Single
Audit Report

For the Fiscal Year Ended June 30, 2017



State of Idaho

Legislative Services Office – Audits Division



Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Eric Milstead
Director

March 29, 2018

Honorable C.L. "Butch" Otter, Governor
Honorable Representative Maxine Bell, JFAC Co-Chair
Honorable Senator Shawn Keough, JFAC Co-Chair
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, 2017. This report complies with the audit requirements placed on the State of Idaho as a condition for receiving $2,801,582,614 in federal assistance (colleges and universities, Idaho Housing and Finance Association, and Idaho Health Insurance Exchange are reported separately).

Idaho does a good job administering its federal funds in compliance with applicable laws and regulations. Questioned costs for fiscal year 2017 totaled $93,911 known, and $127,258 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.

Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) was issued pursuant to the Office of Management and Budget (OMB) *Circular A-133* to facilitate the implementation of the Single Audit Act as amended in 1996. Uniform Guidance 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."

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 Uniform Guidance

- Schedules of Expenditures of Federal Awards

- Auditor's Results

- Management's Basic Financial Statements Findings Corrective Action Plan

- Management's Federal Findings Corrective Action Plan

- Management's Follow-up for Prior Findings (basic financial statements and federal 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, 2017

TABLE OF CONTENTS*

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* 1

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 Uniform Guidance 3

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
- Schedule of Expenditures of Federal Awards by Federal Agency 6
- Schedule of Expenditures of Federal Awards by State Agency 14
- Notes to Schedules of Expenditures of Federal Awards 22

AUDITOR'S RESULTS
- Summary of Auditor's Results 25
- Schedule of Basic Financial Statements Findings 26
- Basic Financial Statements Findings 27
- Schedule of Federal Findings and Questioned Costs 31
- Federal Findings and Questioned Costs 33

MANAGEMENT'S BASIC FINANCIAL STATEMENTS FINDINGS CORRECTIVE ACTION PLAN 55

MANAGEMENT'S FEDERAL FINDINGS CORRECTIVE ACTION PLAN 59

SCHEDULES OF PRIOR FINDINGS
- Schedule of Basic Financial Statements Prior Findings 71
- Schedule of Federal Prior Findings and Questioned Costs 72

MANAGEMENT'S FOLLOW-UP FOR PRIOR FEDERAL FINDINGS 74

*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

Eric Milstead
Director

Serving Idaho's Citizen Legislature

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*

December 20, 2017

Honorable C.L. "Butch" Otter, Governor
Honorable Representative Maxine Bell, JFAC Co-Chair
Honorable Senator Shawn Keough, JFAC Co-Chair
Honorable Brandon D Woolf, State Controller

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the 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, 2017, 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 20, 2017. 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, Idaho Fish and Wildlife Foundation, 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 High 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 (including The Housing Company, a discretely presented component unit of 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 Boise State University Foundation, Eastern Idaho Technical College Foundation, Idaho State University Foundation, Idaho Fish and Wildlife Foundation, Idaho Housing and Finance Association (including The Housing Company, a discretely presented component unit of the Idaho Housing and Finance Association), 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 State of Idaho's internal control.

Mike Nugent, Manager
Research & Legislation

Paul Headlee, Manager
Budget & Policy Analysis

April Renfro, Manager
Legislative Audits

Glenn Harris, Manager
Information Technology

Statehouse, P.O. Box 83720
Boise, Idaho 83720-0054

Tel: 208-334-2475
www.legislature.idaho.gov

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Basic Financial Statement Findings that we consider to be significant deficiencies: 2017-101 and 2017-102.

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 disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

State of Idaho's Response to Findings

The State of Idaho's response to the findings identified in our audit are described in the accompanying Basic Financial Statement Findings and Management's Corrective Action Plan. The State of Idaho's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Sincerely,



April Renfro, CPA, Manager
Legislative Audits Division



Legislative Services Office
Idaho State Legislature

Eric Milstead
Director

Serving Idaho's Citizen Legislature

March 29, 2018
December 20, 2017

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 Uniform Guidance

Honorable C.L. "Butch" Otter, Governor
Honorable Representative Maxine Bell, JFAC Co-Chair
Honorable Senator Shawn Keough, JFAC Co-Chair
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 U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the State of Idaho's major federal programs for the year ended June 30, 2017. The State of Idaho's major federal programs are identified in the Summary of Auditor's Results.

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, and Idaho Health Insurance Exchange, which received $2,453,187,893 in federal awards which is not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2017. Our compliance audit, described below, did not 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, and Idaho Health Insurance Exchange because these entities engaged other auditors to perform an audit in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Uniform Guidance. Those standards and the Uniform Guidance 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.

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.

Opinion on Each Major Federal Program

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 major federal programs for the year ended June 30, 2017.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance with the compliance requirements referred to above that are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Federal Findings and Questioned Costs as items 2017-201, 2017-204, 2017-205, 2017-206, 2017-207, 2017-209, 2017-210 2017-211, 2017-212, 2017-213, 2017-214, and 2017-215. 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 are described in the accompanying Federal Findings and Questioned Costs and Management's Federal Findings Corrective Action Plan. The State of Idaho's responses and corrective action plan were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on them.

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 as a basis for designing 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 the Uniform Guidance, 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.

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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance,

as described in the accompanying Federal Findings and Questioned Costs as items 2017-201, 2017-202, 2017-203, 2017-204, 2017-205, 2017-206, 2017-207, 2017-208, 2017-209, 2017-210, 2017-211, 2017-212, 2017-213, 2017-214 and 2017-215 that we consider to be significant deficiencies.

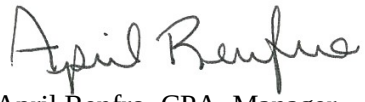
The State of Idaho's responses to the internal control over compliance findings identified in our audit are described in the accompanying Federal Findings and Questioned Costs and Management's Federal Findings Corrective Action Plan. The State of Idaho's responses and corrective action plan were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on them.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Idaho as of and for the year ended June 30, 2017, 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 20, 2017, 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 the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with 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, CPA, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
	DEPARTMENT OF AGRICULTURE				
	SNAP CLUSTER				
10.551	Supplemental Nutrition Assistance Program (SNAP)	Health and Welfare, Department of	$239,003,713	NC	
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Health and Welfare, Department of	10,642,966		$968,566
	TOTAL SNAP CLUSTER		$249,646,679		$968,566
	CHILD NUTRITION CLUSTER				
10.553	School Breakfast Program	Superintendent of Public Instruction	$18,966,382		$18,966,382
10.555	National School Lunch Program	Superintendent of Public Instruction	7,324,189	NC	7,324,189
10.555	National School Lunch Program	Superintendent of Public Instruction	53,282,985		53,282,985
10.556	Special Milk Program for Children	Superintendent of Public Instruction	91,647		91,647
10.559	Summer Food Service Program for Children	Superintendent of Public Instruction	4,474,221		4,319,676
	TOTAL CHILD NUTRITION CLUSTER		$84,139,424		$83,984,879
	FOOD DISTRIBUTION CLUSTER				
10.565	Commodity Supplemental Food Program	Aging, Commission on	$168,467		$145,041
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	279,454		278,198
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Department of	2,954,542	NC	
	TOTAL FOOD DISTRIBUTION CLUSTER		$3,402,463		$423,239
	NON-CLUSTERED PROGRAMS				
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Department of	$1,463,754		$583,600
10.028	Wildlife Services	Fish and Game, Department of	13,314		
10.162	Inspection Grading and Standardization	Agriculture, Department of	61,309		
10.163	Market Protection and Promotion	Agriculture, Department of	43,600		
10.171	Organic Certification Cost Share Programs	Agriculture, Department of	137,668		124,644
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Health and Welfare, Department of	25,298,301		7,603,302
10.558	Child and Adult Care Food Program	Superintendent of Public Instruction	8,185,915		8,080,702
10.560	State Administrative Expenses for Child Nutrition	Superintendent of Public Instruction	1,148,335		
10.574	Team Nutrition Grants	Superintendent of Public Instruction	254,278		17,278
10.578	WIC Grants To States (WGS)	Health and Welfare, Department of	103,882		103,698
10.579	Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Instruction	460,848		200,974
10.582	Fresh Fruit and Vegetable Program	Superintendent of Public Instruction	2,004,059		1,882,806
10.589	Child Nutrition Direct Certification Performance Awards	Superintendent of Public Instruction	1		
10.604	Technical Assistance for Specialty Crops	Agriculture, Department of	38,539		
10.664	Cooperative Forestry Assistance	Lands, Department of	2,710,415		1,395,559
10.676	Forest Legacy Program	Lands, Department of	5,968,399		5,914,354
10.680	Forest Health Protection	Agriculture, Department of	53,900		49,511
10.680	Forest Health Protection	Lands, Department of	32,127		
10.693	Watershed Restoration and Enhancement Agreement Authority	Transportation Department, Idaho	781		
10.902	Soil & Water Conservation	Lands, Department of	29,968		
10.912	Environmental Quality Incentives Program	Transportation Department, Idaho	483,264		
10.932	Emergency Watershed Protection	Lands, Department of	3,896		
10.950	Agricultural Statistics Reports	Agriculture, Department of	11,149		
10.U01	US Forest Services Roadless Cost Share	Species Conservation, Office of	11,769		
10.U02	Forest Service Aquatic Invasive Species Monitoring	Agriculture, Department of	25,581		
10.U03	Miscellaneous Natural Resources Conservation Service Grants	Fish and Game, Department of	105,781		
10.U04	Miscellaneous Forest Service Grants	Fish and Game, Department of	179,976		
	Pass-Through From Non-State Entities				
10.674	Wood Utilization Assistance	Energy Resources, Office of	72,946	PT	
	U.S.D.A Forest Service - Northern Region; Grantor Number 13-CA-11010000-022				
10.912	Environmental Quality Incentives Program	Environmental Quality, Department of	465	PT	
	Willamette Partnership; Grantor Number MOA 6621				
	TOTAL NON-CLUSTERED PROGRAMS		48,904,220		25,956,428
	TOTAL DEPARTMENT OF AGRICULTURE		$386,092,786		$111,333,112
	DEPARTMENT OF COMMERCE				
11.436	Columbia River Fisheries Development Program	Fish and Game, Department of	$1,158,685		
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Fish and Game, Department of	246,136		
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Species Conservation, Office of	2,611,921		$2,549,419
11.441	Regional Fishery Management Councils	Fish and Game, Department of	48,595		
11.549	State and Local Implementation Grant Program	Military, Division of	369,026		
11.U05	Miscellaneous NOAA Grants	Fish and Game, Department of	1,013,505		
	TOTAL DEPARTMENT OF COMMERCE		$5,447,868		$2,549,419
	DEPARTMENT OF DEFENSE				
12.113	Agreement Program for the Reimbursement of Technical Services	Environmental Quality, Department of	$180,393		
12.401	National Guard Military Operations and Maintenance Projects	Military, Division of	33,976,190		
12.401	National Guard Military Operations and Maintenance Projects	Military, Division of	56,260	NC	
12.404	National Guard Challenge Program	Military, Division of	2,563,842		
12.U06	Miscellaneous Army Corps of Engineers Grants	Fish and Game, Department of	$304		
	TOTAL DEPARTMENT OF DEFENSE		$36,776,685		

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
	HOUSING AND URBAN DEVELOPMENT				
14.171	Manufactured Home Dispute Resolution	Building Safety, Division of	$59,879		
14.228	Community Development Block Grants/State's Program	Commerce, Department of	7,043,735		$6,785,139
	TOTAL HOUSING AND URBAN DEVELOPMENT		$7,103,614		$6,785,139
	DEPARTMENT OF THE INTERIOR				
	FISH AND WILDLIFE CLUSTER				
15.605	Sport Fish Restoration	Fish and Game, Department of	$6,077,442		
15.611	Wildlife Restoration and Basic Hunter Education	Fish and Game, Department of	12,630,006		
	TOTAL FISH AND WILDLIFE CLUSTER		$18,707,448		
	NON-CLUSTERED PROGRAMS				
15.130	Indian Education Assistance to Schools	Superintendent of Public Instruction	$42,079		$42,079
15.224	Cultural and Paleontological Resource Management	Historical Society, Idaho State	24,252		
15.225	Recreation Resource Management	Fish and Game, Department of	4,512		
15.228	BLM Wildland Urban Interface Community Fire Assistance	Lands, Department of	831		
15.230	Invasive and Noxious Plant Management	Fish and Game, Department of	14,811		
15.231	Fish, Wildlife and Plant Conservation Resource Management	Fish and Game, Department of	212,648		
15.231	Fish, Wildlife and Plant Conservation Resource Management	Species Conservation, Office of	5,394		
15.236	Environmental Quality and Protection Resource Management	Environmental Quality, Department of	90,644		
15.236	Environmental Quality and Protection Resource Management	Fish and Game, Department of	1,649		
15.238	Challenge Cost Share	Fish and Game, Department of	191,603		
15.238	Challenge Cost Share	Historical Society, Idaho State	4,069		
15.238	Challenge Cost Share	Parks and Recreation, Department of	5,000		
15.507	WaterSMART (Sustaining and Manage America's Resources for Tomorrow)	Water Resources, Department of	105,769		105,769
15.517	Fish and Wildlife Coordination Act	Fish and Game, Department of	711,316		
15.517	Fish and Wildlife Coordination Act	Species Conservation, Office of	242,146		230,300
15.524	Recreation Resources Management	Parks and Recreation, Department of	309,267		
15.615	Cooperative Endangered Species Conservation Fund	Fish and Game, Department of	572,083		210,292
15.615	Cooperative Endangered Species Conservation Fund	Species Conservation, Office of	1,083,220		1,006,666
15.622	Sportfishing and Boating Safety Act	Parks and Recreation, Department of	11,404		11,404
15.631	Partners for Fish and Wildlife	Fish and Game, Department of	31,622		
15.634	State Wildlife Grants	Fish and Game, Department of	503,366		
15.655	Migratory Bird Monitoring, Assessment and Conservation	Fish and Game, Department of	3,106		
15.657	Endangered Species Conservation - Recovery Implementation Funds	Fish and Game, Department of	109,297		
15.657	Endangered Species Conservation - Recovery Implementation Funds	Lands, Department of	34,228		
15.657	Endangered Species Conservation - Recovery Implementation Funds	Species Conservation, Office of	235,967		232,084
15.660	Endangered Species - Candidate Conservation Action Funds	Lands, Department of	4,541		
15.660	Endangered Species - Candidate Conservation Action Funds	Species Conservation, Office of	15,000		10,000
15.661	Lower Snake River Compensation Plan	Fish and Game, Department of	7,143,917		
15.670	Adaptive Science	Fish and Game, Department of	9,271		
15.904	Historic Preservation Fund Grants-in-Aid	Historical Society, Idaho State	803,723		20,477
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Parks and Recreation, Department of	118,666		118,666
15.926	American Battlefield Protection	Historical Society, Idaho State	5,674		
15.944	Natural Resource Stewardship	Parks and Recreation, Department of	520,608		
	TOTAL NON-CLUSTERED PROGRAMS		$13,171,683		$1,987,737
	TOTAL DEPARTMENT OF THE INTERIOR		$31,879,131		$1,987,737
	DEPARTMENT OF JUSTICE				
16.013	Violence Against Women Act Court Training and Improvement Grants	Judicial Department	$129,178		
16.017	Sexual Assault Services Formula Program	Police, Idaho State	239,264		$230,820
16.021	Justice Systems Response to Families	Judicial Department	28,421		
16.523	Juvenile Accountability Block Grants	Juvenile Corrections, Department of	29,924		19,277
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Juvenile Corrections, Department of	190,694		109,689
16.543	Missing Children's Assistance	Attorney General, Office of the	164,098		
16.550	State Justice Statistics Program for Statistical Analysis Centers	Police, Idaho State	109,425		64,596
16.575	Crime Victim Assistance	Health and Welfare, Department of	5,780,356		5,682,007
16.576	Crime Victim Compensation	Industrial Commission	800,000		
16.582	Crime Victim Assistance/Discretionary Grants	Health and Welfare, Department of	9,230		
16.585	Drug Court Discretionary Grant Program	Judicial Department	147,382		
16.588	Violence Against Women Formula Grants	Police, Idaho State	980,202		860,681
16.593	Residential Substance Abuse Treatment for State Prisoners	Police, Idaho State	100,649		96,213
16.606	State Criminal Alien Assistance Program	Correction, Department of	231,061		
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	959,501		669,247
16.741	DNA Backlog Reduction Program	Police, Idaho State	452,478		
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Police, Idaho State	41,610		
16.751	Edward Byrne Memorial Competitive Grant Program	Police, Idaho State	95,577		
16.813	NICS Act Record Improvement Program	Police, Idaho State	77,594		
16.922	Equitable Sharing Program	Police, Idaho State	86,452		
	Pass-Through From Non-State Entities				
16.751	Edward Byrne Memorial Competitive Grant Program	Correction, Department of	242,550	PT	
	Council of State Governments; Grantor Number 16-SA-161-2382				
	TOTAL DEPARTMENT OF JUSTICE		$10,895,646		$7,732,530

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
	DEPARTMENT OF LABOR				
	EMPLOYMENT SERVICE CLUSTER				
17.207	Employment Service/Wagner-Peyser Funded Activities	Labor, Department of	$7,311,377		
17.801	Disabled Veterans' Outreach Program	Labor, Department of	1,076,440		
	TOTAL EMPLOYMENT SERVICE CLUSTER		$8,387,817		
	WIOA CLUSTER				
17.258	WIA/WIOA Adult Program	Labor, Department of	$2,947,283		$173,216
17.259	WIA/WIOA Youth Activities	Labor, Department of	2,253,508		39,957
17.278	WIA/WIOA Dislocated Workers Formula Grants	Labor, Department of	1,960,411		111,324
	TOTAL WIOA CLUSTER		$7,161,202		$324,497
	NON-CLUSTER PROGRAMS				
17.201	Registered Apprenticeship	Labor, Department of	$113,773		
17.225	Unemployment Insurance	Labor, Department of	121,049,321		
17.235	Senior Community Service Employment Program	Aging, Commission on	405,211		$385,713
17.245	Trade Adjustment Assistance	Labor, Department of	1,771,670		
17.271	Work Opportunity Tax Credit (WOTC) Program	Labor, Department of	48,700		
17.273	Temporary Labor Certification for Foreign Workers	Labor, Department of	347,887		
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Labor, Department of	2,812,324		196,231
17.281	WIA/WIOA Dislocated Worker National Reserve Technical Assistance and Training	Labor, Department of	(4,301)		
17.285	Apprenticeship USA Grants	Labor, Department of	216,094		79,540
	TOTAL NON-CLUSTERED PROGRAMS		$126,760,679		$661,484
	TOTAL DEPARTMENT OF LABOR		$142,309,698		$985,981
	DEPARTMENT OF TRANSPORTATION				
	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER				
20.205	Highway Planning and Construction	Transportation Department, Idaho	$247,044,791		$2,484,600
20.219	Recreational Trails Program	Parks and Recreation, Department of	1,532,380		1,275,945
	TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER		$248,577,171		$3,760,545
	FEDERAL TRANSIT CLUSTER				
20.500	Federal Transit - Capital Investment Grants	Transportation Department, Idaho	$302,652		$302,652
20.526	Bus and Bus Facilities Formula Program	Transportation Department, Idaho	830,484		830,484
	TOTAL FEDERAL TRANSIT CLUSTER		$1,133,136		$1,133,136
	TRANSIT SERVICES PROGRAMS CLUSTER				
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Transportation Department, Idaho	$727,065		$631,168
20.516	Job Access - Reverse Commute	Transportation Department, Idaho	123,375		123,375
20.521	New Freedom Program	Transportation Department, Idaho	131,258		131,258
	TOTAL TRANSIT SERVICES PROGRAMS CLUSTER		$981,698		$885,801
	HIGHWAY SAFETY CLUSTER				
20.600	State and Community Highway Safety	Transportation Department, Idaho	$1,967,593		$1,263,941
20.616	National Priority Safety Programs	Transportation Department, Idaho	1,787,887		1,237,754
	TOTAL HIGHWAY SAFETY CLUSTER		$3,755,480		$2,501,695
	NON-CLUSTERED PROGRAMS				
20.106	Airport Improvement Program	Transportation Department, Idaho	$219,332		
20.218	Motor Carrier Safety Assistance	Police, Idaho State	1,605,342		
20.232	Commercial Driver's License Program Improvement Grant	Transportation Department, Idaho	562,424		
20.233	Border Enforcement Grants	Police, Idaho State	82,353		
20.237	Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	Transportation Department, Idaho	485,019		
20.505	Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	Transportation Department, Idaho	119,901		
20.509	Formula Grants for Rural Areas	Transportation Department, Idaho	6,965,060		$6,729,443
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Transportation Department, Idaho	32,804		9,728
20.700	Pipeline Safety	Public Utilities Commission	221,394		
20.703	Interagency Hazardous Materials Public Sector Training & Planning Grants	Military, Division of	140,131		115,335
20.720	State Damage Prevention (SDP) Program Grants - 2016	Building Safety, Division of	13,256		
	TOTAL NON-CLUSTERED PROGRAMS		$10,447,016		$6,854,506
	TOTAL DEPARTMENT OF TRANSPORTATION		$264,894,501		$15,135,683
	US TREASURY				
21.016	Equitable Share	Police, Idaho State	$122,674		
	TOTAL US TREASURY		$122,674		
	GENERAL SERVICES ADMINISTRATION				
39.003	Donation of Federal Surplus Personal Property	Administration, Department of	$849,732	NC	
	TOTAL GENERAL SERVICES ADMINISTRATION		$849,732		
	NATIONAL ENDOWMENT FOR THE HUMANITIES				
45.025	Promotion of the Arts - Partnership Agreements	Arts, Commission on the	$890,277		$322,231

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
45.149	Promotion of the Humanities - Division of Preservation and Access	Historical Society, Idaho State	203,056		
	Pass-Through From Non-State Entities				
45.129	Promotion of the Humanities - Federal/State Partnership	Libraries, Idaho Commission for	$17,793	PT	
	Idaho Humanities Council; Grantor Number H15001, H16001				
	TOTAL NATIONAL FOUNDATION ON ARTS & HUMANITIES		$1,111,126		$322,231
	INSTITUTE OF MUSEUM AND LIBRARY SERVICES				
45.310	Grants to States	Libraries, Idaho Commission for	$1,269,378		$33,131
	TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES		$1,269,378		$33,131
	SMALL BUSINESS ADMINISTRATION				
59.061	State Trade Expansion	Commerce, Department of	$381,297		$210,840
	TOTAL SMALL BUSINESS ADMINISTRATION		$381,297		$210,840
	DEPARTMENT OF VETERANS AFFAIRS				
64.014	Veterans State Domiciliary Care	Veterans Services, Division of	$509,619		
64.015	Veterans State Nursing Home Care	Veterans Services, Division of	13,859,961		
64.101	Burial Expenses Allowances for Veterans	Veterans Services, Division of	362,928		
	TOTAL DEPARTMENT OF VETERANS AFFAIRS		$14,732,508		
	ENVIRONMENTAL PROTECTION AGENCY				
	CLEAN WATER STATE REVOLVING FUND CLUSTER				
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Department of	$6,398,162		$5,725,950
	TOTAL CLEAN WATER STATE REVOLVING FUND CLUSTER		$6,398,162		$5,725,950
	DRINKING WATER STATE REVOLVING FUND CLUSTER				
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Department of	$9,151,350		$6,125,000
	TOTAL DRINKING WATER STATE REVOLVING FUND CLUSTER		$9,151,350		$6,125,000
	NON-CLUSTERED PROGRAMS				
66.001	Air Pollution Control Program Support	Environmental Quality, Department of	$1,088,355		
66.032	State Indoor Radon Grants	Health and Welfare, Department of	80,314		
66.034	Surveys, Studies, Res., Invest. Demos and Spec. Purpose Act. - Clean Air Act	Environmental Quality, Department of	390,372		
66.039	National Clean Diesel Emissions Reduction Program	Environmental Quality, Department of	12,431		
66.040	State Clean Diesel Grant Program	Environmental Quality, Department of	48,048		
66.202	Congressionally Mandated Projects	Environmental Quality, Department of	174,256		
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Department of	2,245,583		
66.432	State Public Water System Supervision	Environmental Quality, Department of	1,443,919		
66.433	State Underground Water Source Protection	Water Resources, Department of	102,774		
66.454	Water Quality Management Planning	Environmental Quality, Department of	59,987		
66.460	Nonpoint Source Implementation Grants	Environmental Quality, Department of	2,130,275		$1,434,633
66.461	Regional Wetland Program Development Grants	Fish and Game, Department of	44,802		
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Quality, Department of	70,754		
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Agriculture, Department of	444,729		
66.708	Pollution Prevention Grants Program	Environmental Quality, Department of	86,328		
66.801	Hazardous Waste Management State Program Support	Environmental Quality, Department of	331,235		
66.802	Superfund St., Pol. Sub./Indian Tribe Site - Specific Coop. Agmts.	Environmental Quality, Department of	7,557,208		5,216,455
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Quality, Department of	426,882		
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Quality, Department of	515,578		
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Quality, Department of	180,556		
66.817	State and Tribal Response Program Grants	Environmental Quality, Department of	960,867		
	TOTAL NON-CLUSTERED PROGRAMS		$18,395,253		$6,651,088
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		$33,944,765		$18,502,038
	DEPARTMENT OF ENERGY				
81.041	State Energy Program	Energy Resources, Office of	$354,887		$283,706
81.042	Weatherization Assistance for Low-Income Persons	Health and Welfare, Department of	1,859,311		1,819,514
81.119	State Energy Program Special Projects	Energy Resources, Office of	278,180		
81.214	Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	Environmental Quality, Department of	1,140,500		
81.502	Miscellaneous Federal Assistance Activities	Environmental Quality, Department of	1,288,150		
81.U11	Clearwater Focus Program	Species Conservation, Office of	101,767		
81.U13	Idaho Accord Water Transactions	Species Conservation, Office of	253,701		143,190
81.U14	Tributary Water Conservation	Water Resources, Department of	195,935		
81.U15	Pahsimeroi River Habitat	Species Conservation, Office of	23,349		23,349
81.U16	Lower Clearwater Potlatch Watershed	Species Conservation, Office of	193,080		193,080
81.U17	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Department of	12,022,917		
81.U18	Weatherization Conference	Health and Welfare, Department of	601,161		15,620
81.U19	Lemhi River Restoration Planning	Species Conservation, Office of	2,604,039		2,218,205
	Pass-Through From Non-State Entities				
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant	Environmental Quality, Department of	219,478	PT	
	Western Governors' Association; Grantor Number MOA-30-316-04B, MOA-30-316-04C				
	TOTAL DEPARTMENT OF ENERGY		$21,136,455		$4,696,664

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
	DEPARTMENT OF EDUCATION				
	SPECIAL EDUCATION CLUSTER (IDEA)				
84.027	Special Education - Grants to States	Superintendent of Public Instruction	$57,341,857		$55,479,981
84.173	Special Education - Preschool Grants	Superintendent of Public Instruction	2,221,762		2,216,434
	TOTAL SPECIAL EDUCATION CLUSTER (IDEA)		$59,563,619		$57,696,415
	NON-CLUSTERED PROGRAMS				
84.002	Adult Education - Basic Grants to States	Career-Technical Education, Division of	$2,204,956		$2,136,025
84.010	Title I Grants to Local Educational Agencies	Superintendent of Public Instruction	58,263,228		57,212,518
84.011	Migrant Education - State Grant Program	Superintendent of Public Instruction	3,380,769		2,968,050
84.013	Title I State Agency Program for Neglected & Delinquent Children & Youth	Superintendent of Public Instruction	466,441		466,295
84.048	Career and Technical Education - Basic Grants to States	Career-Technical Education, Division of	6,625,904		5,985,461
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Blind and Visually Impaired, Commission for the	2,912,325		
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Vocational Rehabilitation, Division of	14,364,963		
84.144	Migrant Education - Coordination Program	Superintendent of Public Instruction	54,212		
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	2,769,199		
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Blind and Visually Impaired, Commission for the	5,904		
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Vocational Rehabilitation, Division of	304,316		
84.196	Education for Homeless Children and Youth	Superintendent of Public Instruction	255,314		182,025
84.287	Twenty-First Century Community Learning Centers	Superintendent of Public Instruction	6,571,899		6,290,741
84.323	Special Education - State Personnel Development	Superintendent of Public Instruction	642,152		155,638
84.330	Advanced Placement Program	Superintendent of Public Instruction	52,326		
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Board of Education	1,549,772		1,549,772
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Superintendent of Public Instruction	1,413,822		956,637
84.358	Rural Education	Juvenile Corrections, Department of	12,587		
84.358	Rural Education	Superintendent of Public Instruction	664,137		616,167
84.365	English Language Acquisition State Grants	Superintendent of Public Instruction	1,972,060		1,841,038
84.366	Mathematics and Science Partnerships	Superintendent of Public Instruction	634,833		583,796
84.367	Supporting Effective Instruction State Grant	Education, State Board of	250,823		250,823
84.367	Supporting Effective Instruction State Grant	Superintendent of Public Instruction	10,622,163		10,192,247
84.369	Grants for State Assessments and Related Activities	Superintendent of Public Instruction	2,989,624		
84.372	Statewide Longitudinal Data Systems	Education, State Board of	356,926		356,926
84.377	School Improvement Grants	Superintendent of Public Instruction	3,016,664		2,899,054
84.378	College Access Challenge Grant Program	Education, State Board of	345,628		345,628
	TOTAL NON-CLUSTERED PROGRAMS		$122,927,947		$94,988,841
	TOTAL DEPARTMENT OF EDUCATION		$182,491,566		$152,685,256
	NATIONAL ARCHIVES AND RECORDS ADMINISTRATION				
89.003	National Historical Publications and Records Grants	Historical Society, Idaho State	$15,339		$14,013
	TOTAL NATIONAL ARCHIVES & RECORDS ADMINISTRATION		$15,339		$14,013
	HEALTH AND HUMAN SERVICES				
	AGING CLUSTER				
93.044	Grants for Supportive Services and Senior Centers	Aging, Commission on	$1,900,663		$1,878,584
93.045	Nutrition Services	Aging, Commission on	3,263,601		2,634,429
93.053	Nutrition Services Incentive Program	Aging, Commission on	774,236		774,236
	TOTAL AGING CLUSTER		$5,938,500		$5,287,249
	MATERNAL, INFANT, AND EARLY CHILDHOOD HOME VISITING CLUSTER				
93.505	Affordable Care Act Maternal, Infant, & Early Childhood Home Visit. Prog.	Health and Welfare, Department of	$3,802,618		$3,284,130
	TOTAL MATERNAL, INFANT, AND EARLY CHILDHOOD HOME VISITING CLUSTER		$3,802,618		$3,284,130
	TANF CLUSTER				
93.558	Temporary Assistance for Needy Families	Health and Welfare, Department of	$25,323,129		$1,565,882
	TOTAL TANF CLUSTER		$25,323,129		$1,565,882
	CCDF CLUSTER				
93.575	Child Care and Development Block Grant	Health and Welfare, Department of	$31,222,048		$5,071,621
93.596	Child Care Mandatory & Matching Funds of Child Care & Develop. Fund	Health and Welfare, Department of	5,064,871		
	TOTAL CCDF CLUSTER		$36,286,919		$5,071,621
	MEDICAID CLUSTER				
93.775	State Medicaid Fraud Control Units	Attorney General, Office of the	$615,676		
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Welfare, Department of	2,342,631		
93.778	Medical Assistance Program	Health and Welfare, Department of	1,313,278,661		$852,419
	TOTAL MEDICAID CLUSTER		$1,316,236,968		$852,419
	NON-CLUSTER PROGRAMS				
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Aging, Commission on	$23,951		
93.042	Long Term Care Ombudsman Services for Older Individuals	Aging, Commission on	101,765		$94,244
93.043	Disease Prevention and Health Promotion Services	Aging, Commission on	97,679		78,928
93.048	Special Programs for the Aging - Discretionary Projects	Aging, Commission on	397,207		239,965
93.052	National Family Caregiver Support	Aging, Commission on	696,456		531,353
93.069	Public Health Emergency Preparedness	Health and Welfare, Department of	4,838,270		2,929,323
93.071	Medicare Enrollment Assistance Program	Aging, Commission on	139,640		114,582
93.072	Lifespan Respite Care Program	Aging, Commission on	56,649		35,870

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
93.074	Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Health and Welfare, Department of	635,986		449,114
93.079	Promote Adolescent Health - Sch.-Bsd HIV/STD Prev. & Sch.-Bsd Surv.	Superintendent of Public Instruction	74,551		
93.090	Guardianship Assistance	Health and Welfare, Department of	18,874		
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Welfare, Department of	227,490		154,536
93.103	Food and Drug Administration Research	Agriculture, Department of	$109,548		$10,704
93.103	Food and Drug Administration Research	Health and Welfare, Department of	59,238		
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Department of	106,739		
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Welfare, Department of	190,063		93,758
93.127	Emergency Medical Services for Children	Health and Welfare, Department of	91,894		
93.130	Coop. Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Welfare, Department of	231,131		2,565
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Welfare, Department of	363,406		127,395
93.150	Projects for Assistance in Transition from Homelessness	Health and Welfare, Department of	298,895		
93.165	Grants to States for Loan Repayment Program	Health and Welfare, Department of	179,981		154,680
93.217	Family Planning - Services	Health and Welfare, Department of	1,537,755		1,364,607
93.240	State Capacity Building	Health and Welfare, Department of	161,505		
93.241	State Rural Hospital Flexibility Program	Health and Welfare, Department of	584,843		212,930
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Drug Policy, Office of	2,495,577		2,495,577
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Welfare, Department of	4,355,996		
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Judicial Department	61,882		
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Superintendent of Public Instruction	87,285		
93.251	Universal Newborn Hearing Screening	Health and Welfare, Department of	268,402		
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	992,792		135,474
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	24,149,165	NC	
93.270	Adult Viral Hepatitis Prevention and Control	Health and Welfare, Department of	30,630		
93.283	Centers for Disease Control & Prevention - Investigations & Tech. Assist.	Health and Welfare, Department of	701,157		309,987
93.301	Small Rural Hospital Improvement Grant Program	Health and Welfare, Department of	252,476		232,740
93.305	National State Based Tobacco Control Programs	Health and Welfare, Department of	848,530		278,279
93.314	Early Hearing Detection/Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Welfare, Department of	110,577		
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Health and Welfare, Department of	725,014		17,181
93.324	State Health Insurance Assistance Program	Insurance, Department of	443,484		
93.336	Behavioral Risk Factor Surveillance System	Health and Welfare, Department of	33,701		
93.369	ACL Independent Living State Grants	Blind and Visually Impaired, Commission for the	175,780		
93.369	ACL Independent Living State Grants	Vocational Rehabilitation, Division of	155,152		
93.521	Affordable Care Act Build Epi., Lab., & Health Info. Sys. Cap. in ELC & EIP	Health and Welfare, Department of	356,682		133,717
93.539	PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	Health and Welfare, Department of	1,381,234		92,983
93.556	Promoting Safe and Stable Families	Health and Welfare, Department of	1,383,159		38,882
93.563	Child Support Enforcement	Health and Welfare, Department of	20,262,171		
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Welfare, Department of	1,774,620		346,637
93.568	Low-Income Home Energy Assistance	Health and Welfare, Department of	20,211,077		9,647,010
93.569	Community Services Block Grant	Health and Welfare, Department of	3,700,235		3,649,523
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Welfare, Department of	141,209		130,488
93.586	State Court Improvement Program	Judicial Department	331,139		
93.590	Community-Based Child Abuse Prevention Grants	Health and Welfare, Department of	188,049		
93.597	Grants to States for Access and Visitation Programs	Health and Welfare, Department of	99,997		
93.599	Chafee Education and Training Vouchers Program	Health and Welfare, Department of	56,221		
93.600	Head Start	Health and Welfare, Department of	122,651		
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Welfare, Department of	2		
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance	Health and Welfare, Department of	9,653,039		1,765,032
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Welfare, Department of	431,500		
93.643	Children's Justice Grants To States	Health and Welfare, Department of	127,064		
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Welfare, Department of	1,401,758		
93.658	Foster Care - Title IV-E	Health and Welfare, Department of	11,347,117		13,996
93.659	Adoption Assistance	Health and Welfare, Department of	7,671,812		
93.667	Social Services Block Grant	Health and Welfare, Department of	9,384,921		1,151,209
93.669	Child Abuse and Neglect State Grants	Health and Welfare, Department of	167,841		
93.671	Family Violence Prevent & Srvcs/Domestic Violence Shelter & Sup. Srvcs	Health and Welfare, Department of	937,609		877,461
93.674	Chafee Foster Care Independence Program	Health and Welfare, Department of	525,179		
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance Funded in Part by PPHF	Health and Welfare, Department of	457,419		
93.735	State Pub. Health Approach Ensuring Quitline Cap. Funded in Part by PPHF	Health and Welfare, Department of	55,501		
93.745	PPHF: Health Care Surveillance/Health Statistics – Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public Health Fund	Health and Welfare, Department of	179,549		
93.747	Elder Abuse Prevention Interventions Program	Aging, Commission on	3,592		
93.752	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds	Health and Welfare, Department of	1,665,699		392,998
93.757	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	Health and Welfare, Department of	1,360,434		335,878
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Welfare, Department of	578,818		359,747
93.767	Children's Health Insurance Program	Health and Welfare, Department of	73,027,797		
93.788	Opioid STR	Health and Welfare, Department of	2		
93.791	Money Follows the Person Rebalancing Demonstration	Health and Welfare, Department of	3,252,141		6,100
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	Health and Welfare, Department of	1,232,208		
93.800	Organized Approaches to Increase Colorectal Cancer Screening	Health and Welfare, Department of	497,950		85,886
93.815	Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Health and Welfare, Department of	174,990		
93.889	National Bioterrorism Hospital Preparedness Program	Health and Welfare, Department of	1,360,403		983,386
93.913	Grants to States for Operation of State Offices of Rural Health	Health and Welfare, Department of	183,917		16,686
93.917	HIV Care Formula Grants	Health and Welfare, Department of	2,767,716		123,847

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
93.940	HIV Prevention Activities - Health Department Based	Health and Welfare, Department of	800,827		327,319
93.944	HIV/AIDS Surveillance	Health and Welfare, Department of	138,492		42,986
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Welfare, Department of	1,221,090		682,846
93.958	Block Grants for Community Mental Health Services	Health and Welfare, Department of	$2,559,363		$142,214
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Welfare, Department of	10,166,362		
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Welfare, Department of	384,471		249,568
93.994	Maternal and Child Health Services Block Grant to the States	Health and Welfare, Department of	2,908,361		1,494,730
93.U22	Clinical Laboratory Improvement Amendments	Health and Welfare, Department of	135,336		
	TOTAL NON-CLUSTER PROGRAMS		$243,879,840		$33,154,921
	TOTAL HEALTH AND HUMAN SERVICES		$1,631,467,974		$49,216,222
	CORPORATION FOR NATIONAL & COMMUNITY SERVICE				
94.003	State Commissions	Labor, Department of	$228,506		
94.006	AmeriCorps	Labor, Department of	685,101		$637,531
94.009	Training and Technical Assistance	Labor, Department of	72,201		
94.013	Volunteers in Service to America	Health and Welfare, Department of	2,307		
	TOTAL CORPORATION FOR NATIONAL & COMMUNITY SERVICE		$988,115		$637,531
	EXECUTIVE OFFICE OF THE PRESIDENT				
95.001	High Intensity Drug Trafficking Areas Program	Police, Idaho State	$56,309		$46,550
	TOTAL EXECUTIVE OFFICE OF THE PRESIDENT		$56,309		$46,550
	SOCIAL SECURITY ADMINISTRATION				
	DISABILITY INSURANCE/SSI CLUSTER				
96.001	Social Security - Disability Insurance	Labor, Department of	$10,198,179		
	TOTAL DISABILITY INSURANCE/SSI CLUSTER		$10,198,179		
	NON-CLUSTERED PROGRAMS				
96.U23	Vital Statistics Birth Records Grants	Health and Welfare, Department of	$73,098		
96.U24	Vital Statistics Cooperative Program	Health and Welfare, Department of	241,137		
96.U25	Social Security Birth and Death Reports	Health and Welfare, Department of	40,502		
	TOTAL NON-CLUSTER PROGRAMS		$354,737		
	TOTAL SOCIAL SECURITY ADMINISTRATION		$10,552,916		
	DEPARTMENT OF HOMELAND SECURITY				
97.012	Boating Safety Financial Assistance	Parks and Recreation, Department of	$1,144,243		$576,075
97.023	Community Assistance Program - State Support Services Element	Water Resources, Department of	102,248		
97.029	Flood Mitigation Assistance	Military, Division of	1,298,998		1,290,753
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Military, Division of	3,263,603		3,254,861
97.039	Hazard Mitigation Grant	Military, Division of	17,654		
97.041	National Dam Safety Program	Water Resources, Department of	108,505		
97.042	Emergency Management Performance Grants	Military, Division of	3,418,796		1,448,079
97.045	Cooperating Technical Partners	Military, Division of	124,300		
97.047	Pre-Disaster Mitigation	Military, Division of	235,913		213,130
97.067	Homeland Security Grant Program	Military, Division of	3,911,776		3,287,916
	TOTAL DEPARTMENT OF HOMELAND SECURITY		$13,626,036		$10,070,814
	RESEARCH AND DEVELOPMENT CLUSTER				
	DEPARTMENT OF AGRICULTURE				
10.170	Specialty Crop Block Grant Program - Farm Bill	Agriculture, Department of	$1,090,369	R&D	$727,494
	Research and Development Cluster: Agricultural Marketing Service				
10.304	Homeland Security - Agricultural	Agriculture, Department of	1,986	R&D PT	
	Research and Development Cluster: National Institute of Food and Agriculture University of California, Davis; Grantor Number Prime Agrmt No. 2012-37620-19626 or Research Agrmt No. 201303063-11				
	TOTAL DEPARTMENT OF AGRICULTURE		$1,092,355		$727,494
	DEPARTMENT OF INTERIOR				
15.808	U.S. Geological Survey - Research and Data Collection	Water Resources, Department of	$8,667	R&D	
	Research and Development Cluster: United States Geological Survey				
	TOTAL DEPARTMENT OF INTERIOR		$8,667		
	DEPARTMENT OF LABOR				
17.002	Labor Force Statistics	Labor, Department of	$639,818	R&D	
	Research and Development Cluster: Bureau of Labor Statistics				
17.005	Compensation and Working Conditions	Labor, Department of	5,866	R&D	
	Research and Development Cluster: Bureau of Labor Statistics				
17.266	Workforce Incentive Grant	Labor, Department of	162,503	R&D	$140,079
	Research and Development Cluster: Employment Training Administration				
	TOTAL DEPARTMENT OF LABOR		$808,187		$140,079
	DEPARTMENT OF TRANSPORTATION				
20.205	Highway Planning and Construction	Transportation Department, Idaho	$1,521,903	R&D	
	Research and Development Cluster: Federal Highway Administration				
	TOTAL DEPARTMENT OF TRANSPORTATION		$1,521,903		

*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 FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
	ENVIRONMENTAL PROTECTION AGENCY				
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Water Resources, Department of	$5,079	R&D PT	
	Research and Development Cluster: Office of Environmental Information				
	Texas Commission on Environmental Quality; Grantor Number OS-83546301/582-15-51411				
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		$5,079		
	TOTAL RESEARCH AND DEVELOPMENT CLUSTER		$3,436,191		$867,573
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$2,801,582,310		$383,812,464

*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

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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	ADMINISTRATION, DEPARTMENT OF			
39.003	Donation of Federal Surplus Personal Property	General Services Administration	$849,732	NC
	TOTAL ADMINISTRATION, DEPARTMENT OF		$849,732	
	AGING, COMMISSION ON			
10.565	Commodity Supplemental Food Program	Department of Agriculture	$168,467	
17.235	Senior Community Service Employment Program	Department of Labor	405,211	
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Health and Human Services	23,951	
93.042	Long Term Care Ombudsman Services for Older Individuals	Health and Human Services	101,765	
93.043	Disease Prevention and Health Promotion Services	Health and Human Services	97,679	
93.044	Grants for Supportive Services and Senior Centers	Health and Human Services	1,900,663	
93.045	Nutrition Services	Health and Human Services	3,263,601	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Human Services	397,207	
93.052	National Family Caregiver Support	Health and Human Services	696,456	
93.053	Nutrition Services Incentive Program	Health and Human Services	774,236	
93.071	Medicare Enrollment Assistance Program	Health and Human Services	139,640	
93.072	Lifespan Respite Care Program	Health and Human Services	56,649	
93.747	Elder Abuse Prevention Interventions Program	Health and Human Services	3,592	
	TOTAL AGING, COMMISSION ON		$8,029,117	
	AGRICULTURE, DEPARTMENT OF			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Department of Agriculture	$1,463,754	
10.162	Inspection Grading and Standardization	Department of Agriculture	61,309	
10.163	Market Protection and Promotion	Department of Agriculture	43,600	
10.170	Specialty Crop Block Grant Program - Farm Bill	Department of Agriculture	1,090,369	R&D
10.171	Organic Certification Cost Share Programs	Department of Agriculture	137,668	
10.304	Homeland Security - Agricultural	Department of Agriculture	1,986	R&D PT
10.604	Technical Assistance for Specialty Crops	Department of Agriculture	38,539	
10.680	Forest Health Protection	Department of Agriculture	53,900	
10.950	Agricultural Statistics Reports	Department of Agriculture	11,149	
10.U02	Forest Service Aquatic Invasive Species Monitoring	Department of Agriculture	25,581	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Environmental Protection Agency	444,729	
93.103	Food and Drug Administration Research	Health and Human Services	109,548	
	TOTAL AGRICULTURE, DEPARTMENT OF		$3,482,132	
	ARTS, COMMISSION ON THE			
45.025	Promotion of the Arts - Partnership Agreements	Natl. Found. on Arts & Humanities	$890,277	
	TOTAL ARTS, COMMISSION ON THE		$890,277	
	ATTORNEY GENERAL, OFFICE OF THE			
16.543	Missing Children's Assistance	Department of Justice	$164,098	
93.775	State Medicaid Fraud Control Units	Health and Human Services	615,676	
	TOTAL ATTORNEY GENERAL, OFFICE OF THE		$779,774	
	BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$2,912,325	
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	5,904	
93.369	ACL Independent Living - State Grants	Health and Human Services	175,780	
	TOTAL BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE		$3,319,009	
	BUILDING SAFETY, DIVISION OF			
14.171	Manufactured Home Dispute Resolution	Housing and Urban Development	$59,879	
20.720	State Damage Prevention (SDP) Program Grants - 2016	Department of Transportation	13,256	
	TOTAL BUILDING SAFETY, DIVISION OF		$73,135	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	COMMERCE, DEPARTMENT OF			
14.228	Community Development Block Grants/State's Program	Housing and Urban Development	$7,043,735	
59.061	State Trade Expansion	Small Business Administration	381,297	
	TOTAL COMMERCE, DEPARTMENT OF		$7,425,032	
	CORRECTION, DEPARTMENT OF			
16.606	State Criminal Alien Assistance Program	Department of Justice	$231,061	
16.751	Edward Byrne Memorial Competitive Grant Program	Department of Justice	242,550	PT
	TOTAL CORRECTION, DEPARTMENT OF		$473,611	
	DRUG POLICY, OFFICE OF			
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	$2,495,577	
	TOTAL DRUG POLICY, OFFICE OF		$2,495,577	
	EDUCATION, STATE BOARD OF			
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	$1,549,772	
84.367	Supporting Effective Instruction State Grant	Department of Education	250,823	
84.372	Statewide Longitudinal Data Systems	Department of Education	356,926	
84.378	College Access Challenge Grant Program	Department of Education	345,628	
	TOTAL EDUCATION, STATE BOARD OF		$2,503,149	
	ENERGY RESOURCES, OFFICE OF			
10.674	Wood Utilization Assistance	Department of Agriculture	$72,946	PT
81.041	State Energy Program	Department of Energy	354,887	
81.119	State Energy Program Special Projects	Department of Energy	278,180	
	TOTAL ENERGY RESOURCES, OFFICE OF		$706,013	
	ENVIRONMENTAL QUALITY, DEPARTMENT OF			
10.912	Environmental Quality Incentives Program	Department of Agriculture	$465	PT
12.113	Agreement Program for the Reimbursement of Technical Services	Department of Defense	180,393	
15.236	Environmental Quality and Protection Resource Management	Department of the Interior	90,644	
66.001	Air Pollution Control Program Support	Environmental Protection Agency	1,088,355	
66.034	Surveys, Studies, Res., Invest. Demos & Spec. Purpose Act. - Clean Air Act	Environmental Protection Agency	390,372	
66.039	National Clean Diesel Emissions Reduction Program	Environmental Protection Agency	12,431	
66.040	State Clean Diesel Grant Program	Environmental Protection Agency	48,048	
66.202	Congressionally Mandated Projects	Environmental Protection Agency	174,256	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Protection Agency	2,245,583	
66.432	State Public Water System Supervision	Environmental Protection Agency	1,443,919	
66.454	Water Quality Management Planning	Environmental Protection Agency	59,987	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	6,398,162	
66.460	Nonpoint Source Implementation Grants	Environmental Protection Agency	2,130,275	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	9,151,350	
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Protection Agency	70,754	
66.708	Pollution Prevention Grants Program	Environmental Protection Agency	86,328	
66.801	Hazardous Waste Management State Program Support	Environmental Protection Agency	331,235	
66.802	Superfund St., Pol. Sub./Indian Tribe Site - Specific Coop. Agmts.	Environmental Protection Agency	7,557,208	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Protection Agency	426,882	
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Protection Agency	515,578	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Protection Agency	180,556	
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	960,867	
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant	Department of Energy	219,478	PT
81.214	Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	Department of Energy	1,140,500	
81.502	Miscellaneous Federal Assistance Activities	Department of Energy	1,288,150	
	TOTAL ENVIRONMENTAL QUALITY, DEPARTMENT OF		$36,191,776	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
	FISH AND GAME, DEPARTMENT OF			
10.028	Wildlife Services	Department of Agriculture	$13,314	
10.U03	Miscellaneous Natural Resources Conservation Service Grants	Department of Agriculture	105,781	
10.U04	Miscellaneous Forest Service Grants	Department of Agriculture	179,976	
11.436	Columbia River Fisheries Development Program	Department of Commerce	1,158,685	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	246,136	
11.441	Regional Fishery Management Councils	Department of Commerce	48,595	
11.U05	Miscellaneous NOAA Grants	Department of Commerce	1,013,505	
12.U06	Miscellaneous Army Corps of Engineers Grants	Department of Defense	304	
15.225	Recreation Resource Management	Department of the Interior	4,512	
15.230	Invasive and Noxious Plant Management	Department of the Interior	14,811	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	212,648	
15.236	Environmental Quality and Protection Resource Management	Department of the Interior	1,649	
15.238	Challenge Cost Share	Department of the Interior	191,603	
15.517	Fish & Wildlife Coordination Act	Department of the Interior	711,316	
15.605	Sport Fish Restoration	Department of the Interior	6,077,442	
15.611	Wildlife Restoration and Basic Hunter Education	Department of the Interior	12,630,006	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	572,083	
15.631	Partners for Fish & Wildlife	Department of the Interior	31,622	
15.634	State Wildlife Grants	Department of the Interior	503,366	
15.655	Migratory Bird Monitoring, Assessment and Conservation	Department of the Interior	3,106	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	109,297	
15.661	Lower Snake River Compensation Plan	Department of the Interior	7,143,917	
15.670	Adaptive Science	Department of the Interior	9,271	
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	44,802	
81.U17	Miscellaneous Bonneville Power Administration Grants	Department of Energy	12,022,917	
	TOTAL FISH AND GAME, DEPARTMENT OF		$43,050,664	
	HEALTH AND WELFARE, DEPARTMENT OF			
10.551	Supplemental Nutrition Assistance Program (SNAP)	Department of Agriculture	$239,003,713	NC
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Department of Agriculture	25,298,301	
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Department of Agriculture	10,642,966	
10.568	Emergency Food Assistance Program (Administrative Costs)	Department of Agriculture	279,454	
10.569	Emergency Food Assistance Program (Food Commodities)	Department of Agriculture	2,954,542	NC
10.578	WIC Grants To States (WGS)	Department of Agriculture	103,882	
16.575	Crime Victim Assistance	Department of Justice	5,780,356	
16.582	Crime Victim Assistance/Discretionary Grants	Department of Justice	9,230	
66.032	State Indoor Radon Grants	Environmental Protection Agency	80,314	
81.042	Weatherization Assistance for Low-Income Persons	Department of Energy	1,859,311	
81.U18	Weatherization Conference	Department of Energy	601,161	
84.181	Special Education - Grants for Infants and Families	Department of Education	2,769,199	
93.069	Public Health Emergency Preparedness	Health and Human Services	4,838,270	
93.074	Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Health and Human Services	635,986	
93.090	Guardianship Assistance	Health and Human Services	18,874	
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Human Services	227,490	
93.103	Food and Drug Administration Research	Health and Human Services	59,238	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	106,739	
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Human Services	190,063	
93.127	Emergency Medical Services for Children	Health and Human Services	91,894	
93.130	Coop. Agmts. - States/Territories - Coord. & Develop. of Primary Care Ofcs.	Health and Human Services	231,131	
93.136	Injury Prevent. & Control Research/State and Community Based Prog.	Health and Human Services	363,406	
93.150	Projects for Assistance in Transition from Homelessness	Health and Human Services	298,895	
93.165	Grants to States for Loan Repayment Program	Health and Human Services	179,981	
93.217	Family Planning - Services	Health and Human Services	1,537,755	
93.240	State Capacity Building	Health and Human Services	161,505	
93.241	State Rural Hospital Flexibility Program	Health and Human Services	584,843	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	4,355,996	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
93.251	Universal Newborn Hearing Screening	Health and Human Services	$268,402	
93.268	Immunization Cooperative Agreements	Health and Human Services	992,792	
93.268	Immunization Cooperative Agreements	Health and Human Services	24,149,165	NC
93.270	Adult Viral Hepatitis Prevention and Control	Health and Human Services	30,630	
93.283	Centers for Disease Control & Prevention - Investigations & Tech. Assist.	Health and Human Services	701,157	
93.301	Small Rural Hospital Improvement Grant Program	Health and Human Services	252,476	
93.305	National State Based Tobacco Control Programs	Health and Human Services	848,530	
93.314	Early Hearing Detection/Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Human Services	110,577	
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Health and Human Services	725,014	
93.336	Behavioral Risk Factor Surveillance System	Health and Human Services	33,701	
93.505	Affordable Care Act Maternal, Infant, & Early Childhood Home Visit. Prog.	Health and Human Services	3,802,618	
93.521	Affordable Care Act Build Epi., Lab., & Health Info. Sys. Cap. in ELC & EIP	Health and Human Services	356,682	
93.539	PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	Health and Human Services	1,381,234	
93.556	Promoting Safe and Stable Families	Health and Human Services	1,383,159	
93.558	Temporary Assistance for Needy Families	Health and Human Services	25,323,129	
93.563	Child Support Enforcement	Health and Human Services	20,262,171	
93.566	Refugee and Entrant Assistance - State Administered Programs	Health and Human Services	1,774,620	
93.568	Low-Income Home Energy Assistance	Health and Human Services	20,211,077	
93.569	Community Services Block Grant	Health and Human Services	3,700,235	
93.575	Child Care and Development Block Grant	Health and Human Services	31,222,048	
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Human Services	141,209	
93.590	Community-Based Child Abuse Prevention Grants	Health and Human Services	188,049	
93.596	Child Care Mandatory & Matching Funds of Child Care & Develop. Fund	Health and Human Services	5,064,871	
93.597	Grants to States for Access and Visitation Programs	Health and Human Services	99,997	
93.599	Chafee Education and Training Vouchers Program	Health and Human Services	56,221	
93.600	Head Start	Health and Human Services	122,651	
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Human Services	2	
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance	Health and Human Services	9,653,039	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Human Services	431,500	
93.643	Children's Justice Grants To States	Health and Human Services	127,064	
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Human Services	1,401,758	
93.658	Foster Care - Title IV-E	Health and Human Services	11,347,117	
93.659	Adoption Assistance	Health and Human Services	7,671,812	
93.667	Social Services Block Grant	Health and Human Services	9,384,921	
93.669	Child Abuse and Neglect State Grants	Health and Human Services	167,841	
93.671	Family Violence Prevent & Srvcs/Domestic Violence Shelter & Sup. Srvcs	Health and Human Services	937,609	
93.674	Chafee Foster Care Independence Program	Health and Human Services	525,179	
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance Funded in Part by PPHF	Health and Human Services	457,419	
93.735	State Pub. Health Approach Ensuring Quitline Cap. Funded in Part by PPHF	Health and Human Services	55,501	
93.745	PPHF: Health Care Surveillance/Health Statistics – Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public	Health and Human Services	179,549	
93.752	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds	Health and Human Services	1,665,699	
93.757	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	Health and Human Services	1,360,434	
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Human Services	578,818	
93.767	Children's Health Insurance Program	Health and Human Services	73,027,797	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Human Services	2,342,631	
93.778	Medical Assistance Program	Health and Human Services	1,313,278,661	
93.788	Opioid STR	Health and Human Services	2	
93.791	Money Follows the Person Rebalancing Demonstration	Health and Human Services	3,252,141	
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	Health and Human Services	1,232,208	
93.800	Organized Approaches to Increase Colorectal Cancer Screening	Health and Human Services	497,950	
93.815	Diseases (ELC).	Health and Human Services	174,990	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Human Services	1,360,403	
93.913	Grants to States for Operation of State Offices of Rural Health	Health and Human Services	183,917	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
93.917	HIV Care Formula Grants	Health and Human Services	$2,767,716	
93.940	HIV Prevention Activities - Health Department Based	Health and Human Services	800,827	
93.944	HIV/AIDS Surveillance	Health and Human Services	138,492	
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Human Services	1,221,090	
93.958	Block Grants for Community Mental Health Services	Health and Human Services	2,559,363	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	10,166,362	
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	Health and Human Services	384,471	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Human Services	2,908,361	
93.U22	Clinical Laboratory Improvement Amendments	Health and Human Services	135,336	
94.013	Volunteers in Service to America	Corp. for Natl. & Community Svc.	2,307	
96.U23	Vital Statistics Birth Records Grants	Social Security Administration	73,098	
96.U24	Vital Statistics Cooperative Program	Social Security Administration	241,137	
96.U25	Social Security Birth and Death Reports	Social Security Administration	40,502	
	TOTAL HEALTH AND WELFARE, DEPARTMENT OF		$1,909,201,934	
	HISTORICAL SOCIETY, IDAHO STATE			
15.224	Cultural and Paleontological Resource Management	Department of the Interior	$24,252	
15.238	Challenge Cost Share	Department of the Interior	4,069	
15.904	Historic Preservation Fund Grants-in-Aid	Department of the Interior	803,723	
15.926	American Battlefield Protection	Department of the Interior	5,674	
45.149	Promotion of the Humanities - Division of Preservation and Access	Natl. Found. on Arts & Humanities	203,056	
89.003	National Historical Publications and Records Grants	Natl. Archives & Records Adm.	15,339	
	TOTAL HISTORICAL SOCIETY, IDAHO STATE		$1,056,113	
	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	$443,484	
	TOTAL INSURANCE, DEPARTMENT OF		$443,484	
	JUDICIAL DEPARTMENT			
16.013	Violence Against Women Act Court Training and Improvement Grants	Department of Justice	$129,178	
16.021	Justice Systems Response to Families	Department of Justice	28,421	
16.585	Drug Court Discretionary Grant Program	Department of Justice	147,382	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	61,882	
93.586	State Court Improvement Program	Health and Human Services	331,139	
	TOTAL JUDICIAL DEPARTMENT		$698,002	
	JUVENILE CORRECTIONS, DEPARTMENT OF			
16.523	Juvenile Accountability Block Grants	Department of Justice	$29,924	
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	Department of Justice	190,694	
84.358	Rural Education	Department of Education	12,587	
	TOTAL JUVENILE CORRECTIONS, DEPARTMENT OF		$233,205	
	LABOR, DEPARTMENT OF			
17.002	Labor Force Statistics	Department of Labor	$639,818	R&D
17.005	Compensation and Working Conditions	Department of Labor	5,866	R&D
17.201	Registered Apprenticeship	Department of Labor	113,773	
17.207	Employment Service/Wagner-Peyser Funded Activities	Department of Labor	7,311,377	
17.225	Unemployment Insurance	Department of Labor	121,049,321	
17.245	Trade Adjustment Assistance	Department of Labor	1,771,670	
17.258	WIA/WIOA Adult Program	Department of Labor	2,947,283	
17.259	WIA/WIOA Youth Activities	Department of Labor	2,253,508	
17.266	Workforce Incentive Grant	Department of Labor	162,503	R&D
17.271	Work Opportunity Tax Credit (WOTC) Program	Department of Labor	48,700	
17.273	Temporary Labor Certification for Foreign Workers	Department of Labor	347,887	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Department of Labor	$2,812,324	
17.278	WIA/WIOA Dislocated Workers Formula Grants	Department of Labor	1,960,411	
17.281	WIA/WIOA Dislocated Worker National Reserve Technical Assistance and Training	Department of Labor	(4,301)	
17.285	Apprenticeship USA Grants	Department of Labor	216,094	
17.801	Disabled Veterans' Outreach Program	Department of Labor	1,076,440	
94.003	State Commissions	Corp. for Natl. & Community Svc.	228,506	
94.006	AmeriCorps	Corp. for Natl. & Community Svc.	685,101	
94.009	Training and Technical Assistance	Corp. for Natl. & Community Svc.	72,201	
96.001	Social Security - Disability Insurance	Social Security Administration	10,198,179	
	TOTAL LABOR, DEPARTMENT OF		$153,896,661	
	LANDS, DEPARTMENT OF			
10.664	Cooperative Forestry Assistance	Department of Agriculture	$2,710,415	
10.676	Forest Legacy Program	Department of Agriculture	5,968,399	
10.680	Forest Health Protection	Department of Agriculture	32,127	
10.902	Soil & Water Conservation	Department of Agriculture	29,968	
10.932	Emergency Watershed Protection	Department of Agriculture	3,896	
15.228	BLM Wildland Urban Interface Community Fire Assistance	Department of the Interior	831	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	34,228	
15.660	Endangered Species - Candidate Conservation Action Funds	Department of the Interior	4,541	
	TOTAL LANDS, DEPARTMENT OF		$8,784,405	
	LIBRARIES, IDAHO COMMISSION FOR			
45.129	Promotion of the Humanities - Federal/State Partnership	Natl. Endow. For the Humanities	$17,793	PT
45.310	Grants to States	Inst. of Museum and Library Svcs.	1,269,378	
	TOTAL LIBRARIES, IDAHO COMMISSION FOR		$1,287,171	
	MILITARY, DIVISION OF			
11.549	State and Local Implementation Grant Program	Department of Commerce	$369,026	
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	33,976,190	
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	56,260	NC
12.404	National Guard Challenge Program	Department of Defense	2,563,842	
20.703	Interagency Hazardous Materials Public Sector Training & Planning Grants	Department of Transportation	140,131	
97.029	Flood Mitigation Assistance	Department of Homeland Security	1,298,998	
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Department of Homeland Security	3,263,603	
97.039	Hazard Mitigation Grant	Department of Homeland Security	17,654	
97.042	Emergency Management Performance Grants	Department of Homeland Security	3,418,796	
97.045	Cooperating Technical Partners	Department of Homeland Security	124,300	
97.047	Pre-Disaster Mitigation	Department of Homeland Security	235,913	
97.067	Homeland Security Grant Program	Department of Homeland Security	3,911,776	
	TOTAL MILITARY, DIVISION OF		$49,376,489	
	PARKS AND RECREATION, DEPARTMENT OF			
15.238	Challenge Cost Share	Department of the Interior	$5,000	
15.524	Recreation Resources Management	Department of the Interior	309,267	
15.622	Sportfishing and Boating Safety Act	Department of the Interior	11,404	
15.916	Outdoor Recreation - Acquisition, Development, and Planning	Department of the Interior	118,666	
15.944	Natural Resource Stewardship	Department of the Interior	520,608	
20.219	Recreational Trails Program	Department of Transportation	1,532,380	
97.012	Boating Safety Financial Assistance	Department of Homeland Security	1,144,243	
	TOTAL PARKS AND RECREATION, DEPARTMENT OF		$3,641,568	
	POLICE, IDAHO STATE			
16.017	Sexual Assault Services Formula Program	Department of Justice	$239,264	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Department of Justice	109,425	
16.588	Violence Against Women Formula Grants	Department of Justice	980,202	
16.593	Residential Substance Abuse Treatment for State Prisoners	Department of Justice	100,649	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	959,501	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
16.741	DNA Backlog Reduction Program	Department of Justice	$452,478	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Department of Justice	41,610	
16.751	Edward Byrne Memorial Competitive Grant Program	Department of Justice	95,577	
16.813	NICS Act Record Improvement Program	Department of Justice	77,594	
16.922	Equitable Sharing Program	Department of Justice	86,452	
20.218	Motor Carrier Safety Assistance	Department of Transportation	1,605,342	
20.233	Border Enforcement Grants	Department of Transportation	82,353	
21.016	Equitable Share	US Treasury	122,674	
95.001	High Intensity Drug Trafficking Areas Program	Executive Office of the President	56,309	
	TOTAL POLICE, IDAHO STATE		$5,009,430	
	CAREER-TECHNICAL EDUCATION, DIVISION OF			
84.002	Adult Education - Basic Grants to States	Department of Education	$2,204,956	
84.048	Career and Technical Education - Basic Grants to States	Department of Education	6,625,904	
	TOTAL PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF		$8,830,860	
	PUBLIC UTILITIES COMMISSION			
20.700	Pipeline Safety	Department of Transportation	$221,394	
	TOTAL PUBLIC UTILITIES COMMISSION		$221,394	
	SPECIES CONSERVATION, OFFICE OF			
10.U01	US Forest Services Roadless Cost Share	Department of Agriculture	$11,769	
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	2,611,921	
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	5,394	
15.517	Fish and Wildlife Coordination Act	Department of the Interior	242,146	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	1,083,220	
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	235,967	
15.660	Endangered Species - Candidate Conservation Action Fund	Department of the Interior	15,000	
81.U11	Clearwater Focus Program	Department of Energy	101,767	
81.U13	Idaho Accord Water Transactions	Department of Energy	253,701	
81.U15	Pahsimeroi River Habitat	Department of Energy	23,349	
81.U16	Lower Clearwater Potlatch Watershed	Department of Energy	193,080	
81.U19	Lemhi River Restoration Planning	Department of Energy	2,604,039	
	TOTAL SPECIES CONSERVATION, OFFICE OF		$7,381,353	
	SUPERINTENDENT OF PUBLIC INSTRUCTION			
10.553	School Breakfast Program	Department of Agriculture	$18,966,382	
10.555	National School Lunch Program	Department of Agriculture	7,324,189	NC
10.555	National School Lunch Program	Department of Agriculture	53,282,985	
10.556	Special Milk Program for Children	Department of Agriculture	91,647	
10.558	Child and Adult Care Food Program	Department of Agriculture	8,185,915	
10.559	Summer Food Service Program for Children	Department of Agriculture	4,474,221	
10.560	State Administrative Expenses for Child Nutrition	Department of Agriculture	1,148,335	
10.574	Team Nutrition Grants	Department of Agriculture	254,278	
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	460,848	
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	2,004,059	
10.589	Child Nutrition Direct Certification Performance Awards	Department of Agriculture	1	
15.130	Indian Education Assistance to Schools	Department of the Interior	42,079	
84.010	Title I Grants to Local Educational Agencies	Department of Education	58,263,228	
84.011	Migrant Education - State Grant Program	Department of Education	3,380,769	
84.013	Title I State Agency Program for Neglected & Delinquent Children & Youth	Department of Education	466,441	
84.027	Special Education - Grants to States	Department of Education	57,341,857	
84.144	Migrant Education - Coordination Program	Department of Education	54,212	
84.173	Special Education - Preschool Grants	Department of Education	2,221,762	
84.196	Education for Homeless Children and Youth	Department of Education	255,314	
84.287	Twenty-First Century Community Learning Centers	Department of Education	6,571,899	
84.323	Special Education - State Personnel Development	Department of Education	642,152	
84.330	Advanced Placement Program	Department of Education	52,326	

*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, 2017

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	$1,413,822	
84.358	Rural Education	Department of Education	664,137	
84.365	English Language Acquisition State Grants	Department of Education	1,972,060	
84.366	Mathematics and Science Partnerships	Department of Education	634,833	
84.367	Supporting Effective Instruction State Grant	Department of Education	10,622,163	
84.369	Grants for State Assessments and Related Activities	Department of Education	2,989,624	
84.377	School Improvement Grants	Department of Education	3,016,664	
93.079	Promote Adolescent Health - Sch.-Bsd HIV/STD Prev. & Sch.-Bsd Surv.	Health and Human Services	74,551	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Reg. & Natl. Significance	Health and Human Services	87,285	
	TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION		$246,960,038	
	TRANSPORTATION DEPARTMENT, IDAHO			
10.693	Watershed Restoration and Enhancement Agreement Authority	Department of Agriculture	$781	
10.912	Environmental Quality Incentives Program	Department of Agriculture	483,264	
20.106	Airport Improvement Program	Department of Transportation	219,332	
20.205	Highway Planning and Construction	Department of Transportation	247,044,791	
20.205	Highway Planning and Construction	Department of Transportation	1,521,903	R&D
20.232	Commercial Driver's License Program Improvement Grant	Department of Transportation	562,424	
20.237	Agreements	Department of Transportation	485,019	
20.500	Federal Transit - Capital Investment Grants	Department of Transportation	302,652	
20.505	Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	Department of Transportation	119,901	
20.509	Formula Grants for Rural Areas	Department of Transportation	6,965,060	
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Department of Transportation	727,065	
20.516	Job Access - Reverse Commute	Department of Transportation	123,375	
20.521	New Freedom Program	Department of Transportation	131,258	
20.526	Bus and Bus Facilities Formula Program	Department of Transportation	830,484	
20.600	State and Community Highway Safety	Department of Transportation	1,967,593	
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Department of Transportation	32,804	
20.616	National Priority Safety Programs	Department of Transportation	1,787,887	
	TOTAL TRANSPORTATION DEPARTMENT, IDAHO		$263,305,593	
	VETERANS SERVICES, DIVISION OF			
64.014	Veterans State Domiciliary Care	Department of Veterans Affairs	$509,619	
64.015	Veterans State Nursing Home Care	Department of Veterans Affairs	13,859,961	
64.101	Burial Expenses Allowances for Veterans	Department of Veterans Affairs	362,928	
	TOTAL VETERANS SERVICES, DIVISION OF		$14,732,508	
	VOCATIONAL REHABILITATION, DIVISION OF			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$14,364,963	
84.187	Supported Employment Services for Individuals w/Most Significant Disabilities	Department of Education	304,316	
93.369	ACL Independent Living State Grants	Health and Human Services	155,152	
	TOTAL VOCATIONAL REHABILITATION, DIVISION OF		$14,824,431	
	WATER RESOURCES, DEPARTMENT OF			
15.507	WaterSMART (Sustaining and Manage America's Resources for Tomorrow)	Department of the Interior	$105,769	
15.808	U.S. Geological Survey - Research and Data Collection	Department of the Interior	8,667	R&D
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Protection Agency	5,079	R&D PT
66.433	State Underground Water Source Protection	Environmental Protection Agency	102,774	
81.U14	Tributary Water Conservation	Department of Energy	195,935	
97.023	Community Assistance Program - State Support Services Element	Department of Homeland Security	102,248	
97.041	National Dam Safety Program	Department of Homeland Security	108,505	
	TOTAL WATER RESOURCES, DEPARTMENT OF		$628,977	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$2,801,582,614	

*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, 2017

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 schedule by federal agency is required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements for Federal Awards* (Uniform Guidance). Uniform Guidance is issued by the Office of Management and Budget (OMB) 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 federal awards except for the colleges and universities, the Idaho Housing and Finance Association, 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. The Office of Species Conservation uses the 10 percent de minimis cost rate.

C. Basis of Presentation

Expenditures of Federal Awards – In accordance with the Uniform Guidance, 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. Uniform Guidance 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 (prefix) of a miscellaneous CFDA number identify the federal awarding agency followed by a three digit extension (e.g. U01, U02, etc…).

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 Uniform Guidance. Programs not included within a designated cluster are presented under the title "NON-CLUSTERED PROGRAMS." Programs identified as research and development are grouped together in the "RESEARCH AND DEVELOPMENT CLUSTER."

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 12.401, National Guard Military Operations and Maintenance Projects – reported at face value of the goods and services rendered through cooperative agreements.

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

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 $100,072,890, and the federal portion was $20,976,431.

NOTE 3 – LOANS OUTSTANDING

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

A. 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, 2017, was $561,111. The Office of Energy Resources determined uncollectible accounts to be$0.

B. 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 agencies for various water treatment projects. The loans are funded by the federal capitalization grants, State match, and revolving funds. The loans are disbursed as borrowers incur costs and are repaid over 20 years starting within one year after project completion. Interest rates vary between 0 percent and 4.5 percent. Management considers all loans to be fully collectible, so there is no allowance for uncollectible accounts.

Loan programs at June 30, 2017:

Capitalization Grants For Clean Water - CFDA 66.458

	Loan Authorized	Principal Payments	Remaining Commitment	Receivable Balance
Completed Projects	$247,193,230	$36,795,172		$210,398,058
Projects in Progress	96,087,907		$66,649,009	29,438,898
Totals	$343,281,137	$36,795,172	$66,649,009	$239,836,956

Less: Amount Due Within 1 Year	9,859,636
Loans Receivable Net of Current Maturities	$229,977,320

Capitalization Grants For Drinking Water - CFDA 66.468

	Loan Authorized	Principal Payments	Remaining Commitment	Receivable Balance
Completed Projects	$133,549,301	$31,637,670		$101,911,631
Projects in Progress	37,354,132		$27,475,469	9,878,663
Totals	$170,903,433	$31,637,670	$27,475,469	$111,790,294

Less: Amount Due Within 1 Year	5,125,115
Loans Receivable Net of Current Maturities	$106,665,179

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

AUDITOR'S RESULTS

STATE OF IDAHO
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

BASIC FINANCIAL STATEMENTS

1. Type of auditor's report issued: ***Unmodified***

2. Internal control over financial reporting:
   - Material weaknesses identified? ___ yes x no
   - Significant deficiencies identified? x yes ___ none reported

3. Noncompliance material to financial statements noted? ___ yes x no

FEDERAL AWARDS

4. Internal control over major programs:
   - Material weaknesses identified? ___ yes x no
   - Significant deficiencies identified? x yes ___ none reported

5. Type of auditor's report issued on compliance for major programs: ***Unmodified*** for all major programs

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) of the Uniform Guidance? x yes ___ no

7. Identification of major programs:

Program/Cluster Title	CFDA #
SNAP Cluster	10.551, 10.561
Highway Planning and Construction Cluster	20.205, 20.219
Veterans State Nursing Home Care	64.015
Miscellaneous Bonneville Power Administration Grants	81.U17
Rehabilitation Services – Vocational Rehabilitation Grants to States	84.126
Immunization Cooperative Agreements	93.268
TANF Cluster	93.558
CCDF Cluster	93.575, 93.596
ACA – State Innovation Models: Funding for Model Design and Model Testing Assistance	93.624
Foster Care – Title IV-E	93.658
Medicaid Cluster	93.775, 93.777, 93.778
Block Grants for Prevention and Treatment of Substance Abuse	93.959

8. Dollar threshold used to distinguish between Type A and Type B programs: ***$8,404,748***

9. Auditee qualified as a low-risk auditee? ___ yes x no

STATE OF IDAHO
SCHEDULE OF BASIC FINANCIAL STATEMENTS FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

STATE AGENCY		PAGE
IDAHO STATE LIQUOR DIVISION		
2017-101	Statutorily required distributions of excess funds are not supported by adequate documentation, and controls are not in place to ensure the accuracy of the amount distributed.	27
IDAHO TRANSPORTATION DEPARTMENT		
2017-102	The Grants Receivable and Accounts Payable closing packages contained errors resulting in the understatement of grants receivable, revenue, and accounts payable.	28

STATE OF IDAHO
BASIC FINANCIAL STATEMENTS FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

IDAHO STATE LIQUOR DIVISION (Division)

FINDING 2017-101

Statutorily required distributions of excess funds are not supported by adequate documentation, and controls are not in place to ensure the accuracy of the amount distributed.

Type of Finding: Significant Deficiency

Criteria: The Division is required to distribute funds received into the Liquor Account (Fund 0418), in excess of an amount necessary to purchase liquor and pay administrative and operating costs, to the General Fund and to Idaho cities and counties based on the formula found in Idaho Code Section 23-404. All distributions shall be made periodically, but not less frequently than quarterly.

Should an estimate be involved in the calculation of distributions, management is responsible for establishing and documenting the process for preparing accounting estimates based on relevant, sufficient, and reliable data. This process should include a comparison of the prior accounting estimate with actual results to assess the reliability of the process and methodology used to develop the estimate.

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 and control activities. 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 that management directives are carried out and risks are mitigated. Verifications, approvals, reconciliations, authorizations, and segregation of duties are all control activities that support this objective.

Condition: In evaluating the calculation of the amount distributed, we noted that the amounts of cash on hand, accounts receivable, and accounts payable were obtained on inconsistent dates to arrive at the base amount to be distributed. Additionally, no supporting documentation for the amounts used in the calculation was retained or could be provided.

Several years ago, the Division began using an approach to increase the distribution above the required amount based on their determination that they had excess idle cash on hand. This approach resulted in the use of an estimated cash flow projection in order to maximize the distribution. While reviewing this process, we noted that assumptions used in formulating the estimate, as well as a subsequent review of the prior-year cash flows, were not documented.

Cause: The approach to maximize distributions in prior fiscal years led to a departure from using verifiable data and the use of an estimated amount to make excess distributions. No formal process is in place to document the assumptions used in establishing the estimate or to complete a retrospective review of the Division's cash flows. Furthermore, no control over the accuracy of the calculation, such as a knowledgeable review by someone unaffiliated with the calculation, is performed.

Effect: Without the use of consistent and verifiable balances in the calculation for distributions, our ability to determine compliance with statutory requirements is limited. It would also be difficult, under this process, for the Division to implement a control to ensure the accuracy of the calculation.

Without relevant and sufficient documentation of the assumptions used in formulating the estimate and a review of the past estimate, too great of an excess distribution could be made, leading to a shortage of available cash, thus impairing the Division's ability to operate.

Recommendation: We recommend that the Division apply a consistent approach and use of verifiable amounts in the calculation of funds available for distribution, as well as implementing internal controls to ensure the accuracy of the calculation.

Management's View: *The Idaho State Liquor Division (ISLD) has reviewed the finding your office identified during the FY2017 audit of the statewide CAFR. We acknowledge the observation that a condition exists in the manner that the ISLD calculates and documents its true-up distribution to Idaho's cities, counties, and General Fund after the conclusion of a fiscal year.*

Our process for calculating this true-up has been in place since FY2011 and has passed the scrutiny of prior LSO Audits without mention. The practice for increasing this distribution by utilizing excess idle cash was previously endorsed by LSO, DFM, and JFAC. Your memo mentions that our revised approach "increased the distribution above the required amount." In our view, this assertion is incorrect and we feel strongly that our approach brings us in to better and more responsible compliance with Idaho Code. The suggestion that our process might lead to a cash shortage is highly implausible based on the nature of our business cycles, consumer behavior, and cash flow predictability.

Nonetheless, we do recognize that the manner in which we document and administer this process can be improved, and we will modify our procedure prior to the next true-up distribution in FY2019. Going forward, we will more thoroughly maintain documentation of all General Ledger balances and cash flow estimates used in the calculation of the true-up distribution. Additionally, we will ensure that an individual unaffiliated with the calculation will verify its accuracy and any assumptions utilized.

Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit. We would like to emphasize that this finding is not implying a problem with the basic methodology that the Division utilized to increase the distribution of excess idle cash. The concern identified in the condition statement above is the lack of internal controls in place to ensure that this methodology is documented and executed as intended and reviewed for accuracy by knowledgeable staff to ensure errors do not occur and go undetected and uncorrected. The corrective action plan provided will not be complete until July 2018, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2018 *Comprehensive Annual Financial Report.*

IDAHO TRANSPORTATION DEPARTMENT (Department)

FINDING 2017-102

The Grants Receivable and Accounts Payable closing packages contained errors resulting in the understatement of grants receivable, revenue, and accounts payable.

Type of Finding: Significant Deficiency

Criteria: Each year, State agencies are required to report financial information to the Office of the State Controller (SCO) in the form of closing packages, which provide the information necessary to prepare the statewide CAFR. The SCO provides instructions for reporting information in the closing packages in accordance with Generally Accepted Accounting Principles (GAAP).

Grants receivable should be reported when grant eligibility requirements have been met. This generally occurs when the Department has incurred allowable grant expenditures, but has not been reimbursed at June 30; therefore, grants receivable should also include any accounts payable related to federal expenditures. Additionally, receivables should be reported as revenue if the Department expects to receive the funds

during the State's revenue recognition period, within 60 days of fiscal year-end. The amount expected to be collected after the 60 days should be reported as unavailable revenue.

Condition: The Grants Receivable closing package incorrectly reported $3.9 million received within the State's revenue recognition period as unavailable revenue. The Department's reimbursement request process occurs on a weekly basis, and the requested funds are received the following day. Based on this regular schedule, the Department should have been able to anticipate that the reimbursement would be received within the revenue recognition period.

Additional accounts payable totaling $4.6 million related to federal grant expenditures were not included on the Grants Receivable closing package or reported on the Accounts Payable closing package. A federal reimbursement for these expenditures was received on or before August 31 and should have also been reported as revenue.

Cause: The due date for the Grants Receivable and Accounts Payable closing package was August 14. The Department determined the revenue portion of the grants receivable balance based on the reimbursements that were received by the date the closing package was prepared; however, the amount expected to be received through the end of the 60-day revenue recognition period was not included.

The Department prepared the closing packages using a report of expenditures paid between July 1 and the date the closing packages were prepared. They did not perform procedures to determine if there were additional accounts payable that were paid after the date the closing packages were prepared that should be reported as accounts payable as well as grants receivable.

Effect: The error resulted in an understatement of accounts payable and accounts receivable of $4.6 million, an overstatement of unavailable revenue of $3.9 million and an understatement of revenue of $8.5 million.

Recommendation: We recommend that the Department improve procedures to identify and report all material accounts payable and grants receivable in the applicable closing packages. We further recommend that the Department improve procedures to properly report the portion of grants receivable as revenue in accordance with the State's revenue recognition policy.

Management's View: *ITD acknowledges that the information provided to the State Controller's Office in the appropriate closing packages did not contain the full 60 day values as directed by GAAP. The information provided was accurate as of the date of the closing package in order to meet the State Controller's Office due date. ITD notes that the incomplete information did not materially impact the financial statement in the Comprehensive Annual Financial Report (CAFR). Process changes are underway to improve and achieve accurate and reliable financial information in closing package reporting.*

Management's corrective action plan is to provide information based on the 60 days after year-end revenue recognition period as directed by GAAP. To improve efficiency and accuracy the Department will submit closing package information after month-end reconciliation. Information for the month of July will be used to meet closing package deadline prior to the State's revenue recognition period, within 60 days of fiscal year-end. Closing packages will be amended in the month of September to include reconciled information for the month of August. Re-evaluation of corrective action plan will not be possible until closing packages are completed for FY 2018.

The challenge State agencies have is the closing package due dates are prior to the 60 days after year-end revenue recognition period. This creates an inefficient reporting process by requiring the agency

to amend the closing package. Essentially doing the work twice and creating an opportunity for discrepancies. The Department will work with the Office of the State Controller to improve closing package instructions and align deadlines with Generally Accepted Accounting Principles (GAAP).

The execution of these additional controls should identify and report all material accounts payable and grants receivable identified in the recent audit and prevent future failures of the same nature from occurring.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit. The corrective action plan provided will not be complete until September 2018, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2018 *Comprehensive Annual Financial Report.*

STATE OF IDAHO
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

STATE AGENCY		FEDERAL AGENCY	PAGE
IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED			
2017-201	The Commission could not provide documentation supporting the completion of their annual review of vendors against the federal System for Award Management (SAM) for suspension or debarment for the Vocational Rehabilitation Grants to States.	Department of Education	33
2017-202	The RSA-2 report submitted for the Vocational Rehabilitation Grants to States did not include evidence of a review or other internal control that would ensure accuracy of the information reported.	Department of Education	34
IDAHO DIVISION OF FINANCIAL MANAGEMENT			
2017-203	Working capital reserve balances were misstated in the 2017 Cost Allocation Plan for six central service cost centers.	Various	35
IDAHO DEPARTMENT OF HEALTH AND WELFARE			
2017-204	Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs.	Department of Health and Human Services, Department of Agriculture	37
2017-205	Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements for the Temporary Assistance for Needy Families (TANF), Child Care Development Fund (CCDF), and Foster Care programs.	Department of Health and Human Services	38
2017-206	Changes made to a Medicaid contract reimbursement rate were not accurately implemented resulting in overpayments of $91,482.	Department of Health and Human Services	40
2017-207	Peer reviews of treatment service providers for the Block Grants for Prevention and Treatment of Substance Abuse were not completed in accordance with federal requirements.	Department of Health and Human Services	41
2017-208	Internal controls failed to prevent or identify and correct errors in the Child Care Development Fund (CCDF) ACF-404 Error Rate Report.	Department of Health and Human Services	42
2017-209	Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing supporting documentation, such as vouchers and receipts, resulting in improper payments.	Department of Agriculture	43
IDAHO TRANSPORTATION DEPARTMENT			
2017-210	Internal controls over the wage rate compliance requirement in the Highway Planning and Construction program are not adequate to ensure that all certified weekly payrolls are received and that required reviews of those payrolls are consistently performed.	Department of Transportation	44

STATE OF IDAHO
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

STATE AGENCY		FEDERAL AGENCY	PAGE
2017-211	Internal control policies and procedures did not ensure compliance with the suspension and debarment requirements of the Highway Planning and Construction program.	Department of Transportation	47
IDAHO DIVISION OF VOCATIONAL REHABILITATION			
2017-212	Labor hours were incorrectly reported on the federal Rehabilitation Services Administration (RSA) RSA-2 report for the Vocational Rehabilitation Grants to States.	Department of Education	49
2017-213	The Division did not meet the Pre-Employment Transition Services (Pre-Employment) earmarking requirement.	Department of Education	50
2017-214	Expenditures charged to the Vocational Rehabilitation Basic grant were not in compliance with the Division's policies.	Department of Education	51
2017-215	Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.	Department of Education	53

IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED (Commission)

FINDING 2017-201

The Commission could not provide documentation supporting the completion of their annual review of vendors against the federal System for Award Management (SAM) for suspension or debarment for the Vocational Rehabilitation Grants to States.

Type of Finding: Significant Deficiency, Noncompliance

Related to Prior Finding: 2016-201

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A150016, H126A160016, H126A170016
Program Year: October 1, 2014 to September 30, 2015; October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Questioned Costs: None

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.

Non-federal entities are prohibited from contracting with or making sub-awards under covered transactions to parties that are suspended or debarred. Under 2 CFR 180.300, before entering into such a transaction, the entity must do one of the following: 1) check the federal SAM exclusions, 2) collect a certification from the party that they are not suspended or debarred, or 3) add a clause or condition to the transaction documents.

In addition, 2 CFR 180.310(b) also prohibits the renewal or extension with an excluded party, unless the federal agency grants an exception.

Condition: The Commission was not able to provide documentation that the annual review of vendors against the SAM exclusions was performed at the end of fiscal year 2016. The Commission checks new vendors against the SAM exclusions if they are not already in the State's vendor maintenance file. Based on the Vendor Maintenance User Manual, the Office of the State Controller (SCO) also checks new vendors against the SAM; however, the SCO does not perform any on-going review of vendors. In order to identify any vendors that may have become suspended or debarred since they were initially added to the vendor maintenance file, the Commission performs an annual check of all vendors who are paid $10,000 or more during the State fiscal year against the SAM exclusions; however, documentation of this review could not be provided.

Cause: The Commission's documentation of their annual review was not retained in a place or way that it could be located and retrieved.

Effect: Without documentation, we were unable to verify that the Commission completed its annual review of vendors, increasing the risk that a payment would be made to a vendor who has been suspended or debarred.

Recommendation: We recommend that the Commission ensure documentation of their annual review for suspended and debarred vendors is properly maintained.

Management's View: The Commission made changes to correct this finding and the current practice is to print the DAFR 0210 report, review the vendors, and then sign and date the first page of the report.

Auditor's Concluding Remarks: We thank the Commission for its cooperation and assistance throughout the audit.

FINDING 2017-202
The RSA-2 report submitted for the Vocational Rehabilitation Grants to States did not include evidence of a review or other internal control that would ensure accuracy of the information reported.

Type of Finding: Significant Deficiency

Related to Prior Finding: 2016-203

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A150016, H126A160016, H126A170016
Program Year: October 1, 2014 to September 30, 2015; October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Education
Compliance Requirement: Reporting
Questioned Costs: None

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.

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: The Commission annually prepares an RSA-2 report and submits it to the Rehabilitation Services Administration (RSA). As part of a properly designed system of reporting to ensure accuracy and completeness, The Commission should perform a review of the completed report by someone knowledgeable in the reporting requirements but that does not prepare the report. The Commission could not provide documentation to support that the RSA-2 report was reviewed prior to submission.

Cause: The Commission does not have properly designed and implemented internal controls in place that require a review of the RSA-2 report is performed prior to submission to the RSA.

Effect: Our testing of the RSA-2 report found no errors; however, without review, there is an increased risk of potential misstatements on the RSA-2 going undetected.

Recommendation: We recommend that the Commission ensure adequate internal controls are in place, effective, and documented to support an adequate review of the RSA-2.

Management's View: *We agree with this finding. The RSA 2 was reviewed by the administrator, however it was not signed and therefore, we have no proof that it was reviewed by both the Administrative Service Manager, as well as the Administrator. We have now added that the report will also be reviewed by the financial support technician. In future reports, all three will sign the report.*

Auditor's Concluding Remarks: We thank the Commission for its cooperation and assistance throughout the audit.

IDAHO DIVISION OF FINANCIAL MANAGEMENT (Division)

FINDING 2017-203

Working capital reserve balances were misstated in the 2017 Cost Allocation Plan for six central service cost centers.

Type of Finding: Significant Deficiency

CFDA Title: Statewide Cost Allocation Plan
CFDA Number: 93.U27
Federal Award Number: Various
Program Year: Various
Federal Agency: Various
Compliance Requirement: Allowable Costs/Cost Principles
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) (2 CFR 200), Appendix V, paragraphs G(2) through G(4), states that internal service funds may keep a reasonable level of working capital reserve to operate from one billing cycle to the next. A reasonable working capital reserve is defined as 60 days of cash expenses for normal operating purposes. The federal cognizant agency may approve a larger reserve.

Adjustments to the capital reserve are made through the following methods:

- A cash refund to the federal government for the federal share of the adjustment,
- Credits to the amounts charged to individual programs,
- Adjustments to future billing rates, or
- Adjustments to allocated central service costs.

The CFR, Uniform Guidance (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.

Condition: The State utilizes cost centers to account for medical, dental, life & disability, and risk management insurance. The risk management programs are further separated for Liability, Property, Auto,

and General activities. These programs are a mixture of self-insured and fully insured, and include contract provisions that the insurer and the state must each pay certain costs related to claims.

The cost centers have working capital reserve requirements to ensure that the State has adequate funds on hand to cover related costs. These reserve requirements are determined by an actuarial study each year, as approved by the State's federal cognizant agency.

The Division enters the actuarially determined reserve requirements into the schedules in the cost allocation plan proposal each year, and then compares the actual fund balance to the reserve requirements to determine if the cost centers have excess capital reserves on hand.

While compiling the fiscal year 2017 cost allocation plan, the Division entered the new actuarially determined capital reserve amounts for the Medical Insurance cost center, but left the prior-year amounts in the schedule for the other cost centers. This caused the excess capital reserve balance to be incorrectly calculated for six cost centers.

Cause: The Division has internal control procedures in place that are intended to reduce the risk of errors in the compilation of the cost allocation plan proposal. The proposal is prepared by one person and then reviewed by another person who completes a checklist to document the review. The Division's staff is knowledgeable about the cost allocation plan requirements. We examined documentation that indicated this review had been completed, but the review did not detect the error in the reserve requirement entries.

Effect: The excess capital reserve balance is calculated to ensure that the cost centers are keeping only as much cash on hand as needed for immediate operating costs. The following table demonstrates the differences between the correct and incorrect capital reserve calculations.

Cost Center	Actual Reserve Balance	Allowable Reserve from Cost Allocation Plan (Incorrect)	Excess Balance from Cost Allocation Plan (Incorrect)*	Allowable Reserve per Actuary Report (Correct)	Excess Balance Based on Actuarial Amt. (Correct)*	Net Error
Dental Insurance	$2,469,327	$1,739,434	$729,893	$2,581,179	$(111,852)	$841,745
Life & Disability Insurance	$11,351,239	$9,443,081	$1,908,158	$10,818,081	$533,158	$1,375,000
Risk Mgmt. - Liability	$9,700,033	$10,103,761	($403,728)	$9,852,490	($152,457)	($251,271)
Risk Mgmt. - Property	($294,501)	$588,470	($882,971)	$920,339	($1,214,840)	$331,869
Risk Mgmt. - Auto	($126,489)	$277,480	($403,969)	$348,954	($475,443)	$71,474
Risk Mgmt. - General	$352,330	$490,279	($137,949)	$182,202	$170,128	($308,077)

* A negative excess balance means the cost center is in compliance with cost allocation plan regulations.
A positive excess balance indicates non-compliance with regulations.

The excess capital reserve balance was overstated in four cost centers and understated in two cost centers.

The Dental Insurance cost center was incorrectly shown to be $729,893 over the allowable balance, when the accurate calculation should have shown it as $111,852 under the allowable balance. The General Risk Management cost center was incorrectly shown to be $137,949 under the allowable balance, when the accurate calculation should have shown it as $170,128 over the allowable balance.

The nature of the capital reserve balances in the other four cost centers did not change from over/under the allowable balances, but the calculated amounts were incorrect.

While other cost centers have had excess capital reserves in past years, and the State's federal cognizant agency has allowed the Division to work with the affected agencies to reduce the balances, the risk exists that excess capital reserves erroneously reported could result in a required refund to the federal government for the federal share of the excess.

Recommendation: We recommend that the Division strengthen internal controls designed to detect errors in the compilation process of the cost allocation plan.

Management's View: *The Division of Financial Management (DFM) concurs with the finding and update item in the report related to the 2017 Statewide Cost Allocation Plan fieldwork as part of the audit of the statewide Single Audit Report. DFM has revised internal procedures to provide additional items to the annual Statewide Cost Allocation Plan compilation and review checklist.*

Auditor's Concluding Remarks: We thank the Division for its cooperation and assistance throughout the audit.

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2017-204

Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs.

Type of Finding: Significant Deficiency, Noncompliance

Related to Prior Finding: 2016-204

CFDA Title: SNAP Cluster; TANF Cluster; Immunization Cooperative Agreements; Medicaid Cluster
CFDA Number: 10.551, 10.561 (SNAP); 93.558 (TANF); 93.268 (Immunization); 93.778 (Medicaid)
Federal Award Number: 16167IDID4S2514, 16167IDID4S2520, 16167IDID4Q7503, 16167IDID5Q3903, 16167IDID4S2519, 16167ID4IDS8036, 177ID4IDS8026, 177IDID4Q7503, 177IDID4S2514, 177IDID4S2519, 177IDID4S2520, 177IDID5Q3903 (SNAP); 1601IDTANF, 16PBIDTANF, 16PCIDTANF, 16PGIDTANF, 1701IDTANF, 17PBIDTANF, 17PCIDTANF, 17PGIDTANF (TANF); NH23IP000747 (Immunization); ID20164, 1605ID5ADM, 1605ID5MAP, 1605IDIMPL, 1605IDINCT, 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT (Medicaid)
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Health and Human Services, Department of Agriculture
Compliance Requirement: Allowable Costs/Cost Principles
Questioned Costs: Not Determinable

Criteria: The Code of Federal Regulations (CFR) 2 CFR 200.430(a)(3) specifies that compensation costs are allowable to the extent that they satisfy specific requirements, including that they are determined and supported as described in the Standards for Documentation of Personnel Expenses.

Standards for Documentation of Personnel Expenses indicate:

- Employees who work on multiple activities or cost objectives should charge their time based on actual activities performed.
- Budget estimates or other predetermined distribution percentages do not qualify as support for charges to federal awards, but may be used for interim accounting purposes, provided that:
    - Procedures for establishing estimates produce reasonable approximations of the activity actually performed, and

- The internal control system should include processes to review after-the-fact interim charges made to the federal awards based on budget estimates.

Condition: Testing found 7 out of 320 timesheets, or 2 percent, reflected payroll charges to federal programs based on predetermined budget estimates or other distribution percentages. These errors are related to federal programs in the Division of Welfare and the Division of Public Health.

While predetermined budget estimates and other distribution percentages are acceptable for interim accounting purposes, there was no process in place during a majority of the audit period to compare actual time spent to the allocated time. Further, there were no procedures in place to periodically review the predetermined budget estimates or distribution percentages so that reasonable adjustments can be made according to federal regulations.

The Department's Division of Welfare implemented new time-keeping procedures in March 2017 to comply with federal time and effort requirements. The Division of Public Health is in the process of developing procedures to comply with these requirements.

Cause: Procedures are not in place to ensure that predetermined budget estimates or distribution percentages are reviewed and compared to actual time spent. There is no documentation to indicate the allocations are appropriate and supported.

Effect: Without comparisons of actual time to the allocated time charged, payroll costs charged to federal grants based on budget estimates or distribution percentages may be erroneously allocated and would not be properly supported as allowable costs for federal reimbursement. Total questioned costs are unknown.

Recommendation: We recommend that the Department ensure that internal controls and procedures comply with federal requirements for charging direct payroll expenditures to federal grants.

Management's View: *The Department agrees with this finding. SNAP and TANF programs implemented the corrective actions indicated in last year's response. Exceptions noted in the FY 2017 audit related to agreements initiated prior to the corrective action implementation.*

The Division of Public Health, which includes the Immunization program, is in the process of developing a method to track actual and budgeted time keeping to comply with this finding.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-205
Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements for the Temporary Assistance for Needy Families (TANF), Child Care Development Fund (CCDF), and Foster Care programs.

Type of Finding: Significant Deficiency, Noncompliance

Related to Prior Finding: 2016-208

CFDA Title: TANF Cluster, CCDF Cluster, Foster Care Title IV-E
CFDA Number: 93.558 (TANF); 93.575, 93.596 (CCDF); 93.658 (Foster Care)
Federal Award Number: 1601IDTANF, 16PBIDTANF, 16PCIDTANF, 16PGIDTANF, 1701IDTANF, 17PBIDTANF, 17PCIDTANF, 17PGIDTANF (TANF); G1601IDCCDF, G1701IDCCDF, 1601IDCCDF, 16PAIDCCDF, 16PBIDCCDF, 16PCIDCCDF, 16PKUTCCDF, 1701IDCCDF,

17PAIDCCDF, 17PBIDCCDF, 17PCIDCCDF (CCDF); 1601IDFOST, 1701IDFOST (Foster Care)
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Health and Human Services
Compliance Requirement: Procurement and Suspension and Debarment
Questioned Costs: Not Determinable

Criteria: The Code of Federal Regulations (CFR) 2 CFR 180.300 requires the State to verify an entity is not suspended or debarred or otherwise excluded before entering into a covered transaction. The verification is accomplished by (1) checking the System for Award Management (SAM) Exclusions maintained by the General Services Administration (GSA) and available at https://www.sam.gov/portal/public/SAM/, (2) collecting a certification from the entity, or (3) adding a clause or condition to the covered transaction with that entity.

Covered transactions, as defined by 2 CFR 180.220, are those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed $25,000 or meet certain other criteria.

Also, 2 CFR 200.303 states that the non-federal entity 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.

Condition: Audit procedures identified 62 out of 89 vendors, or 70 percent, where the Department could not provide evidence to demonstrate that they verified the vendors were not suspended or debarred prior to entering into covered transactions with the vendors. The identified exceptions relate to child-care provider agreements for multiple federal programs.

Cause: Internal controls and the related suspension and debarment procedures are not consistently implemented throughout all Department programs. As of December 2017, the Department was in the process of updating provider agreements to include a clause that each vendor certifies that they are not suspended or debarred.

Effect: We did not identify suspended or debarred vendors receiving federal funds during our testing; however, the lack of implemented controls intended to identify suspended or debarred vendors before federal payments are made increases the risk that the Department may enter into covered transactions and make payments to vendors that are suspended or debarred.

Recommendation: We recommend that the Department reinforce existing control policies and procedures by verifying that vendors are not suspended or debarred prior to entering into covered transactions and adding and retaining documentation to provide evidence that the verification was performed. We further recommend that the Department continue their efforts in updating all provider agreements.

Management's View: *The Department agrees with this finding. The Child Care program modified their agreements according to the corrective action plan in the FY 2016 audit. Child Care contracts initiated after October 2017 complied with this requirement.*

The Foster Care program will implement a quarterly compliance check to verify that vendors paid for miscellaneous reimbursements are not suspended or debarred. They will also implement a new standard provider agreement for providers that are not covered by the contracts unit.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-206
Changes made to a Medicaid contract reimbursement rate were not accurately implemented resulting in overpayments of $91,482.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Medicaid Cluster
CFDA Number: 93.778
Federal Award Number: ID20164, 1605ID5ADM, 1605ID5MAP, 1605IDIMPL, 1605IDINCT, 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Health and Human Services
Compliance Requirement: Allowable Costs/Cost Principles
Questioned Costs: Known $91,482; Likely $91,482

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 things like approvals, authorizations, verifications, reconciliations, and segregation of duties.

The Uniform Grant Guidance given in the 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: We identified 1 Medicaid transaction, out of 72 tested, that was processed at a rate higher than the contract reimbursement rate. The contract terms allowed for a rate of 41 percent for Inpatient Room & Board Services, but the claim would have been paid out at 43 percent. However, a third-party insurance paid for the service before the Medicaid claim was applied, so the error resulted in a $0 claim for Medicaid.

A related error was identified by the Department in September 2016, and the related payment corrections were made in October 2016; however, those corrections did not include all of the payments processed at the incorrect rate because an incorrect date field was used to identify the errors. The Department was unaware of this mistake until our audit procedures identified the error that occurred outside the date range of the corrected claims.

Cause: The program reimbursement rate was modified in the Medicaid Management Information System (MMIS) with a ticket change. There was a data entry error with the ticket change where the new reimbursement rate entered was not saved. The system reverted the reimbursement rate to the prior rate. Review procedures failed to identify that the new pay rate was not retained. Further, additional review procedures over the corrections completed in October 2016 failed to identify and correct the date range error.

Effect: The Department estimated it processed approximately $4.5 million in claims at the incorrect higher reimbursement rate, resulting in identified known questioned costs of $91,482.

Recommendation: We recommend that the Department improve the ticket change process to ensure reimbursement rate changes are accurately implemented. We also recommend that the Department make adjustments to recover the amounts paid in error.

Management's View: *The Department agrees with this finding. Human error by the Medicaid fiscal agent (Contractor) caused the wrong reimbursement rate. In October 2017, the Contractor implemented an additional verification step to ensure the avoidance of future errors. All claims processed with the incorrect rate were reprocessed by October 2017.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-207
Peer reviews of treatment service providers for the Block Grants for Prevention and Treatment of Substance Abuse were not completed in accordance with federal requirements.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Block Grants for Prevention and Treatment of Substance Abuse
CFDA Number: 93.959
Federal Award Number: TI010017-16, TI010017-17
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Health and Human Services
Compliance Requirement: Special Tests and Provisions
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR) 45 CFR 96.136 requires the Department to conduct independent peer reviews of treatment service providers. The peer reviews must assess the quality, appropriateness, and effectiveness of treatment services provided to individuals. The Department must ensure:

- At least 5 percent of the treatment service providers in the state are reviewed and
- The providers reviewed are representative of those providing treatment services.

The independent peer review requirement may also be satisfied by demonstrating that at least 5 percent of the service providers obtained accreditation during the fiscal year from a private accreditation body such as the Joint Commission on the Accreditation of Healthcare Organizations, the Commission on the Accreditation of Rehabilitation Facilities.

Condition: The Department chose to perform no peer reviews in fiscal year 2017 and rely solely on private accreditations of the service providers. Only two service providers received private accreditation during fiscal year 2017. The Department had a total of 84 service providers during the fiscal year. The performance of a peer review or private accreditation for a minimum of five service providers was necessary to ensure that the Department met the minimum five percent required for compliance.

Cause: The Department does not have adequate internal controls in place to ensure compliance with peer review requirements on an annual basis. Controls were not designed effectively to ensure that the correct number of treatment services providers were subject to a peer review. The Department was also relying on the three-year certification period of a private accreditation. However, the peer review compliance requirement is only met for certifications received in the current year.

Effect: Without adequate procedures to ensure proper subrecipient monitoring, including completing peer reviews, the Department risks noncompliance with federal requirements.

Recommendation: We recommend that the Department update their internal controls to ensure subrecipient monitoring procedures are in place that meet the federal requirements, including conducting

an annual peer review of at least 5 percent of the treatment service providers in the State and tracking those service providers receiving private accreditation during each fiscal year.

Management's View: *The Department agrees with this finding. Last year, a Management memo from the auditors to the Department pointed out that 5% of treatment providers needed to be peer reviewed or be accredited (usually for 3 years) and that the Substance Abuse program had not ensured that a sufficient number were accredited to meet the requirement. However, this year's audit clarified that the Federal requirement demands that the Substance Abuse program ensure that 5% of all treatment providers be peer reviewed or receive an accreditation in any given year. The Substance Abuse program will implement a peer review process so that at least 5% of the treatment providers have a peer review or receive an accreditation in any given year.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-208
Internal controls failed to prevent or identify and correct errors in the Child Care Development Fund (CCDF) ACF-404 Error Rate Report.

Type of Finding: Significant Deficiency

CFDA Title: CCDF Cluster
CFDA Number: 93.575, 93.596
Federal Award Number: G1601IDCCDF, G1701IDCCDF, 1601IDCCDF, 16PAIDCCDF, 16PBIDCCDF, 16PCIDCCDF, 16PKUTCCDF, 1701IDCCDF, 17PAIDCCDF, 17PBIDCCDF, 17PCIDCCDF
Program Year: October 1, 2015 to September 30, 2016
Federal Agency: Department of Health and Human Services
Compliance Requirement: Eligibility
Questioned Costs: Known $439; Likely $2,487

Criteria: The Code of Federal Regulations (CFR) 45 CFR 98.100 requires the Department to report improper payments in the expenditures of CCDF grant funds every three years. Improper payments are defined as any payment that should not have been made or that was made in an incorrect amount, including overpayments and underpayments. The Department identifies improper payments as part of an eligibility quality control review process that samples CCDF payments on a monthly basis. The monthly quality control review process is documented using ACF-403 Report Review Worksheets that are combined and summarized in the ACF-404 Error Rate Report, including the improper payments identified.

Additionally, 2 CFR 200.303 requires the Department to establish and maintain effective internal control over the federal award that provides reasonable assurance that they are managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

Condition: We reviewed the federal fiscal year 2016 ACF-404 Error Rate Report and the supporting ACF-403 Report Review Worksheets. Our review found discrepancies in 4 out of 40, or 10 percent, of the eligibility cases reviewed in the quality control process. The discrepancies noted were differences between the benefit payment calculation amounts entered on the ACF-403 Report Review Worksheets and the benefit payment amounts calculated based upon documentation maintained in the archived Idaho Child Care System (ICCS) payment record. The benefit payment amounts used in the ACF-403 Report Review Worksheets, which support the ACF-404 Error Rate Report, could not be substantiated. Further, there was no documentation of a review and approval of the ACF-404 Error Rate Report.

Cause: The Department's quality control review process failed to maintain support documentation that validates that the review of the eligibility and benefit payment calculations were performed correctly. Further, the Department did not have adequate controls in place to ensure the review of the ACF-404 Error Rate Report was documented and completed with sufficient detail that would reasonably detect and correct errors prior to submission.

Effect: The quality control review support documentation did not agree to the benefit payment amounts calculated by the Department. Further, the amounts were not reported correctly on the ACF-404 Error Rate Report. The total benefit payment amounts differ from the amounts reported by $439, which project to questioned costs of $2,487.

Recommendation: We recommend that the Department implement an internal control process that provides for documentation of the review and approval of the ACF-404 Error Rate Report. We also recommend improving the internal control process to help ensure that the quality control review of eligibility cases is adequately documented and accurately reported.

Management's View: *The Department agrees with this finding. The Child Care program will design and implement internal controls that will provide for documentation of the ACF-404 review and will improve the design and documentation of internal control procedures to ensure that the quality control review of eligibility cases is documented and accurately reported.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-209
Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing supporting documentation, such as vouchers and receipts, resulting in improper payments.

Type of Finding: Significant Deficiency, Noncompliance

Related to Prior Finding: 2016-206

CFDA Title: SNAP Cluster
CFDA Number: 10.551, 10.561
Federal Award Number: 16167IDID4S2514, 16167IDID4S2520, 16167IDID4Q7503, 16167IDID5Q3903, 16167IDID4S2519, 16167ID4IDS8036, 177ID4IDS8026, 177IDID4Q7503, 177IDID4S2514, 177IDID4S2519, 177IDID4S2520, 177IDID5Q3903
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Agriculture
Compliance Requirement: Activities Allowed or Unallowed; Allowable Costs/Cost Principles
Questioned Costs: Known $1,990; Likely $33,289

Criteria: The Code of Federal Regulations (CFR) 2 CFR 215.53(b) requires that financial records, supporting documents, statistical records, and all other records pertinent to an award shall be retained for a period of three years from the date of submission of the final expenditure report or, for awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report as authorized by the federal awarding agency.

As defined in 2 CFR 200.303, a non-federal entity 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.

Also, 2 CFR 200.53(b) clarifies improper payments as any payment where insufficient or lack of documentation prevents a reviewer from discerning whether a payment was proper.

Condition: The SNAP contracts with EWS to provide vouchers to clients for program services. Clients use the vouchers to pay vendors for program-authorized items, such as interview-appropriate clothing and transportation costs to get to an interview. The voucher and related receipts are then sent to EWS, who then forwards the documentation to the Department for payment.

We identified 11 out of 77 transactions tested, or 14 percent, that had insufficient documentation to support the program expenditure, including paper vouchers and corresponding receipts.

Cause: The Department does not have adequate policies and procedures in place requiring that appropriate supporting documentation, such as vouchers and receipts, is submitted with the request for payment and available for review.

All errors found relate to a single vendor that was replaced as of October 1, 2016.

Effect: Without appropriate supporting documentation, non-compliance with federal requirements may not be prevented or detected in a timely manner.

Under the SNAP award, the Department expended funds totaling $1,990 identified in our sample for transactions that lack supporting documentation, with likely questioned costs of $33,289 related to the contract with EWS.

Recommendation: We continue to recommend that the Department maintain policies and procedures that ensure supporting documentation, such as vouchers and receipts, is appropriately retained and available for review for the SNAP grant.

Management's View: *The Department agrees with this finding. The Division of Welfare completed the corrective actions for this finding in September 2017. The improper payments were made by the prior contractor. The Department has provided extensive training to the new contractor and expects these findings to be resolved. Non-compliant transactions in this audit pertain to the transactions with the prior contractor. No exceptions were found with the current contractor.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

IDAHO TRANSPORTATION DEPARTMENT (Department)

FINDING 2017-210

Internal controls over the wage rate compliance requirement in the Highway Planning and Construction program are not adequate to ensure that all certified weekly payrolls are received and that required reviews of those payrolls are consistently performed.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Highway Planning and Construction Cluster
CFDA Number: 20.205
Federal Award Number: N 4510.756, N 4510.788, N 4510.802, N 4510.810
Program Year: October 1, 2011 to September 30, 2012; October 1, 2014 to September 30, 2015; October 1, 2015 to September, 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Transportation

Compliance Requirement: Special Tests and Provisions
Questioned Costs: Not Determinable

Criteria: The Code of Federal Regulations (CFR) *Labor Standards Provisions Applicable to Contracts Covering Federally Financed and Assisted Construction* (29 CFR section 5.5) requires the prime contractor to submit a copy of all payrolls, weekly, for each week in which any contract work is performed. The prime contractor is also responsible for the submission of subcontractor payrolls. Each payroll must be accompanied by a signed statement of compliance.

Additionally, *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.

The Department's *Contract Administration Manual* provides the following procedures intended to ensure compliance with the federal regulations:

> Contractors and subcontractors must submit weekly certified payrolls to the Resident Engineer (RE). In turn, the RE and his/her staff will check certified payrolls and retain them as part of the project file. Detailed checking of all certified payrolls is not necessary. Provide a detailed check of the first submitted payroll, any payroll with employee spot check interviews, and payrolls with new employees. Subsequent spot checks fulfill the checking requirements, except on certain projects where experience with an individual contractor indicates that a thorough review of each certified payroll is necessary.

Condition: We identified deficiencies in the supporting documentation for some certified weekly payrolls that are associated with the 25 construction projects reviewed. The sample was stratified proportionately among seven districts based on total project expenditures. We tested 1,637 weekly payrolls ending between July 1, 2016, and the first week of July 2017 associated with those projects.

Initially, the Department had difficulty locating documentation for 61 weekly payrolls. After additional searching, they were able to provide documentation for all but 14 weekly payrolls. One additional payroll was missing the subcontractor's signed statement of compliance. While the final overall percentage of missing payroll submissions was under 1 percent (14 of 1,637 weekly reports for all districts), all of these exceptions occurred in the two projects (100 percent) selected from District 5; no missing payrolls were noted in the other districts.

Additionally, on 8 of the projects (32 percent) tested, we noted the following exceptions in the certified weekly payrolls provided:

- 14 first weekly payrolls were submitted by contractors and subcontractors, yet the detailed inspection on all of them was dated after being requested by the auditor.
- 160 out of 201 (80 percent) subsequent weekly payrolls submitted had no documented evidence of a spot check or the check was dated after being requested by the auditor. While not every payroll is required to be checked, spot checks are required, and do not appear to be occurring on a routine basis. Some contractors and subcontractors went between 14 and 20 weeks without a spot check.
- The documentation of these reviews, and indication of payrolls that had new employees or a spot check interview performed, was inconsistent, making it difficult to determine if an adequate review was completed.

Cause: The Department's internal controls are not adequately designed to ensure that all required certified weekly payrolls are received. There is a payroll log available to track whether payrolls are submitted or not, but based on discussion with management, the log is not used consistently. Based on our observation of the logs, they are not designed to capture the payroll dates, when the payroll was received, when the payroll was reviewed and by whom, and if a detailed check was required (e.g., first payroll, payroll with new employee, employee interview, or unfavorable experience with contractor).

The Department is not adequately monitoring the review of certified weekly payrolls to ensure that they are being performed as outlined in the Contract Administration Manual, on a consistent basis, and within a reasonable amount of time after the payroll date. The Department's policies do not specify a timeframe or minimum frequency for these spot checks to occur. In addition, the related documentation is not maintained in a consistent manner or in a central location.

Effect: Without adequately designed and operating internal controls, there is an increased risk that certified weekly payrolls will not be obtained as required by the Highway Planning and Construction program, resulting in questioned costs. Noncompliance with labor standards could also result in legal action.

Recommendation: We recommend that the Department implement and strengthen internal controls to ensure that all certified weekly payrolls are received from contractors and subcontractors. Timely reviews of weekly payrolls should be consistently performed in accordance with the Department's Contract Administration Manual. The performance of these controls should be adequately documented. We further recommend that documentation should be maintained in a consistent manner that is easily accessible.

Management's View: *ITD agrees with the need to strengthen internal controls to ensure that certified weekly payrolls are received and properly evaluated as outlined in ITD's Contract Administration Manual. ITD also agrees that payrolls should be stored in a consistent manner that is easily accessible.*

Before advertising federal-aid contracts, the Contracting Services section will verify that the contract proposal contains the Required Contract Provisions, Federal-Aid Construction Contracts (FHWA-1273). These provisions require contractors (and lower tier subcontractors) to submit weekly payrolls to ITD along with a certifying Statement of Compliance.

As noted in the audit, ITD's Contract Administration Manual contains instructions for reviewing these weekly payroll submittals:

> *Contractors and subcontractors must submit weekly certified payrolls to the Resident Engineer (RE). In turn, the RE and his/her staff will check certified payroll and retain them as part of the project file. Detailed checking of all certified payrolls is not necessary. Provide a detailed check of the first submitted payroll, and any payroll with employee spot check interviews, and payrolls with new employees. Subsequent spot checks fulfill the checking requirements, except on certain projects where experience with an individual contractor indicates that a thorough review of each certified payroll is necessary.*

ITD will identify a specific position in each District and task them with the responsibility to review certified weekly payroll submittals and perform contractor employee interviews as outlined in the ITD Contract Administration Manual. The Construction/Materials Services section and the Office of Civil Rights will provide training to these individuals to instruct them of their responsibilities. Part of this training will be instruction regarding acceptable procedures to document detailed checks and spot checks of payroll records.

During the next construction season ITD's Construction/Materials Services section will perform a quality assurance review the project records on a subset of the federal-aid contracts administered by ITD Districts, the Local Highway Assistance Council (LHTAC) and Ada County Highway District (ACHD). The results of this review will be shared with ITD's Highway Leadership Team and other interested parties.

Certified weekly payroll records for all ITD administered federal-aid contracts will be stored in Project Wise, a data management program common to all ITD Districts. Through Stewardship & Oversight agreements, ITD allows LHTAC and ACHD to also administer federal-aid projects. ITD will require that LHTAC and ACHD store certified weekly payroll records in Project Wise or a comparable data management software program. Evidence that certified weekly payroll records have been reviewed will also be retained in the project file.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-211
Internal control policies and procedures did not ensure compliance with the suspension and debarment requirements of the Highway Planning and Construction program.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Highway Planning and Construction Cluster
CFDA Number: 20.205
Federal Award Number: HIPA-10 ER10 ID201601, HEPH30-S-0213-L97E-0040, HNG-12-0898-Q92-0001, N 4510.506
Program Year: October 1, 1997 to September 30, 1998; October 1, 2002 to September 30, 2003; October 1, 2011 to September 30, 2012; October 1, 2016 to September 30, 2017
Federal Agency: Department of Transportation
Compliance Requirement: Procurement and Suspension and Debarment
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR), 2 CFR 180.300, requires the State to verify an entity is not suspended or debarred or otherwise excluded before entering into a covered transaction. The verification is accomplished by (1) checking the System for Award Management (SAM) Exclusions 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.

"Covered transactions" are defined in 2 CFR 180.220 as those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed $25,000 or meet certain other criteria.
The Federal Highway Administration (FHWA) provides further guidance on the FHWA-1273 form for first-tier participants to include the "Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion-Lower Tier Covered Transactions" clause in highway construction, non-highway construction, and service contracts.

Additionally, *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.

Condition: The Department could not provide evidence that the contract or agreement for 3 out of 9 vendors (33 percent) tested included a certification clause or otherwise demonstrate that they verified the vendors were not suspended or debarred prior to entering into covered transactions with the vendors. The three exceptions were on contracts related to emergency repair services, an appraisal contract, and a project agreement with a local government.

The Department's internal control process includes the review and approval of contracts and agreements to ensure that the proper terms and conditions are included.

Cause: Internal control procedures were not adequately performed to ensure compliance with the suspension and debarment requirements on all contracts and agreements as required by the FHWA.

Effect: We did not identify suspended or debarred vendors receiving federal funds during our testing; however, without the consistent performance of internal controls over suspension and debarment requirements, there is an increased risk that the Department may enter into covered transactions with vendors that are suspended or debarred.

Recommendation: We recommend that the Department reinforce its existing control policies and procedures to ensure they are performed consistently for all contracts and agreements required by the FHWA to reduce the risk of entering into a covered transaction with a suspended or debarred vendor.

Management's View: *ITD's Contracting Services section is responsible for advertising and awarding the majority of the federal-aid construction contracts for ITD, LHTAC, and ACHD. Prior to award of a federal-aid contract, Contracting Services will verify compliance with suspension and debarment requirements and will document this verification on the Contract Award Checklist. Part of this verification will be to utilize the System for Award Management (SAM) Exclusions as recommended by the audit.*

As mentioned previously for Item 1, each federal-aid contract includes the FHWA-1273, Section X. Certification Regarding Debarment. Suspension. Ineligibility and Voluntary Exclusion. By signing and submitting a proposal, the contractor certifies that they are not presently debarred, suspended, or proposed for debarment and that they will include this same clause in contracts with subcontractors (lower tiered participants).

As an added precaution, at the award of each contract, Contracting Services staff will post the Contract Award Checklist, including the date reviewed in the Contracts and Plans folder in Project Wise.

In some cases LHTAC, ACHD, Cities, Counties, Highway Districts, or ITD's Business and Supply Management (BSM) section may also award federal-aid construction contracts independently of ITD's Contracting Services section. Through Stewardship & Oversight Agreements, State/Local Agreements, and other applicable ITD procedure manuals. ITD will require that federal-aid contracts include the FHWA-1273 provisions and that the SAM website be checked prior to award of the contract.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

STATE OF IDAHO
FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

IDAHO DIVISION OF VOCATIONAL REHABILITATION (Division)

FINDING 2017-212
Labor hours were incorrectly reported on the federal Rehabilitation Services Administration (RSA) RSA-2 report for the Vocational Rehabilitation Grants to States.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A150016, H126A160016
Program Year: October 1, 2014 to September 30, 2015; October 1, 2015 to September 30, 2016
Federal Agency: Department of Education
Compliance Requirement: Reporting
Questioned Costs: None

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.

The RSA collects data on the Title I, State Vocational Rehabilitation Services Program as authorized under the Rehabilitation Act of 1973. The RSA requires State Vocational Rehabilitation agencies to submit an Annual Vocational Rehabilitation Program/Cost Report (RSA-2). RSA-2 reports are due by December 31 following the close of the federal fiscal year. The RSA provides instructions for completing the RSA-2 reports.

According to the RSA-2 instructions, labor hours should be reported in four categories: administrative staff, counselor staff, staff supporting counselor activities, and other staff. The total hours for each category are reported in Schedule II Labor Hours. The administrative staff labor hours should not include labor hours for staff whose salaries are subject to distribution pursuant to an approved Indirect Cost Rate Agreement or Cost Allocation Plan.

Condition: Labor hours totaling 38,053 for administrative staff, whose salaries are subject to distribution pursuant to an approved indirect cost rate agreement, were incorrectly included in the Schedule II of the RSA-2 report submitted for federal fiscal year 2016.

Cause: The RSA-2 reports are reviewed for accuracy and completeness prior to final submission to the federal RSA. The Division provided us with documentation showing that this review occurred, but the instructions for completing the RSA-2 report were misunderstood, resulting in errors in the classification of labor hours.

Effect: Labor hours reported on the federal fiscal year 2016 RSA-2 report were overstated by 15 percent.

Recommendation: We recommend that the Division improve procedures over the preparation and review of the RSA-2 report to ensure data is accurately reported.

Management's View: *The instructions provided by the Rehabilitation Services Administration (RSA) on the RSA-2 form were not clear to agency staff as currently written. After reviewing the instructions with RSA's intended data being requested, agency staff understands what is being asked and have noted what type of data is required. Agency staff will report the intended data in the specific section of the report.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-213
The Division did not meet the Pre-Employment Transition Services (Pre-Employment) earmarking requirement.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A150016
Program Year: October 1, 2014 to September 30, 2015
Federal Agency: Department of Education
Compliance Requirement: Matching, Level of Effort, Earmarking
Questioned Costs: None

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.

29 U.S. Code 730(d)(1) states, "From any State allotment under subsection (a) for a fiscal year, the State shall reserve not less than 15 percent of the allotted funds for the provision of pre-employment transition services."

Condition: The federal fiscal year 2015 federal grant award amount was for $15,100,000. Earmarking requires that 15 percent be reserved and expended for Pre-Employment. The required reserve was $2,265,000, and the Division had $266,447 remaining at the end of the grant on September 30, 2016. The total of the reserve used for the grant period was 13.2 percent ($1,998,553), instead of the required 15 percent.

Cause: The Division was on track to meet the 15 percent earmarking requirement; however, during the grant period, the RSA sent additional guidance on allowable expenditures for Pre-Employment. Some of the Division's original expenditures for Pre-Employment were no longer allowable, and adjustments were made to remove the unallowable expenditures from the Pre-Employment program. In doing so, the percentage of expenditures in the federal fiscal year 2015 federal grant for Pre-Employment dropped from 15 percent to 13.2 percent.

Effect: The Division was 1.8 percent, or $266,447, short of meeting its earmarking requirement for the federal fiscal year 2015 federal grant.

Recommendation: We recommend that the Division improve internal controls and monitoring procedures to ensure the minimum earmarking requirements are met.

Management's View: *The Workforce Innovation and Opportunity Act (WIOA) was passed by Congress in July 2014 and was effective starting on October 1, 2014 for federal fiscal year (FFY) 2015. This required the Agency to* reserve *15% of the Agency's allocation towards Pre-Employment Transition Services (Pre-ETS). The RSA did not provide final guidance on the Pre-ETS service requirements until FFY16, specifically on September 19, 2016. The Agency made good- faith efforts to design programs and expend funds that were believed to be in alignment with the WIOA requirements.*

Furthermore, the agency was within a *few thousand dollars of meeting the 15% requirement when the final guidance came out. After reviewing the final regulations, the agency discovered some of the funds expended did not meet the requirement for Pre-ETS. Adjustments were made at that time* to *remove those expenditures from the Pre-ETS requirement. Consequently, the agency in turn did not meet the 15% spendingrequirement.*

Since FFY15 the agency has collaborated with the RSA on agency programs and allowable expenditures for Pre-ETS. The agency has subsequently made adjustments and are meeting our Pre-ETS spending requirements.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-2014
Expenditures charged to the Vocational Rehabilitation Basic grant were not in compliance with the Division's policies.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A160016, H126A170016
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Education
Compliance Requirement: Allowable Costs/Cost Principles
Questioned Costs: Not Determinable

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.

The CFR for Vocational Rehabilitation Services at 34 CFR 361.50 says that states must develop and maintain written policies covering the nature and scope of the vocational rehabilitation services provided. States must include policies to govern the rates of payment for all purchased vocational rehabilitation services.

The Division's Field Services Policy Manual, in effect as of July 1, 2016, contained the following policies regarding the rates of payment for services:

- Tools: Purchases over $500 require three bids, with a maximum of $1,500 per case.
- Tuition and Fees: The Division will pay up to 90 percent of tuition and fees of any Idaho Public Post-Secondary Institution.
- Hearing Aids: The Division will pay up to a maximum of $1,000 per hearing aid.
- Optometry: The Division will pay for frames with single vision up to $165, bifocals up to $185, and trifocals up to $210.
- Computers (Hardware and Software): The Division will pay up to a maximum of $500 per case, not including disability related assistive technology.
- Transportation: The Division will pay for the use of a private vehicle up to a maximum of $60 per month for use within a 20-mile radius, or a maximum of $200 per month outside of a 20 mile radius.

- Exceptions: Vocational Rehabilitation Counselors are delegated substantial decision and purchasing authority based upon the payment policy. Exceptions to policy require the approval of a Regional Manager and the notification and consultation of the Chief of Field Services. Documentation of the Regional Manager's approval must be noted in the case file. Purchases in excess of delegated authority must reviewed by the Regional Manager and approved by the Chief of Field Services or designee. This documentation must also be noted in the case file.

Condition: We identified 32 expenditure transactions that did not comply with the Division's payment policies for the Rehabilitation Services Grant. The errors occurred in the following categories:

- 15 transactions were for the purchase of tools that exceeded $500, but 3 bids were not obtained, or the total cost exceeded the $1,500 limit with no documented approval by the Regional Manager.
- 10 transactions were for the payment of tuition and fees that exceeded the 90 percent limit with no documented approval by the Regional Manager.
- 2 transactions were for the purchases of a computer and software. The computer purchase exceeded the $500 limit without the Regional Manager's approval and the software was purchased without using an available statewide contract.
- 5 transactions were for costs related to hearing aids, travel, eyeglasses, and other items that exceeded the limits in the policy manual with no documented approval by the Regional Manager.

Cause: The Division has internal control procedures in place that are intended to reduce the risk of noncompliance with grant regulations and Division policies. Expenditures are entered into the statewide accounting system and reviewed for accuracy and compliance prior to release for payment. As part of our testing, we reviewed documentation that indicated the fiscal staff completed the required review and identified noncompliance for all 32 transactions. However, when the fiscal staff discussed the transactions with a member of the Division's management, they were instructed to process the payments as is, without additional documentation or other approval for the exceptions, as required in the Division's policy manual.

Effect: The Division's written policies are required by federal regulations and are intended to ensure that vocational rehabilitation services are provided in a fair and consistent manner to qualified recipients at the lowest cost possible. Internal control procedures should be designed and implemented to prevent, or detect and correct noncompliance with established policies. Internal controls, by nature, can be inconvenient and require the flow of transactions to pause for supervisory review, monitoring, reconciliation, or other activities. However, circumventing established control procedures, even for the purpose of expediting services to recipients, exposes the Division to many risks, including noncompliance with policies and federal grant requirements, overpayments, or improper payments.

The total amount of the 32 transactions was $71,799. Without documentation to show bidding or approval for costs exceeding allowed amounts, we cannot verify that these costs are allowable in their entirety for the Rehabilitation Services Grant.

Recommendation: We recommend that the Division strengthen internal controls over its expenditure processes, including a mechanism to report management override of controls, to ensure compliance with Division policies and procedures.

Management's View: *Additional policies and procedures will be developed specific to following agency policies* as *well as documenting the instances where management has determined the need to make an exception to the agency's policy manual exceptions.*

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

FINDING 2017-215

Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.

Type of Finding: Significant Deficiency, Noncompliance

Related to Prior Finding: 2016-209

CFDA Title: Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Federal Award Number: H126A150016, H126A160016, H126A170016
Program Year: October 1, 2014 to September 30, 2015; October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017
Federal Agency: Department of Education
Compliance Requirement: Special Tests and Provisions
Questioned Costs: None

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.

The Office of Management and Budget (OMB) *Compliance Supplement for Vocational Rehabilitation Grants to States*, specifies that when an IPE is required, it must be completed as soon as possible, but not later than 90 days after the date of the determination of eligibility, unless the State agency and the eligible individual agree to an extension.

Condition: We tested compliance for 60 out of the 4,821 individual cases in State fiscal year 2017, and we noted that 4 of the 60 (7 percent) did not have a signed IPE or an agreed-upon extension within 90 days of an eligibility determination.

Cause: The Division's case management system tracks the time between when a client is determined eligible and when an IPE is required to be created for them. The Vocational Rehabilitation Counselors (VRCs) have access to a report of cases that are within 30 days of the due date; however, there is no prompt alerting the VRC of the approaching deadline, and there is no requirement for the VRCs to view these reports. The Division began developing new controls in May 2017. However, the new controls were not fully implemented until October 1, 2017, after our audit period had ended.

Effect: Without proper internal controls to ensure timely completion of the IPE for each eligible client, the Division is not in compliance with the terms of the grant.

Recommendation: We recommend that the Division improve the design and implementation of internal controls over the IPE process to ensure IPEs are completed for eligible clients within the required timeframe.

Management's View: *An Excel spreadsheet has been developed and implemented to be used by the IDVR Regional Managers who supervise the agencies VR counselors. The Regional Managers conduct a compliance review at minimum every two weeks. The compliance review includes pulling an activity due report for each caseload in their region and date for determining the 90 days to /PE. The Regional Manager is required to do another compliance review on or before that due date or in two weeks from the previous compliance review if IPEs were due for the two week period.*

If the Regional Manager is out of the office the Assistant Regional Manager for that region is to complete all necessary compliance reviews for that period of time.

At the end of each month the Regional Manager is required to email a copy of the Excel spreadsheet to the Chief of Field Services who reviews the spreadsheet and retains the email as evidence that the internal control process has been followed.

Auditor's Concluding Remarks: We thank the Department for its cooperation and assistance throughout the audit.

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

MANAGEMENT'S BASIC FINANCIAL STATEMENTS FINDINGS CORRECTIVE ACTION PLAN

STATE OF IDAHO

OFFICE OF THE STATE CONTROLLER

BRANDON D WOOLF

January 31, 2018

April Renfro, CPA
Division Manager
Legislative Services Office, Audit Division
700 W Jefferson Street
P.O. Box 83720
Boise, Idaho 83720-0054

Dear Mrs. Renfro,

Enclosed with this letter is the State of Idaho's Corrective Action Plan and Summary Schedule of Prior Audit Findings for the fiscal year 2017 Internal Control Report related to the Comprehensive Annual Financial Report.

The State's Corrective Action Plan and Summary Schedule of Prior Audit Findings are a compilation of information provided to us by the applicable state agencies. They are prepared in conjunction with your fiscal year 2017 Comprehensive Annual Financial Report audit.

We appreciate the efforts of the Idaho Legislative Services Office in completing the Comprehensive Annual Financial Report audit for the State for fiscal year 2017. If you have any questions regarding this Corrective Action Plan, please do not hesitate to contact our office.

Sincerely,

Brandon D Woolf
State Controller

P.O. Box 83720, Boise, Idaho 83720-0011
Telephone: (208) 334-3100, e-mail: scoinfo@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor

STATE OF IDAHO INTERNAL CONTROL REPORT
CORRECTIVE ACTION PLAN
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Agency: Idaho State Liquor Division

Finding Number 2017-101: Statutorily required distributions of excess funds are not supported by adequate documentation, and controls are not in place to ensure the accuracy of the amount distributed.

Related to Prior Finding: N/A

Corrective Action: The Idaho State Liquor Division (ISLD) has reviewed the finding your office identified during the FY 2017 audit of the statewide CAFR. We acknowledge the observation that a condition exists in the manner that the ISLD calculates and documents its true-up distribution to Idaho's cities, counties, and General Fund after the conclusion of a fiscal year.

Our process for calculating this true-up has been in place since FY 2011 and has passed the scrutiny of prior LSO Audits without mention. The practice for increasing this distribution by utilizing excess idle cash was previously endorsed by LSO, DFM, and JFAC. Your memo mentions that our revised approach "increased the distribution above the required amount." In our view, this assertion is incorrect and we feel strongly that our approach brings us in to better and more responsible compliance with Idaho Code. The suggestion that our process might lead to a cash shortage is highly implausible based on the nature of our business cycles, consumer behavior, and cash flow predictability.

Nonetheless, we do recognize that the manner in which we document and administer this process can be improved, and we will modify our procedure prior to the next true-up distribution in FY 2019. Going forward, we will more thoroughly maintain documentation of all General Ledger balances and cash flow estimates used in the calculation of the true-up distribution. Additionally, we will ensure that an individual unaffiliated with the calculation will verify its accuracy and any assumptions utilized.

Anticipated Corrective Action Date: Prior to the true-up distribution in fiscal year 2019.

Responsible for Corrective Action: Jeffery R. Anderson
Phone: 208-947-9403
jeff.anderson@liquor.idaho.gov
1349 E Beechcraft Ct
Boise, ID 83716

State Agency: Idaho Transportation Department

Finding Number 2017-102: The Grants Receivable and Accounts Payable closing packages contained errors resulting in the understatement of grants receivable, revenue, and accounts payable.

Related to Prior Finding: N/A

Corrective Action: The Department acknowledges that the information provided to the State Controller's Office in the appropriate closing packages did not contain the full 60 day values as directed by GAAP. The information provided was accurate as of the date of the closing package in order to meet the State Controller's Office due date. The Department notes that the incomplete information did not materially impact the financial statement in the Comprehensive Annual Financial Report (CAFR). Process changes are underway to improve and achieve and reliable financial information in closing package reporting.

Management's corrective action plan is to provide information based on the 60 days after year-end revenue recognition period as directed by GAAP. To improve efficiency and accuracy the Department will submit closing package information after month-end reconciliation. Information for the month of July will be used to meet closing package deadline prior to the State's revenue recognition period, within 60 days of fiscal year-end. Closing packages will be amended in the month of September to include reconciled information for the month of August. Re-evaluation of corrective action plan will not be possible until closing packages are completed for FY 2018.

The challenge State agencies have is the closing package due dates are prior to the 60 days after year-end revenue recognition period. This creates an inefficient reporting process by requiring the agency to amend the closing package. Essentially doing the work twice and creating an opportunity for discrepancies. The Department will work with the Office of the State Controller to improve closing package instructions and align deadlines with Generally Accepted Accounting Principles (GAAP).

Anticipated Corrective Action Date: During the fiscal year 2018 financial reporting period.

Responsible for Corrective Action: Dave Tolman
Phone: 208-334-8525
dave.tolman@itd.idaho.gov
3311 W State Street
Boise, ID 83703

STATE OF IDAHO INTERNAL CONTROL REPORT
SUMMARY OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

No findings were identified in the 2016 Internal Control Report; therefore, no follow up action was necessary.

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

MANAGEMENT'S FEDERAL FINDINGS CORRECTIVE ACTION PLAN

STATE OF IDAHO
OFFICE OF THE STATE CONTROLLER
BRANDON D WOOLF

March 29, 2018

April Renfro, CPA
Division Manager
Legislative Services Office, Audit Division
700 W Jefferson Street
P.O. Box 83720
Boise, Idaho 83720-0054

Dear Ms. Renfro,

Enclosed with this letter is the State of Idaho's Corrective Action Plan for the audit findings for the fiscal year 2017 Single Audit Report.

The State's Corrective Action Plan is a compilation of the corrective action plan information provided to us by the applicable state agencies. The Corrective Action Plan document is prepared in conjunction with your fiscal year 2017 single audit. We believe it satisfies the requirements in the *Federal Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* §200.511(c) for a corrective action plan.

We appreciate the efforts of the Idaho Legislative Services Office in completing the Single Audit for the State for fiscal year 2017. If you have any questions regarding the Corrective Action Plan, please do not hesitate to contact Brandon Purcell at 208-332-8811.

Sincerely,

Brandon D Woolf
State Controller

P.O. Box 83720, Boise, Idaho 83720-0011
Telephone: (208) 334-3100, e-mail: scoinfo@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor

IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED

Finding Number 2017-201: The Commission could not provide documentation supporting the completion of their annual review of vendors against the federal system for award management (SAM) for suspension or debarment for the Vocational Rehabilitation Grants to States.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-201

Corrective Action: The Commission made changes to correct this finding and the current practice is to print the DAFR 0210 report, review the vendors, and then sign and date the first page of the report.

Anticipated Corrective Action Date: The Commission implemented their corrective action plan as of July 2017.

Responsible for Corrective Action: Trina Ayres
Phone: 208-334-3220
Fax: 208-334-2963
Trina.ayres@icbvi.idaho.gov
PO Box 83720
Boise, ID 83720-0012

Finding Number 2017-202: The RSA-2 report submitted for the Vocational Rehabilitation Grants to States did not include evidence of a review or other internal control that would ensure accuracy of the information reported.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-203

Corrective Action: We agree with this finding. The RSA-2 was reviewed by the administrator, however it was not signed and therefore, we have no proof that it was reviewed by both the Administrative Services Manager, as well as the Administrator. We have now added that the report will also be reviewed by the financial support technician. In future reports, all three will sign the report.

Anticipated Corrective Action Date: The review process was implemented for the federal fiscal year 2017 RSA-2 report which is submitted in state fiscal year 2018.

Responsible for Corrective Action: Trina Ayres
Phone: 208-334-3220
Fax: 208-334-2963
Trina.ayres@icbvi.idaho.gov
PO Box 83720
Boise, ID 83720-0012

IDAHO DIVISION OF FINANCIAL MANAGEMENT

Finding Number 2017-203: Working Capital Reserve balances were misstated in the 2017 Cost Allocation Plan for six central service cost centers

Federal Program: Various

Related to Prior Finding: N/A

Corrective Action: The Division of Financial Management (DFM) concurs with the finding and update item in the report related to the 2017 Statewide Cost Allocation Plan fieldwork as part of the audit of the statewide Single Audit Report. DFM has revised internal procedures to provide additional items to the annual Statewide Cost Allocation Plan compilation and review checklist.

Anticipated Corrective Action Date: These additional procedures were implemented with the 2018 Statewide Cost Allocation Plan and should ensure that all required elements are updated on an annual basis with subsequent plans.

Responsible for Corrective Action: David Fulkerson
Phone: 208-854-3072
Fax: 208-334-2438
david.fulkerson@dfm.idaho.gov
304 N. 8th St. Suite 325
Boise, ID 83702-5835

IDAHO DEPARTMENT OF HEALTH AND WELFARE

Finding Number 2017-204: Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs.

Federal Program: CFDA #10.551, 10.561 - SNAP Cluster, 93.558 - TANF Cluster, #93.268 - Immunization Cooperative Agreements, 93.778 - Medicaid Cluster

Related to Prior Finding: 2016-204

Corrective Action: The Department agrees with this finding. SNAP and TANF programs implemented the corrective actions indicated in last year's response. Exceptions noted in the FY 2017 audit related to agreements initiated prior to the corrective action implementation.

The Division of Public Health, which includes the Immunization program, is in the process of developing a method to track actual and budgeted time keeping to comply with this finding.

Anticipated Corrective Action Date: The SNAP and TANF programs completed their corrective actions in March 2017. The Division of Public Health anticipates completing this corrective action by July 2018.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

Finding Number 2017-205: Internal Controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements for the Temporary Assistance for Needy Families (TANF), Child Care Development Fund (CCDF), and Foster Care programs.

Federal Program: # 93.558 - TANF Cluster, 93.575, 93.596 - CCDF Cluster, 93.658 - Foster Care Title IV-E

Related to Prior Finding: 2016-208

Corrective Action: The Department agrees with this finding. The Child Care program modified their agreements according to the corrective action plan in the FY 2016 audit. Child Care contracts initiated after October 2017 complied with this requirement.

The Foster Care program will implement a quarterly compliance check to verify that vendors paid for miscellaneous reimbursements are not suspended or debarred. They will also implement a new standard provider agreement for providers that are not covered by the contracts unit.

Anticipated Corrective Action Date: The Child Care program modified their agreements to comply with federal regulations in October 2017. The Foster Care program will implement corrective actions by June 2018.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

Finding Number 2017-206: Changes made to a Medicaid contract reimbursement rate were not accurately implemented resulting in overpayments of $91,482.

Federal Program: CFDA #93.778 - Medicaid Cluster

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. Human error by the Medicaid fiscal agent (Contractor) caused the wrong reimbursement rate. In October 2017, the Contractor implemented an additional verification step to ensure the avoidance of future errors. All claims processed with the incorrect rate were reprocessed by October 2017.

Anticipated Corrective Action Date: The corrective actions were completed by the contractor in October 2017. Additionally, the corrected claim amounts were adjusted and paid correctly by October 2017.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

Finding Number 2017-207: Peer reviews of treatment service providers for the Block Grants for Prevention and Treatment of Substance Abuse were not completed in accordance with federal requirements.

Federal Program: CFDA #93.959 - Block Grants for Prevention and Treatment of Substance Abuse

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. Last year, a Management memo from the auditors to the Department pointed out that 5% of treatment providers needed to be peer reviewed or be accredited (usually for 3 years) and that the Substance Abuse program had not ensured that a sufficient number were accredited to meet the requirement. However, this year's audit clarified that the Federal requirement demands that the Substance Abuse program ensure that 5% of all treatment providers be peer reviewed or receive an accreditation in any given year. The Substance Abuse program will implement a peer review process so that at least 5% of the treatment providers have a peer review or receive an accreditation in any given year.

Anticipated Corrective Action Date: The required number of credentialing and peer reviews will be completed for FY 2018 by June 2018, and every year thereafter.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

Finding Number 2017-208: Internal controls failed to prevent or identify and correct errors in the Child Care Development Fund (CCDF) ACF-404 Error Rate Report

Federal Program: CFDA #93.575, 93.596 - CCDF Cluster

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. The Child Care program will design and implement internal controls that will provide for documentation of the ACF-404 review and will improve the design and documentation of internal control procedures to ensure that the quality control review of eligibility cases is documented and accurately reported.

Anticipated Corrective Action Date: The Child Care program will document the new control procedures and submit them to the Federal Office of Child Care prior to January 2019, when the next 3-year quality control review will begin.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

Finding Number 2017-209: Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing supporting documentation, such as vouchers and receipts, resulting in improper payments.

Federal Program: CFDA #10.551, 10.561 - SNAP Cluster

Related to Prior Finding: 2016-206

Corrective Action: The Department agrees with this finding. The Division of Welfare completed the corrective actions for this finding in September 2017. The improper payments were made by the prior contractor. The Department has provided extensive training to the new contractor and expects these findings to be resolved. Non-compliant transactions in this audit pertain to the transactions with the prior contractor. No exceptions were found with the current contractor.

Anticipated Corrective Action Date: The Division of Welfare completed the corrective actions in September 2017.

Responsible for Corrective Action: Steve Bellomy
Phone: 208-334-0609
Fax: 208-334-5694
Steve.bellomy@dhw.idaho.gov
450 W State St., Fl 10
Boise, ID 83702

IDAHO TRANSPORTATION DEPARTMENT

Finding Number 2017-210: Internal controls over the wage rate compliance requirement in the Highway Planning and Construction program are not adequate to ensure that all certified

weekly payrolls are received and that required reviews of those payrolls are consistently performed.

Federal Program: CFDA #20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Corrective Action: ITD agrees with the need to strengthen internal controls to ensure that certified weekly payrolls are received and properly evaluated as outlined in ITD's Contract Administration Manual. ITD also agrees that payrolls should be stored in a consistent manner that is easily accessible.

Before advertising federal-aid contracts, the Contracting Services section will verify that the contract proposal contains the Required Contract Provisions, Federal-Aid Construction Contracts (FHWA-1273). These provisions require contractors (and lower tier subcontractors) to submit weekly payrolls to ITD along with a certifying Statement of Compliance.

As noted in the audit, ITD's Contract Administration Manual contains instructions for reviewing these weekly payroll submittals:

> Contractors and subcontractors must submit weekly certified payrolls to the Resident Engineer (RE). In turn, the RE and his/her staff will check certified payroll and retain them as part of the project file. Detailed checking of all certified payrolls is not necessary. Provide a detailed check of the first submitted payroll, and any payroll with employee spot check interviews, and payrolls with new employees. Subsequent spot checks fulfill the checking requirements, except on certain projects where experience with an individual contractor indicates that a thorough review of each certified payroll is necessary.

ITD will identify a specific position in each District and task them with the responsibility to review certified weekly payroll submittals and perform contractor employee interviews as outlined in the ITD Contract Administration Manual. The Construction/Materials Services section and the Office of Civil Rights will provide training to these individuals to instruct them of their responsibilities. Part of this training will be instruction regarding acceptable procedures to document detailed checks and spot checks of payroll records.

During the next construction season ITD's Construction/Materials Services section will perform a quality assurance review of the project records on a subset of the federal-aid contracts administered by ITD Districts, the Local Highway Assistance Council (LHTAC) and Ada County Highway District (ACHD). The results of this review will be shared with ITD's Highway Leadership Team and other interested parties

Certified weekly payroll records for all ITD administered federal-aid contracts will be stored in Project Wise, a data management program common to all ITD Districts. Through Stewardship & Oversight agreements, ITD allows LHTAC and ACHD to also administer federal-aid projects. ITD will require that LHTAC and ACHD store certified weekly payroll records in Project Wise or a comparable data management software program. Evidence that certified weekly payroll records have been reviewed will also be retained in the project file.

Anticipated Corrective Action Date: ITD's intent is that within 90 days, these will be working as reported.

Responsible for Corrective Action: Dave Tolman
Phone: 208-334-8525
dave.tolman@itd.idaho.gov
3311 W State Street
Boise, ID 83703

Finding Number 2017-211: Internal control policies and procedures did not ensure compliance with the suspension and debarment requirements of the Highway Planning and Construction program.

Federal Program: CFDA #20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Corrective Action: ITD's Contracting Services section is responsible for advertising and awarding the majority of the federal-aid construction contracts for ITD, LHTAC, and ACHD. Prior to award of a federal-aid contract, Contracting Services will verify compliance with suspension and debarment requirements and will document this verification on the Contract Award Checklist. Part of this verification will be to utilize the System for Award Management (SAM) Exclusions as recommended by the audit.

As mentioned previously for Item 1, each federal-aid contract includes the FHWA-1273, Section X. Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion. By signing and submitting a proposal, the contractor certifies that they are not presently debarred, suspended, or proposed for debarment and that they will include this same clause in contracts with subcontractors (lower tiered participants).

As an added precaution, at the award of each contract, Contracting Services staff will post the Contract Award Checklist, including the date reviewed in the Contracts and Plans folder in Project Wise.

In some cases LHTAC, ACHD, Cities, Counties, Highway Districts, or ITD's Business and Supply Management (BSM) section may also award federal-aid construction contracts independently

of ITD's Contracting Services section. Through Stewardship & Oversight Agreements, State/Local Agreements, and other applicable ITD procedure manuals, ITD will require that federal-aid contracts include the FHWA-1273 provisions and that the SAM website be checked prior to award of the contract.

Anticipated Corrective Action Date: ITD's intent is that within 90 days, these will be working as reported.

Responsible for Corrective Action: Dave Tolman
Phone: 208-334-8525
dave.tolman@itd.idaho.gov
3311 W State Street
Boise, ID 83703

IDAHO DIVISION OF VOCATIONAL REHABILITATION

Finding Number 2017-212: Labor hours were incorrectly reported on the federal Rehabilitation Services Administration (RSA) RSA-2 report for the Vocational Rehabilitation Grants to States.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: N/A

Corrective Action: The instructions provided by the Rehabilitation Services Administration (RSA) on the RSA-2 form were not clear to agency staff as currently written. After reviewing the instructions with RSA's intended data being requested, agency staff understands what is being asked and have noted what type of data is required. Agency staff will report the intended data in the specific section of the report.

Anticipated Corrective Action Date: May 31, 2018

Responsible for Corrective Action: Joey Sanchez, CGFM
Financial Manager
Division of Vocational Rehabilitation
650 W. State Street Room 150
Boise ID, 83720
208-334-3390

Finding Number 2017-213: The Division did not meet the Pre-Employment Transition Services (Pre-Employment) earmarking requirement.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: N/A

Corrective Action: The Workforce Innovation and Opportunity Act (WIOA) was passed by Congress in July 2014 and was effective starting on October 1, 2014 for federal fiscal year (FFY) 2015. This required the Agency to reserve 15% of the Agency's allocation towards Pre-Employment Transition Services (Pre-ETS). The RSA did not provide final guidance on the Pre-ETS service requirements until FFY16, specifically on September 19, 2016. The Agency made good-faith efforts to design programs and expend funds that were believed to be in alignment with the WIOA requirements. Furthermore, the agency was within a few thousand dollars of meeting the 15% requirement when the final guidance came out. After reviewing the final regulations, the agency discovered some of the funds expended did not meet the requirement for Pre-ETS. Adjustments were made at that time to remove those expenditures from the Pre-ETS requirement. Consequently, the agency in turn did not meet the 15% spending requirement

Since FFY15 the agency has collaborated with the RSA on agency programs and allowable expenditures for Pre-ETS. The agency has subsequently made adjustments and are meeting our Pre-ETS spending requirements.

Anticipated Corrective Action Date: May 31, 2018

Responsible for Corrective Action: Darrell Quist
Chief of Field Services
Division of Vocational Rehabilitation
650 W. State Street Room 150
Boise ID, 83720
208-334-3390

Finding Number 2017-214: Expenditures charged to the Vocational Rehabilitation Basic grant were not in compliance with the Division's policies.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: N/A

Corrective Action: Additional policies and procedures will be developed specific to following agency policies as well as documenting the instances where management has determined the need to make an exception to the agency's policy manual exceptions.

Anticipated Corrective Action Date: June 15, 2018

Responsible for Corrective Action: Joey Sanchez, CGFM
Financial Manager
Division of Vocational Rehabilitation
650 W. State Street Room 150
Boise ID, 83720
208-334-3390

Finding Number 2017-215: Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.

Federal Program: CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-209

Corrective Action: An Excel spreadsheet has been developed and implemented to be used by the IDVR Regional Managers who supervise the agencies VR counselors. The Regional Managers conduct a compliance review at minimum every two weeks. The compliance review includes pulling an activity due report for each caseload in their region and date for determining the 90 days to IPE. The Regional Manager is required to do another compliance review on or before that due date or in two weeks from the previous compliance review if IPEs were due for the two week period.

If the Regional Manager is out of the office the Assistant Regional Manager for that region is to complete all necessary compliance reviews for that period of time.

At the end of each month the Regional Manager is required to email a copy of the Excel spreadsheet to the Chief of Field Services who reviews the spreadsheet and retains the email as evidence that the internal control process has been followed.

Anticipated Corrective Action Date: July 2017

Responsible for Corrective Action: Darrell Quist
Chief of Field Services
Division of Vocational Rehabilitation
650 W. State Street Room 150
Boise ID, 83720
208-334-3390

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

SCHEDULE OF BASIC FINANCIAL STATEMENTS PRIOR FINDINGS

STATE OF IDAHO
SCHEDULE OF BASIC FINANCIAL STATEMENTS PRIOR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

There were no findings identified as a result of our fieldwork completed for the *2016 Comprehensive Annual Financial Report*.

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

SCHEDULE OF FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS

STATE OF IDAHO
SCHEDULE OF FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

STATE AGENCY		FEDERAL AGENCY	PAGE
IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED			
2016-201	The Commission could not provide documentation supporting the completion of an annual review of vendors against the federal System for Award Management (SAM) for suspension or debarment for the Vocational Rehabilitation Grants to States.	Department of Education	75
2016-202	Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.	Department of Education	75
2016-203	Labor hours reported on the RSA-2 report were not calculated and reported accurately for the Vocational Rehabilitation Grants to States.	Department of Education	75
IDAHO DEPARTMENT OF HEALTH AND WELFARE			
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	76
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	76
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	76
2015-204	Improper payments were charged to the Supplemental Nutrition Assistance Program (SNAP) grant.	Department of Agriculture	77
2016-204	Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs.	Department of Health and Human Services	77
2016-205	Payments for auto insurance were improperly charged to the Job Search Assistance Program within the Supplemental Nutrition Assistance Program (SNAP) grant.	Department of Health and Human Services	77
2016-206	Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing vouchers and receipts resulting in improper payments.	Department of Health and Human Services	77
2016-207	Payments made to Easter Seals Goodwill from the Temporary Assistance to Needy Families (TANF) Grant were missing vouchers and receipts resulting in improper payments.	Department of Health and Human Services	78

STATE OF IDAHO
SCHEDULE OF FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

STATE AGENCY		FEDERAL AGENCY	PAGE
2016-208	Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements.	Department of Health and Human Services	78
IDAHO DIVISION OF VOCATIONAL REHABILITATION			
2016-209	Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.	Department of Education	78

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

MANAGEMENT'S FOLLOW-UP FOR FEDERAL PRIOR FINDINGS

STATE OF IDAHO

OFFICE OF THE STATE CONTROLLER

BRANDON D WOOLF

March 29, 2018

April Renfro, CPA
Division Manager
Legislative Services Office, Audit Division
700 W Jefferson Street
P.O. Box 83720
Boise, Idaho 83720-0054

Dear Ms. Renfro,

Enclosed with this letter is the State of Idaho's Summary Schedule of Prior Audit Findings related to the fiscal year 2017 Single Audit Report.

The State's Summary Schedule of Prior Audit Findings is a compilation of the prior audit finding information provided to us by the applicable state agencies. Summary Schedule document is prepared in conjunction with your fiscal year 2017 single audit. We believe it satisfies the requirements in the *Federal Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* §200.511(a)-(b) for an audit findings follow-up.

We appreciate the efforts of the Idaho Legislative Services Office in completing the Single Audit for the State for fiscal year 2017. If you have any questions regarding the Summary Schedule of Prior Audit Findings, please do not hesitate to contact Brandon Purcell at 208-332-8811.

Sincerely,

Brandon D Woolf
State Controller

P.O. Box 83720, Boise, Idaho 83720-0011
Telephone: (208) 334-3100, e-mail: scoinfo@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor

IDAHO COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED

Finding Number 2016-201: The Commission could not provide documentation supporting the completion of an annual review of vendors against the federal System for Award Management (SAM) for suspension or debarment for the Vocational Rehabilitation Grants to States.

Related to Prior Finding: N/A

Current Status: Partially Corrected

Planned Corrective Action: The Commission will print the DAFR 0210 in its entirety; check the Federal System for Award Management for vendors who receive payments of $10,000 or more per year for any exclusions; date and initial after checking each vendor; and file report or audit reviews.

Partial Corrective Action Taken: The Commission implemented a new process as of July 2017. The Administrative Services Manager began printing the DAFR 0210 in its entirety, checking the Federal System for Award Management for vendors who received payments of $10,000 or more per year for any exclusions, and dated and initialed the DAFR after checking each vendor. This process will be completed near the beginning of each fiscal year.

Reason for Recurrence: Due to the timing of when changes were made, this process was implemented in state fiscal year 2018. The finding would not have been fully corrected in state fiscal year 2017.

Finding Number 2016-202: Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States

Related to Prior Finding: N/A

Current Status: Corrected

Finding Number 2016-203: Labor hours reported on the RSA-2 report were not calculated and reported accurately for the Vocational Rehabilitation Grants to States.

Related to Prior Finding: N/A

Current Status: Not Corrected

Planned Corrective Action: The Commission will implement a review prior to submission. The review process will detect any miscalculations. This review process will go from the Administrative Services Manager to the Financial Support Technician with final review by the Administrator prior to submission. The review will include verification of the calculations.

Partial Corrective Action Taken: The RSA-2 report was opened by the Rehabilitation Services Administration for correction. The RSA-2 was corrected and re-filed, and a review process was implemented to detect any miscalculations. This review process goes from the Administrative Services Manager to the Financial Support Technician with final review by the Administration prior to submission.

Reason for Recurrence: The review process was implemented for the federal fiscal year 2017 report due in December 2017 (state fiscal year 2018). The review process was being completed at the time of this follow-up (February 2018). Due to the timing of report submissions, this process was implemented in state fiscal year 2018. The finding would not have been corrected in state fiscal year 2017

IDAHO DEPARTMENT OF HEALTH AND WELFARE

Finding Number 2013-207: Multiple Federal Programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.

Related to Prior Finding: N/A

Current Status and follow-up: see 2015-203 below

Finding Number 2014-208: Multiple Federal Programs incurred expenditures prior to the period of availability due to weaknesses in the design of internal controls.

Related to Prior Finding: 2013-207

Current Status and follow-up: see 2015-203 below

Finding Number 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) grants.

Related to Prior Finding: 2013-207, 2014-208

Current Status: Does Not Warrant Further Action

Follow-up: The Department disagreed with this finding and continues to disagree with this finding. Originally, this finding pertained to Supplemental Nutrition Assistance Program (SNAP), Temporary Assistance to Needy Families (TANF), Child Support, Medicaid, and Foster Care programs. Since this finding was issued, Child Support, Medicaid, and Foster Care have agreed with the Department's position that the State need not accrue unpaid expenses. The status of the remaining two programs, TANF and SNAP, are described below.

TANF: This finding was issued in FY 14, 15, and 16, the Department has maintained its disagreement and the Federal program has accepted the Department's repayment of the known amounts ($191, $433, and $85,963 for FY 14, 15, and 16 respectively) and has not imposed any penalty. Relief from this finding is expected from the TANF program, which has informed the State that they will likely clarify program regulations so that costs can be paid on a cash basis some time in Fiscal Year 2019.

SNAP: The Department continues to maintain disagreement with the need to report SNAP administrative expenditures on an accrual method. However, the Department has initiated accruing the "payroll" to satisfy the Federal program. The Federal SNAP program has never requested any corrective action or refund for the

other administrative costs in this finding for Fiscal years 13-16. When they do, we will submit an appeal to allow cash basis reporting of administrative expenses.

This finding does not warrant further action since two years have passed since the audit report in which the finding occurred was submitted to the FAC, the federal agency is not currently following-up with the auditee on the finding, and a management decision was not issued.

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

Related to Prior Finding: N/A

Current Status: Corrected, see 2016-205 below

Finding Number 2016-204: Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs

Related to Prior Finding: N/A

Current Status: Partially Corrected

Planned Corrective Action: SNAP, TANF, and Immunization programs will conduct staff training so that staff who's time is allocated among multiple programs will know to track and report actual time by program.

Partial Corrective Action Taken: The Department began implementing new time keeping guidelines in March 2017 that comply with the federal time and effort regulations and provided training to staff on the new guidelines.

Reason for Recurrence: Due to the timing of when changes were made, the finding would not have been fully corrected in state fiscal year 2017. The Department is also currently working towards developing guidelines for the division of public health.

Finding Number 2016-205: Payments for auto insurance were improperly charged to the Job Search Assistance Program within the Supplemental Nutrition Assistance Program (SNAP) grant.

Related to Prior Finding: 2015-204

Current Status: Corrected

Finding Number 2016-206: Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing vouchers and receipts resulting in improper payments.

Related to Prior Finding: N/A

Current Status: Partially Corrected

Planned Corrective Action: The Department contracted with a different vendor, provided specific guidance on allowable expenses, and conducts case reviews to ensure that payments are allowable. The current audit does not appear to identify any improper payments by the new vendor.

Partial Corrective Action Taken: The Department hired a new contractor in September 2016. The improper payments were made by the prior contractor. The Department has provided extensive training to the new contractor.

Reason for Recurrence: Due to the timing of when changes were made, the finding would not have been fully corrected in state fiscal year 2017.

Finding Number 2016-207: Payments made to Easter Seals Goodwill from the Temporary Assistance to Needy Families (TANF) Grant were missing vouchers and receipts resulting in improper payments.

Related to Prior Finding: N/A

Current Status: Corrected

Finding Number 2016-208: Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements.

Related to Prior Finding: N/A

Current Status: Partially Corrected

Planned Corrective Action: The Department will modify the Child Care Provider Agreement, which is renewed annually, so that providers will signify that they are aware of the rules, and to the best of their knowledge, are in compliance. The rules sited in the agreement specifically states that excluded individuals and providers are not eligible to participate in federal programs.

Partial Corrective Action Taken: The Department has partially corrected this finding by implementing portions of the submitted plan. The Child Care Program revised and replaced existing Child Care Provider agreements in October 2017, which now comply with federal debarment rules.

Reason for Recurrence: Due to the timing of when changes were made, implementation occurred in state fiscal year 2018. The finding would not have been fully corrected in state fiscal year 2017.

IDAHO DIVISION OF VOCATIONAL REHABILITATION

Finding Number 2016-209: Individual Plans for Employment (IPE) were not properly created within 90 days of the eligibility determination, as required under the terms of the Vocational Rehabilitation Grants to States.

Related to Prior Finding: N/A

Current Status: Partially Corrected

Planned Corrective Action: IDVR will require the Regional Managers (RM) to review the Vocational Rehabilitation Counselor caseloads each week to ensure that an appropriate action will take place on or before the 90th day. This review and assurance will be documented in an electronic log by the individual RM. This log will be stored electronically in a manner accessible by Central Office management.

Partial Corrective Action Taken: The Division implemented the corrective action plan in July 2017. Regional managers complete weekly compliance reviews and submit their log to the Chief of Field Services monthly.

Reason for Recurrence: Due to the timing of changes made, this process was implemented in state fiscal year 2018. The finding would not have been fully corrected in state fiscal year 2017.