER:	
Grants for Supportive Services and Senior Centers	93.044
Nutrition Services	93.045
Nutrition Services Incentive Program	93.053
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 Development Fund	93.596
MEDICAID CLUSTER:	
State Medicaid Fraud Control Units	93.775
State Survey and Certification of Health Care Providers and Suppliers	93.777
Medical Assistance Program	93.778
DISABILITY INSURANCE/SSI CLUSTER:	
Social Security – Disability Insurance	96.001

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF MAJOR FEDERAL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

PROGRAM OR CLUSTER TITLE	CFDA
NON-CLUSTERED PROGRAMS:	
Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557
National Guard Military Operations and Maintenance Projects	12.401
Unemployment Insurance	17.225
Title I Grants to Local Educational Agencies	84.010
Rehabilitation Services – Vocational Rehabilitation Grants to States	84.126
Improving Teacher Quality State Grants	84.367
Low-Income Home Energy Assistance	93.568
Foster Care – Title IV-E	93.658
Social Services Block Grant	93.667
Children's Health Insurance Program	93.767

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF BASIC FINANCIAL STATEMENTS FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		PAGE
OFFICE OF THE STATE CONTROLLER		
2015-101	Internal control weaknesses allowed unsupported adjustments and misstatements in the statewide financial statements and note disclosures submitted for audit.	28
IDAHO DEPARTMENT OF HEALTH AND WELFARE		
2015-102	Deficiencies in internal controls allowed several errors in various closing packages to go undetected.	30
IDAHO DEPARTMENT OF INSURANCE		
2015-103	Internal control deficiencies resulted in errors in the Accounts Receivable closing package.	31

STATE OF IDAHO
SINGLE AUDIT REPORT
BASIC FINANCIAL STATEMENTS FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

OFFICE OF THE STATE CONTROLLER (Office)

FINDING 2015-101

Internal control weaknesses allowed unsupported adjustments and misstatements in the statewide financial statements and note disclosures submitted for audit.

Type of Finding: Material Weakness

Related to Prior Findings: 2014-101 and 2013-101

Criteria: The *Internal Control Integrated Framework* published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO) provides a basis for organizations to design internal control procedures to ensure reliable financial reporting, effective and efficient operations and compliance with applicable laws and regulations. Components of this framework include risk assessment, control activities, information and communication, and monitoring. Risk assessment is the identification and analysis of various risks entities face because of changing economic, industry, regulatory, and operating conditions. It provides a basis to develop appropriate responses to manage those risks. Control activities are policies and procedures that help ensure management directives are carried out and risks are mitigated, including verifications, approvals, reconciliations, authorizations, and segregation of duties that support this objective. Information and communication relates to obtaining quality information and effective internal and external communication of that information to achieve management's objectives. Monitoring is the evaluation of results of the internal control system and remediation of deficiencies in a timely manner.

Management objectives should include the preparation and fair presentation of the *Comprehensive Annual Financial Report* (CAFR) in conformity with accounting principles generally accepted in the United States of America and compliance with applicable laws and regulations. The government-wide Statement of Net Position and the fund balance sheets represent the financial position of the government or fund as of the last day of the fiscal year. The government-wide Statement of Activities and the fund operating statements present the financial activity of the government or fund that occurred throughout the fiscal year.

Additionally, government accounting standards specify that changes to equity should normally include the activity reported on the government-wide Statement of Activities and the fund operating statements. No direct adjustments should be made to prior year equity balances, with the exception of a retroactive application of a change in accounting principle, a change in the financial reporting entity, and a correction of an error.

Condition: Misstatements were identified and communicated to management during the audit process. The following misstatements exceeded our materiality threshold for the applicable opinion unit:

- Revenue from the sale of cottage sites was recorded by two entities resulting in $46.7 million being double counted.
- The amount of restricted net position that is restricted by enabling legislation is required to be disclosed in the notes. $626.1 million restricted by enabling legislation was not included in the note and was offset by $508.9 million that was included, but was actually restricted for other purposes.
- A request of federal funds was made prior to June 30, 2015, but the cash was not received until July, culminating in a negative pooled cash and investments balance. An adjustment was made to reclassify $29.4 million in federal grants receivable to pooled cash and investments in order to resolve the abnormal balance.

Several other misstatements were identified that exceeded our trivial threshold, but did not exceed materiality. The most significant errors included misclassification in the financial statements and note disclosures, inconsistencies with the outside audited financial statements and supporting documentation, and unsupported adjustments.

Adjustments made directly to the prior year equity balances totaling $22.6 million were of significant concern. The adjustments attempted to get amounts in the statewide accounting system (STARS) to equal amounts reported in the outside audited financial statements for the Idle pool; however, the amounts used as the starting point in STARS when determining the adjustments could not be verified to the underlying accounting records. In addition, the adjustments were made under the premise that they were a correction of an error, but no supporting documentation was made available to show an error was identified in the prior year financial statements.

Cause: The Office did not obtain an adequate understanding of the discrepancy or gather sufficient information to support adjustments that were made to the financial statements. Additionally, weaknesses in the internal control structure allowed adjustments to be made that were inadequately supported and errors in the financial statements and note disclosures to go undetected.

Effect: The financial statements submitted for audit contained material misstatements, as well as other errors that were not material but more than trivial. In addition, a direct adjustment was made to the beginning equity balances which did not meet the criteria set forth in governmental accounting standards. All of the material misstatements, and several of the other errors, were corrected before the CAFR was finalized; however, three errors were not corrected and were included on the passed-on adjustment schedule.

Recommendation: We recommend that the Office improve the design and effectiveness of internal controls over the compilation of the statewide financial statements and note disclosures, including adjustments.

Management's View and Corrective Action Plan: *We have enhanced our Office's ability to identify significant changes year over year and trends over multiple years in the financial statement line items using reporting software. This will identify issues such as the double counting of revenue and other potential reporting errors or omissions. In addition, our Office has updated procedures and instructions for identifying the amount of restricted net position disclosed in the notes of the financial statements.*

Our Office has met with agencies to ensure understanding of the timing and recording of federal money receipts at fiscal year-end and the related revenue. Additionally, we have added procedures to request supporting documentation from agencies prior to an adjustment being made to the financial statements.

Lastly, we share the auditor's concern related to identifying differences between the Idle pool financial statements and the amounts recorded in the state-wide accounting system. We have identified many of the amounts in the underlying accounting records and will continue to work diligently with the Treasurer's Office to identify supporting documents for all amounts.

Scheduled Completion Date for Corrective Action Plan: The Office did not provide a completion date. We will revisit progress on the corrective action during the 90-day follow-up.

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Auditor's Concluding Remarks: We thank the Office for its cooperation and assistance throughout the audit. We will review the status of the Office's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2015-102

Deficiencies in internal controls allowed several errors in various closing packages to go undetected.

Type of Finding: Material Weakness

Related to Prior Findings: 2014-104 and 2013-104

Criteria: The *Internal Control Integrated Framework,* published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO), identifies control activities that help ensure management directives are carried out and risks are mitigated. These activities include adequate review and authorization of financial reporting and using the general ledger or other reliable records as the basis for reports. Additionally, each year, State agencies are required to report accounting information to the Office of the State Controller (Office) in the form of closing packages, which provide the details necessary to prepare the statewide *Comprehensive Annual Financial Report* (CAFR). The Office provides instructions for preparing the closing packages in accordance with Generally Accepted Accounting Principles (GAAP).

Condition: The Department's internal control system failed to prevent or detect misstatements in various closing packages. The most significant errors include:

- The Department reports Upper Payment Limit (UPL) payments that are owed to Medicaid providers but are not paid until after the fiscal year-end. These amounts are included in the incurred by not reported amount (IBNR) and an associated amount for grants receivable. The payables less than or equal to 60 days included payments made after 60 days. This resulted in an overstatement of $26,080,659 in accounts payable and an overstatement of $18,613,245 in grants receivable. In addition, while the Department was reviewing this issue, it was determined the IBNR estimate was understated by $4,171,823.
- Amounts payable to a state entity were incorrectly included in the accounts payable closing package rather than the interfund payable closing package. Upon the Department's review during the audit, it was determined the interfund payable was understated by $937,884 and accounts payable was overstated by $900,383.
- The grants receivable closing package should report amounts received within the first 60 days following the fiscal year-end. The Department's calculation incorrectly used health district billings received in the first 60 days of fiscal year 2015, rather than 2016. Upon the Department's review during the audit, it was determined this resulted in an understatement of $406,311 in grants receivable.

The amortization of intangible assets reported on the capital assets closing package included assets which were not amortized based on the standard practice of a seven-year useful life. Errors in the amortization

calculations of two assets resulted in a calculated useful life beyond seven years. While the calculated useful life and amortization amounts are reasonable, deviations from the Department's standard practice of a seven-year useful life were not documented.

Cause: Review procedures were not performed at the level of detail necessary to detect errors in closing packages prior to submission to the Office or the lack of support documenting deviations from standard practice.

Effect: Undetected errors included in closing packages submitted to the Office increase the risk of material misstatements occurring in the statewide financial statements. Subsequent to our communications with the Department regarding the errors noted during the audit, the Department resubmitted information to the Office to correct the misstatements discussed above. In addition, other errors were noted and not corrected in the statewide financial statements; these errors were not material.

Recommendation: We recommend that the Department strengthen the design and effectiveness of internal controls over the completion of closing packages to ensure accurate and reliable financial information is provided to the Office. We also recommend that the Department maintain appropriate documentation to support amounts reported in closing packages, including deviations from standard practices.

Management's View and Corrective Action Plan: *The Department agrees with the finding. Procedures have been updated and automated processes have been implemented to prevent errors from re-occurring. Future closing packages will incorporate comparative analysis of actual accounting activity from prior and subsequent periods to identify anomalies associated with reported estimates. Qualifying vendor list, cross-referencing information provided by the Office of the State Controller, will be used in the compilation of inter-fund and accounts payable closing packages.*

Scheduled Completion Date for Corrective Action Plan: August 31, 2016

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO DEPARTMENT OF INSURANCE (Department)

FINDING 2015-103

Internal control deficiencies resulted in errors in the accounts receivable closing package.

Type of Finding: Material Weakness

Criteria: The *Internal Control Integrated Framework*, published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO), identifies control activities that help ensure management directives are carried out and risks are mitigated. These activities include adequate review and

authorization of financial reporting and using the general ledger or other reliable records as the basis for reports. Additionally, each year, State agencies are required to report accounting information to the Office of the State Controller (Office) in the form of closing packages, which provide the details necessary to prepare the statewide *Comprehensive Annual Financial Report* (CAFR). The Office provides instructions for preparing the closing packages in accordance with Generally Accepted Accounting Principles (GAAP).

Specifically, reporting for the accounts receivable closing package requires the agencies to differentiate receivables between those received within 60 days of the year-end and those received after 60 days. Only those receivables collected within 60 days of the year-end, or reasonably estimated to be collected, are classified as revenue under modified accrual accounting purposes. Receivables with a longer collection period are classified as deferred inflows. This distinction is important for financial reporting and instructions are provided as part of the closing package process coordinated by the Office.

Condition: The Department's internal control system failed to prevent or detect errors in the accounts receivable closing package. The Department reports the amount of immunization assessments that have been billed but not received in the accounts receivable closing package. Approximately half of the assessments are received prior to the end of the fiscal year. The errors found include the following:

- The unavailable revenue portion (receivables that will not be collected within 60 days) was incorrectly reported as accounts receivable that will be collected in less than 60 days. This resulted in an overstatement of $5,803,514.25 in revenue on the governmental fund financial statement and an understatement of deferred inflows; this amount was material.
- The immunization assessment spreadsheet used to calculate the accounts receivable balance contained two errors. First, the total dollar value of assessments billed after revisions was reduced by the actual number of dependents and not the dollar amount. Second, the method of reducing the original assessment amount by the total of revised dependents was not applied correctly. The calculation did not account for the change between the original survey amount and any revisions for all carriers; instead, it reduced the total number by the total of revised surveys. The original number of dependents was reported as 242,057 and the revised number of dependents totaled 238,246. The immunization assessment spreadsheet calculated a reduction of 1,161 dependents when the actual difference was 3,811. These two errors resulted in accounts receivable being overstated by $246,554; this amount was immaterial.

During testing of the closing packages completed by the Department, we also found that all but one closing package was prepared and submitted by the same person without a review completed by another person. This results in a lack of segregation of duties with the preparation and review of the closing packages.

Cause: Review procedures were not performed at the level of detail necessary to detect errors in closing packages prior to submission to the Office. In addition, there was a lack of segregation in the preparation and review of the closing packages that would improve the effectiveness of procedures intended to detect errors.

Effect: Undetected errors included in closing packages submitted to the Office increase the risk of material misstatements occurring in the statewide financial statements. Subsequent to communications with the Department regarding the errors noted during the audit, the Department resubmitted information to the Office to correct the material misstatement.

Recommendation: We recommend that the Department strengthen the design and implementation of internal controls over the completion of closing packages to ensure accurate and reliable financial information is provided to the Office.

Management's View and Corrective Action Plan: *The DOI concurs with the facts as they are described in the management report. The agency values the financial audit process and takes the findings very seriously. Process changes are already underway to improve internal controls and to achieve accurate and reliable financial information in closing package reporting.*

The error in reporting Unavailable Revenue, the minimal review that was conducted and failed to detect the errors in the immunization vaccine fund assessment spreadsheet, and the lack of segregating the preparation from the submittal of the closing packages were the direct result of vacancies in the Fiscal Section. The Fiscal Section at the DOI consists of 4 individuals: a mailroom Office Specialist 2 (0S2) whose duties include receipting monies coming into the DOI, a Customer Service Representative 1 (CRS1) whose duties include preparing the daily deposits, a Financial Technician (FT) who codes and enters all other financial transactions, and a Financial Specialist Principal (FSP) whose responsibilities include releasing all transactions, reporting, budget, purchasing, and other assorted duties. The FT position became vacant in May and remained so until October. The 0S2 position became vacant in August. During the vacancies, the CRS1 and the FSP had to step in to complete the work of the entire Fiscal Section while maintaining segregation of duties for processing financial transactions. The DOI staff members who were available to assist with the closing package preparation did not have the necessary expertise or background knowledge to effectively assist with the closing packages.

Actions taken to address the identified issues:

1. *An additional staff review of the immunization vaccine fund assessment worksheet has been added to the process;*
2. *A FT and 0S2 were hired in October 2015 and are undergoing training;*
3. *The FSP has created a calendar reminder of the closing package correction that must be incorporated into reporting for FY 2016.*

Re-evaluation of corrective actions will not be possible until closing packages are completed for FY 2016.

Scheduled Completion Date for Corrective Action Plan: The Department did not provide a completion date. We will revisit progress on the corrective action during the 90-day follow-up.

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	PAGE
IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED			
2015-201	Federal expenditures reported by the Commission to the Office of the State Controller were overstated by $750,890.	Department of Education	36
2015-202	Cash draws are not performed in accordance with the Treasury-State Agreement (TSA) for the Rehabilitation Services – Vocational Rehabilitation Grants to States program.	Department of Education	37
IDAHO DEPARTMENT OF HEALTH AND WELFARE			
2015-203	Costs incurred prior to the period of performance were inappropriately charged to the Supplemental Nutrition Assistance Program (SNAP) grant and the Temporary Assistance for Needy Families (TANF) grant.	Department of Agriculture; Department of Health and Human Services	38
2015-204	Improper payments were charged to the Supplemental Nutrition Assistance Program (SNAP) grant.	Department of Agriculture	41
2015-205	The coordination of benefits payment configuration for Medicare in the Medicaid Management Information System (MMIS) is incorrect resulting in continued overpayments.	Department of Health and Human Services	42
2015-206	Amounts reported on quarterly federal financial reports for the Temporary Assistance for Needy Families (TANF) grant did not agree to the financial records.	Department of Health and Human Services	44
2015-207	The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.	Department of Health and Human Services	45
IDAHO DEPARTMENT OF LABOR			
2015-208	Internal controls to ensure Consultative Exam (CE) providers are properly screened and monitored for eligibility for the Social Security - Disability Insurance program were not present.	Social Security Administration	47
IDAHO MILITARY DIVISION			
2015-209	Internal controls are not adequately designed to prevent or detect transactions with suspended or debarred parties.	Department of Defense	48
IDAHO DIVISION OF VOCATIONAL REHABILITATION			
2015-210	Supporting documentation for the *Annual Vocational Rehabilitation Program/Cost Report* for the Vocational Rehabilitation program included calculation errors that were not prevented or detected by the internal review process.	Department of Education	50

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	PAGE
2015-211	Internal controls are not adequately designed to prevent or detect transactions with suspended or debarred parties.	Department of Education	51
2015-212	Cash draws are not performed in accordance with the Treasury-State Agreement (TSA) for the Vocational Rehabilitation program.	Department of Education	53

STATE OF IDAHO
SINGLE AUDIT REPORT
FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED (Commission)

FINDING 2015-201

Federal expenditures reported by the Commission to the Office of the State Controller were overstated by $750,890.

CFDA Title: Rehabilitation Services - Vocational Rehabilitation Grants to States; Independent Living – State Grants; Independent Living Services for Older Individuals Who are Blind; Supported Employment Services for Individuals with the Most Significant Disabilities; State Vocational Rehabilitation Unit In-Service Training Grants
CFDA Number: 84.126; 84.169; 84.177; 84.187; 84.265
Federal Award Number: H126A130017, H126A140017, H126A150017; H169A140018, H169A150018; H177B140012, H177B150012; H187A140018; H265A100005
Program Year: State fiscal year ending June 30, 2015
Federal Agency: Department of Education
Compliance Requirement: OMB *Circular A-133*, Subpart C, section .310b
Questioned Costs: None

Type of Finding: Material Weakness

Related to Prior Finding: 2014-203

Criteria: The Office of Management and Budget (OMB) *Circular A-133* (Subpart C, Section .310b) requires recipients of federal awards to prepare a Schedule of Expenditures of Federal Awards (SEFA) for the period covered by the recipient's financial statements. The SEFA must provide the total awards expended for each individual program.

State agencies are required to report the amount of federal awards expended during the State fiscal year to the Office of the State Controller through a SEFA closing package.

Condition: The Commission reported the total of their federal and state expenditures for all of their federal programs on the SEFA closing package rather than just the federal portion. This resulted in an overstatement of federal expenditures of $750,890 which is material to the grants administered by the Commission, but not material to the statewide Schedule of Expenditures of Federal Awards included in the *Single Audit Report.*

Cause: The Commission changed their methodology for preparing the SEFA closing package in response to a finding reported for State fiscal year 2014; however, they misunderstood the auditor's recommendation and reported the total expenditures for each program rather than just the federal share of expenditures.

Effect: The Commission overstated federal expenditures of the Rehabilitation Services – Vocational Rehabilitation Grants to States (CFDA 84.126) by $404,993, the Independent Living – State Grants (CFDA 84.169) by $120,484, the Independent Living Services for Older Individuals who are Blind (CFDA 84.177) by $224,272, and the State Vocational Rehabilitation Unit In-Service Training Grants (CFDA 84.265) by $2,910. In addition, Supported Employment Services for Individuals with the Most Significant Disabilities (CFDA 84.187) was understated by $1,769, resulting in a net overstatement of federal expenditures on the SEFA closing package of $750,890. The Commission submitted a revised closing package to the Office of the State Controller with the correct amounts.

Recommendation: We recommend that the Commission implement procedures to ensure that only federal expenditures are reported on the SEFA closing package submitted to the Office of the State Controller.

Management's View and Corrective Action Plan: *ICBVI agrees Federal expenditures were overstated due to a misunderstanding of the auditor's recommendation from the SFY14 audit. The SFY15 SEFA has been corrected and re-submitted. ICBVI had submitted SEFAs correctly until this misunderstanding and will continue to do so in the future. ICBVI will ensure that non-federal expenses will not be included in future closing packages.*

Scheduled Completion Date for Corrective Action Plan: The Commission did not provide a completion date. We will revisit progress on the corrective action during the 90-day follow-up.

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Auditor's Concluding Remarks: We thank the Commission for its cooperation and assistance throughout the audit. We will review the status of the Commission's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-202
Cash draws are not performed in accordance with the Treasury-State Agreement (TSA) for the Rehabilitation Services – Vocational Rehabilitation Grants to States program.

CFDA Title: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A130017, H126A140017, H126A150017
Program Year: October 1, 2012 to September 30, 2013; October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Education
Compliance Requirement: Cash Management
Questioned Costs: None

Type of Finding: Noncompliance and Significant Deficiency

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303) states that non-federal entities must establish and maintain effective internal control over the federal award that provides reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in Standards for Internal Control in the Federal Government or the Internal Control Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

The Office of Management and Budget (OMB) *Circular A-133* Compliance Supplement requires recipients to minimize the time elapsing between the transfer of funds from the U.S. Treasury and disbursement. U.S. Department of the Treasury regulations implementing the Cash Management Improvement Act of 1990 (CMIA) require State recipients to enter into a TSA that prescribes specific funding techniques of drawing down federal funds.

The funding technique applicable to the Commission as outlined in the State's TSA is average clearance, which requires the Commission to perform their federal cash draws to ensure that payroll expenditures have a zero-day clearance pattern and vendor payments have a seven-day clearance pattern.

Condition: The Commission intended to draw federal funds every two weeks to coincide with the payroll cycle; however, cash draws were completed sporadically throughout State fiscal year 2015. Neither the proposed nor actual method of drawing funds resulted in compliance with the specified clearance patterns required by the TSA. Funds were expended prior to requesting reimbursement from the federal agency.

Cause: The Commission does not fully understand how to apply the funding technique outlined in the TSA and internal controls were not in place to ensure that draws were performed in compliance with the agreement.

Effect: Cash draws were not performed in accordance with the funding technique established in the TSA; however, no funds were drawn earlier than allowed.

Recommendation: We recommend that the Commission work with the Idaho Division of Financial Management within the Office of the Governor to establish a more appropriate funding technique for the program under the State's TSA. We also recommend that the Commission implement procedures to ensure draws are being performed in accordance with the TSA.

Management's View and Corrective Action Plan: *ICBVI agrees with the finding, so the ICBVI Administrator and Administrative Services Manager met with the State Financial Officer at Idaho Division of Financial Management to address this finding. ICBVI has changed the timing of cash draws to align with the funding technique. Batch processing will occur every two weeks, coinciding with payroll, allowing for exceptions when payments for clients are required immediately. The draws will now be processed three days after batches are released to be in compliance with the seven day clearance pattern.*

Scheduled Completion Date for Corrective Action Plan: The Commission did not provide a completion date. We will revisit progress on the corrective action during the 90-day follow-up.

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Auditor's Concluding Remarks: We thank the Commission for its cooperation and assistance throughout the audit. We will review the status of the Commission's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2015-203

Costs incurred prior to the period of performance were inappropriately charged to the Supplemental Nutrition Assistance Program (SNAP) grant and the Temporary Assistance for Needy Families (TANF) grant.

CFDA Title: SNAP Cluster; TANF Cluster
CFDA Number: 10.551, 10.561 (SNAP); 93.558, 93.714 (TANF)
Federal Award Number: 14147IDID4S2514, 15157IDID4S2514 (SNAP); 1402IDTANF, 1502IDTANF (TANF)
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Agriculture; Department of Health and Human Services
Compliance Requirement: Period of Performance
Questioned Costs: Known $4,415 (SNAP): Known $85,963 (TANF)

Type of Finding: Noncompliance and Significant Deficiency

Related to Prior Findings: 12F-9, 2013-207, and 2014-208

Criteria: The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments* (*Common Rule*), now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that a non-federal entity receiving federal awards establish and maintain internal controls that provide reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions in the federal award.

Additionally, 2 CFR 200.309 states that a non-federal entity may charge only allowable costs incurred during the period of performance and any costs incurred before the federal award was made that were authorized by the federal agency. Period of performance is defined as the time during which the non-federal entity may incur new obligations to carry out the work authorized under the federal award (2 CFR 200.77). Obligations are orders placed for property and services, contracts and subawards made, and similar transactions during a given period that require payment by the non-federal entity during the same or a future period (2 CFR 200.71).

Condition: The Department used funds awarded for federal fiscal year 2015, which began October 1, 2014, to pay for obligations incurred prior to the period of performance.

In the SNAP program, testing identified 4 out of 60 transactions (7%) charged to the federal fiscal year 2015 for obligations that occurred in federal fiscal year 2014.

In the TANF program, testing identified 2 out of 63 transactions (3%) with underlying obligations that occurred prior to the grant's period of performance.

Cause: The Department uses the Financial Information System and Cost Allocation (FISCAL), which contains data related to the period of performance for each federal grant in a grant control table. The table looks to the start and end dates to ensure that the current date is within the allowed range each time a transaction is processed based on how the transaction is coded by staff using a Program Cost Account (PCA). PCAs direct charges to the grant phase (or fiscal year) based on the dates in the grant control table. Programs may establish new PCAs for each grant phase, or existing PCAs may be rolled forward as the new grant phase begins.

When a PCA is rolled forward, the grant control table in the accounting system is updated with the new period of performance dates. In this situation, staff is not able to direct the charges to the correct grant phase based on the underlying obligation. However, because of the rolling of the PCAs every year in these programs, overall costs may be offset within a specific grant phase. FISCAL does not have an edit check to

verify the date the underlying obligation occurred nor is there a process to manually review and adjust transactions to the correct grant phase.

Effect: The Department used funds awarded for federal fiscal year 2015 to pay for obligations incurred prior to the period of performance. The results of testing in SNAP identified known costs of $4,415 charged to the incorrect grant period. The results of testing in TANF identified known costs of $85,963 charged to the incorrect grant period. Due to the nature of the transactions, we are unable to project the amount in questioned costs.

Recommendation: We recommend that the Department design and implement procedures to ensure that grant costs are not incurred prior to the period of performance.

Management's View and Corrective Action Plan: *The Department disagrees with this finding. The Department believes that the cost of implementing a feasible solution to track accrual information would far exceed the benefit received. While there is risk that payments may be charged to the new funding year when the underlying services were received in the prior funding year, this risk is only high during the first month of each federal fiscal year and is mitigated by the practice of rolling the PCAs forward on the same date each year. This ensures the same number of periods billed are included in each grant phase.*

Also considered in our analysis, was the following excerpt from 45 CPR 95.13:

> *§95.13 In which quarter we consider an expenditure made.*
> *In this subpart-*
> *(a) We consider a State agency's expenditure for assistance payments under title I, IV-A, IV-E, X, XIV, or XVI (AABD) to have been made in the quarter in which a payment was made to the assistance recipient, his or her protective payee, or a vendor payee, even if the payment was for a month in a previous quarter.*
> *(b) We consider a State agency's expenditure for services under title I, IV-A, IV-B, IV-D, IV-E, X, XIV, XVI (AABD), XIX, or XXI to have been made in the quarter in which any State agency made a payment to the service provider.*
> *(c) For purposes of title XX, the date of expenditure is governed by 45 CPR 1396.52(d).*
> *(d) We consider a State agency's expenditure for administration or training under titles I, IV-A, IV-B, IV-D, IV-E, X, XIV, XVI (AABD), XIX, or XXI to have been made in the quarter payment was made by a State agency to a private agency or individual; or in the quarter to which the costs were allocated in accordance with the regulations for each program. We consider a State agency's expenditure under these titles for non-cash expenditures such as depreciation to have been made in the quarter the expenditure was recorded in the accounting records of any State agency in accordance with generally accepted accounting principles.*

Scheduled Completion Date for Corrective Action Plan: The Department disagrees with the finding, and at this time, there is no date of completion.

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Phone Number: 208-334-5500

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We continue to assert that the Department incurred costs for the identified programs

prior to the period of availability. As the Department works with the federal grantor for the programs impacted by this accounting process, we will review documentation provided to resolve the issue.

FINDING 2015-204
Improper payments were charged to the Supplemental Nutrition Assistance Program (SNAP) grant.

CFDA Title: SNAP Cluster
CFDA Number: 10.551, 10.561
Federal Award Number: 14147IDID4S2514, 15157IDID4S2514
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Agriculture
Compliance Requirement: Activities Allowed or Unallowed; Allowable Costs/Cost Principles
Questioned Costs: Known $280, Likely $12,231

Type of Finding: Noncompliance and Significant Deficiency

Criteria: The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments* (*Common Rule*), now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that a non-federal entity receiving federal awards establish and maintain internal controls that provide reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions in the federal award.

Additionally, 2 CFR 200.53(b) states that an improper payment includes any payment to an ineligible party, for an ineligible good or service, any duplicate payment, payment for goods or services not received, any payment that does not account for credit for applicable discounts, and any payment where insufficient or lack of documentation prevents a reviewer from discerning whether a payment was proper.

The United States' Department of Agriculture Food and Nutrition Service supplies a toolkit to provide State agencies with the know-how and resources to plan and implement Employment and Training (E&T) Programs under SNAP. The Department uses Appendix B of this toolkit as a guide as to which costs are allowable reimbursements for E&T participants.

Condition: The Department provides vouchers to clients through Easter Seals Working Solutions (EWS) for the Job Search Assistance Program (JSAP) supportive services. We found 3 out of 60 payments (5%) were made for automobile insurance, an ineligible good per Appendix B.

Cause: Internal controls designed to identify and prevent unallowable expenditures were not operating as designed.

Effect: The Department expended funds totaling $280 for automobile insurance. This total error projects to likely questioned costs of $12,231 based on a population of $3,299,829 and a sample value of $75,542.

Recommendation: We recommend that the Department strengthen internal controls to ensure expenditures comply with federal program guidance.

Management's View and Corrective Action Plan: *Idaho agrees with the finding that there were improper payments charged to the SNAP grant. The Department provides our current contractor Enhanced Work Service (EWS) with program guidance for allowable expenses for the Job Search Assistance Program (JSAP) and Temporary Assistance to Needy Families (TANF) supportive services.*

JSAP Guidance includes federal regulations, statute and other policy guidance issued by the USDA Food and Nutrition Services (FNS) through Education and Training state plan instructions and administrative notices that are shared with state entities. As these are allowable expenses under TANF for two of the findings, we will make an adjustment to allocate TANF funds to cover the supportive services in these cases. The Department will contact FNS to ask that the grant covering the audit period be opened so we may make appropriate adjustment for the remaining finding.

While the identified findings are allowable expenses for TANF supportive services, our review of this finding shows EWS did not have a good understanding of allowable expenditures for JSAP supportive services. To resolve the finding, the Department will review guidance from FNS and determine if there are options to allow these expenses for JSAP supportive services and then follow-up with our Work Services contractor to provide clear guidance and training on how to code these expenses. The Department's EWS case file monitoring review process will be updated to include steps to ensure voucher expenditures for supportive services are allowable and coded to the appropriate program. The monitoring revision will occur during the next scheduled semi-annual monitoring period, which covers January 2016 through June 2016, and will follow the implementation of the new enhanced program guidance.

Scheduled Completion Date for Corrective Action Plan: July 1, 2016

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-205
The coordination of benefits payment configuration for Medicare in the Medicaid Management Information System (MMIS) is incorrect resulting in continued overpayments.

CFDA Title: Medicaid Cluster
CFDA Number: 93.777, 93.778
Federal Award Number: ID20144, ID20151, ID20152, ID20153, ID20154
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Health and Human Services
Compliance Requirement: Allowable Costs/Cost Principles
Questioned Costs: Not Determinable

Type of Finding: Noncompliance and Significant Deficiency

Related to Prior Finding: 2014-214

Criteria: The State Plan for the Medicaid program provides the payment methodology which allows Medicare Part A to be paid at the Medicare Rate and Medicare Part B to be paid at the State Plan Rate. The State Plan Rate for Medicare Part B is calculated as the lesser of the Medicaid allowed amount minus the Medicare payment or the Medicare co-insurance and deductible amounts added together.

The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments (Common Rule)*, now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that a non-federal entity receiving federal awards establish and maintain internal controls that provide reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions in the federal award.

Condition: Services provided to clients that have Medicare Part B may be reimbursed at incorrect amounts. Testing completed for fiscal year 2015 did not identify any errors; however, the Department has indicated the issue has not been resolved since it was identified during the fiscal year 2014 audit.

The federal grantor has approved a project for the Department to improve processing of Medicare Part B claims, including payment configuration at the correct rates. The Coordination of Benefits project has been dissected into three phases. The Department has indicated that Phase 1 was implemented in December 2015 and included automation improvements for pricing claims and reduced the number of reimbursement methods from six to three. Phase 2 and Phase 3 are in development with implementation anticipated to occur in calendar year 2016. These phases include system updates for adjudication coordination of benefit claims and improved information exchange between the Medicaid system and the Department's third-party recovery contractor.

Cause: The new MMIS was configured in June 2010 to pay providers based on if the claim was a facility (hospitals) claim or non-facility (other providers) claim. The configuration erroneously assumed that all facility claims were Medicare Part A and all non-facility claims were Medicare Part B. This is not always the case, and this issue was not identified by the Department until 2014, prior to the audit.

Effect: The Department estimated it paid approximately $1.7 million in overpayments in fiscal year 2015. As our testing did not identify any errors, we are unable to determine or project total questioned costs.

In addition, the Department is reporting incorrect amounts on the quarterly Medicaid Statement of Expenditures for the Medical Assistance Program (CMS-64) due to the error in the calculation for claims.

Recommendation: We recommend that the Department correct the payment configuration to ensure future claims are calculated in compliance with the State Plan. We further recommend that the Department make adjustments to correct the amounts paid in error.

Management's View and Corrective Action Plan: *The Department corrected the pricing of Hospital Outpatient, Medicare part B claims to resolve the issue. The claims now pay the lesser of the Medicaid-allowed amount minus the Medicare payment or the Medicare co-insurance and deductible amounts added together. This correction was implemented in December 2015.*

The Department does not agree with the 'effect' portion of the finding, which states, 'The Department estimated it paid approximately $1.7 million in overpayments in fiscal year 2015." This estimate was provided to the audit team for informational purposes only and was not based on actual part B claims data. The estimate was created for project scope planning purposes and was not intended to be used as an extrapolation for overpaid claims for the audit finding. Actual impact depends on a wide variety of variables within hospital outpatient claims, some of which will pay the same, some less, and some of which will pay more than when first processed.

The actual amount of $485 related to this finding has been discussed with the Centers for Medicare and Medicaid Services (CMS). The Department has agreed to return this amount on the March quarter of the CMS 64 report as a 1Oa adjustment.

Scheduled Completion Date for Corrective Action Plan: April 30, 2016

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-206
Amounts reported on quarterly federal financial reports for the Temporary Assistance for Needy Families (TANF) grant did not agree to the financial records.

CFDA Title: TANF Cluster
CFDA Number: 93.558, 93.714
Federal Award Number: 1402IDTANF
Program Year: October 1, 2014 to September 30, 2015
Federal Agency: Department of Health and Human Services
Compliance Requirement: Reporting
Questioned Costs: None

Type of Finding: Noncompliance and Significant Deficiency

Related to Prior Findings: 2013-213 and 2014-219

Criteria: The instruction provided by the Administration for Children and Families (ACF) for the ACF-196R, *TANF Financial Report*, indicates that the Department is required to report actual transfers, actual expenditures, and actual unliquidated obligations made with each open grant year award during a fiscal year. Each quarterly report will reflect expenditures cumulative through that quarter for the fiscal year.

TANF guidelines (45 CFR 265.7(d)) require that the financial report be complete and accurate, meaning that the reported data accurately reflects information available in case records, financial records, and automated data systems.

The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments* (*Common Rule*), now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that a non-federal entity receiving federal awards establish and maintain internal controls that provide reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions in the federal award.

Condition: The amount reported as a transfer to the Child Care Discretionary Fund (CCDF) on the federal fiscal year 2015 ACF-196R report for the quarter ended March 31, 2015, did not agree to supporting documentation. Financial records show $3,973,974 was transferred; however, only $1,991,006 was included on the quarterly report; a difference of $1,982,968.

Cause: Adequate procedures were not in place to ensure reported amounts agreed to the actual financial records. The amounts reported were not updated to reflect the cumulative totals through March 31, 2015.

Effect: This $1,982,968 error created errors on multiple lines within the report, including in the amount transferred to CCDF, the Adjusted Award amount, and the Unobligated Balance amount reported.

While the final grant report agrees to the actual amount transferred as supported by the financial records, the interim quarterly report tested did not accurately reflect the transfers.

Recommendation: We recommend that the Department strengthen internal controls over reporting to ensure the amounts reported are accurate and supported by actual financial records complying with federal regulations.

Management's View and Corrective Action Plan: *The Department agrees with this finding. Prior to finalizing the quarterly TANF financial reports, the quarterly report for Childcare will be printed and checked to verify the TANF transfer amount. The FISCAL 66 screen for grant 1262TF federal fund detail will also be printed and the transfer amount verified.*

Scheduled Completion Date for Corrective Action Plan: December 31, 2015

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-207
The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.

CFDA Title: TANF Cluster
CFDA Number: 93.558, 93.714
Federal Award Number: 1402IDTANF, 1502IDTANF
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Health and Human Services
Compliance Requirement: Special Tests and Provisions #2
Questioned Costs: Not Determinable

Type of Finding: Noncompliance and Significant Deficiency

Related to Prior Findings: 2013-211 and 2014-220

Criteria: The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments* (*Common Rule*), now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that a non-federal entity receiving federal awards

establish and maintain internal controls that provide reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions in the federal award.

Section 1137 of the Social Security Act, as amended, requires that each state participate in an income eligibility and verification system. The Code of Federal Regulations (CFR) (45 CFR 205.55) requires the State to coordinate data exchanges with other federally assisted benefit programs, request and use income and benefit information when making eligibility determinations, and adhere to standardized formats and procedures in exchanging information with other programs and agencies. Specific requirements include requesting and obtaining wage information from the State Wage Information Collection Agency (SWICA) for all applicants at the first opportunity following receipt of the application and for all recipients on a quarterly basis as well as requesting and obtaining Unemployment Compensation (UC) information for all applicants at the first opportunity, and in each of the first three months in which the individual is receiving aid. UC information should also be obtained in each of the first three months following any recipient-reported loss of employment. If an individual is found to be receiving UC, the information should be requested until benefits are exhausted.

Condition: The Department of Labor serves as the SWICA for the State of Idaho. Department personnel utilize an income eligibility verification system, eVerif-I, to request and obtain wage and unemployment information from the Department of Labor for all applicants at the first opportunity. Procedures were implemented in State fiscal year 2015 to perform a quarterly review of UC and wage information for participants receiving cash assistance. However, the new process implemented failed to address the requirement of requesting and obtaining wage information for all applicants quarterly. Wage information was not reviewed quarterly for TANF participants who are eligible for Supported Services based on income requirements.

Cause: The Department's internal controls over compliance related to the income eligibility and verification system were not adequately designed to ensure the policies and procedures implemented complied with applicable laws and regulations. Originally, the Department policy required information only be obtained at six-month intervals, which was not compliant with the federal requirement. The procedures implemented by the Department in State fiscal year 2015 did not fully consider all aspects of the compliance requirement.

Effect: Testing did not identify any payments made for ineligible participants. However, the Department did not comply with federal regulations relating to the use of an income eligibility and verification system for all TANF participants with income requirements.

Recommendation: We recommend that the Department implement procedures to verify wage and unemployment compensation information for all TANF participants receiving Supported Services benefits based on income requirements as required by the federal grantor. We further recommend that the Department implement control procedures to ensure that the policies and procedures comply with federal regulations.

Management's View and Corrective Action Plan: *Idaho agrees with the finding that we need to not only verify wages at the time of initial application and at the six month renewal certification, but we need to perform a wage verification check in the 2nd quarter and 4th quarter as well. The Division of Welfare leadership has established a discovery and analysis session meeting for late March to review the 45 CPR 205.55 requirements and develop an internal process to implement the requirement for reviewing wages in the 2nd and 4th quarters. This established process will be implemented in coordination with the current process requirement of reviewing cases for the Unemployment Compensation for applicants at the first*

opportunity following receipt of the application and in each of the first three months in which the individual receives assistance.

Scheduled Completion Date for Corrective Action Plan: May 1, 2016

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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO DEPARTMENT OF LABOR (Department)

FINDING 2015-208

Internal controls to ensure Consultative Exam (CE) providers are properly screened and monitored for eligibility for the Social Security - Disability Insurance program were not present.

CFDA Title: Disability Insurance/SSI Cluster
CFDA Number: 96.001
Federal Award Number: 14-04041DD100, 15-04041DD100
Program Year: October 1, 2013 to September 30, 2015
Federal Agency: Social Security Administration
Compliance Requirement: Special Tests and Provisions #1
Questioned Costs: None

Type of Finding: Significant Deficiency

Criteria: The Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments* (*Common Rule*), now codified in the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Code of Federal Regulations (CFR) (2 CFR 200.303), requires that non-federal entities receiving federal awards establish and maintain internal controls designed to reasonably ensure compliance with federal statutes, regulations, and the terms and conditions in the federal award.

The Committee of Sponsoring Organizations of the Treadway Commission (COSO) published the *Internal Control Integrated Framework*, which provides a basis for organizations to design internal control procedures to ensure reliable financial reporting, effective and efficient operations, and compliance with applicable laws and regulations. Components of this framework include control activities and information and communication.

Condition: Prior to the addition of a new CE provider, and at least annually after they are added, the Department is required to verify that all CE providers have a current license, credential, or certification with the State medical boards. In addition, the Department is required to verify that the CE provider is not included on the federal List of Excluded Individuals and Entities (LEIE). The required verifications are completed by a Professional Relations Officer and the results are compiled in a spreadsheet. The Professional Relations Officer then orally communicates the results of the verifications to an

Administration Support Manager. This process does not include evidence of implemented internal controls, such as a documented review by a second knowledgeable party, that ensure the verifications are properly completed.

Cause: Due to staffing changes and lack of familiarity with the internal control requirements, the Department did not implement an internal control over the performance of the required reviews to ensure that only qualified providers perform CEs. During our analysis, we reviewed the spreadsheet maintained by the Professional Relations Officer. The spreadsheet showed that the Department was maintaining documentation related to the required verifications but a documented internal control was not present.

Effect: The Department is exposed to an increased risk of an ineligible provider performing and receiving payments for Consultative Exam services through the lack of internal controls over this process. During our testing, we did not note any CE providers lacking proper licenses, credentials, certifications, or any CE providers being present on the LEIE.

Recommendation: We recommend that the Department ensure adequate internal controls are in place, effective, and documented to support adequate verification of new and existing CE providers.

Management's View and Corrective Action Plan: *Currently, all licensing and sanctions information for contracted consultative examination (CE) providers is maintained by the Professional Relations Officer (PRO) in an Excel spreadsheet on the DDS's SharePoint intranet site.*

The spreadsheet is updated by the PRO as necessary, based on CE provider license renewal information obtained on the Idaho State Board of Medicine and Bureau of Occupational Licenses websites.

A second Excel spreadsheet has been created to document the internal control identified in the audit report. Once all licensing information has been updated, the PRO sends an email to his Administrative Support Manager indicating that all licensing reviews have been completed.

The Administrative Support Manager enters her name and the current date into the spreadsheet to indicate that the review was completed and that she was notified.

Scheduled Completion Date for Corrective Action Plan: April 1, 2016

Contact Person: John Taylor
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Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. We will review the status of the Department's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO MILITARY DIVISION (Division)

FINDING 2015-209

Internal controls are not adequately designed to prevent or detect transactions with suspended or debarred parties.

CFDA Title: National Guard Military Operations and Maintenance Projects
CFDA Number: 12.401
Federal Award Number: W912J7-11-2-1000
Program Year: October 1, 2010 to September 30, 2015
Federal Agency: Department of Defense
Compliance Requirement: Procurement and Suspension and Debarment
Questioned Costs: None

Type of Finding: Significant Deficiency

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303), states that non-federal entities must establish and maintain effective internal controls over the federal award that provides reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in *Standards for Internal Control in the Federal Government* or the *Internal Control Integrated Framework* issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

The Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* specifies that non-federal entities are prohibited from contracting with or making subawards under covered transactions that are expected to total $25,000 or more with certain parties that are suspended, debarred, or otherwise excluded from or ineligible for participation in federal assistance programs. This may be accomplished by (1) checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), (2) collecting a certification from the entity, or (3) adding a clause or condition to the covered transaction with that entity.

Condition: The Division's purchasing department does not require a certification, nor do they include suspension and debarment language in their contracts. Their current practice is to only check vendors contracted for providing goods or services of $100,000 or more against the EPLS. We tested contracts with four vendors. One was below the $100,000 threshold and three were above this amount. In accordance with their procedures, the three vendors with contracts above the threshold were checked against the EPLS and the one vendor with the contract below the threshold was not.

Cause: The Division was unaware of the federal requirement to verify that vendors contracted to provide goods or services that are expected to equal or exceed $25,000 are not a suspended or debarred party.

Effect: The Division does not check vendors under contracts between $25,000 and $100,000 against the EPLS to ensure they are not a suspended or debarred party. During the State fiscal year 2015, the Division entered into five contracts totaling $362,678 that were not verified against the EPLS. We checked these vendors against the EPLS and verified that none of them were a suspended or debarred party; however, the deficiency in the Division's design of the internal control procedure increases the risk that noncompliance would not be prevented or detected.

Recommendation: We recommend that the Division revise procedures to include one of the three accepted practices to ensure new and existing contracts and subawards expected to total $25,000 or more are not with a suspended or debarred party.

Management's View and Corrective Action Plan: *The Division previously verified status of suspended or debarred parties with a printed Excluded Parties List System (EPLS) sheet for contracts above $100,000.00.*

For contracts under $100,000.00, the Division believed that the verification was completed when the state validated and entered the contractor into the STARS System.

We have revised our procedures as of 10 March 2016, to implement checking the EPLS maintained by the General Services Administration, so that every contract that is executed above $25,000.00 will be verified by the EPLS.

Scheduled Completion Date for Corrective Action Plan: March 10, 2016

Contact Person: Jackson D. Gray, P.E., State Contracting Officer
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Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit. We will review the status of the Division's corrective action during follow-up procedures completed 90 days after issuance of this report.

IDAHO DIVISION OF VOCATIONAL REHABILITATION (Division)

FINDING 2015-210

Supporting documentation for the *Annual Vocational Rehabilitation Program/Cost Report* for the Vocational Rehabilitation program included calculation errors that were not prevented or detected by the internal review process.

CFDA Title: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A140016, H126A150016
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Education
Compliance Requirement: Reporting
Questioned Costs: None

Type of Finding: Material Noncompliance and Material Weakness

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303) states that non-federal entities must establish and maintain effective internal control over the federal award that provides reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in Standards for Internal Control in the Federal Government or the Internal Control Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Additionally, 34 CFR 80, Subpart C, Section 80.20 (b)(1) requires a state to disclose the financial results of financially assisted activities accurately, currently and completely, and in accordance with the financial reporting requirements of the grant.

Condition: The Division uses spreadsheets to prepare the *Annual Vocational Rehabilitation Program/Cost Report (RSA-2).* These spreadsheets contained a mathematical error that deducted indirect costs from the

amount of direct service expenditures recorded in the statewide accounting system (STARS); however, indirect costs were not included in these amounts to begin with causing amounts in the report to be understated.

Cause: The report and supporting documentation were reviewed and approved by the Division's fiscal officer, yet this review did not detect the error in the spreadsheet or the report.

Effect: The *RSA-2* for the federal fiscal year ended September 30, 2014, underreported service expenditures by $1,440,313. The amount reported on line 2.A.1.a. Assessment, Counseling, Guidance, and Placement Costs was understated by $773,130. In addition, the subtotal line 2.B.5. Services purchased by Agency and the Service Category subtotal in Schedule III were both understated by $667,183.

Recommendation: We recommend that the Division strengthen the review of the financial reports and calculations included in the underlying data to ensure reports are accurate and complete.

Management's View and Corrective Action Plan: *The staff members involved with the preparation of the RSA-2 report will be given additional training around preparation and review the RSA-2 report. The Division will implement procedural changes to ensure the direct service expenditures are calculated correctly.*

Scheduled Completion Date for Corrective Action Plan: May 31, 2016

Contact Person: Joey Sanchez, CGFM
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Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit. We will review the status of the Division's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-211
Internal controls are not adequately designed to prevent or detect transactions with suspended or debarred parties.

CFDA Title: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A140016, H126A150016
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Questioned Costs: None

Type of Finding: Significant Deficiency

Related to Prior Finding: 2014-227

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303) states that non-federal entities must establish and maintain effective internal control over the federal award that provides reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in Standards for Internal Control in the Federal Government or the Internal Control Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

The Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* specifies that non-federal entities are prohibited from contracting with or making subawards under covered transactions, that are expected to total $25,000 or more, with certain parties that are suspended, debarred, or otherwise excluded from or ineligible for participation in federal assistance programs. This may be accomplished by (1) checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), (2) collecting a certification from the entity, or (3) adding a clause or condition to the covered transaction with that entity.

In addition, under OMB *Guidelines to Agencies on Government-wide Debarment and Suspension (Nonprocurement)* (2 CFR 180.310) non-federal entities cannot renew or extend covered transactions with such parties, unless the federal agency responsible for the transaction grants an exception.

Condition: We identified only one vendor that the Division contracted with that included a covered transaction. The Division has contracted with this vendor for many years, but they were not able to provide supporting documentation that this vendor was checked against the EPLS in fiscal year 2015, or that other procedures were completed, such as certifications within the contract, to ensure the vendor was not suspended or debarred.

Cause: Prior to November 2014, the Division ran a report of vendors against the EPLS annually. The Division is no longer able to run this report. Under the Division's new procedures, only new vendors are checked against the EPLS to determine if they are a suspended or debarred party, and the EPLS report is retained as documentation of this review.

Effect: The Division did not perform a check of existing vendors. Their new procedures are only designed to identify new vendors that are suspended or debarred but no follow-up check is performed on existing vendors or when contracts are renewed or extended, thereby increasing the risk that noncompliance would not be prevented or detected. As part of our audit procedures, we verified that the vendor identified was not suspended or debarred on the EPLS.

Recommendation: We recommend that the Division revise procedures to include one of the three accepted practices to ensure new and existing contracts and subawards expected to total $25,000 or more are not with a suspended or debarred party.

Management's View and Corrective Action Plan: *The Division will implement changes in the suspension and debarment check procedures to ensure all contracts with vendors exceeding $25,000 will include one or more of the accepted suspension and debarment practices.*

Scheduled Completion Date for Corrective Action Plan: June 30, 2016

Contact Person: Joey Sanchez, CGFM
Fiscal Manager
Division of Vocational Rehabilitation
650 W. State St. Rm. 150
Boise, ID 83720
Phone Number: 208-334-3390

Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit. We will review the status of the Division's corrective action during follow-up procedures completed 90 days after issuance of this report.

FINDING 2015-212

Cash draws are not performed in accordance with the Treasury-State Agreement (TSA) for the Vocational Rehabilitation program.

CFDA Title: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A140016, H126A150016
Program Year: October 1, 2013 to September 30, 2014; October 1, 2014 to September 30, 2015
Federal Agency: Department of Education
Compliance Requirement: Cash Management
Questioned Costs: None

Type of Finding: Noncompliance and Significant Deficiency

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303) states that non-federal entities must establish and maintain effective internal control over the federal award that provides reasonable assurance that the non-federal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in Standards for Internal Control in the Federal Government or the Internal Control Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

The OMB *Circular A-133 Compliance Supplement* requires recipients to minimize the time elapsing between the transfer of funds from the U.S. Treasury and disbursement. The U.S. Department of the Treasury regulations implementing the Cash Management Improvement Act of 1990 (CMIA) require State recipients to enter into a TSA that prescribes specific funding techniques of drawing down federal funds.

The funding technique applicable to the Division is "drawdowns on payroll cycle." There is no applicable clearance pattern. This technique requires the Division to calculate their draws by estimating the annual administrative costs and dividing them by the number of payrolls in a year. Funds should be requested so that they are deposited on the average day of clearance for payroll, being the pay date. After each monthly financial report is available, the next request should be adjusted to reflect the difference between the estimated and actual costs.

Condition: Rather than calculating the draws based on estimated annual administrative costs, the Division calculated draws based on actual expenditures plus accrued payroll. In addition, draws are typically performed within four days of the pay date on a bi-weekly basis; however, 3 out of the 26 pay periods (12%) did not have a corresponding draw, and the associated expenditures were not drawn until the following payroll cycle.

Cause: The Division does not fully understand the funding technique specified in the TSA and has not implemented procedures to ensure that funds are requested in accordance with the agreement. They do understand that draws should be made bi-weekly, corresponding with the payroll cycle, but if staff are busy or are not in the office, they wait until the next payroll cycle to request the funds.

Effect: The Division is not drawing federal funds in accordance with the TSA; however, no funds were drawn earlier than allowed.

Recommendation: We recommend that the Division work with the Idaho Division of Financial Management within the Office of the Governor to establish a more appropriate funding technique for the program under the State's TSA. We also recommend that the Division implement procedures to ensure that draws are being performed in accordance with the TSA.

Management's View and Corrective Action Plan: *The Division will work with the Idaho Division of Financial Management (DFM) to establish a more appropriate funding technique under the State's TSA. Once the funding technique has been established the Division will implement policy changes to ensure compliance with the TSA. The Division will also cross-train staff member to ensure timeliness of the reimbursement requests.*

Scheduled Completion Date for Corrective Action Plan: June 30, 2016

Contact Person: Joey Sanchez, CGFM
Fiscal Manager
Division of Vocational Rehabilitation
650 W. State St. Rm. 150
Boise, ID 83720
Phone Number: 208-334-3390

Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit. We will review the status of the Division's corrective action during follow-up procedures completed 90 days after issuance of this report.

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR BASIC FINANCIAL STATEMENTS FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		CURRENT STATUS	PAGE
OFFICE OF THE STATE CONTROLLER			
2013-101	Internal control weaknesses allowed misstatements in the statewide financial statements to go undetected.	Open	56
2014-101	Internal control weaknesses allowed misstatements in the statewide financial statements and note disclosures to go undetected.	Open	56
2014-102	Internal control deficiencies over the processing of statutory transfers led to noncompliance as well as miscoded and unsupported transactions.	Open	57
IDAHO STATE DEPARTMENT OF EDUCATION			
2014-103	Errors in the accounts receivable closing package were not detected or prevented by internal control procedures in place.	Closed	57
IDAHO DEPARTMENT OF HEALTH AND WELFARE			
2013-104	Financial reporting processes contain significant deficiencies in internal control allowing several errors in various closing packages to go undetected.	Open	58
2014-104	Deficiencies in internal control allowed several errors in various closing packages to go undetected.	Open	58
IDAHO STATE TAX COMMISSION			
2013-105	Estimates used to determine the amount of taxes receivable accrued at year-end are not properly evaluated for reliability, resulting in misstatements.	Closed	58
2014-105	Errors in the data used to prepare the taxes receivable estimate were not detected by internal control procedures, resulting in misstatements.	Closed	59
IDAHO DEPARTMENT OF TRANSPORTATION			
2014-106	Internal controls intended to reduce the risk of misstatements in the inventory closing package were not performed at a level of detail necessary to detect significant errors.	Closed	59

STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR BASIC FINANCIAL STATEMENTS FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

OFFICE OF THE STATE CONTROLLER (Office)

FINDING 2013-101

Internal control weaknesses allowed misstatements in the statewide financial statements to go undetected.

Recommendation: We recommended that the Office improve the design and effectiveness of internal controls over the compilation of the statewide financial statements.

Audit Follow-up: The Office has become more conscious of ensuring consistency, accuracy, and completeness when coding and compiling information for the State's *Comprehensive Annual Financial Report* (CAFR), especially related to coding financial information for entities that receive an outside audit. The Office made changes to the instructions for the compilation process which include comparing prior and current year coding of financial statement line items, reviewing prior errors identified by auditors and Office staff, and examining details of the notes to audited financial statements of entities that are incorporated into the CAFR.

In addition, the Office developed a memo to document the general treatment and resolution of classification discrepancies between the audit reports received for the colleges and universities and their respective foundations. The Office has also been in communication with foundation fiscal staff to better understand classification differences encountered between the audits received.

The Office began performing trend analyses over select closing package information during this audit period, in addition to the trend procedures they already complete on the financial statements. However, a significant number of errors, though not material individually or in the aggregate, indicate significant deficiencies in the internal controls over the preparation of the statewide financial statements and note disclosures still exist.

In addition to changes made to the compilation process of the State's CAFR in recent years, the Office has made modifications to their risk assessment to identify areas of risk related to other state agencies. This includes inquiry of experiences helpline staff have had with agencies and reviewing agency audit findings. The Office has also continued to perform trend analyses to identify anomalies or unusual amounts.

Regardless of these changes, our most recent audit for fiscal year 2015, still identified several errors and unsupported adjustments in the financial statements and note disclosures submitted for audit; some of which were considered material. These misstatements continue to indicate weaknesses in the internal controls over the preparation of the statewide financial statements.

Current Status: Open; repeated as Findings 2014-101 and 2015-101

FINDING 2014-101

Internal control weaknesses allowed misstatements in the statewide financial statements and note disclosures to go undetected.

Recommendation: We recommended that the Office improve the design and effectiveness of internal controls over the compilation of the statewide financial statements and note disclosures.

Audit Follow-up: In addition to changes made to the compilation process of the State's *Comprehensive Annual Financial Report* (CAFR) in recent years, the Office has made

modifications to their risk assessment to identify areas of risk related to other state agencies. This includes inquiry of experiences helpline staff have had with agencies and reviewing agency audit findings. The Office has also continued to perform trend analyses to identify anomalies or unusual amounts.

Regardless of these changes, our most recent audit for fiscal year 2015, still identified several errors and unsupported adjustments in the financial statements and note disclosures submitted for audit; some of which were considered material. These misstatements continue to indicate weaknesses in the internal controls over the preparation of the statewide financial statements.

Current Status: Open; repeated as Finding 2015-101

FINDING 2014-102
Internal control deficiencies over the processing of statutory transfers led to noncompliance as well as miscoded and unsupported transactions.

Recommendation: We recommended that the Office perform a risk assessment of statutory transfers. We also recommended that the Office design and implement control procedures to ensure that transfers are properly identified, tracked, supported, and recorded.

Audit Follow-up: The Office examined the areas of risk and modified the review process over statutory transfers in late March 2015, to include verification of compliance with Idaho Code, adequacy of supporting documentation, and accuracy of the entry to record the transfer. Based on our testing of transfers performed during the last quarter of fiscal year 2015, the control was not consistently applied and documented; however no significant errors were identified. Due to the limited time frame of the implementation, we will revisit at a later date to determine if this control is being performed on a consistent basis.

Current Status: Open; not repeated

IDAHO STATE DEPARTMENT OF EDUCATION (Department)

FINDING 2014-103
Errors in the accounts receivable closing package were not detected or prevented by internal control procedures in place.

Recommendation: We recommended that the Department improve the design and implementation of internal control procedures intended to detect and prevent closing package errors.

Audit Follow-up: Each year the Department prepares the Accounts Receivable closing package which includes an estimate of the federal grant revenues the Department expects to receive within 60 days and thereafter from the end of the fiscal year. In fiscal year 2014, the Department reported the entire federal grant receivable as collectible within 60 days of the end of the fiscal year, but procedures used to calculate the estimate included a significant amount of revenue expected to be collected outside the 60-day period.

While completing the fiscal year 2015 closing packages, the Department has implemented procedures to properly identify accounts receivable that are estimated to be collectible within 60

days and thereafter from the end of the fiscal year. Our testing of the Department's closing packages for fiscal year 2015 found no errors, indicating that their new procedures were effective.

Current Status: Closed

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2013-104
Financial reporting processes contain significant deficiencies in internal control allowing several errors in various closing packages to go undetected.

Recommendation: We recommended that the Department strengthen the design and effectiveness of internal controls over the completion of closing packages. We also recommended that the Department enhance the monitoring of internal controls to ensure they are operating as designed to comply with GAAP reporting requirements and Office of the State Controller (SCO) closing package instructions. We further recommended that the Department strengthen the review process to ensure accurate and reliable financial information is provided to the SCO.

Audit Follow-up: The Department modified procedures to strengthen internal controls over reviewing closing package calculations and supporting information to reduce the risk of errors. Additional training was given to staff that emphasized reporting timeframes as well as more specific reporting instructions that will help ensure more accurate financial information is submitted on each closing package. However, material errors were still identified during the fiscal year 2015 audit.

Current Status: Open; repeated as Findings 2014-104 and 2015-102

FINDING 2014-104
Deficiencies in internal control allowed several errors in various closing packages to go undetected.

Recommendation: We recommended that the Department strengthen the design and effectiveness of internal controls over the completion of closing packages to ensure accurate and reliable financial information is provided to the Office of the State Controller.

Audit Follow-up: The Department modified procedures to strengthen internal controls over reviewing closing package calculations and supporting information to reduce the risk of errors. Additional training was given to staff that emphasized reporting timeframes as well as more specific reporting instructions that will help ensure more accurate financial information is submitted on each closing package. However, material errors were still identified during the fiscal year 2015 audit.

Current Status: Open; repeated as Finding 2015-102

IDAHO STATE TAX COMMISSION (Commission)

FINDING 2013-105
Estimates used to determine the amount of taxes receivable accrued at year-end are not properly evaluated for reliability, resulting in misstatements.

Recommendation: We recommended that the Commission implement closing package procedures to ensure that all tax types and collection methods are considered in the estimate for taxes receivable and that the estimate is compared to actual results for reasonableness.

Audit Follow-up: The Commission has addressed the issues in the finding in several ways. During the fiscal year 2014 audit, the Commission upgraded its taxpayer accounting system, Gentax, from version 6 to version 9. Gentax version 9 increased reporting abilities that address the issue of revenues being double counted. The Commission has also added an internal control where the Gentax revenue reports are compared to the actual receipts in the statewide accounting system (STARS) before being used to calculate the taxes receivable estimate. The Commission also adjusted its calculation of the taxes receivable estimated to be collected within 60 days instead of 30 days after the end of the fiscal year.

During testing of the 2015 taxes receivable estimate, we determined that the new control procedures are in place and functioning effectively.

Current Status: Closed

FINDING 2014-105
Errors in the data used to prepare the taxes receivable estimate were not detected by internal control procedures, resulting in misstatements.

Recommendation: We recommended that the Commission implement control procedures to ensure closing packages are prepared in accordance with the Office of the State Controller instructions, and the data used to prepare the taxes receivable estimate is relevant, sufficient, and reliable.

Audit Follow-up: The Commission has addressed the issues in the finding in several ways. During the fiscal year 2014 audit, the Commission upgraded its taxpayer accounting system, Gentax, from version 6 to version 9. Gentax version 9 increased reporting abilities that address the issue of revenues being double counted. The Commission has also added an internal control where the Gentax revenue reports are compared to the actual receipts in the statewide accounting system (STARS) before being used to calculate the taxes receivable estimate. The Commission also adjusted its calculation of the taxes receivable estimated to be collected within 60 days instead of 30 days after the end of the fiscal year.

During testing of the 2015 taxes receivable estimate, we determined that the new control procedures are in place and functioning effectively.

Current Status: Closed

IDAHO DEPARTMENT OF TRANSPORTATION (Department)

FINDING 2014-106
Internal controls intended to reduce the risk of misstatements in the inventory closing package were not performed at a level of detail necessary to detect significant errors.

Recommendation: We recommended that the Department implement internal controls to detect errors in the anti-skid material valuation process and design and implement procedures to ensure the consistent accounting treatment of snowplow blades.

Audit Follow-up: In fiscal year 2014, there were two issues with the Department's inventory valuation. The Department has six district offices throughout the State, and each office accounted for snowplow blade inventory differently. Some offices recorded snowplow blades as expenses when they were purchased, others recorded the snowplow blades as inventory when they were purchased and then recorded as an expense when they were used. This inconsistent treatment led to errors in inventory reporting. We also found several errors in the volume calculations of anti-skid material stockpiles which led to errors in inventory reporting.

To address the snowplow blade inventory issue, the Department has designed a new procedure to record the inventory consistently in all district offices. Each district has a main warehouse and multiple storage sheds throughout the district. With the new procedure, all districts record the snowplow blades as inventory and initially store them in the main warehouse. The snowplow blades are recorded as an expense when they are assigned to the storage sheds for use.

To address the stockpile inventory issue, the Department has created additional procedures. In each district, the District Operations Manager will assign appropriate maintenance personnel to measure and calculate the volume and value of the stockpiles. The District Operations Manager will then review the calculations and sign the inventory documents. The District Business Manager will ensure the inventory calculations are entered correctly into the accounting system, and the Financial Operations section in the Headquarters Office will reconcile all district entries.

Our testing of the Department's fiscal year 2015 closing packages found that the new inventory procedures have been implemented and we found no errors in inventory reporting.

Current Status: Closed

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	CURRENT STATUS	PAGE
IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED				
2013-201	Federal financial reports for the Vocational Rehabilitation Grants to States are not supported by the Commission's accounting records.	Department of Education	Closed	66
2014-201	Capital expenditures are not excluded from the direct cost base or the indirect cost pools prior to determining the allocation of indirect costs to the Vocational Rehabilitation grants.	Department of Education	Closed	66
2014-202	Inaccurate federal financial reporting of the Vocational Rehabilitation grants contributed to the Commission's failure to meet the matching requirement.	Department of Education	Closed	66
2014-203	Federal expenditures reported by the Commission to the Office of the State Controller were understated by $168,287.	Department of Education	Open	67
IDAHO STATE DEPARTMENT OF EDUCATION				
2014-204	Significant deficiencies in the Department's internal control over Federal Funding Accountability and Transparency Act (FFATA) reporting for the Child Nutrition Cluster, Title I A, Title II A, and Individuals with Disabilities in Education (IDEA) grants led to multiple reporting errors.	Department of Agriculture Department of Education	Closed	67
2014-205	The Department could not provide documentation that procedures were performed to ensure subrecipients were not suspended or debarred prior to issuing subawards for the Title I Part A Grants to Local Education Agencies, Title II Part A Improving Teacher Quality, and Individuals with Disabilities in Education Act (IDEA) grant programs.	Department of Education	Closed	68
2014-206	The Federal award identification number and Federal awarding agency were not identified to Child Nutrition Cluster, Title I Part A Grants to Local Education Agencies, and Title II Part A Improving Teacher Quality grant subrecipients as required.	Department of Agriculture Department of Education	Closed	68
2014-207	Significant deficiencies exist in the Department's internal control procedures intended to ensure compliance with the Maintenance of Effort (MOE) and earmarking requirements of the Individuals with Disabilities in Education Act (IDEA) grant cluster.	Department of Education	Closed	69

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	CURRENT STATUS	PAGE
IDAHO DEPARTMENT OF HEALTH AND WELFARE				
12F-5	Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments.	Department of Health and Human Services	Closed	69
12F-9	Child care costs incurred prior to the period of availability were inappropriately charged to the Child Care grant.	Department of Health and Human Services	Closed	70
12F-10	Internal controls designed to ensure compliance with federal earmarking requirements for the Social Services Block Grant (SSBG) are not adequately designed or monitored.	Department of Health and Human Services	Closed	70
12F-13	Subawards made from the Social Services Block Grant totaling $55,996 were not reported as required under the Federal Funding Accountability and Transparency Act.	Department of Health and Human Services	Open	70
12F-14	Subawards made from the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant totaling $8.3 million were not reported as required under the Federal Funding Accountability and Transparency Act.	Department of Agriculture	Open	70
12F-15	Procedures are not in place to negotiate and/or monitor indirect cost rate plans prepared by the various subrecipients of the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant, and the amounts submitted on monthly invoices are not adequately reviewed prior to processing payments.	Department of Agriculture	Closed	71
2013-207	Multiple federal programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.	Department of Agriculture Department of Health and Human Services	Open	71
2013-211	The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.	Department of Health and Human Services	Open	71
2013-213	Internal controls over financial reporting for the Temporary Assistance for Needy Families (TANF) grant and the Child Care Cluster were not adequately designed to prevent inaccuracies.	Department of Health and Human Services	Open	72

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	CURRENT STATUS	PAGE
2013-214	Federal special reports for the Low-Income Home Energy Assistance Program (LIHEAP) lacked support.	Department of Health and Human Services	Closed	72
2013-217	Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments in the Medicaid Cluster and Children's Health Insurance Program (CHIP).	Department of Health and Human Services	Closed	72
2014-208	Multiple federal programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.	Department of Agriculture Department of Health and Human Services	Open	73
2014-209	Multiple federal programs failed to report subawards as required under the Federal Funding Accountability and Transparency Act.	Department of Agriculture Department of Health and Human Services	Open	73
2014-210	Internal controls over the federal cash draw process did not identify and correct multiple errors in the calculations in a timely manner.	Department of Health and Human Services	Closed	73
2014-211	Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments in the Medicaid Cluster and Children's Health Insurance Program (CHIP).	Department of Health and Human Services	Closed	74
2014-212	Internal controls over financial reporting for the Medicaid Cluster and Children's Health Insurance Program (CHIP) did not effectively prevent inaccuracies and ensure reports are submitted timely.	Department of Health and Human Services	Closed	74
2014-213	Internal controls and review procedures in the Medicaid Cluster and Children's Health Insurance Program (CHIP) failed to identify and correct inconsistencies in the automated interface mapping process between information systems.	Department of Health and Human Services	Closed	74
2014-214	The coordination of benefits payment configuration for Medicare in the Medicaid Management Information System (MMIS) is incorrect resulting in overpayments for fiscal years 2011 through 2014.	Department of Health and Human Services	Open	75
2014-215	Two Medicaid approved providers lacked support to verify continued eligibility to deliver services.	Department of Health and Human Services	Closed	75

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	CURRENT STATUS	PAGE
2014-216	The Low-Income Home Energy Assistance Program (LIHEAP) weatherization expenditures exceeded earmarking limits by $1,883,776 for the 2012 grant award.	Department of Health and Human Services	Closed	75
2014-217	Expenditures were incurred for the Low-Income Home Energy Assistance Program (LIHEAP) that were $140,353 in excess of the carry forward limits established by federal regulations.	Department of Health and Human Services	Closed	76
2014-218	The Annual Report on Households Assisted by the Low-Income Home Energy Assistance Program (LIHEAP) lacked adequate support documentation.	Department of Health and Human Services	Closed	76
2014-219	Quarterly federal financial reports for the Temporary Assistance for Needy Families (TANF) grant lacked adequate support documentation.	Department of Health and Human Services	Open	76
2014-220	The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.	Department of Health and Human Services	Open	77
2014-221	Foster Care maintenance payment rates were not consistently reviewed in a timely manner as outlined in regulations and policies.	Department of Health and Human Services	Closed	77
2014-222	Supplemental Nutrition Program for Women, Infants, and Children (WIC) formula rebates are not credited to the federal grantor prior to requesting federal funds.	Department of Agriculture	Closed	77
2014-223	Procedures are not in place to monitor indirect cost rate plans prepared by the subrecipients of the Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant.	Department of Agriculture	Closed	78
2014-224	Adequate internal controls are not in place to ensure timely compliance with Social Services Block Grant (SSBG) earmarking requirements.	Department of Health and Human Services	Closed	78
IDAHO DEPARTMENT OF LABOR				
2014-225	Internal controls over federal procurement, suspension, and debarment compliance did not operate as intended for the Workforce Investment Act Program.	Department of Labor	Closed	78

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

STATE AGENCY		FEDERAL AGENCY	CURRENT STATUS	PAGE
2014-226	The Department did not comply with certain program integrity requirements for the Unemployment Compensation Program.	Department of Labor	Closed	79
IDAHO DIVISION OF VOCATIONAL REHABILITATION				
2014-227	Documentation to support the performance of internal control procedures and adherence to compliance requirements could not be provided for the Vocational Rehabilitation grants.	Department of Education	Open	79

IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED (Commission)

FINDING 2013-201
Federal financial reports for the Vocational Rehabilitation Grants to States are not supported by the Commission's accounting records.

Recommendation: We recommended that the Commission develop a process to identify and utilize accurate and reliable financial records that are reconciled to the statewide accounting system when preparing federal reports. We further recommended that the Commission strengthen internal controls over the federal reporting process to ensure compliance with federal reporting requirements.

Audit Follow-up: As part of our testing of the *Federal Financial Report (SF-425)* and the *Annual Vocational Rehabilitation Program/Cost Report (RSA-2)* during our fiscal year 2015 Single Audit, amounts included on these reports are based on amounts reported in the statewide accounting system and supported by the Commission's accounting records.

Current Status: Closed

FINDING 2014-201
Capital expenditures are not excluded from the direct cost base or the indirect cost pools prior to determining the allocation of indirect costs to the Vocational Rehabilitation grants.

Recommendation: We recommended that the Commission implement procedures to ensure that capital expenditures are excluded from the direct cost base and the indirect cost pools prior to allocating the indirect costs.

Audit Follow-up: The Commission received communication from their federal liaisons who have determined that capital expenditures, including those related to the Business Enterprise Program (BEP), should be excluded from the direct cost base and indirect cost pools prior to allocating the indirect costs. The Commission has revised their cost allocation procedures and is now properly excluding capital expenditures and distorting factors from the direct cost base and indirect cost pools.

Current Status: Closed

FINDING 2014-202
Inaccurate federal financial reporting of the Vocational Rehabilitation grants contributed to the Commission's failure to meet the matching requirement.

Recommendation: We recommended that the Commission accurately report the federal share and recipient share of expenditures on the *SF-425* reports as supported by their accounting records. In addition, we recommended that procedures be implemented to ensure that reports are submitted by the due dates specified in federal regulations. We further recommended that the Commission improve procedures to ensure that the required non-federal match has been met and that expenditures are obligated during the period of availability.

Audit Follow-up: Based on communication received from the U.S. Department of Education (Department), the Commission correctly reported federal expenditures on the SF-425 reports. We received further clarification from the Department on their viewpoint of the cash basis of accounting for federal reporting purposes. From the Department's perspective, since the Commission requests the funds on a reimbursement basis, the Department considers the initial program expenditures to be State funds until they are drawn from the federal agency, at which time they become federal expenditures. As a result of this

new understanding, we have determined that the Commission did meet their required non-federal match as of September 30, 2013 and September 30, 2014.

In addition, the Commission resubmitted the 2013 *Annual Vocational Rehabilitation Program/Cost Report (RSA-2)*, to include the total administrative costs on line 1 as indirect costs on line 1b as well.

Current Status: Closed

FINDING 2014-203
Federal expenditures reported by the Commission to the Office of the State Controller were understated by $168,287.

Recommendation: We recommended that the Commission implement procedures to ensure expenditures of federal awards and grants receivable for the State fiscal year are appropriately reported on the closing packages submitted to the Office of the State Controller.

Audit Follow-up: In State fiscal year 2015, the Commission incorrectly included a total of $750,890 of State expenditures attributable to their federal programs on the SEFA closing package submitted to the Office of the State Controller.

In addition, the Commission did not initially submit a grants receivable closing package, but subsequently submitted a revised closing package for $99,819 which was included in the statewide *Comprehensive Annual Financial Report* for the year ending June 30, 2015. This was not material the Commission or to the statewide financial statements.

Current Status: Open; repeated as Finding 2015-201

IDAHO STATE DEPARTMENT OF EDUCATION (Department)

FINDING 2014-204
Significant deficiencies in the Department's internal control over Federal Funding Accountability and Transparency Act (FFATA) reporting for the Child Nutrition Cluster, Title I A, Title II A, and Individuals with Disabilities in Education (IDEA) grants led to multiple reporting errors.

Recommendation: We recommended that the Department implement internal control procedures to ensure Transparency Act reports are completed timely and accurately.

Audit Follow-up: Our audit found errors in FFATA reporting including late filed reports, unfiled reports, and errors in reported data. To address these issues, the Department has designed new internal control procedures. The Department has assigned specific individuals the responsibility to monitor filing and ensure the reports are completed timely and accurately. The Department uses three electronic systems to process grant applications and maintain the record of the date that subawards are granted. These three systems have been modified to link award dates and amounts to ensure proper reporting.

The new internal control procedures are designed to address the recommendation. Our testing during the fiscal year 2015 Single Audit found that Transparency Act reports were completed timely and accurately.

Current Status: Closed

FINDING 2014-205

The Department could not provide documentation that procedures were performed to ensure subrecipients were not suspended or debarred prior to issuing subawards for the Title I Part A Grants to Local Education Agencies, Title II Part A Improving Teacher Quality, and Individuals with Disabilities in Education Act (IDEA) grant programs.

Recommendation: We recommended that the Department implement internal control procedures to ensure applicants for subawards are not suspended or debarred and proper documentation is maintained to demonstrate compliance with Federal grant regulations.

Audit Follow-up: The Department uses electronic systems to process nearly all grant applications from subrecipients. Some applicants must use paper applications for various reasons. Applicants use unique user accounts and passwords to access the electronic systems. To complete the process, the applicant must click a box attesting that the applicant is not on the federal suspension or debarment list. However, the system did not keep the historical record of which user clicked the box, but instead showed the username of the most recent user to access the account, even if that was a Department employee reviewing the application. Paper applications did not always include the attestations that the applicant was not suspended or debarred.

To address these issues, the Department has modified the electronic systems to maintain records of the users who clicked the attestation that the applicant is not suspended or debarred. The Department has also added the suspension or debarment clause to the paper applications and added an additional procedure to review the attestation for all applicants as part of completing a final checklist.

The new internal control procedures are designed to address the recommendation. Our testing during the fiscal year 2015 Single Audit found that the Department was in compliance with suspension and debarment requirements.

Current Status: Closed

FINDING 2014-206

The Federal award identification number and Federal awarding agency were not identified to Child Nutrition Cluster, Title I Part A Grants to Local Education Agencies, and Title II Part A Improving Teacher Quality grant subrecipients as required.

Recommendation: We recommended that the Department implement internal controls to ensure all required Federal award information is communicated to subrecipients.

Audit Follow-up: The Department uses electronic systems to process nearly all grant applications from subrecipients. The Child Nutrition Cluster uses a system called MyIdahoCNP, and the Title I and Title II grants use a system called the Consolidated Federal and State Grant Application. The Department uses MyIdahoCNP to communicate award information to applicants. Title I and Title II applicants receive paper award letters. The required information was not communicated to subrecipients at the time of the grant award.

To address the recommendation, the Department has implemented several new procedures. The Department has modified the MyIdahoCNP system to display the required information. In addition, the Title I and Title II applications are processed on an electronic system, and the Department has modified that system to notify the applicants of the required information instead of using paper award letters.

The new internal control procedures are designed to address the recommendation. Our testing during the fiscal year 2015 Single Audit found that all required federal award information was properly communicated to subrecipients.

Current Status: Closed

FINDING 2014-207
Significant deficiencies exist in the Department's internal control procedures intended to ensure compliance with the Maintenance of Effort (MOE) and earmarking requirements of the Individuals with Disabilities in Education Act (IDEA) grant cluster.

Recommendation: We recommended that the Department design and implement internal control procedures to review MOE and earmarking calculations at a level of detail that would allow errors affecting compliance to be detected and corrected.

Audit Follow-up: The Department's procedures to comply with MOE and earmarking requirements included individuals performing significant data entry and calculations with no detailed review by another employee.

To address the recommendation, the Department has implemented new review procedures. Calculations will be prepared and reviewed by separate, qualified employees. The data will be randomly sampled and tested for accuracy. The preparer and reviewer will both sign the documentation to indicate that the data and calculations are accurate to the best of their knowledge.

The new internal control procedures are effectively designed to address the recommendation. Our testing during the fiscal year 2015 Single Audit determined that they were also implemented effectively.

Current Status: Closed

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 12F-5
Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments.

Recommendation: We recommended that the Department implement procedures to ensure all Alert IDs are included in the investigation and resolution of errors identified by the interface between IBES and MMIS. We further recommended that the Department increase monitoring of internal controls to ensure they are operating effectively and that claims are only processed for eligible clients.

Audit Follow-up: The Department modified procedures and implemented improvements to reduce eligibility errors. Eligibility information from IBES is now sent to a single MMIS receiving point for distribution to both MMIS components. Procedures are in place to identify the Alert IDs and then investigate and resolve those exceptions. The Department has also implemented eligibility reconciliations with MMIS components and IBES to help ensure that all eligibility information is properly communicated among the various systems. Based on current year audit procedures, adequate controls were implemented to reduce eligibility errors and no errors were identified.

Current Status: Closed

FINDING 12F-9
Child care costs incurred prior to the period of availability were inappropriately charged to the Child Care grant.

Recommendation: We recommended that the Department implement control procedures to ensure that grant costs are not incurred prior to the period of availability.

Audit Follow-up: The Department has implemented procedures for this grant that minimize the opportunity for costs to be charged to the grant award prior to the period of availability. This includes delaying the changing of Program Cost Accounts (PCAs) until an award is spent or the end of the period of performance. As a result of the changes, our testing has not identified noncompliance with the period of availability requirements since this noncompliance was identified in the fiscal year 2012 Single Audit.

Current Status: Closed

FINDING 12F-10
Internal controls designed to ensure compliance with federal earmarking requirements for the Social Services Block Grant (SSBG) are not adequately designed or monitored.

Recommendation: We recommended that the Department strengthen internal controls over earmarking to ensure that amounts transferred from TANF are used only for programs or services to children or their families whose income is less than 200% of the official poverty guidelines. We further recommended that the Department contact the federal grantor to resolve the questioned costs.

Audit Follow-up: The Department implemented new procedures to automatically generate a report for review prior to the transfer of funds. We reviewed quarterly reports that showed the Department verified the amount spent on eligible clients exceeded the amount of funds to be transferred prior to the quarterly transfer of funds. These procedures help ensure compliance with the earmarking requirements.

Current Status: Closed

FINDING 12F-13
Subawards made from the Social Services Block Grant totaling $55,996 were not reported as required under the Federal Funding Accountability and Transparency Act.

Recommendation: We recommended that the Department implement internal control procedures to identify and appropriately respond to specific risks of noncompliance with federal awards. We further recommended that the Department submit the appropriate reports required under the Transparency Act.

Audit Follow-up: The Department submitted the appropriate reports required under the Transparency Act in response to this finding. The Department also implemented a process in State fiscal year 2016 to determine if subrecipients are subject to the FFATA reporting requirements. We will review this process as part of the 2016 Single Audit fieldwork.

Current Status: Open; repeated as Finding 2014-209

FINDING 12F-14
Subawards made from the Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant totaling $8.3 million were not reported as required under the Federal Funding Accountability and Transparency Act.

Recommendation: We recommended that the Department implement internal control procedures to identify and appropriately respond to specific risks of noncompliance with federal awards. We further recommended that the Department submit the appropriate reports required under the Transparency Act.

Audit Follow-up: The Department submitted the appropriate reports required under the Transparency Act in response to this finding. The Department also implemented a process in State fiscal year 2016 to determine if subrecipients are subject to the FFATA reporting requirements. We will review this process as part of the 2016 Single Audit fieldwork.

Current Status: Open; repeated as Finding 2014-209

FINDING 12F-15
Procedures are not in place to negotiate and/or monitor indirect cost rate plans prepared by the various subrecipients of the Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant, and the amounts submitted on monthly invoices are not adequately reviewed prior to processing payments.

Recommendation: We recommended that the Department implement internal control procedures to negotiate and monitor the indirect cost rate plans prepared by subrecipients. We further recommended training related to the proper application of the indirect cost rates be provided for staff assigned to review monthly invoices from subrecipients.

Audit Follow-up: The Department implemented procedures to review the subrecipient indirect cost rate plans on a rotating two-year schedule. The procedures include a review of subrecipients' indirect cost allocation plans, with related calculations and supporting documents, and verification that costs are allowable. In fiscal year 2015, reviews were completed on four subrecipients with the remaining five subrecipients scheduled for review in fiscal year 2016. We reviewed the Department's results of the four 2015 reviews and noted that the Department found calculations to be accurate and adequately supported by allowable costs with no exceptions noted.

Current Status: Closed

FINDING 2013-207
Multiple federal programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.

Recommendation: We recommended that the Department implement internal control procedures to ensure that grant costs are not incurred prior to the period of availability for the grant. We further recommended that the Department contact the federal grantors to resolve the questioned costs.

Audit Follow-up: The Department continues to disagree with this finding and is working with the federal grantor for the Supplemental Nutrition Assistance Program (SNAP) and the Temporary Assistance for Needy Families (TANF) block grants for a resolution. The issue has been resolved for the Foster Care, Child Support Enforcement, and Medicaid Cluster programs.

Current Status: Open; partially repeated as Findings 2014-208 and 2015-203

FINDING 2013-211
The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.

Recommendation: We recommended that the Department implement procedures to verify wage and unemployment compensation information as required by the Federal grantor. We further recommended that the Department implement control procedures to ensure that policies and procedures implemented comply with federal regulations.

Audit Follow-up: The Department implemented a process effective July 1, 2014; however, the process failed to address the requirement of requesting and obtaining wage information for all applicants quarterly as required by federal regulations. The Department performs a quarterly review of unemployment compensation and wage information for participants receiving cash assistance. Wage information is not reviewed quarterly for participants who are eligible for Supported Services, based on income requirements.

Current Status: Open; repeated as Findings 2014-220 and 2015-207

FINDING 2013-213
Internal controls over financial reporting for the Temporary Assistance for Needy Families (TANF) grant and the Child Care Cluster were not adequately designed to prevent inaccuracies.

Recommendation: We recommended that the Department strengthen internal controls over the reporting process to ensure that reports are completed accurately and in accordance with federal regulations.

Audit Follow-up: Current year audit procedures identified errors on the quarterly federal report for TANF. The amount reported as the transfer to Child Care was not updated to reflect cumulative totals. This also resulted in errors on multiple lines within the report. However, the amount included on the final TANF report for this phase of the grant was correct. The issue has been resolved for the Child Care Cluster program.

Current Status: Open; partially repeated as Findings 2014-219 and 2015-206

FINDING 2013-214
Federal special reports for the Low-Income Home Energy Assistance Program (LIHEAP) lacked support.

Recommendation: We recommended that the Department strengthen internal controls over records retention processes to ensure that supporting documentation for all reports is maintained in accordance with federal regulations.

Audit Follow-up: The Department strengthened internal controls over maintaining adequate support documentation. The Department increased the monitoring procedures over subrecipients to help ensure submitted amounts are supported by adequate and verifiable documentation. The Department also obtained additional understanding of the information submitted by subrecipients to ensure that reportable amounts can be recreated based on the data received. Current year audit procedures determined that documentation retained by the Department supported information included on the report.

Current Status: Closed

FINDING 2013-217
Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments in the Medicaid Cluster and Children's Health Insurance Program (CHIP).

Recommendation: We recommended that the Department implement procedures to ensure all Alert IDs are included in the investigation and resolution of errors identified by the interface between IBES and MMIS. We also recommended that the Department increase monitoring of internal controls to ensure they

are operating effectively and that claims are only processed for eligible clients. We further recommend that the Department contact the federal grantor to resolve the questioned costs.

Audit Follow-up: The Department modified procedures and implemented improvements to reduce eligibility errors. Eligibility information from IBES is now sent to a single MMIS receiving point for distribution to both MMIS components. Procedures are in place to identify the Alert IDs and then investigate and resolve those exceptions. The Department has also implemented eligibility reconciliations with MMIS components and IBES to help ensure that all eligibility information is properly communicated among the various systems. Based on current year audit procedures, controls were implemented to reduce eligibility errors and no errors were identified.

Current Status: Closed

FINDING 2014-208
Multiple federal programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.

Recommendation: We recommended that the Department design and implement procedures to ensure that grant costs are not incurred prior to the period of availability.

Audit Follow-up: The Department continues to disagree with this finding and is working with the federal grantor for the Supplemental Nutrition Assistance Program (SNAP) and the Temporary Assistance for Needy Families (TANF) block grants for a resolution.

Current Status: Open; repeated as Finding 2015-203

FINDING 2014-209
Multiple federal programs failed to report subawards as required under the Federal Funding Accountability and Transparency Act (FFATA).

Recommendation: We recommended that the Department develop procedures to identify subawards and accurately and timely report the required information according to federal regulations.

Audit Follow-up: The Department submitted the appropriate reports required under the Transparency Act in response to this finding. The Department also implemented a process in State fiscal year 2016 to determine if subrecipients are subject to the FFATA reporting requirements. We will review this process as part of the 2016 Single Audit fieldwork.

Current Status: Open

FINDING 2014-210
Internal controls over the federal cash draw process did not identify and correct multiple errors in the calculations in a timely manner.

Recommendation: We recommended that the Department strengthen controls over the cash draw process to ensure compliance with federal regulations and to reduce the risk of further errors in the future. This process should include a complete review of the cash draw worksheets to ensure that the current rates and correct formulas are updated and accurate.

Audit Follow-up: The Department evaluated their policies and procedures and determined that the internal controls were adequate. Additional staff has been hired to assist with the monitoring and review

of the cash draw process to help ensure compliance. The added staff functions include reviewing calculations and updated annual rates in the draw worksheets. Based on current year audit procedures, adequate controls were implemented over the cash draw process and no errors were identified.

Current Status: Closed

FINDING 2014-211
Client eligibility errors may go undetected and uncorrected due to insufficient internal controls, resulting in improper payments in the Medicaid Cluster and Children's Health Insurance Program (CHIP).

Recommendation: We recommended that the Department improve controls related to the eligibility interface between the Idaho Benefits Eligibility System (IBES) and the pharmacy claims component of the Medicaid Management Information System (MMIS). We further recommended that the Department complete a reconciliation of eligibility between IBES and the pharmacy claims component. We also recommended that the Department determine why the client termination in IBES was delayed in the medical claims component interface file and to develop procedures to prevent future occurrences.

Audit Follow-up: The Department modified procedures and implemented improvements to reduce eligibility errors. Eligibility information from IBES is now sent to a single MMIS receiving point for distribution to both MMIS components. Procedures are in place to identify the Alert IDs and then investigate and resolve those exceptions. The Department has also implemented eligibility reconciliations with MMIS components and IBES to help ensure that all eligibility information is properly communicated among the various systems. Based on current year audit procedures, controls were implemented to reduce eligibility errors and no errors were identified.

Current Status: Closed

FINDING 2014-212
Internal controls over financial reporting for the Medicaid Cluster and Children's Health Insurance Program (CHIP) did not effectively prevent inaccuracies and ensure reports are submitted timely.

Recommendation: We recommended that the Department strengthen internal controls related to the compilation and submission of federal reports. This should include reviews and monitoring to ensure the reports are accurate and submitted timely.

Audit Follow-up: The Department submitted an adjustment for the reporting error. In addition, the Department has taken steps to strengthen and improve the quarterly reporting review process. Additional assigned Department staff provides more time to devote to the review. The Department has also increased emphasis on submitting reports in a timely manner and has adopted a policy to retain documentation when deadline extensions are requested and granted. Based on current year audit procedures, adequate controls were implemented related to reporting and no errors were identified.

Current Status: Closed

FINDING 2014-213
Internal controls and review procedures in the Medicaid Cluster and Children's Health Insurance Program (CHIP) failed to identify and correct inconsistencies in the automated interface mapping process between information systems.

Recommendation: We recommended that the Department improve internal controls over the review of the mapping of grant tasks in order to detect errors and make corrections in a timelier manner. Additional scrutiny should be given when new grant tasks are established and when current grant tasks are modified.

Audit Follow-up: The Department corrected the mapping errors as of October 1, 2014. Appropriate adjustments were made to the financial system information and the corresponding federal reports. The Department completed a full reconciliation of the task code mapping. Based on current year audit procedures, the reconciliation process appears adequate and no errors were identified.

Current Status: Closed

FINDING 2014-214
The coordination of benefits payment configuration for Medicare in the Medicaid Management Information System (MMIS) is incorrect resulting in overpayments for fiscal years 2011 through 2014.

Recommendation: We recommended that the Department correct the payment configuration to ensure future claims are calculated in compliance with the State Plan. We further recommended that the Department make adjustments to correct the amounts paid in error.

Audit Follow-up: The federal grantor has approved a project for the Department to improve processing of Medicare Part B claims, including payment configuration at the correct rates. The Coordination of Benefits project has been dissected into three phases. Phase 1 was implemented in December 2015. Phase 2 and Phase 3 are in development with implementation anticipated to occur in 2016.

Current Status: Open; repeated as Finding 2015-205

FINDING 2014-215
Two Medicaid approved providers lacked support to verify continued eligibility to deliver services.

Recommendation: We recommended that the Department develop procedures to ensure that the required licenses are obtained for continued eligibility for these provider types. We further recommended that the Department review the provider enrollment instructions to include that all provider types must submit verification of current licenses.

Audit Follow-up: The Department determined it was necessary to update the provider grid, which includes all provider enrollment requirements and ensures all documentation is obtained during the provider enrollment process for all provider types with licensure requirements. The updated enrollment procedures ensure termination dates are added for all provider types. The Department completed a review of existing providers to ensure all have the termination field properly completed. The Department developed an automated edit solution that requires the termination date be completed for all provider types. By ensuring that the termination field is completed, payments cannot be made outside of the termination date to the ineligible providers. Based on the current year audit procedures, adequate controls were implemented related to provider eligibility and no errors were identified.

Current Status: Closed

FINDING 2014-216
The Low-Income Home Energy Assistance Program (LIHEAP) weatherization expenditures exceeded earmarking limits by $1,883,776 for the 2012 grant award.

Recommendation: We recommended that the Department improve internal controls to ensure federal grant expenditures comply with federal earmarking regulations. Procedures should include maintaining documentation of applicable waivers from the federal grantor.

Audit Follow-up: The Department has since obtained a copy of the original waiver authorizing the additional spending by the federal grantor. The Department has also improved their procedures to ensure waiver documentation for each federal grant year is maintained in each grant folder. We verified that the waivers were also authorized for federal fiscal years 2013 and 2014 with copies available for review in each grant folder.

Current Status: Closed

FINDING 214-217
Expenditures were incurred for the Low-Income Home Energy Assistance Program (LIHEAP) that were $140,353 in excess of the carry forward limits established by federal regulations.

Recommendation: We recommended that the Department improve monitoring procedures to ensure that grant funds in excess of 10 percent are not expended after the period of availability.

Audit Follow-up: The Department implemented procedures to prevent exceeding the carry forward amount in future grant years. New procedures compare quarterly spending to budgeted amounts that factor in the carry forward limits to help ensure the maximum carry forward limit is not exceeded at the end of the fiscal year. The Department reviewed the questioned carry forward amount and found a portion of the funding was from a leveraging incentive award that is not subject to the 10 percent carry forward limitation. However, the total carried forward still exceeds the 10 percent of the original award. Based on current year audit procedures, adequate controls were implemented related to the carry forward amount and no errors were identified.

Current Status: Closed

FINDING 2014-218
The Annual Report on Households Assisted by the Low-Income Home Energy Assistance Program (LIHEAP) lacked adequate support documentation.

Recommendation: We recommended that the Department strengthen internal controls to ensure that adequate documentation is retained that supports amounts presented in federal reports.

Audit Follow-up: The Department strengthened internal controls over maintaining adequate support documentation. The Department increased the monitoring procedures over subrecipients to help ensure submitted amounts are supported by adequate and verifiable documentation. The Department also obtained additional understanding of the information submitted by subrecipients to ensure that reportable amounts can be recreated based on the data received. Current year audit procedures determined that documentation retained by the Department supported information included on the report.

Current Status: Closed

FINDING 2014-219
Quarterly federal financial reports for the Temporary Assistance for Needy Families (TANF) grant lacked adequate support documentation.

Recommendation: We recommended that the Department implement procedures to ensure that federal reports are based on actual expenditures, accurate, supported by adequate documentation, and in compliance with federal regulations.

Audit Follow-up: Current year audit procedures identified errors on the quarterly federal report for TANF. The amount reported as the transfer to Child Care was not updated to reflect cumulative totals. This also resulted in errors on multiple lines within the report. However, the amount included on the final TANF report for this phase of the grant was correct.

Current Status: Open; repeated as Finding 2015-206

FINDING 2014-220
The income eligibility verification system was not used in accordance with federal guidelines for the Temporary Assistance for Needy Families (TANF) program.

Recommendation: We recommended that the Department implement procedures to verify wage and unemployment compensation information as required by the federal grantor. We further recommended that the Department implement control procedures to ensure that the policies and procedures comply with federal regulations.

Audit Follow-up: The Department implemented a process effective July 1, 2014; however, the process failed to address the requirement of requesting and obtaining wage information for all applicants quarterly as required by federal regulations. The Department performs a quarterly review of unemployment compensation and wage information for participants receiving cash assistance. Wage information is not reviewed quarterly for participants who are eligible for Supported Services, based on income requirements.

Current Status: Open; repeated as Finding 2015-207

FINDING 2014-221
Foster Care maintenance payment rates were not consistently reviewed in a timely manner as outlined in regulations and policies.

Recommendation: We recommended that the Department implement internal control procedures to provide for the periodic review and correct implementation of rates for Foster Care maintenance payments in compliance with the program requirements and the State plan.

Audit Follow-up: The Department updated the policies and procedures for reviewing and documenting foster care rates annually. The updated policy also provides greater detail for procedures used to establish new rates. The Department also developed procedures to ensure that out-of-state placement payment rates are reviewed and updated as necessary. The annual Foster Care rates and out-of-state placement rates were evaluated according to the new policies and procedures at State fiscal year-end.

Current Status: Closed

FINDING 2014-222
Supplemental Nutrition Program for Women, Infants, and Children (WIC) formula rebates are not credited to the federal grantor prior to requesting federal funds.

Recommendation: We recommended that the Department modify the cash management process used to credit WIC rebates to WIC program expenditures in compliance with federal requirements.

Audit Follow-up: The Department modified the cash management process so that WIC formula rebates are credited against the daily WIC cash draw once the rebate is received in compliance with federal requirements. We reviewed the cash management spreadsheet for five months to determine that the process was in place and that cash draw calculations were reduced by the rebates when they were received.

Current Status: Closed

FINDING 2014-223
Procedures are not in place to monitor indirect cost rate plans prepared by the subrecipients of the Supplemental Nutrition Program for Women, Infants, and Children (WIC) grant.

Recommendation: We recommended that the Department continue to implement procedures to negotiate and monitor the indirect cost rate plans prepared by subrecipients.

Audit Follow-up: The Department implemented procedures to review the subrecipient indirect cost rate plans on a rotating two-year schedule. The procedures include a review of subrecipients' indirect cost allocation plans, with related calculations and supporting documents, and verification that costs are allowable. In fiscal year 2015, reviews were completed on four subrecipients with the remaining five subrecipients scheduled for review in fiscal year 2016. We reviewed the Department's results of the four 2015 reviews and noted that the Department found calculations to be accurate and adequately supported by allowable costs with no exceptions noted.

Current Status: Closed

FINDING 2014-224
Adequate internal controls are not in place to ensure timely compliance with Social Services Block Grant (SSBG) earmarking requirements.

Recommendation: We recommended that the Department strengthen internal controls over earmarking to ensure compliance with grant requirements in a timelier manner.

Audit Follow-up: The Department implemented new procedures to automatically generate a report for review prior to the transfer of funds. We reviewed quarterly reports that showed the Department verified the amount spent on eligible clients exceeded the amount of funds to be transferred prior to the quarterly transfer of funds. These procedures help ensure compliance with the earmarking requirements.

Current Status: Closed

LABOR, DEPARTMENT OF (Department)

FINDING 2014-225
Internal controls over federal procurement, suspension, and debarment compliance did not operate as intended for the Workforce Investment Act Program.

Recommendation: We recommended that the Department follow the control procedures in place for the vendor review to ensure compliance with federal requirements for procurement, suspension, and debarment.

Audit Follow-up: The Department has implemented new policies and procedures relating to procurement, suspension, and debarment. The Department works with the Division of Purchasing to ensure that applicable new vendors with covered transactions are cross checked against the System for Award

Management (SAM) database. In addition, the Department completes the verifications for continuing vendors on an annual basis. Audit procedures completed during the 2015 Single Audit indicated that the policies and procedures were implemented and that the required verifications were performed as required.

Current Status: Closed

FINDING 2014-226
The Department did not comply with certain program integrity requirements for the Unemployment Compensation Program.

Recommendation: We recommended that the Department improve internal controls to ensure compliance with federal requirements for the Unemployment Compensation Program.

Audit Follow-up: The Department's Unemployment Insurance tax and benefit system (iUS) includes design features to ensure compliance with federal regulations related to Idaho Code Section 72-1351B. The employment security law added to and amended existing law relating to employment security to prohibit certain relief from liability relating to benefits paid to a claimant that are subsequently determined to be overpaid. The iUS is able to identify overpayments resulting from employer's untimely or inaccurate responses for information from the Department allowing the Department to be able to be compliant in providing employers relief from charges, if applicable. Audit procedures completed during the 2015 Single Audit indicated that the iUS is effective in tracking the program integrity requirements.

Current Status: Closed

VOCATIONAL REHABILITATION, DEPARTMENT OF (Department)

FINDING 2014-227
Documentation to support the performance of internal control procedures and adherence to compliance requirements could not be provided for the Vocational Rehabilitation grants.

Recommendation: We recommended that the Division retain documentation of compliance and performance of internal control procedures in an organized and known location so that, in the event of expected or unexpected staff turnover, documents may be accessible and retrieved.

Audit Follow-up: The Division has implemented changes to their procedures and made an effort to inform individuals where files are kept and how work is to be completed. The fiscal staff is aware of where documents are filed and have included references in their desktop manuals.

The staff member responsible for preparing the Division's Indirect Costs Rate Proposal (ICRP) maintains the documentation. We were provided with an approved copy of the fiscal year 2015 ICRP. We noted that the ICRP was reviewed and approved by the Administrator and was accompanied by a complete set of schedules and supporting calculations.

The Division also maintains documentation of their review of new vendors against the federal Excluded Parties List System (EPLS). As part of our follow-up work performed in October 2015, we reviewed documentation and verified that new vendors used by the Division were being checked against the EPLS; however, during our Single Audit work for fiscal year 2015, we noted that no review of the EPLS was being performed on existing vendors.

Current Status: Open; partially repeated as Finding 2015-211