Single
Audit Report

For the Fiscal Year Ended June 30, 2018

State of Idaho

Legislative Services Office – Audits Division



Legislative Services Office
Idaho State Legislature

Serving Idaho's Citizen Legislature

Eric Milstead
Director

March 29, 2019

Honorable Brad Little, Governor
Honorable Senator Steve Bair, JFAC Co-Chair
Honorable Representative Rick D. Youngblood, 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, 2018. This report complies with the audit requirements placed on the State of Idaho as a condition for receiving $2,944,566,226 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 2018 totaled $29,312 known and $32,234 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."

Kristin Ford, 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

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

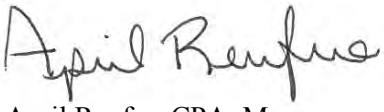
- Management's Basic Financial Statements Findings Corrective Action Plan

- 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, 2018

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



Legislative Services Office
Idaho State Legislature

Eric Milstead
Director

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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 19, 2018

Honorable Brad Little, Governor
Honorable Senator Steve Bair, JFAC Co-Chair
Honorable Representative Rick D. Youngblood, 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, 2018, and the related notes to the financial statements, which collectively comprise State of Idaho's basic financial statements, and have issued our report thereon dated December 19, 2018. 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, Idaho Endowment Fund Investment Board, Idaho Lottery, Public Employee Retirement System of Idaho, 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, Idaho State Treasurer – Assets Under Management, Idaho State Building Authority, Idaho 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 Idaho Public Employees' Deferred Compensation Plan were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the State of Idaho's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the State of Idaho's internal control.

Kristin Ford, Manager
Research & Legislation

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Information Technology

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Boise, Idaho 83720-0054

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Basic Financial Statement Findings to be material weaknesses: 2018-102.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Basic Financial Statement Findings to be significant deficiencies: 2018-101, 2018-103, 2018-104, 2018-105, and 2018-106.

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*.

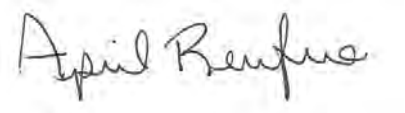
State of Idaho's Response to Findings

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 State of Idaho'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 State of Idaho's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,



April Renfro, Manager
Legislative Audits Division



Legislative Services Office
Idaho State Legislature

Eric Milstead
Director

Serving Idaho's Citizen Legislature

March 29, 2019
December 19, 2018

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 Brad Little, Governor
Honorable Senator Steve Bair, JFAC Co-Chair
Honorable Representative Rick D. Youngblood, 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, 2018. 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, and Idaho Housing and Finance Association, which received $2,446,022,970 in federal awards, which is not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2018. 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, and Idaho Housing and Finance Association 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.

Kristin Ford, Manager
Research & Legislation

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Budget & Policy Analysis

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

Basis for Qualified Opinion on the Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program

As described in the accompanying schedule Federal Findings and Questioned Costs, we were unable to obtain sufficient and appropriate audit evidence supporting the compliance of the State of Idaho with CFDA 11.438 Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program as described in finding number 2018-210 for Subrecipient Monitoring. Compliance with such requirements is necessary, in our opinion, for the State of Idaho to comply with the requirements applicable to that program.

Qualified Opinion on the Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the State of Idaho complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program for the year ended June 30, 2018.

Unmodified Opinion on Each of the other Major Federal Programs

In our opinion, the State of Idaho complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule Federal Findings and Questioned Costs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed other 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 schedule Federal Findings and Questioned Costs as items 2018-201, 2018-202, 2018-203, 2018-204, 2018-206, 2018-208, 2018-209, 2018-211, and 2018-213. 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 identified certain deficiencies in internal control over compliance that we consider to be material weaknesses, as described in the accompanying Federal Findings and Questioned costs as 2018-201, 2018-205, and 2018-210. Additionally, we identified certain deficiencies in internal control over compliance, as described in the accompanying Federal Findings and Questioned Costs as items 2018-202, 2018-203, 2018-204, 2018-206, 2018-207, 2018-208, 2018-209, 2018-211, 2018-212, and 2018-213 that we consider to be significant deficiencies.

The State of Idaho's responses to and 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, 2018, 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 19, 2018, 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

April Renfro, CPA, Manager
Legislative Audits Division

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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, 2018

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
	DEPARTMENT OF AGRICULTURE					
	SNAP CLUSTER					
10.551	Supplemental Nutrition Assistance Program (SNAP)	Health and Welfare, Department of	$207,514,654	NC		
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Health and Welfare, Department of	11,946,833		$1,061,847	
	TOTAL SNAP CLUSTER		$219,461,487		$1,061,847	
	CHILD NUTRITION CLUSTER					
10.553	School Breakfast Program	Superintendent of Public Instruction	$18,472,580		$18,303,402	
10.555	National School Lunch Program	Superintendent of Public Instruction	7,267,840	NC	7,256,612	NC
10.555	National School Lunch Program	Superintendent of Public Instruction	53,072,496		52,732,540	
10.556	Special Milk Program for Children	Superintendent of Public Instruction	70,856		70,856	
10.559	Summer Food Service Program for Children	Superintendent of Public Instruction	4,218,889		4,025,071	
	TOTAL CHILD NUTRITION CLUSTER		$83,102,661		$82,388,481	
	FOOD DISTRIBUTION CLUSTER					
10.565	Commodity Supplemental Food Program	Aging, Commission on	$166,976		$153,485	
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	270,967		262,574	
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Department of	2,374,844	NC		
	TOTAL FOOD DISTRIBUTION CLUSTER		$2,812,787		$416,059	
	NON-CLUSTERED PROGRAMS					
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Department of	$1,677,093		$607,488	
10.028	Wildlife Services	Fish and Game, Department of	15,382			
10.162	Inspection Grading and Standardization	Agriculture, Department of	82,283			
10.163	Market Protection and Promotion	Agriculture, Department of	32,000			
10.170	Specialty Crop Block Grant Program - Farm Bill	Agriculture, Department of	765,575		348,202	
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children WIC	Health and Welfare, Department of	23,269,462		7,737,592	
10.558	Child and Adult Care Food Program	Superintendent of Public Instruction	8,278,542		8,087,285	
10.560	State Administrative Expenses for Child Nutrition	Superintendent of Public Instruction	1,385,487		63,114	
10.574	Team Nutrition Grants	Superintendent of Public Instruction	27,989			
10.578	WIC Grants To States (WGS)	Health and Welfare, Department of	179,427			
10.579	Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Instruction	380,913		115,620	
10.582	Fresh Fruit and Vegetable Program	Superintendent of Public Instruction	2,106,582		1,996,688	
10.589	Child Nutrition Direct Certification Performance Awards	Superintendent of Public Instruction	125			
10.604	Technical Assistance for Specialty Crops	Agriculture, Department of	2,236			
10.664	Cooperative Forestry Assistance	Lands, Department of	4,048,858		1,912,066	
10.676	Forest Legacy Program	Lands, Department of	59,954		19,285	
10.678	Forest Stewardship Program	Lands, Department of	41,215			
10.680	Forest Health Protection	Agriculture, Department of	6,770		6,327	
10.680	Forest Health Protection	Lands, Department of	45,431			
10.693	Watershed Restoration and Enhancement Agreement Authority	Transportation Department, Idaho	335,450			
10.902	Soil and Water Conservation	Lands, Department of	31,935			
10.902	Soil and Water Conservation	Soil and Water Conservation Commission	138,400			
10.912	Environmental Quality Incentives Program	Transportation Department, Idaho	6,936			
10.932	Regional Conservation Partnership Program	Lands, Department of	7,418			
10.950	Agricultural Statistics Reports	Agriculture, Department of	17,995			
10.U02	Forest Service Aquatic Invasive Species Monitoring	Agriculture, Department of	19,153			
10.069	Conservation Reserve Program	Fish and Game, Department of	100,935			
10.U04	Miscellaneous Forest Service Grants	Fish and Game, Department of	225,441			
10.U28	Federal-State Inspection of Fresh Fruits, Vegetables, and Other Products	Agriculture, Department of	22,465			
	Pass-Through From Non-State Entities					
10.683	National Fish and Wildlife Foundation National Fish and Wildlife Foundation; 58076	Soil and Water Conservation Commission	23,100	PT		
	TOTAL NON-CLUSTERED PROGRAMS		$43,334,552		$20,893,667	
	TOTAL DEPARTMENT OF AGRICULTURE		$348,711,487		$104,760,054	
	DEPARTMENT OF COMMERCE					
11.436	Columbia River Fisheries Development Program	Fish and Game, Department of	$1,204,264			
11.437	Pacific Fisheries Data Program	Fish and Game, Department of	27,053			
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Fish and Game, Department of	296,534			
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Species Conservation, Office of	5,064,381			
11.441	Regional Fishery Management Councils	Fish and Game, Department of	34,899			
11.549	State and Local Implementation Grant Program	Military Division	211,490			
	TOTAL DEPARTMENT OF COMMERCE		$6,838,621			
	DEPARTMENT OF DEFENSE					
10.U29	Watercraft Inspection Station Program Pacific States Marine Fisheries Commission; PSMFC. Award # 18-92P (Prime Award # W68SBV80540903)	Agriculture, Department of	$1,230,049	PT	$848,841	
12.113	Agreement Program for the Reimbursement of Technical Services	Environmental Quality, Department of	171,994			
12.400	National Guard Military Construction	Military Division	1,408,209			
12.401	National Guard Military Operations and Maintenance Projects	Military Division	53,385,740			
12.401	National Guard Military Operations and Maintenance Projects	Military Division	715,708	NC		
12.404	National Guard ChalleNGe Program	Military Division	3,276,194			
	TOTAL DEPARTMENT OF DEFENSE		$60,187,894		$848,841	

*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, 2018

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
	HOUSING AND URBAN DEVELOPMENT					
14.171	Manufactured Home Dispute Resolution	Building Safety, Division of	$62,646			
14.228	Community Development Block Grants/State's Program	Commerce, Department of	7,492,064		$7,257,054	
	TOTAL HOUSING AND URBAN DEVELOPMENT		$7,554,710		$7,257,054	
	DEPARTMENT OF THE INTERIOR					
	FISH AND WILDLIFE CLUSTER					
15.605	Sport Fish Restoration	Fish and Game, Department of	$5,677,488			
15.611	Wildlife Restoration and Basic Hunter Education	Fish and Game, Department of	13,997,207		$275,761	
	TOTAL FISH AND WILDLIFE CLUSTER		$19,674,695		$275,761	
	NON-CLUSTERED PROGRAMS					
15.130	Indian Education Assistance to Schools	Superintendent of Public Instruction	$70,750		$70,750	
15.224	Cultural and Paleontological Resource Management	Historical Society, Idaho State	25,022			
15.225	Recreation and Visitor Services	Fish and Game, Department of	4,105			
15.228	BLM Wildland Urban Interface Community Fire Assistance	Lands, Department of	5,864			
15.228	BLM Wildland Urban Interface Community Fire Assistance	Transportation Department, Idaho	40,201			
15.230	Invasive and Noxious Plant Management	Fish and Game, Department of	18,144			
15.231	Fish, Wildlife and Plant Conservation Resource Management	Fish and Game, Department of	251,513			
15.231	Fish, Wildlife and Plant Conservation Resource Management	Species Conservation, Office of	16,222			
15.236	Environmental Quality and Protection	Environmental Quality, Department of	72,355			
15.236	Environmental Quality and Protection	Fish and Game, Department of	3,932			
15.238	Challenge Cost Share	Fish and Game, Department of	137,243			
15.517	Fish and Wildlife Coordination Act	Fish and Game, Department of	487,781			
15.517	Fish and Wildlife Coordination Act	Species Conservation, Office of	149,764			
15.524	Recreation Resources Management	Parks and Recreation, Department of	276,547			
15.560	SECURE Water Act - Research Agreements	Fish and Game, Department of	189,818			
15.608	Fish and Wildlife Management Assistance	Agriculture, Department of	30,318			
15.615	Cooperative Endangered Species Conservation Fund	Fish and Game, Department of	517,538		26,127	
15.615	Cooperative Endangered Species Conservation Fund	Species Conservation, Office of	1,615,949			
15.623	North American Wetlands Conservation Fund	Fish and Game, Department of	73,341		73,341	
15.626	Enhanced Hunter Education and Safety	Fish and Game, Department of	92,492			
15.631	Partners for Fish and Wildlife	Fish and Game, Department of	2,233			
15.634	State Wildlife Grants	Fish and Game, Department of	578,112		15,686	
15.655	Migratory Bird Monitoring, Assessment and Conservation	Fish and Game, Department of	1,792			
15.657	Endangered Species Conservation - Recovery Implementation Funds	Fish and Game, Department of	151,757			
15.657	Endangered Species Conservation - Recovery Implementation Funds	Species Conservation, Office of	167,251			
15.660	Endangered Species - Candidate Conservation Action Funds	Lands, Department of	25,000			
15.661	Lower Snake River Compensation Plan	Fish and Game, Department of	6,461,704			
15.670	Adaptive Science	Fish and Game, Department of	10,912			
15.904	Historic Preservation Fund Grants-in-Aid	Historical Society, Idaho State	598,439		83,185	
15.916	Outdoor Recreation Acquisition, Development, and Planning	Parks and Recreation, Department of	641,055		237,742	
15.926	American Battlefield Protection	Historical Society, Idaho State	2,400			
15.944	Natural Resource Stewardship	Parks and Recreation, Department of	478,588			
	TOTAL NON-CLUSTERED PROGRAMS		$13,198,142		$506,831	
	TOTAL DEPARTMENT OF THE INTERIOR		$32,872,837		$782,592	
	DEPARTMENT OF JUSTICE					
16.017	Sexual Assault Services Formula Program	Police, Idaho State	$254,538		$225,568	
16.021	Justice Systems Response to Families	Judicial Department	156,234			
16.523	Juvenile Accountability Block Grants	Juvenile Corrections, Department of	(209)		(797)	
16.540	Juvenile Justice and Delinquency Prevention	Juvenile Corrections, Department of	218,669		128,862	
16.543	Missing Children's Assistance	Attorney General, Office of the	229,458			
16.550	State Justice Statistics Program for Statistical Analysis Centers	Police, Idaho State	141,240			
16.575	Crime Victim Assistance	Health and Welfare, Department of	6,666,389		6,519,388	
16.576	Crime Victim Compensation	Industrial Commission	870,000			
16.582	Crime Victim Assistance/Discretionary Grants	Health and Welfare, Department of	21,563			
16.585	Drug Court Discretionary Grant Program	Judicial Department	54,583			
16.588	Violence Against Women Formula Grants	Police, Idaho State	950,792		808,278	
16.593	Residential Substance Abuse Treatment for State Prisoners	Police, Idaho State	137,152		90,548	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	827,897		503,420	
16.741	DNA Backlog Reduction Program	Police, Idaho State	295,851			
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Police, Idaho State	47,020			
16.751	Edward Byrne Memorial Competitive Grant Program	Police, Idaho State	29,616		29,616	
16.813	NICS Act Record Improvement Program	Police, Idaho State	106,644			
16.922	Equitable Sharing Program	Police, Idaho State	79,449			
	TOTAL DEPARTMENT OF JUSTICE		$11,086,886		$8,304,883	
	DEPARTMENT OF LABOR					
	EMPLOYMENT SERVICE CLUSTER					
17.207	Employment Service/Wagner-Peyser Funded Activities	Labor, Department of	$7,010,245			
17.801	Disabled Veterans' Outreach Program (DVOP)	Labor, Department of	1,006,254			
	TOTAL EMPLOYMENT SERVICE CLUSTER		$8,016,499			
	WIOA CLUSTER					
17.258	WIOA Adult Program	Labor, Department of	$2,797,675		$130,918	
17.259	WIOA Youth Activities	Labor, Department of	2,449,340		7,354	
17.278	WIOA Dislocated Workers Formula Grants	Labor, Department of	2,209,679		63,582	
	TOTAL WIOA CLUSTER		$7,456,694		$201,854	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
	NON-CLUSTER PROGRAMS					
17.201	Registered Apprenticeship	Labor, Department of	$60,293			
17.225	Unemployment Insurance	Labor, Department of	101,527,407			
17.235	Senior Community Service Employment Program	Aging, Commission on	437,128		$412,423	
17.245	Trade Adjustment Assistance	Labor, Department of	1,288,312			
17.271	Work Opportunity Tax Credit (WOTC) Program	Labor, Department of	140,160			
17.273	Temporary Labor Certification for Foreign Workers	Labor, Department of	378,733			
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Labor, Department of	$1,496,200		$128,793	
17.285	Apprenticeship USA Grants	Labor, Department of	730,056		579,657	
	TOTAL NON-CLUSTERED PROGRAMS		$106,058,289		$1,120,873	
	TOTAL DEPARTMENT OF LABOR		$121,531,482		$1,322,727	
	DEPARTMENT OF TRANSPORTATION					
	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER					
20.205	Highway Planning and Construction	Transportation Department, Idaho	$316,850,836		$2,627,023	
20.219	Recreational Trails Program	Parks and Recreation, Department of	1,216,620		935,020	
	TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER		$318,067,456		$3,562,043	
	FEDERAL TRANSIT CLUSTER					
20.500	Federal Transit Capital Investment Grants	Transportation Department, Idaho	$399,964		$399,964	
20.526	Bus and Bus Facilities Formula Program	Transportation Department, Idaho	1,766,636		1,766,636	
	TOTAL FEDERAL TRANSIT CLUSTER		$2,166,600		$2,166,600	
	TRANSIT SERVICES PROGRAMS CLUSTER					
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Transportation Department, Idaho	$692,237		$692,068	
20.516	Job Access and Reverse Commute Program	Transportation Department, Idaho	59,804		59,804	
20.521	New Freedom Program	Transportation Department, Idaho	175,151		175,151	
	TOTAL TRANSIT SERVICES PROGRAMS CLUSTER		$927,192		$927,023	
	HIGHWAY SAFETY CLUSTER					
20.600	State and Community Highway Safety	Transportation Department, Idaho	$1,741,801		$1,222,536	
20.616	National Priority Safety Programs	Transportation Department, Idaho	1,655,863		1,220,301	
	TOTAL HIGHWAY SAFETY CLUSTER		$3,397,664		$2,442,837	
	NON-CLUSTERED PROGRAMS					
20.106	Airport Improvement Program	Transportation Department, Idaho	$242,132			
20.218	Motor Carrier Safety Assistance	Police, Idaho State	2,033,658			
20.232	Commercial Driver's License Program Implementation Grant	Transportation Department, Idaho	293,428			
20.233	Border Enforcement Grants	Police, Idaho State	7,653			
20.237	Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	Transportation Department, Idaho	59,926			
20.505	Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	Transportation Department, Idaho	212,626			
20.509	Formula Grants for Rural Areas	Transportation Department, Idaho	6,830,702		$6,434,058	
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Transportation Department, Idaho	228,048		218,691	
20.700	Pipeline Safety Program	Public Utilities Commission	78,267			
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	Military Division	161,876		54,169	
20.720	State Damage Prevention Program Grants	Building Safety, Division of	93,021			
	TOTAL NON-CLUSTERED PROGRAMS		$10,241,337		$6,706,918	
	TOTAL DEPARTMENT OF TRANSPORTATION		$334,800,249		$15,805,421	
	U.S. TREASURY					
21.016	Equitable Share	Police, Idaho State	$12,042			
	TOTAL U.S. TREASURY		$12,042			
	GENERAL SERVICES ADMINISTRATION					
39.003	Donation of Federal Surplus Personal Property	Administration, Department of	$1,587,995	NC		
	TOTAL GENERAL SERVICES ADMINISTRATION		$1,587,995			
	NATIONAL ENDOWMENT ON ARTS AND HUMANITIES					
45.025	Promotion of the Arts - Partnership Agreements	Arts, Commission on the	$802,627		$332,895	
45.149	Promotion of the Humanities - Division of Preservation and Access	Historical Society, Idaho State	79,774			
Pass-Through From Non-State Entities						
45.129	Promotion of the Humanities - Federal/State Partnership Idaho Humanities Council; Grantor Number H17001, H18001	Libraries, Idaho Commission for	19,494	PT		
45.164	Promotion of the Humanities - Public Programs	Historical Society, Idaho State	430,000			
	TOTAL NATIONAL ENDOWMENT ON ARTS AND HUMANITIES		$1,331,895		$332,895	
	INSTITUTE OF MUSEUM AND LIBRARY SERVICES					
45.310	Grants to States	Libraries, Idaho Commission for	$1,379,225		$46,548	
	INSTITUTE OF MUSEUM AND LIBRARY SERVICES		$1,379,225		$46,548	
	SMALL BUSINESS ADMINISTRATION					
59.061	State Trade Expansion	Commerce, Department of	$333,160		$190,467	
	TOTAL SMALL BUSINESS ADMINISTRATION		$333,160		$190,467	

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STATE OF IDAHO
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BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
	DEPARTMENT OF VETERANS AFFAIRS					
64.014	Veterans State Domiciliary Care	Veterans Services, Division of	$500,204			
64.015	Veterans State Nursing Home Care	Veterans Services, Division of	14,598,081			
64.101	Burial Expenses Allowances for Veterans	Veterans Services, Division of	404,250			
	TOTAL DEPARTMENT OF VETERANS AFFAIRS		$15,502,535			
	ENVIRONMENTAL PROTECTION AGENCY					
	CLEAN WATER STATE REVOLVING FUND CLUSTER					
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Department of	$6,576,775			
	TOTAL CLEAN WATER STATE REVOLVING FUND CLUSTER		$6,576,775			
	DRINKING WATER STATE REVOLVING FUND CLUSTER					
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Department of	$9,800,875		$469,986	
	TOTAL DRINKING WATER STATE REVOLVING FUND CLUSTER		$9,800,875		$469,986	
	NON-CLUSTERED PROGRAMS					
66.001	Air Pollution Control Program Support	Environmental Quality, Department of	$861,400		$10,500	
66.032	State Indoor Radon Grants	Health and Welfare, Department of	49,695			
66.034	Surveys, Studies, Research, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	Environmental Quality, Department of	434,946			
66.039	National Clean Diesel Emissions Reduction Program	Environmental Quality, Department of	24,927			
66.040	State Clean Diesel Grant Program	Environmental Quality, Department of	149,131			
66.202	Congressionally Mandated Projects	Environmental Quality, Department of	492,893		16,493	
66.204	Multipurpose Grants to States and Tribes	Environmental Quality, Department of	30,282			
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Department of	1,506,025			
66.432	State Public Water System Supervision	Environmental Quality, Department of	1,196,497			
66.433	State Underground Water Source Protection	Water Resources, Department of	85,420			
66.454	Water Quality Management Planning	Environmental Quality, Department of	125,445			
66.460	Nonpoint Source Implementation Grants	Environmental Quality, Department of	1,843,855		1,243,849	
66.461	Regional Wetland Program Development Grants	Fish and Game, Department of	49,714			
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Quality, Department of	87,855			
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Agriculture, Department of	394,935			
66.708	Pollution Prevention Grants Program	Environmental Quality, Department of	116,184			
66.801	Hazardous Waste Management State Program Support	Environmental Quality, Department of	360,473			
66.802	Superfund State, Political Subdivision, and Indian Tribe Site-Specific Coop Agmts.	Environmental Quality, Department of	4,572,958		2,843,337	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Quality, Department of	349,621			
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Quality, Department of	557,678			
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Quality, Department of	247,243			
66.817	State and Tribal Response Program Grants	Environmental Quality, Department of	957,110			
	TOTAL NON-CLUSTERED PROGRAMS		$14,494,287		$4,114,179	
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		$30,871,937		$4,584,165	
	DEPARTMENT OF ENERGY					
81.041	State Energy Program	Energy Resources, Office of	$316,530			
81.042	Weatherization Assistance for Low-Income Persons	Health and Welfare, Department of	2,043,582		$1,983,677	
81.065	Nuclear Legacy Cleanup Program	Environmental Quality, Department of	1,299,218			
81.214	Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	Environmental Quality, Department of	1,292,443			
81.502	Miscellaneous Federal Assistance Activities	Environmental Quality, Department of	(1)			
81.U14	Tributary Water Conservation	Water Resources, Department of	765,369			
81.U17	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Department of	12,071,083		5,492	
81.U18	Weatherization Conference	Health and Welfare, Department of	699,038		22,011	
81.U17	Miscellaneous Bonneville Power Administration Grants	Species Conservation, Office of	4,034,045			
81.U30	Miscellaneous Pacific States Marine Fisheries Commission Grants	Fish and Game, Department of	787,787			
	Pass-Through From Non-State Entities					
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions Western Governors' Association; Grantor Number MOA-30-316-04C, MOA-30-316-04D, MOA-30-316-04E	Environmental Quality, Department of	221,086	PT		
	TOTAL DEPARTMENT OF ENERGY		$23,530,180		$2,011,180	
	DEPARTMENT OF EDUCATION					
	SPECIAL EDUCATION CLUSTER (IDEA)					
84.027	Special Education Grants to States	Superintendent of Public Instruction	$58,286,953		$53,488,861	
84.173	Special Education Preschool Grants	Superintendent of Public Instruction	2,135,467		2,111,048	
	TOTAL SPECIAL EDUCATION CLUSTER (IDEA)		$60,422,420		$55,599,909	
	NON-CLUSTERED PROGRAMS					
84.002	Adult Education - Basic Grants to States	Career Technical Education	$2,388,686		$1,370,231	
84.010	Title I Grants to Local Educational Agencies	Superintendent of Public Instruction	59,542,626		56,979,361	
84.011	Migrant Education - State Grant Program	Superintendent of Public Instruction	3,577,799		3,092,621	
84.013	Title I State Agency Program for Neglected and Delinquent Children and Youth	Superintendent of Public Instruction	548,235			
84.048	Career and Technical Education - Basic Grants to States	Career Technical Education	6,751,256		4,705,046	
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Blind and Visually Impaired, Commission for the	2,471,555			
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Vocational Rehabilitation, Division of	15,020,564			
84.144	Migrant Education Coordination Program	Superintendent of Public Instruction	105,855		55,355	

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STATE OF IDAHO
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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
84.177	Rehabilitation Services - 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	2,616,786			
84.187	Supported Employment Services for Individuals with the Most Significant Disabilities	Vocational Rehabilitation, Division of	381,107			
84.196	Education for Homeless Children and Youth	Superintendent of Public Instruction	288,240		$229,347	
84.287	Twenty-First Century Community Learning Centers	Superintendent of Public Instruction	6,647,511		6,269,338	
84.323	Special Education - State Personnel Development	Superintendent of Public Instruction	233,598			
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Education, State Board of	1,603,945			
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Superintendent of Public Instruction	1,714,462		1,038,265	
84.358	Rural Education	Superintendent of Public Instruction	667,792		634,594	
84.365	English Language Acquisition State Grants	Superintendent of Public Instruction	2,194,099		2,085,259	
84.366	Mathematics and Science Partnerships	Superintendent of Public Instruction	826,884			
84.367	Supporting Effective Instruction State Grants	Education, State Board of	272,442			
84.367	Supporting Effective Instruction State Grants	Superintendent of Public Instruction	9,938,089		9,209,328	
84.367	Supporting Effective Instruction State Grants	Libraries, Idaho Commission for	1,660			
84.369	Grants for State Assessments and Related Activities	Superintendent of Public Instruction	3,584,774			
84.372	Statewide Longitudinal Data Systems	Education, State Board of	57,926			
84.377	School Improvement Grants	Superintendent of Public Instruction	2,277,594		1,868,751	
84.424	Student Support and Academic Enrichment Program	Superintendent of Public Instruction	1,113,890		1,028,836	
	Pass-Through From Non-State Entities					
84.283	Comprehensive Centers	Public Television, Idaho	30,473	PT		
	University of Oregon; S283D160003					
	TOTAL NON-CLUSTERED PROGRAMS		$125,082,848		$88,566,332	
	TOTAL DEPARTMENT OF EDUCATION		$185,505,268		$144,166,241	
	HEALTH AND HUMAN SERVICES					
	AGING CLUSTER					
93.044	Grants for Supportive Services and Senior Centers	Aging, Commission on	$1,808,091		$1,484,641	
93.045	Nutrition Services	Aging, Commission on	3,005,434		2,494,469	
93.053	Nutrition Services Incentive Program	Aging, Commission on	739,110		739,110	
	TOTAL AGING CLUSTER		$5,552,635		$4,718,220	
	TANF CLUSTER					
93.558	Temporary Assistance for Needy Families	Health and Welfare, Department of	$27,364,272		$1,278,765	
	TOTAL TANF CLUSTER		$27,364,272		$1,278,765	
	CCDF CLUSTER					
93.575	Child Care and Development Block Grant	Health and Welfare, Department of	$29,418,402		$1,072,483	
93.596	Child Care Mandatory and Matching Funds of Child Care and Develop. Fund	Health and Welfare, Department of	6,741,138		998,188	
	TOTAL CCDF CLUSTER		$36,159,540		$2,070,671	
	MEDICAID CLUSTER					
93.775	State Medicaid Fraud Control Units	Attorney General, Office of the	$659,988			
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Welfare, Department of	1,882,923			
93.778	Medical Assistance Program	Health and Welfare, Department of	1,417,995,355		$324,280	
	TOTAL MEDICAID CLUSTER		$1,420,538,266		$324,280	
	NON-CLUSTER PROGRAMS					
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Aging, Commission on	$16,485			
93.042	Long Term Care Ombudsman Services for Older Individuals	Aging, Commission on	56,738		$56,738	
93.043	Disease Prevention and Health Promotion Services	Aging, Commission on	54,086		47,136	
93.048	Special Programs for the Aging - Discretionary Projects	Aging, Commission on	267,296		170,897	
93.051	Alzheimer's Disease Demonstration Grants to States	Aging, Commission on	34,473		1,071	
93.052	National Family Caregiver Support	Aging, Commission on	634,373		509,031	
93.069	Public Health Emergency Preparedness	Health and Welfare, Department of	5,190,498		2,994,696	
93.071	Medicare Enrollment Assistance Program	Aging, Commission on	147,562		62,587	
93.071	Medicare Enrollment Assistance Program	Insurance, Department of	92,087			
93.072	Lifespan Respite Care Program	Aging, Commission on	61,350		868	
93.074	Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Health and Welfare, Department of	71,446		63,405	
93.079	Promote Adolescent Health School-Based HIV/STD Prev. and School-Based Surv.	Superintendent of Public Instruction	79,088			
93.090	Guardianship Assistance	Health and Welfare, Department of	32,641			
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Welfare, Department of	287,780		190,514	
93.103	Food and Drug Administration Research	Health and Welfare, Department of	50,819			
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Department of	96,700			
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	Health and Welfare, Department of	148,814		70,513	
93.127	Emergency Medical Services for Children	Health and Welfare, Department of	119,236			
93.130	Coop. Agmts. - States/Territories - Coord. and Develop. of Primary Care Offices	Health and Welfare, Department of	168,316		800	
93.136	Injury Prevent. and Control Research and State and Community Based Programs	Health and Welfare, Department of	1,197,736		262,217	
93.150	Projects for Assistance in Transition from Homelessness (PATH)	Health and Welfare, Department of	299,664			
93.165	Grants to States for Loan Repayment Program	Health and Welfare, Department of	222,800			
93.217	Family Planning Services	Health and Welfare, Department of	1,398,829		1,237,157	
93.240	State Capacity Building	Health and Welfare, Department of	216,273			
93.241	State Rural Hospital Flexibility Program	Health and Welfare, Department of	604,442		252,211	
93.243	Substance Abuse and Mental Health Svcs. - Proj. of Regional and Natl. Significance	Drug Policy, Office of	2,055,249			
93.243	Substance Abuse and Mental Health Svcsl - Proj. of Regional and Natl. Significance	Health and Welfare, Department of	449,248			

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CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
93.251	Universal Newborn Hearing Screening	Health and Welfare, Department of	$259,636			
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	854,539		$208,014	
93.268	Immunization Cooperative Agreements	Health and Welfare, Department of	23,395,420	NC		
93.270	Viral Hepatitis Prevention and Control	Health and Welfare, Department of	73,391			
93.283	Centers for Disease Control and Prevention - Investigations and Tech. Assist.	Health and Welfare, Department of	484,169		121,653	
93.301	Small Rural Hospital Improvement Grant Program	Health and Welfare, Department of	242,387		225,558	
93.305	Office of Smoking and Health-National State Based Tobacco Control Programs	Health and Welfare, Department of	862,443		277,239	
93.314	Early Hearing Detection and Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Welfare, Department of	128,577			
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Health and Welfare, Department of	715,417		98,841	
93.324	State Health Insurance Assistance Program	Insurance, Department of	392,626			
93.369	ACL Independent Living State Grants	Vocational Rehabilitation, Division of	299,515		170,025	
93.521	Affordable Care Act Build Epi., Lab., and Health Info. Sys. Cap. in ELC and EIP	Health and Welfare, Department of	299,466		102,046	
93.539	PPHF Capacity Build Assist. to Strengthen Public Health Immunization Infrastructure and Perf. financed in part by Prevention and Public Health Funds	Health and Welfare, Department of	1,259,404		55,741	
93.556	Promoting Safe and Stable Families	Health and Welfare, Department of	1,132,398		50,981	
93.563	Child Support Enforcement	Health and Welfare, Department of	19,869,145			
93.566	Refugee and Entrant Assistance State/Replacement Designee Administered Programs	Health and Welfare, Department of	969,117		189,785	
93.568	Low-Income Home Energy Assistance	Health and Welfare, Department of	18,299,474		9,030,415	
93.569	Community Services Block Grant	Health and Welfare, Department of	3,485,505		3,433,651	
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Welfare, Department of	72,893		62,047	
93.586	State Court Improvement Program	Judicial Department	397,906			
93.590	Community-Based Child Abuse Prevention Grants	Health and Welfare, Department of	260,867			
93.597	Grants to States for Access and Visitation Programs	Health and Welfare, Department of	100,029			
93.599	Chafee Education and Training Vouchers Program	Health and Welfare, Department of	82,686			
93.600	Head Start	Health and Welfare, Department of	130,057		7,350	
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Welfare, Department of	53,249			
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance	Health and Welfare, Department of	9,727,061		1,931,209	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Welfare, Department of	529,397			
93.643	Children's Justice Grants To States	Health and Welfare, Department of	89,331			
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Welfare, Department of	2,333,634			
93.658	Foster Care - Title IV-E	Health and Welfare, Department of	12,489,781			
93.659	Adoption Assistance	Health and Welfare, Department of	8,030,126			
93.667	Social Services Block Grant	Health and Welfare, Department of	8,211,225		670,758	
93.669	Child Abuse and Neglect State Grants	Health and Welfare, Department of	227,243			
93.671	Family Violence Prevent and Srvcs/Domestic Violence Shelter and Sup. Srvcs	Health and Welfare, Department of	981,217		947,102	
93.674	John H. Chafee Foster Care Program for Successful Transition to Adulthood	Health and Welfare, Department of	632,116			
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance funded in part by PPHF	Health and Welfare, Department of	56,641			
93.735	State Pub. Health Approach Ensuring Quitline Cap. funded in part by PPHF	Health and Welfare, Department of	49,846			
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	191,849			
93.747	Elder Abuse Prevention Interventions Program	Aging, Commission on	196,747		97,176	
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	68,885		21,520	
93.757	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	Health and Welfare, Department of	1,228,497		368,753	
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Welfare, Department of	616,104		272,401	
93.767	Children's Health Insurance Program	Health and Welfare, Department of	75,093,220			
93.788	Opioid STR	Drug Policy, Office of	165,102			
93.788	Opioid STR	Health and Welfare, Department of	1,939,287		715,716	
93.791	Money Follows the Person Rebalancing Demonstration	Health and Welfare, Department of	2,343,420			
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	Health and Welfare, Department of	1,163,692			
93.800	Organized Approaches to Increase Colorectal Cancer Screening	Health and Welfare, Department of	452,080		81,273	
93.815	Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).	Health and Welfare, Department of	340,496		7,599	
93.817	Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities	Health and Welfare, Department of	109,516		57,700	
93.870	Maternal, Infant and Early Childhood Home Visiting Grant Program	Health and Welfare, Department of	3,237,536		2,620,423	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Welfare, Department of	1,216,989		883,311	
93.898	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	Health and Welfare, Department of	1,490,377		394,986	
93.913	Grants to States for Operation of State Offices of Rural Health	Health and Welfare, Department of	156,091			
93.917	HIV Care Formula Grants	Health and Welfare, Department of	3,463,120		62,611	
93.940	HIV Prevention Activities - Health Department Based	Health and Welfare, Department of	867,897		275,161	
93.944	HIV/AIDS Surveillance	Health and Welfare, Department of	70,356		25,663	
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Welfare, Department of	686,953		279,746	
93.958	Block Grants for Community Mental Health Services	Health and Welfare, Department of	2,683,748		168,800	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Drug Policy, Office of	1,626,735			
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Welfare, Department of	8,625,542			
93.977	Sexually Transmitted Diseases (STD) Prevention and Control Grants	Health and Welfare, Department of	395,741		318,425	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Welfare, Department of	2,982,407		1,552,441	
93.U22	Clinical Laboratory Improvement Amendments	Health and Welfare, Department of	172,458			
	TOTAL NON-CLUSTER PROGRAMS		$243,116,808		$31,705,961	
	TOTAL HEALTH AND HUMAN SERVICES		$1,732,731,521		$40,097,897	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENT	TYPE*
	CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
94.003	State Commissions	Labor, Department of	$205,909			
94.006	AmeriCorps	Labor, Department of	799,020		$776,697	
94.009	Training and Technical Assistance	Labor, Department of	92,547			
	TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE		$1,097,476		$776,697	
	EXECUTIVE OFFICE OF THE PRESIDENT					
95.001	High Intensity Drug Trafficking Areas Program	Police, Idaho State	$120,684		$101,200	
	TOTAL EXECUTIVE OFFICE OF THE PRESIDENT		$120,684		$101,200	
	SOCIAL SECURITY ADMINISTRATION					
	DISABILITY INSURANCE/SSI CLUSTER					
96.001	Social Security Disability Insurance	Labor, Department of	$10,208,810			
	TOTAL DISABILITY INSURANCE/SSI CLUSTER		$10,208,810			
	NON-CLUSTERED PROGRAMS					
96.U23	Vital Statistics Birth Records Grants	Health and Welfare, Department of	$71,528			
96.U24	Vital Statistics Cooperative Program	Health and Welfare, Department of	255,703			
96.U25	Social Security Birth and Death Reports	Health and Welfare, Department of	39,700			
	TOTAL NON-CLUSTERED PROGRAMS		$366,931			
	TOTAL SOCIAL SECURITY ADMINISTRATION		$10,575,741			
	DEPARTMENT OF HOMELAND SECURITY					
97.012	Boating Safety Financial Assistance	Parks and Recreation, Department of	$975,275		$568,878	
97.023	Community Assistance Program State Support Services Element (CAP-SSSE)	Water Resources, Department of	102,386			
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Military Division	4,714,820		4,204,877	
97.039	Hazard Mitigation Grant	Military Division	204,923		168,697	
97.041	National Dam Safety Program	Water Resources, Department of	88,157			
97.042	Emergency Management Performance Grants	Military Division	3,415,399		1,375,214	
97.045	Cooperating Technical Partners	Military Division	72,141			
97.046	Fire Management Assistance Grant	Military Division	138,838		138,838	
97.047	Pre-Disaster Mitigation	Military Division	376,925		31,641	
97.067	Homeland Security Grant Program	Military Division	3,814,300		3,383,243	
	TOTAL DEPARTMENT OF HOMELAND SECURITY		$13,903,164		$9,871,388	
	RESEARCH AND DEVELOPMENT CLUSTER					
	DEPARTMENT OF AGRICULTURE					
10.170	Specialty Crop Block Grant Program - Farm Bill	Agriculture, Department of	$566,608	R&D	$305,707	R&D
	Research and Development Cluster: Agricultural Marketing Service					
10.304	Homeland Security - Agricultural	Agriculture, Department of	1,550	R&D, PT		
	Research and Development Cluster: National Institute of Food and Agriculture					
	University of California, Davis; Grantor Number Prime Agrmt No. 2016-37620-25851 or Research Agrmt No. 201603794-11					
	TOTAL DEPARTMENT OF AGRICULTURE		$568,158		$305,707	
	DEPARTMENT OF THE INTERIOR					
15.981	Water Use Data and Research	Water Resources, Department of	$43,355	R&D		
	Research and Development Cluster: United States Geological Survey					
	TOTAL DEPARTMENT OF THE INTERIOR		$43,355			
	DEPARTMENT OF LABOR					
17.002	Labor Force Statistics	Labor, Department of	$626,490	R&D		
	Research and Development Cluster: Bureau of Labor Statistics					
17.005	Compensation and Working Conditions	Labor, Department of	18,679	R&D		
	Research and Development Cluster: Bureau of Labor Statistics					
	TOTAL DEPARTMENT OF LABOR		$645,169			
	DEPARTMENT OF TRANSPORTATION					
20.205	Highway Planning and Construction	Transportation Department, Idaho	$809,668	R&D		
	Research and Development Cluster: Federal Highway Administration					
20.240	Fuel Tax Evasion - Intergovernmental Enforcement Effort	Tax Commission, Idaho State	8,000	R&D		
	Research and Development Cluster: Federal Highway Administration					
	TOTAL DEPARTMENT OF TRANSPORTATION		$817,668			
	ENVIRONMENTAL PROTECTION AGENY					
66.608	Environmental Info. Exchange Network Grant Program and Related Assistance	Water Resources, Department of	$11,097	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		$11,097			
	DEPARTMENT OF HEALTH AND HUMAN SERVICES					
93.103	Food and Drug Administration Research	Agriculture, Department of	$413,790	R&D		
	Research and Development: Food and Drug Administration					
	TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES		$413,790			
	TOTAL RESEARCH AND DEVELOPMENT CLUSTER		$2,499,237		$305,707	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$2,944,566,226		$341,565,957	

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SCHEDULE
OF
EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY

STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
	ADMINISTRATION, DEPARTMENT OF					
39.003	Donation of Federal Surplus Personal Property	General Services Administration	$1,587,995	NC		
	TOTAL ADMINISTRATION, DEPARTMENT OF		$1,587,995			
	AGING, COMMISSION ON					
10.565	Commodity Supplemental Food Program	Department of Agriculture	$166,976		$153,485	
17.235	Senior Community Service Employment Program	Department of Labor	437,128		412,423	
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Health and Human Services	16,485			
93.042	Long Term Care Ombudsman Services for Older Individuals	Health and Human Services	56,738		56,738	
93.043	Disease Prevention and Health Promotion Services	Health and Human Services	54,086		47,136	
93.044	Grants for Supportive Services and Senior Centers	Health and Human Services	1,808,091		1,484,641	
93.045	Nutrition Services	Health and Human Services	3,005,434		2,494,469	
93.048	Special Programs for the Aging - Discretionary Projects	Health and Human Services	267,296		170,897	
93.051	Alzheimer's Disease Demonstration Grants to States	Health and Human Services	34,473		1,071	
93.052	National Family Caregiver Support	Health and Human Services	634,373		509,031	
93.053	Nutrition Services Incentive Program	Health and Human Services	739,110		739,110	
93.071	Medicare Enrollment Assistance Program	Health and Human Services	147,562		62,587	
93.072	Lifespan Respite Care Program	Health and Human Services	61,350		868	
93.747	Elder Abuse Prevention Interventions Program	Health and Human Services	196,747		97,176	
	TOTAL AGING, COMMISSION ON		$7,625,849		$6,229,632	
	AGRICULTURE, DEPARTMENT OF					
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Department of Agriculture	$1,677,093		$607,488	
10.162	Inspection Grading and Standardization	Department of Agriculture	82,283			
10.163	Market Protection and Promotion	Department of Agriculture	32,000			
10.170	Specialty Crop Block Grant Program - Farm Bill	Department of Agriculture	765,575		348,202	
10.170	Specialty Crop Block Grant Program - Farm Bill	Department of Agriculture	566,608	R&D	305,707	R&D
10.304	Homeland Security - Agricultural	Department of Agriculture	1,550	R&D, PT		
10.604	Technical Assistance for Specialty Crops	Department of Agriculture	2,236			
10.680	Forest Health Protection	Department of Agriculture	6,770		6,327	
10.950	Agricultural Statistics Reports	Department of Agriculture	17,995			
10.U02	Forest Service Aquatic Invasive Species Monitoring	Department of Agriculture	19,153			
10.U28	Federal-State Inspection of Fresh Fruits, Vegetables, and Other Products	Department of Agriculture	22,465			
10.U29	Watercraft Inspection Station Program	Department of Defense	1,230,049	PT	848,841	
15.608	Fish and Wildlife Management Assistance	Department of the Interior	30,318			
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Environmental Protection Agency	394,935			
93.103	Food and Drug Administration Research	Health and Human Services	413,790	R&D		
	TOTAL AGRICULTURE, DEPARTMENT OF		$5,262,820		$2,116,565	
	ARTS, COMMISSION ON THE					
45.025	Promotion of the Arts - Partnership Agreements	Natl. Found. on Arts and Humanities	$802,627		$332,895	
	TOTAL ARTS, COMMISSION ON THE		$802,627		$332,895	
	ATTORNEY GENERAL, OFFICE OF THE					
16.543	Missing Children's Assistance	Department of Justice	$229,458			
93.775	State Medicaid Fraud Control Units	Health and Human Services	659,988			
	TOTAL ATTORNEY GENERAL, OFFICE OF THE		$889,446			
	BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE					
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$2,471,555			
84.177	Rehabilitation Services - Independent Living Services for Older Individuals Who Are Blind	Department of Education	225,000			
	TOTAL BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE		$2,696,555			
	BUILDING SAFETY, DIVISION OF					
14.171	Manufactured Home Dispute Resolution	Housing and Urban Development	$62,646			
20.720	State Damage Prevention Program Grants	Department of Transportation	93,021			
	TOTAL BUILDING SAFETY, DIVISION OF		$155,667			
	COMMERCE, DEPARTMENT OF					
14.228	Community Development Block Grants/State's Program	Housing and Urban Development	$7,492,064		$7,257,054	
59.061	State Trade Expansion	Small Business Administration	333,160		190,467	
	TOTAL COMMERCE, DEPARTMENT OF		$7,825,224		$7,447,521	
	DRUG POLICY, OFFICE OF					
93.243	Substance Abuse and Mental Health Svcs - Proj. of Regional and Natl. Significance	Health and Human Services	$2,055,249			
93.788	Opioid STR	Health and Human Services	165,102			
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	1,626,735			
	TOTAL OFFICE OF DRUG POLICY		$3,847,086			

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
	EDUCATION, STATE BOARD OF					
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	$1,603,945			
84.367	Supporting Effective Instruction State Grant	Department of Education	272,442			
84.372	Statewide Longitudinal Data Systems	Department of Education	57,926			
	TOTAL EDUCATION, STATE BOARD OF		$1,934,313			
	ENERGY RESOURCES, OFFICE OF					
81.041	State Energy Program	Department of Energy	$316,530			
	TOTAL ENERGY RESOURCES, OFFICE OF		$316,530			
	ENVIRONMENTAL QUALITY, DEPARTMENT OF					
12.113	Agreement Program for the Reimbursement of Technical Services	Department of Defense	$171,994			
15.236	Environmental Quality and Protection	Department of the Interior	72,355			
66.001	Air Pollution Control Program Support	Environmental Protection Agency	861,400		$10,500	
66.034	Surveys, Studies, Research, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	Environmental Protection Agency	434,946			
66.039	National Clean Diesel Emissions Reduction Program	Environmental Protection Agency	24,927			
66.040	State Clean Diesel Grant Program	Environmental Protection Agency	149,131			
66.202	Congressionally Mandated Projects	Environmental Protection Agency	492,893		16,493	
66.204	Multipurpose Grants to States and Tribes	Environmental Protection Agency	30,282			
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Protection Agency	1,506,025			
66.432	State Public Water System Supervision	Environmental Protection Agency	1,196,497			
66.454	Water Quality Management Planning	Environmental Protection Agency	125,445			
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	6,576,775			
66.460	Nonpoint Source Implementation Grants	Environmental Protection Agency	1,843,855		1,243,849	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	9,800,875		469,986	
66.608	Environmental Info. Exchange Network Grant Prog. and Related Assist.	Environmental Protection Agency	87,855			
66.708	Pollution Prevention Grants Program	Environmental Protection Agency	116,184			
66.801	Hazardous Waste Management State Program Support	Environmental Protection Agency	360,473			
66.802	Superfund State, Political Subdivision, and Indian Tribe Site-Specific Coop Agmts.	Environmental Protection Agency	4,572,958		2,843,337	
66.804	Underground Storage Tank Prevention, Detection and Compliance Program	Environmental Protection Agency	349,621			
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	Environmental Protection Agency	557,678			
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Protection Agency	247,243			
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	957,110			
81.065	Nuclear Legacy Cleanup Program	Environmental Protection Agency	1,299,218			
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	Department of Energy	221,086	PT		
81.214	Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	Department of Energy	1,292,443			
81.502	Miscellaneous Federal Assistance Activities	Department of Energy	(1)			
	TOTAL ENVIRONMENTAL QUALITY, DEPARTMENT OF		$33,349,268		$4,584,165	
	FISH AND GAME, DEPARTMENT OF					
10.028	Wildlife Services	Department of Agriculture	$15,382			
10.U04	Miscellaneous Forest Service Grants	Department of Agriculture	225,441			
10.069	Conservation Reserve Program	Department of Agriculture	100,935			
11.436	Columbia River Fisheries Development Program	Department of Commerce	1,204,264			
11.437	Pacific Fisheries Data Program	Department of Commerce	27,053			
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	296,534			
11.441	Regional Fishery Management Councils	Department of Commerce	34,899			
15.225	Recreation and Visitor Services	Department of the Interior	4,105			
15.230	Invasive and Noxious Plant Management	Department of the Interior	18,144			
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	251,513			
15.236	Environmental Quality and Protection	Department of the Interior	3,932			
15.238	Challenge Cost Share	Department of the Interior	137,243			
15.517	Fish and Wildlife Coordination Act	Department of the Interior	487,781			
15.560	SECURE Water Act - Research Agreements	Department of the Interior	189,818			
15.605	Sport Fish Restoration	Department of the Interior	5,677,488			
15.611	Wildlife Restoration and Basic Hunter Education	Department of the Interior	13,997,207		$275,761	
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	517,538		26,127	
15.623	North American Wetlands Conservation Fund	Department of the Interior	73,341		73,341	
15.626	Enhanced Hunter Education and Safety	Department of the Interior	92,492			
15.631	Partners for Fish and Wildlife	Department of the Interior	2,233			
15.634	State Wildlife Grants	Department of the Interior	578,112		15,686	
15.655	Migratory Bird Monitoring, Assessment and Conservation	Department of the Interior	1,792			
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	151,757			
15.661	Lower Snake River Compensation Plan	Department of the Interior	6,461,704			
15.670	Adaptive Science	Department of the Interior	10,912			
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	49,714			
81.U17	Miscellaneous Bonneville Power Administration Grants	Department of Energy	12,071,083		5,492	
81.U30	Miscellaneous Pacific States Marine Fisheries Commission Grants	Department of Energy	787,787			
	TOTAL FISH AND GAME, DEPARTMENT OF		$43,470,204		$396,407	

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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
	HEALTH AND WELFARE, DEPARTMENT OF					
10.551	Supplemental Nutrition Assistance Program (SNAP)	Department of Agriculture	$207,514,654	NC		
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children WIC	Department of Agriculture	23,269,462		$7,737,592	
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Department of Agriculture	11,946,833		1,061,847	
10.568	Emergency Food Assistance Program (Administrative Costs)	Department of Agriculture	270,967		262,574	
10.569	Emergency Food Assistance Program (Food Commodities)	Department of Agriculture	2,374,844	NC		
10.578	WIC Grants To States (WGS)	Department of Agriculture	179,427			
16.575	Crime Victim Assistance	Department of Justice	6,666,389		6,519,388	
16.582	Crime Victim Assistance/Discretionary Grants	Department of Justice	21,563			
66.032	State Indoor Radon Grants	Environmental Protection Agency	49,695			
81.042	Weatherization Assistance for Low-Income Persons	Department of Energy	2,043,582		1,983,677	
81.U18	Weatherization Conference	Department of Energy	699,038		22,011	
84.181	Special Education - Grants for Infants and Families	Department of Education	2,616,786			
93.069	Public Health Emergency Preparedness	Health and Human Services	5,190,498		2,994,696	
93.074	Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Health and Human Services	71,446		63,405	
93.090	Guardianship Assistance	Health and Human Services	32,641			
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program	Health and Human Services	287,780		190,514	
93.103	Food and Drug Administration Research	Health and Human Services	50,819			
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	96,700			
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	Health and Human Services	148,814		70,513	
93.127	Emergency Medical Services for Children	Health and Human Services	119,236			
93.130	Coop. Agmts. - States/Territories - Coord. and Develop. of Primary Care Offices	Health and Human Services	168,316		800	
93.136	Injury Prevent. and Control Research and State and Community Based Programs	Health and Human Services	1,197,736		262,217	
93.150	Projects for Assistance in Transition from Homelessness (PATH)	Health and Human Services	299,664			
93.165	Grants to States for Loan Repayment Program	Health and Human Services	222,800			
93.217	Family Planning Services	Health and Human Services	1,398,829		1,237,157	
93.240	State Capacity Building	Health and Human Services	216,273			
93.241	State Rural Hospital Flexibility Program	Health and Human Services	604,442		252,211	
93.243	Substance Abuse and Mental Health Svcs - Proj. of Reg. and Natl. Significance	Health and Human Services	449,248			
93.251	Universal Newborn Hearing Screening	Health and Human Services	259,636			
93.268	Immunization Cooperative Agreements	Health and Human Services	854,539		208,014	
93.268	Immunization Cooperative Agreements	Health and Human Services	23,395,420	NC		
93.270	Viral Hepatitis Prevention and Control	Health and Human Services	73,391			
93.283	Centers for Disease Control and Prevention - Investigations and Tech. Assist.	Health and Human Services	484,169		121,653	
93.301	Small Rural Hospital Improvement Grant Program	Health and Human Services	242,387		225,558	
93.305	Office of Smoking and Health-National State Based Tobacco Control Programs	Health and Human Services	862,443		277,239	
93.314	Early Hearing Detection and Intervention Info. Syst. (EHDI-IS) Surveillance Prog.	Health and Human Services	128,577			
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Health and Human Services	715,417		98,841	
93.521	Affordable Care Act Build Epi., Lab., and Health Info. Sys. Cap. in ELC and EIP	Health and Human Services	299,466		102,046	
93.539	PPHF Capacity Build Assist. to Strengthen Public Health Immunization Infrastructure and Perf. financed in part by Prevention and Public Health Funds	Health and Human Services	1,259,404		55,741	
93.556	Promoting Safe and Stable Families	Health and Human Services	1,132,398		50,981	
93.558	Temporary Assistance for Needy Families	Health and Human Services	27,364,272		1,278,765	
93.563	Child Support Enforcement	Health and Human Services	19,869,145			
93.566	Refugee and Entrant Assistance State/Replacement Designee Administered Programs	Health and Human Services	969,117		189,785	
93.568	Low-Income Home Energy Assistance	Health and Human Services	18,299,474		9,030,415	
93.569	Community Services Block Grant	Health and Human Services	3,485,505		3,433,651	
93.575	Child Care and Development Block Grant	Health and Human Services	29,418,402		1,072,483	
93.576	Refugee and Entrant Assistance Discretionary Grants	Health and Human Services	72,893		62,047	
93.590	Community-Based Child Abuse Prevention Grants	Health and Human Services	260,867			
93.596	Child Care Mandatory and Matching Funds of Child Care and Develop. Fund	Health and Human Services	6,741,138		998,188	
93.597	Grants to States for Access and Visitation Programs	Health and Human Services	100,029			
93.599	Chafee Education and Training Vouchers Program	Health and Human Services	82,686			
93.600	Head Start	Health and Human Services	130,057		7,350	
93.603	Adoption and Legal Guardianship Incentive Payments	Health and Human Services	53,249			
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing	Health and Human Services	9,727,061		1,931,209	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Human Services	529,397			
93.643	Children's Justice Grants To States	Health and Human Services	89,331			
93.645	Stephanie Tubbs Jones Child Welfare Services Program	Health and Human Services	2,333,634			
93.658	Foster Care - Title IV-E	Health and Human Services	12,489,781			
93.659	Adoption Assistance	Health and Human Services	8,030,126			
93.667	Social Services Block Grant	Health and Human Services	8,211,225		670,758	
93.669	Child Abuse and Neglect State Grants	Health and Human Services	227,243			
93.671	Family Violence Prevent and Srvcs/Domestic Violence Shelter and Sup. Srvcs	Health and Human Services	981,217		947,102	
93.674	John H. Chafee Foster Care Program for Successful Transition to Adulthood	Health and Human Services	632,116			
93.733	Cap. Bldg. Assist. to Strengthen Pub. Health Immun. Infra./Performance funded in part by PPHF	Health and Human Services	56,641			
93.735	State Pub. Health Approach Ensuring Quitline Cap. funded in part by PPHF	Health and Human Services	49,846			
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 Human Services	191,849			
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	68,885		21,520	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
93.757	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	Health and Human Services	$1,228,497		$368,753	
93.758	Preventive Health and Health Services Block Grant Funded Solely with PPHF	Health and Human Services	616,104		272,401	
93.767	Children's Health Insurance Program	Health and Human Services	75,093,220			
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Human Services	1,882,923			
93.778	Medical Assistance Program	Health and Human Services	1,417,995,355		324,280	
93.788	Opioid STR	Health and Human Services	1,939,287		715,716	
93.791	Money Follows the Person Rebalancing Demonstration	Health and Human Services	2,343,420			
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	Health and Human Services	1,163,692			
93.800	Organized Approaches to Increase Colorectal Cancer Screening	Health and Human Services	452,080		81,273	
93.815	Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Health and Human Services	340,496		7,599	
93.817	Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities	Health and Human Services	109,516		57,700	
93.870	Maternal, Infant and Early Childhood Home Visiting Grant Program	Health and Human Services	3,237,536		2,620,423	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Human Services	1,216,989		883,311	
93.898	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	Health and Human Services	1,490,377		394,986	
93.913	Grants to States for Operation of State Offices of Rural Health	Health and Human Services	156,091			
93.917	HIV Care Formula Grants	Health and Human Services	3,463,120		62,611	
93.940	HIV Prevention Activities - Health Department Based	Health and Human Services	867,897		275,161	
93.944	HIV/AIDS Surveillance	Health and Human Services	70,356		25,663	
93.945	Assistance Programs for Chronic Disease Prevention and Control	Health and Human Services	686,953		279,746	
93.958	Block Grants for Community Mental Health Services	Health and Human Services	2,683,748		168,800	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	8,625,542			
93.977	Sexually Transmitted Diseases (STD) Prevention and Control Grants	Health and Human Services	395,741		318,425	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Human Services	2,982,407		1,552,441	
93.U22	Clinical Laboratory Improvement Amendments	Health and Human Services	172,458			
96.U23	Vital Statistics Birth Records Grants	Social Security Administration	71,528			
96.U24	Vital Statistics Cooperative Program	Social Security Administration	255,703			
96.U25	Social Security Birth and Death Reports	Social Security Administration	39,700			
	TOTAL HEALTH AND WELFARE, DEPARTMENT OF		$1,977,961,651		$51,851,237	
	HISTORICAL SOCIETY, IDAHO STATE					
15.224	Cultural and Paleontological Resource Management	Department of the Interior	$25,022			
15.904	Historic Preservation Fund Grants-in-Aid	Department of the Interior	598,439		$83,185	
15.926	American Battlefield Protection	Department of the Interior	2,400			
45.149	Promotion of the Humanities - Division of Preservation and Access	Natl. Found. on Arts and Humanities	79,774			
45.164	Promotion of the Humanities - Public Programs	Natl. Found. on Arts and Humanities	430,000			
	TOTAL HISTORICAL SOCIETY, IDAHO STATE		$1,135,635		$83,185	
	INDUSTRIAL COMMISSION					
16.576	Crime Victim Compensation	Department of Justice	$870,000			
	TOTAL INDUSTRIAL COMMISSION		$870,000			
	INSURANCE, DEPARTMENT OF					
93.071	Medicare Enrollment Assistance Program	Health and Human Services	$92,087			
93.324	State Health Insurance Assistance Program	Health and Human Services	392,626			
	TOTAL INSURANCE, DEPARTMENT OF		$484,713			
	JUDICIAL DEPARTMENT					
16.021	Justice Systems Response to Families	Department of Justice	$156,234			
16.585	Drug Court Discretionary Grant Program	Department of Justice	54,583			
93.586	State Court Improvement Program	Health and Human Services	397,906			
	TOTAL JUDICIAL DEPARTMENT		$608,723			
	JUVENILE CORRECTIONS, DEPARTMENT OF					
16.523	Juvenile Accountability Block Grants	Department of Justice	($209)		($797)	
16.540	Juvenile Justice and Delinquency Prevention	Department of Justice	218,669		128,862	
	TOTAL JUVENILE CORRECTIONS, DEPARTMENT OF		$218,460		$128,065	
	LABOR, DEPARTMENT OF					
17.002	Labor Force Statistics	Department of Labor	$626,490	R&D		
17.005	Compensation and Working Conditions	Department of Labor	18,679	R&D		
17.201	Registered Apprenticeship	Department of Labor	60,293			
17.207	Employment Service/Wagner-Peyser Funded Activities	Department of Labor	7,010,245			
17.225	Unemployment Insurance	Department of Labor	101,527,407			
17.245	Trade Adjustment Assistance	Department of Labor	1,288,312			
17.258	WIOA Adult Program	Department of Labor	2,797,675		$130,918	
17.259	WIOA Youth Activities	Department of Labor	2,449,340		7,354	
17.271	Work Opportunity Tax Credit (WOTC) Program	Department of Labor	140,160			
17.273	Temporary Labor Certification for Foreign Workers	Department of Labor	378,733			
17.277	WIOA National Dislocated Worker Grants/WIA National Emergency Grants	Department of Labor	1,496,200		128,793	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
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CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
17.278	WIOA Dislocated Workers Formula Grants	Department of Labor	$2,209,679		$63,582	
17.285	Apprenticeship USA Grants	Department of Labor	730,056		579,657	
17.801	Disabled Veterans' Outreach Program (DVOP)	Department of Labor	1,006,254			
94.003	State Commissions	Corp. for Natl. and Community Svc.	205,909			
94.006	AmeriCorps	Corp. for Natl. and Community Svc.	799,020		776,697	
94.009	Training and Technical Assistance	Corp. for Natl. and Community Svc.	92,547			
96.001	Social Security Disability Insurance	Social Security Administration	10,208,810			
	TOTAL LABOR, DEPARTMENT OF		$133,045,809		$1,687,001	
	LANDS, DEPARTMENT OF					
10.664	Cooperative Forestry Assistance	Department of Agriculture	$4,048,858		$1,912,066	
10.676	Forest Legacy Program	Department of Agriculture	59,954		19,285	
10.678	Forest Stewardship Program	Department of Agriculture	41,215			
10.680	Forest Health Protection	Department of Agriculture	45,431			
10.902	Soil and Water Conservation	Department of Agriculture	31,935			
10.932	Regional Conservation Partnership Program	Department of Agriculture	7,418			
15.228	BLM Wildland Urban Interface Community Fire Assistance	Department of the Interior	5,864			
15.660	Endangered Species - Candidate Conservation Action Funds	Department of the Interior	25,000			
	TOTAL LANDS, DEPARTMENT OF		$4,265,675		$1,931,351	
	LIBRARIES, IDAHO COMMISSION FOR					
45.129	Promotion of the Humanities - Federal/State Partnership	Natl. Endow. for the Humanities	$19,494	PT		
45.310	Grants to States	Inst. of Museum and Library Svcs.	1,379,225		$46,548	
84.367	Supporting Effective Instruction State Grants	Natl. Endow. for the Humanities	1,660			
	TOTAL LIBRARIES, IDAHO COMMISSION FOR		$1,400,379		$46,548	
	MILITARY DIVISION					
11.549	State and Local Implementation Grant Program	Department of Commerce	$211,490			
12.400	National Guard Military Construction	Department of Defense	1,408,209			
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	53,385,740			
12.401	National Guard Military Operations and Maintenance Projects	Department of Defense	715,708	NC		
12.404	National Guard ChalleNGe Program	Department of Defense	3,276,194			
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	Department of Transportation	161,876		$54,169	
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Department of Homeland Security	4,714,820		4,204,877	
97.039	Hazard Mitigation Grant	Department of Homeland Security	204,923		168,697	
97.042	Emergency Management Performance Grants	Department of Homeland Security	3,415,399		1,375,214	
97.045	Cooperating Technical Partners	Department of Homeland Security	72,141			
97.046	Fire Management Assistance Grant	Department of Homeland Security	138,838		138,838	
97.047	Pre-Disaster Mitigation	Department of Homeland Security	376,925		31,641	
97.067	Homeland Security Grant Program	Department of Homeland Security	3,814,300		3,383,243	
	TOTAL MILITARY DIVISION		$71,896,563		$9,356,679	
	PARKS AND RECREATION, DEPARTMENT OF					
15.524	Recreation Resources Management	Department of the Interior	$276,547			
15.916	Outdoor Recreation Acquisition, Development, and Planning	Department of the Interior	641,055		$237,742	
15.944	Natural Resource Stewardship	Department of the Interior	478,588			
20.219	Recreational Trails Program	Department of Transportation	1,216,620		935,020	
97.012	Boating Safety Financial Assistance	Department of Homeland Security	975,275		568,878	
	TOTAL PARKS AND RECREATION, DEPARTMENT OF		$3,588,085		$1,741,640	
	POLICE, IDAHO STATE					
16.017	Sexual Assault Services Formula Program	Department of Justice	$254,538		$225,568	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Department of Justice	141,240			
16.588	Violence Against Women Formula Grants	Department of Justice	950,792		808,278	
16.593	Residential Substance Abuse Treatment for State Prisoners	Department of Justice	137,152		90,548	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	827,897		503,420	
16.741	DNA Backlog Reduction Program	Department of Justice	295,851			
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Department of Justice	47,020			
16.751	Edward Byrne Memorial Competitive Grant Program	Department of Justice	29,616		29,616	
16.813	NICS Act Record Improvement Program	Department of Justice	106,644			
16.922	Equitable Sharing Program	Department of Justice	79,449			
20.218	Motor Carrier Safety Assistance	Department of Transportation	2,033,658			
20.233	Border Enforcement Grants	Department of Transportation	7,653			
21.016	Equitable Share	US Treasury	12,042			
95.001	High Intensity Drug Trafficking Areas Program	Executive Office of the President	120,684		101,200	
	TOTAL POLICE, IDAHO STATE		$5,044,236		$1,758,630	
	CAREER TECHNICAL EDUCATION, DIVISION OF					
84.002	Adult Education - Basic Grants to States	Department of Education	$2,388,686		$1,370,231	
84.048	Career and Technical Education - Basic Grants to States	Department of Education	6,751,256		4,705,046	
	TOTAL CAREER-TECHNICAL EDUCATION, DIVISION OF		$9,139,942		$6,075,277	
	PUBLIC TELEVISION, IDAHO					
84.283	Comprehensive Centers	Department of Commerce	$30,473	PT		
	TOTAL PUBLIC TELEVISION, IDAHO		$30,473			
	PUBLIC UTILITIES COMMISSION					

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
20.700	Pipeline Safety Program	Department of Transportation	$78,267			
	TOTAL PUBLIC UTILITIES COMMISSION		$78,267			
	SOIL AND WATER CONSERVATION COMMISSION					
10.683	National Fish and Wildlife Foundation	Department of Agriculture	$23,100	PT		
10.902	Soil and Water Conservation	Department of Agriculture	138,400			
	TOTAL SOIL AND WATER CONSERVATION COMMISSION		$161,500			
	SPECIES CONSERVATION, OFFICE OF					
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program	Department of Commerce	$5,064,381			
15.231	Fish, Wildlife and Plant Conservation Resource Management	Department of the Interior	16,222			
15.517	Fish and Wildlife Coordination Act	Department of the Interior	149,764			
15.615	Cooperative Endangered Species Conservation Fund	Department of the Interior	1,615,949			
15.657	Endangered Species Conservation - Recovery Implementation Funds	Department of the Interior	167,251			
81.U17	Miscellaneous Bonneville Power Administration Grants	Department of Energy	4,034,045			
	TOTAL SPECIES CONSERVATION, OFFICE OF		$11,047,612			
	SUPERINTENDENT OF PUBLIC INSTRUCTION					
10.553	School Breakfast Program	Department of Agriculture	$18,472,580		$18,303,402	
10.555	National School Lunch Program	Department of Agriculture	7,267,840	NC	7,256,612	NC
10.555	National School Lunch Program	Department of Agriculture	53,072,496		52,732,540	
10.556	Special Milk Program for Children	Department of Agriculture	70,856		70,856	
10.558	Child and Adult Care Food Program	Department of Agriculture	8,278,542		8,087,285	
10.559	Summer Food Service Program for Children	Department of Agriculture	4,218,889		4,025,071	
10.560	State Administrative Expenses for Child Nutrition	Department of Agriculture	1,385,487		63,114	
10.574	Team Nutrition Grants	Department of Agriculture	27,989			
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	380,913		115,620	
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	2,106,582		1,996,688	
10.589	Child Nutrition Direct Certification Performance Awards	Department of Agriculture	125			
15.130	Indian Education Assistance to Schools	Department of the Interior	70,750		70,750	
84.010	Title I Grants to Local Educational Agencies	Department of Education	59,542,626		56,979,361	
84.011	Migrant Education - State Grant Program	Department of Education	3,577,799		3,092,621	
84.013	Title I State Agency Program for Neglected and Delinquent Children and Youth	Department of Education	548,235			
84.027	Special Education Grants to States	Department of Education	58,286,953		53,488,861	
84.144	Migrant Education Coordination Program	Department of Education	105,855		55,355	
84.173	Special Education Preschool Grants	Department of Education	2,135,467		2,111,048	
84.196	Education for Homeless Children and Youth	Department of Education	288,240		229,347	
84.287	Twenty-First Century Community Learning Centers	Department of Education	6,647,511		6,269,338	
84.323	Special Education - State Personnel Development	Department of Education	233,598			
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	1,714,462		1,038,265	
84.358	Rural Education	Department of Education	667,792		634,594	
84.365	English Language Acquisition State Grants	Department of Education	2,194,099		2,085,259	
84.366	Mathematics and Science Partnerships	Department of Education	826,884			
84.367	Supporting Effective Instruction State Grants	Department of Education	9,938,089		9,209,328	
84.369	Grants for State Assessments and Related Activities	Department of Education	3,584,774			
84.377	School Improvement Grants	Department of Education	2,277,594		1,868,751	
84.424	Student Support and Academic Enrichment Program	Department of Education	1,113,890		1,028,836	
93.079	Promote Adolescent Health School-Based HIV/STD Prev. and School-Based Surv.	Health and Human Services	79,088			
	TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION		$249,116,005		$230,812,902	
	TAX COMMISSION, IDAHO					
20.240	Fuel Tax Evasion - Intergovernmental Enforcement Effort	Department of Transportation	$8,000	R&D		
	TOTAL TAX COMMISSION, IDAHO		$8,000			
	TRANSPORTATION DEPARTMENT, IDAHO					
10.693	Watershed Restoration and Enhancement Agreement Authority	Department of Agriculture	$335,450			
10.912	Environmental Quality Incentives Program	Department of Agriculture	6,936			
15.228	BLM Wildland Urban Interface Community Fire Assistance	Department of the Interior	40,201			
20.106	Airport Improvement Program	Department of Transportation	242,132			
20.205	Highway Planning and Construction	Department of Transportation	316,850,836		$2,627,023	
20.205	Highway Planning and Construction	Department of Transportation	809,668	R&D		
20.232	Commercial Driver's License Program Implementation Grant	Department of Transportation	293,428			
20.237	Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	Department of Transportation	59,926			
20.500	Federal Transit Capital Investment Grants	Department of Transportation	399,964		399,964	
20.505	Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	Department of Transportation	212,626			
20.509	Formula Grants for Rural Areas	Department of Transportation	6,830,702		6,434,058	
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	Department of Transportation	692,237		692,068	
20.516	Job Access and Reverse Commute Program	Department of Transportation	59,804		59,804	
20.521	New Freedom Program	Department of Transportation	175,151		175,151	
20.526	Bus and Bus Facilities Formula Program	Department of Transportation	1,766,636		1,766,636	

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STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL DEPARTMENT	AMOUNT	TYPE*	2018 FEDERAL EXPENDITURES TO SUBRECIPIENTS	TYPE*
20.600	State and Community Highway Safety	Department of Transportation	$1,741,801		$1,222,536	
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Department of Transportation	228,048		218,691	
20.616	National Priority Safety Programs	Department of Transportation	1,655,863		1,220,301	
	TOTAL TRANSPORTATION DEPARTMENT, IDAHO		$332,401,409		$14,816,232	
	VETERANS SERVICES, DIVISION OF					
64.014	Veterans State Domiciliary Care	Department of Veterans Affairs	$500,204			
64.015	Veterans State Nursing Home Care	Department of Veterans Affairs	14,598,081			
64.101	Burial Expenses Allowances for Veterans	Department of Veterans Affairs	404,250			
	TOTAL VETERANS SERVICES, DIVISION OF		$15,502,535			
	VOCATIONAL REHABILITATION, DIVISION OF					
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Department of Education	$15,020,564			
84.187	Supported Employment Services for Individuals with the Most Significant Disabilities	Department of Education	381,107			
93.369	ACL Independent Living State Grants	Health and Human Services	299,515		$170,025	
	TOTAL VOCATIONAL REHABILITATION, DIVISION OF		$15,701,186		$170,025	
	WATER RESOURCES, DEPARTMENT OF					
15.981	Water Use Data and Research	USGS	$43,355	R&D		
66.608	Environmental Info. Exchange Network Grant Program and Related Assistance	Environmental Protection Agency	11,097	R&D, PT		
66.433	State Underground Water Source Protection	Environmental Protection Agency	85,420			
81.U14	Tributary Water Conservation	Department of Energy	765,369			
97.023	Community Assistance Program State Support Services Element (CAP-SSSE)	Department of Homeland Security	102,386			
97.041	National Dam Safety Program	Department of Homeland Security	88,157			
	TOTAL WATER RESOURCES, DEPARTMENT OF		$1,095,784			
	TOTAL EXPENDITURES OF FEDERAL AWARDS		$2,944,566,226		$341,565,957	

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STATE OF IDAHO
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

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 following Agencies use the 10% de Minimis indirect cost rate: The Office of Species Conservation, The Office of Drug Policy, The Soil and Water Conservation Commission, The Hispanic Commission, and Public Broadcasting.

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 $80,088,028 and the federal portion was $21,439,379.

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, 2018, was $454,393. 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, 2018:

Capitalization Grants For Clean Water - CFDA 66.458

	Loan Authorized	Principal Payments	Remaining Commitment	Receivable Balance
Completed Projects	$246,741,995	$45,670,059		$201,071,936
Projects in Progress	157,765,765		$97,947,180	59,818,585
Totals	$404,507,760	$45,670,059	$97,947,180	260,890,521
Less: Amount Due Within 1 Year				10,046,400
Loans Receivable Net of Current Maturities				$250,844,121

Capitalization Grants For Drinking Water - CFDA 66.468

	Loan Authorized	Principal Payments	Remaining Commitment	Receivable Balance
Completed Projects	$135,664,120	$36,939,482		$98,724,638
Projects in Progress	51,517,850		$36,246,555	15,271,295
Totals	$187,181,970	$36,939,482	$36,246,555	113,995,933
Less: Amount Due Within 1 Year				5,277,520
Loans Receivable Net of Current Maturities				$108,718,413

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

AUDITOR'S RESULTS

STATE OF IDAHO
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

BASIC FINANCIAL STATEMENTS

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

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

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

SNAP Cluster	*Unmodified*
Child Nutrition Cluster	*Unmodified*
Special Supplemental Nutrition Program for Women, Infants, and Children WIC	*Unmodified*
Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program	*Qualified*
National Guard Military Operations and Maintenance Projects	*Unmodified*
Unemployment Insurance	*Unmodified*
Drinking Water State Revolving Fund Cluster	*Unmodified*
Title I Grants to Local Educational Agencies	*Unmodified*
Special Education Cluster (IDEA)	*Unmodified*
Supporting Effective Instruction State Grant	*Unmodified*
Aging Cluster	*Unmodified*
Low-Income Home Energy Assistance	*Unmodified*
CCDF Cluster	*Unmodified*
Medicaid Cluster	*Unmodified*
Disability Insurance/SSI Cluster	*Unmodified*

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
Child Nutrition Cluster	10.553, 10.555, 10.556, 10.559
Special Supplemental Nutrition Program for Women, Infants, and Children WIC	10.557
Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program	11.438
National Guard Military Operations and Maintenance Projects	12.401
Unemployment Insurance	17.225
Drinking Water State Revolving Fund Cluster	66.468
Title I Grants to Local Educational Agencies	84.010
Special Education Cluster (IDEA)	84.027, 84.173

STATE OF IDAHO
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Supporting Effective Instruction State Grant	84.367
Aging Cluster	93.044, 93.045, 93.053
Low-Income Home Energy Assistance	93.568
CCDF Cluster	93.575, 93.596
Medicaid Cluster	93.775, 93.777, 93.778
Disability Insurance/SSI Cluster	96.001

8. Dollar threshold used to distinguish between Type A and Type B programs: ***$8,833,699***

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

STATE OF IDAHO
SCHEDULE OF BASIC FINANCIAL STATEMENTS FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE AGENCY		PAGE
OFFICE OF THE STATE CONTROLLER		
2018-101	The Office's internal review process did not prevent or detect misstatements in the statewide *Comprehensive Annual Financial Report* (CAFR).	26
IDAHO DEPARTMENT OF HEALTH AND WELFARE		
2018-102	The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).	28
2018-103	Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).	28
2018-104	An investment account closing package was erroneously submitted for funds not belonging to the Department.	29
2018-105	Misclassification of expenditures resulted in an $898,025 overstatement of Work in Process (WIP) and a corresponding understatement of Intangible Assets reported on the capital asset closing package.	31
IDAHO TRANSPORTATION DEPARTMENT		
2018-106	Procedures were not adequately designed to identify accounts payable related to work performed under construction contracts.	32

STATE OF IDAHO
BASIC FINANCIAL STATEMENTS FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

OFFICE OF THE STATE CONTROLLER (Office)

FINDING 2018-101

The Office's internal review process did not prevent or detect misstatements in the statewide *Comprehensive Annual Financial Report* (CAFR).

Type of Finding: Significant Deficiency

Criteria: The Internal Control Integrated Framework published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO) provides a basis for organizations to design internal control procedures to ensure reliable financial reporting, effective and efficient operations, and compliance with applicable laws and regulations. Components of this framework include risk assessment 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 management directives are carried out and risks are mitigated, including verifications, approvals, reconciliations, authorizations, and segregation of duties that support this objective. Information and communication relates to obtaining quality information and effective internal and external communication of that information to achieve management objectives. Monitoring is the evaluation of results of the internal controls system and remediation of deficiencies in a timely manner.

Management objectives should include the preparation and fair presentation of the CAFR in conformity with accounting principles generally accepted in the United States of America and compliance with applicable laws and regulations.

Idaho Code Section 67-1001(2) requires that the Office submit Generally Accepted Accounting Principles (GAAP) financial statements to the Governor and Legislative Services on or before the first day of January for the preceding fiscal year. The Office achieves compliance through the preparation and submission of the CAFR.

Idaho Code Section 67-1007 states that the State Controller may examine any of the books, papers, accounts, bills, vouchers or other documents of property of any or all of the State officers and custodians of State funds.

Condition: In general, the CAFR was presented with a high level of accuracy. However, immaterial misstatements and presentation errors were either identified by the auditors and communicated to the Office during the audit process or identified by the Office after the financial statements were provided for audit.

The Office implemented a new Governmental Accounting Standards Board (GASB) standard. Some of the amounts related to the new GASB standard reported in the financial statements were incorrect. The associated note disclosures also included several errors and omissions. Portions of the errors and omissions were corrected prior to the issuance of the CAFR.

The following examples were not corrected prior to the issuance of the CAFR:

- A State agency erroneously reported a new financial activity in an investments closing package to the Office and the associated amounts and information were incorrectly included in the financial statements and the notes to the financial statements.
- Our audit work at two separate State agencies identified areas of incorrect financial reporting as part of the closing package process. The Office chose not to update the financial statements due to the immaterial nature of the differences.

The following examples were corrected prior to the issuance of the CAFR:

- A journal entry to reclassify capital outlay and interest expense to rent expense was not made.

- In the note disclosures for Deposits, Investments, and Restricted Assets, Note 2, certain amounts were not updated from the prior year, other amounts were reported with incorrect credit ratings, and other amounts were classified with incorrect custodial credit risk.
- In the note disclosures for Intra-entity Transactions, Note 4, amounts were unintentionally shifted on a schedule therefore amounts were reported under incorrect line titles and amounts totaling $85.7 million were not included on the schedule. In addition, the required purpose descriptions were not included for four transfers.
- Some of the required elements for the Pension Plans note disclosure, Note 8, were missing and a disclosure for contributions made by colleges and universities and employees included incorrect amounts.
- The Management Discussion and Analysis included a narrative explanation of investment in capital assets that did not tie to a related table.

Cause: Internal controls over the compilation process for the CAFR included review of work by a staff member independent of the staff member completing the work. However, these review procedures did not prevent or detect the misstatements and errors listed above.

Effect: The financial statements and note disclosures submitted for audit contained misstatements and information that was not clearly presented; the amounts were not material, but exceeded our trivial threshold.

Recommendation: We recommend that the Office strengthen the review process over the compilation of the CAFR to ensure that the financial statements, note disclosures, and other information contained therein agree to the documentation that supports those amounts, including closing packages and outside audits.

Management's View: *The State Controller's Office acknowledges the immaterial misstatements and presentation errors identified by the auditors. Most errors were corrected prior to the issuance of the financial statements. The office will evaluate and make improvements to the internal review procedures and the related instructions for the compilation of the CAFR this spring.*

Due to errors identified in financial information provided by state agencies, the office will conduct an evaluation to determine where greater risk may be present. Additional reviews and checks will be conducted on this information to ensure reporting errors are eliminated prior to inclusion in the statewide financial report. The office will put emphasis on these areas of increased risk during the annual financial reporting trainings provided to state agencies.

The office will continue to search out training opportunities for implementing new accounting standards, specifically trainings on the complex reporting requirements related to pension and other postemployment benefits (OPEB). Additionally, the office will work with the agencies who administer the state's pension and OPEB plans to better understand how to apply generally accepted accounting principles to these plans.

Lastly, the office will add a new step in the internal review procedures to include a check of links within the reporting software to ensure amounts display correctly within the financial report.

Auditor's Concluding Remarks: We thank the Office for its cooperation and assistance throughout the audit. The corrective action plan provided will not be complete until June 30, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2018-102

The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).

Type of Finding: Material Weakness

Criteria: The Committee of Sponsoring Organizations of the Treadway Commission (COSO) published the Internal Control Integrated Framework, which identifies control activities that help ensure management directives are carried out and risks are mitigated. These activities include approvals, authorizations, verifications, reconciliations, and segregation of duties.

Additionally, the State Fiscal Policy Manual for Internal Controls states that a management control system, including comprehensive internal controls, should provide reasonable assurance that entity objectives are being met for effective and efficient operations, reasonable use of public funds, and compliance with applicable laws, rules, and regulations.

Condition: The Department currently contracts with Magellan to monitor the drug rebate processes for both the national and supplemental drug rebates. Magellan is responsible for billing manufacturers for the federal and supplemental state rebates, which totaled $153,699,883 in State fiscal year 2018. Prior to sending the manufacturer invoices, Magellan sends an invoice summary to the Department for review. However, we found no evidence that the Department reviews the billing information received from Magellan for completeness and accuracy.

Cause: A failure in communication between the Medicaid division and the Business Financial Services division resulted in each division believing the other division was completing a review over the drug rebate invoice summary. The Medicaid division was unaware of the need to have documentation of a review over the drug rebate process.

Effect: No errors were noted during the testing of 18 transactions totaling $26,369,912. However, the Department's lack of review of the invoices for accuracy increases the risk that the service organization responsible for determining rebate revenue and billing the amounts to the manufacturers could include errors that would go undetected by the Department.

Recommendation: We recommend that the Department strengthen internal controls over the approval and review of the drug rebates invoicing process to help ensure amounts reported are complete and accurate.

Management's View: *The Department agrees with this finding. The Division of Medicaid will strengthen the controls over the review of drug rebates. The Division of Medicaid will write procedures for reviewing drug rebates and will ensure that the reviews are documented.*

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 May 31, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

FINDING 2018-103

Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).

Type of Finding: Significant Deficiency

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: For all eligibility determinations, changes in rate codes are initially made in the Idaho Benefit Eligibility System (IBES) and then transferred via an automated process to MMIS. During testing of Medicaid claim expenditures, 1 out of 76 sample units tested contained an incorrect eligibility rate code in MMIS. The MMIS data shows the rate code for this individual as 55 (Katie Beckett program for children ages 0 to 18); however, the individual was over 18 years of age and should have been listed as rate code 54 (Aid to the Disabled – Medicaid). In the instance noted, the member's eligibility was updated in the IBES; however, the change was not received in the MMIS to update the member's record.

We performed additional testing over other rate codes that have age limits to determine if additional instances of incorrect coding existed, and we found an additional 70 individuals that were coded incorrectly out of 240,479 in MMIS.

Cause: The process of updating eligibility rate codes between IBES and MMIS is an automated process. That automated process failed to update eligibility rate codes from IBES to MMIS that changed based on an age criteria. The Department's internal controls failed to identify and correct the errors in the MMIS eligibility codes.

Effect: Although this miscoding resulted in a $0 payment error for this client because they received the same coverage between rate code 54 and rate code 55, there is an increased risk that other rate codes are not updated in a timely manner, causing errors in payments or providing services to ineligible clients.

Recommendation: We recommend that the Department strengthen internal controls to help ensure eligibility rate codes are updated in a timely manner for the Medicaid claim expenditure processing.

Management's View: *The Department agrees with this finding. The Division of Welfare, who manages Medicaid eligibility, will strengthen controls to ensure that eligibility rate code changes are updated in a timely manner. In December 2018, the Division of Welfare modified the system so that rate code changes were identified correctly and timely. Additionally, The Division of Welfare will implement reconciliations to identify other data mismatch issues more promptly.*

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 April 30, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

FINDING 2018-104
An investment account closing package was erroneously submitted for funds not belonging to the Department.

Type of Finding: Significant Deficiency

Criteria: The Internal Control Integrated Framework published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO) provides a basis for organizations to design internal control procedures to

ensure reliable financial reporting, effective and efficient operations, and compliance with applicable laws and regulations. Components of this framework include risk assessment 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 is used to form a basis for how the risks should be managed. Control activities are policies and procedures that help ensure 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.

Each year, State agencies are required to report accounting information to the Office of the State Controller (SCO) in the form of closing packages, which provide the details necessary to prepare the statewide *Comprehensive Annual Financial Report* (CAFR). The SCO provides instructions for preparing the closing packages in accordance with Generally Accepted Accounting Principles (GAAP).

Governmental Accounting Standards Board (GASB) *Concept Statement No. 4* defines assets as resources with present service capacity that the government presently controls.

Condition: The Department contracts with Optum Idaho to manage outpatient benefits for the Idaho Behavioral Health Plan (IBHP) for Idaho Medicaid members. In accordance with contract requirements, Optum Idaho established an outside bank account, referred to as the Community Health Initiatives Reserve Account (CHIRA), to hold funds if Optum does not meet specific metrics related to the use of premium receipts. The Department may request remittance of the CHIRA funds if the funds are not used for specific purposes outlined in the contract. The Department is not an owner of the account and does not make deposit or other investing decisions related to the account activity.

The Department incorrectly identified the June 30, 2018 CHIRA account balance of $662,194 as a State bank account and reported the balance on the investment closing package. Activity related to the CHIRA account also included investment purchases of $33,272,897 and investment sales of $48,077,909 that was incorrectly included in the statewide financial statements.

Cause: The Department interpreted GASB *Concept Statement No. 4* guidance incorrectly to include funds held by a subcontractor as an asset and reported the amount on the investment closing package. After further review, it was determined that the Department has the right to request the CHIRA account funds in specific situations, but they do not have control of the funds before that option is selected.

Effect: The misstatement was not material to the statewide financial statements. However, undetected errors included in closing packages submitted to the SCO increase the risk of material misstatements occurring in the statewide financial statements. Additionally, the Department does not have authority to invest funds separate from those that are held by the State Treasurer. Subsequent to discussions with the Department regarding the misstatement noted during the audit, the Department resubmitted a corrected investment closing package with a $0 balance.

Recommendation: We recommend that the Department strengthen the design and effectiveness of internal controls over the completion of closing packages to ensure that accurate and reliable financial information is provided to the SCO. This should include an on-going analysis of new operations and financial activity to ensure information is identified and appropriately disclosed on closing packages.

Management's View: *The Department agrees with this finding. The Division of Medicaid and the Bureau of Financial Services will strengthen controls to ensure that accurate financial information regarding Community Health Initiatives Reserve Account (CHIRA) is provided to the State Controller's Office. The Division of Medicaid will monitor reserve accounts quarterly and will report them to Financial Services. The Bureau of Financial Services re-submitted the correct investment closing package with a $0 balance to the State Controller and will*

coordinate with the Division of Medicaid to ensure that future investment closing packages are correct, related to CHIRA accounts.

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 June 30, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

FINDING 2018-105
Misclassification of expenditures resulted in an $898,025 overstatement of Work in Process (WIP) and a corresponding understatement of Intangible Assets reported on the capital asset closing package.

Type of Finding: Significant Deficiency

Criteria: The Committee of Sponsoring Organizations of the Treadway Commission (COSO) publishes the Internal Control Integrated Framework, which identifies control activities that help ensure management directives are carried out and risks are mitigated. These activities include approvals, authorizations, verifications, reconciliations, and segregation of duties.

Additionally, each year, State agencies are required to report accounting information to the Office of the State Controller (SCO) in the form of closing packages, which provide the details necessary to prepare the statewide *Comprehensive Annual Financial Report* (CAFR). Closing packages include identifying and capitalizing appropriate capital assets, including development in progress and intangible assets. The SCO provides instructions for preparing the closing packages in accordance with Generally Accepted Accounting Principles (GAAP).

Condition: As part of our review of the capital asset closing package, testing included intangible and development work in process transactions. Testing of 47 transactions included 4 items, or 9 percent, that were recorded to the incorrect capital asset phase of the ICSES Phase 2 project.

In one instance, a total of $134,563 for labor hours for separate projects, the Ongoing Medicaid Modernization (OMM) Project and the Child Welfare Information System (CWIS) Modernization project, were incorrectly included in the WIP balance amount for the Idaho Child Support Enforcement System (ICSES) Phase 2 project.

In three instances, charges of $763,462 for the ICSES Phase 1 project were incorrectly included in the ICSES Phase 2 project. The overall ICSES project is broken into phases based on expenditure dates, and each phase is capitalized separately. Phase 1 includes expenditures prior to November 1, 2017, and Phase 2 includes all expenditures after November 1, 2017. For the three exceptions noted, services were for contractor hours in October 2017 that should have been coded to Phase 1, but were incorrectly coded to Phase 2 because the invoice was paid after November 1, 2017.

Cause: The Department's review of the transactions failed to detect miscoding for the OMM and CWIS project costs between the contracted hours billed and the amounts entered for each separate project.

The reviews completed by the Department as part of their internal control process also failed to recognize the dates that the underlying services occurred for the sample items coded to the incorrect ICSES project phase. Transactions were coded to an ICSES project phase based on the invoice payment dates, instead of the service dates.

Effect: There is a potential overstatement to the development WIP account of $134,563 related to the incorrectly charged labor hours. There is also a known overstatement of $763,462 to the WIP for the three transactions coded incorrectly to the ICSES Phase 2 project. The intangible asset balance is understated by the same amount.

Recommendation: We recommend that the Department strengthen internal controls to ensure capital assets are recorded accurately and appropriately.

Management's View: *The Department agrees with this finding. The Bureau of Financial Services will develop procedures to strengthen internal controls to ensure that capital assets are recorded accurately. The Bureau will work with other Divisions to develop procedures and reports that can be used to review invoices to ensure that costs are recorded to the correct project phase.*

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 June 30, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

IDAHO TRANSPORTATION DEPARTMENT (Department)

FINDING 2018-106
Procedures were not adequately designed to identify accounts payable related to work performed under construction contracts.

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).

The SCO instructs agencies to report as accounts payable, amounts owed for goods or services received on or before the June 30 fiscal year-end and paid for after that date. This would also include federal grant expenses incurred, but not paid at fiscal year-end.

Condition: We performed a search for unrecorded liabilities by testing all 26 construction contractor payments from July and August 2018 that were greater than $700,000, and which had not been identified and reported by the Department as accounts payable. We examined supporting documentation from SiteManager, the Department's project management software, to identify the dates covered by the invoice. We noted that for 6 of these transactions (23 percent), the full date range or majority of the dates covered by the invoice, were for work performed prior to the June 30 fiscal year-end. These transactions were not identified by the Department and were excluded from the amount reported to the SCO on the accounts payable closing package. In addition, a portion of these expenditures were paid with federal grant funding and also excluded from the grants receivable closing package.

Cause: The procedures used by the Department were not properly designed to identify accounts payable related to construction contractor payments. The Department relied on the invoice date in Advantage, the Department's internal accounting system, to determine the fiscal year in which the work was performed; however, the invoice date does not necessarily coincide with the last day of the billing cycle or the last day that work was performed during the billing cycle. Differences ranged from 1 day to as many as 69 days.

Additionally, the internal controls were not designed or adequate to identify this error in the procedures.

Effect: Deficiencies in the design of the procedures resulted in unreported accounts payable of $6.7 million. Since a share of many construction contract expenditures are reimbursed with Federal funds, this error also resulted in unreported grants receivable of $4.6 million.

These errors were communicated to the Department and modifications were made to their procedures. They revisited July and August expenditures and identified an additional $2.5 million in accounts payable and $1.7 million in grants receivable that should have been reported. These new procedures were also applied during their review of September and October expenditures. Amendments to the accounts payable and grants receivable closing packages were submitted to the SCO.

Recommendation: We recommend the Department improve procedures to identify material accounts payable associated with work performed on construction contracts through the end of the fiscal year. We further recommend the Department improve internal controls to ensure that all material accounts payable and related grants receivable are reported in the applicable closing packages.

Management's View: *Process changes are already underway to improve and achieve accurate and reliable financial information in closing package reporting. Management's corrective action plan is to improve procedures to identify accounts payable related to construction payments for goods or services received on or before June 30th and paid for after June 30th. The Department will review the SiteManager application (construction project software) to determine the best way to use the data entered into the application to help determine the accounts payable liability at June 30th. The department will also review the process around the first pay estimate in the new fiscal year to only include work performed on construction contracts on or before June 30th. A SiteManager cut-off procedure will provide the ability to identify work performed on construction projects at June 30th and accurately report the construction contract accounts payable liability at June 30th. Our corrective action plan will be implemented by June 30th and made available for review during FY 2019 CAFR reporting.*

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 June 30, 2019, so this finding will remain open until we complete a review as part of our audit work to support the fiscal year 2019 *Comprehensive Annual Financial Report.*

STATE OF IDAHO
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	STATE AGENCY	FEDERAL AGENCY	PAGE
	IDAHO COMMISSION ON AGING		
2018-201	Internal control weaknesses exist in the process used by the Commission to track and report federal grant expenditures and request reimbursement from the grantor.	Department of Health and Human Services	36
2018-202	Internal controls over adjustments to expenditures for the Special Programs for the Aging Cluster failed to ensure underlying transactions were charged to the correct grant.	Department of Health and Human Services	37
	IDAHO DEPARTMENT OF FISH AND GAME		
2018-203	Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the Pacific Coast Salmon Recovery grant.	Department of Commerce	38
2018-204	Deficiencies in internal control allowed errors to go undetected in the performance reports submitted for the Pacific Coast Salmon Recovery program.	Department of Commerce	40
	IDAHO DEPARTMENT OF HEALTH AND WELFARE		
2018-205	The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).	Department of Health and Human Services	41
2018-206	Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).	Department of Health and Human Services	42
2018-207	Cost allocation statistics are not reviewed prior to being entered into the Financial Information System and Cost Allocation (FISCAL).	Department of Health and Human Services	44
2018-208	Procurement and Suspension and Debarment procedures intended to ensure compliance with federal requirements for the Medicaid program were not consistently implemented.	Department of Health and Human Services	45
	IDAHO MILITARY DIVISION		
2018-209	Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the grant.	Department of Defense	46
	OFFICE OF SPECIES CONSERVATION		
2018-210	Subrecipient monitoring procedures are not adequate to ensure compliance with Pacific Coast Salmon Recovery program requirements.	Department of Commerce	48
2018-211	Deficiencies in internal control allowed errors to go undetected in a final performance report submitted to the federal grantor for the Pacific Coast Salmon Recovery program.	Department of Commerce	49

STATE OF IDAHO
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE AGENCY		FEDERAL AGENCY	PAGE
2018-212	Internal controls to ensure compliance with cash management requirements for the Pacific Coast Salmon Recovery program were not present.	Department of Commerce	51
2018-213	Review of federal suspension and debarment status is not adequately documented to demonstrate compliance with federal requirements for the Pacific Coast Salmon Recovery program.	Department of Commerce	52

STATE OF IDAHO
FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

IDAHO COMMISSION ON AGING (Commission)

FINDING 2018-201
Internal control weaknesses exist in the process used by the Commission to track and report federal grant expenditures and request reimbursement from the grantor.

Type of Finding: Material Weakness, Noncompliance

CFDA Title: Aging Cluster
CFDA Number: 93.044, 93.045, 93.053
Federal Award Number: 16AAIDT3SS, 16AAIDT3CM, 16AAIDT3HD, 17AAIDT3SS, 17AAIDT3CM, 17AAIDT3HD, 18AAIDT3SS, 18AAIDT3CM, 18AAIDT3HD, 18AAIDNSIP
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017; and October 1, 2017 to September 30, 2018
Federal Agency: Department of Health and Human Services
Compliance Requirement: Reporting, Matching and Earmarking, and Cash Management
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.

Further, 42 USC 3028(b) indicates that the State determines the amount of the federal award to be applied to the State Plan administration. Then, 42 USC 3024 (d)(1)(A) states that the State may make up to 10 percent of that amount available for the administration of the Area Plans where the State calculates the 10 percent based on the amount remaining after deducting the amount to be applied to State Plan administration.

Condition: The following conditions were noted during our audit:

- The Commission uses various Microsoft Excel workbooks to monitor federal expenditures and prepare federal reports. Information is entered into the federal report based on information in the workbooks, and then the report is submitted to the Administration for Community Living (ACL). However, there is no review completed of the workbooks or the related supporting information prior to the reports being submitted to the grantor.
- The workbooks are also used to monitor the Commission's compliance with federal matching and earmarking requirements, but no review of the information entered into the workbooks is completed to ensure accuracy and compliance. As a result, the Commission exceeded its earmarking requirements by $2,596 for the federal fiscal year 2016 grant award.
- The federal reimbursement amounts requested in each cash draw are calculated and processed by the same individual with no separate review and approval process prior to submission of the reimbursement request to the grantor.

Cause: The Commission did not design and implement an effective internal control structure that ensures reporting, matching and earmarking, and cash draw information is reviewed by an individual separate from who prepares the information to help ensure compliance with federal regulations.

Effect: The lack of review over reporting, matching and earmarking, and cash draw information, increases the risk that misstatements and noncompliance could occur and go undetected by the Commission. We noted noncompliance with earmarking requirements, which could result in unallowable costs, and the Commission may be required to return funds to the federal grantor.

Recommendation: We recommend that the Commission develop and strengthen internal controls, such as reviews completed by staff knowledgeable in federal requirements, to ensure compliance over federal grant requirements.

Management's View: *ICOA acknowledges the material weakness and noncompliance finding resulting from the lack of management review over the person who prepared the reporting, matching, earmarking, and cash draw processes.*

ICOA has updated all financial grant tracking documents, key staff participated in financial training from the grantor and developed management review processes for grant awards, accounts payable/receivable, federal reporting and accounting adjustments. ICOA has identified the following personnel (Office Specialist II, Program Specialist, Senior Financial Specialist, Grants and Contracts Officer, Administrative Services Manger, the Administrator and the Commissioners) to ensure review processes are in place to address LSO's finding and noted conditions. (Documentation: Internal routing slips for federal reports, match allocation worksheets and electronic draw documents)

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

FINDING 2018-202
Internal controls over adjustments to expenditures for the Special Programs for the Aging Cluster failed to ensure underlying transactions were charged to the correct grant.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Aging Cluster
CFDA Number: 93.044, 93.045, 93.053
Federal Award Number: 16AAIDT3SS, 16AAIDT3CM, 16AAIDT3HD, 17AAIDT3SS, 17AAIDT3CM, 17AAIDT3HD, 18AAIDT3SS, 18AAIDT3CM, 18AAIDT3HD
Program Year: October 1, 2015 to September 30, 2016; October 1, 2016 to September 30, 2017; and October 1, 2017 to September 30, 2018
Federal Agency: Department of Health and Human Services
Compliance Requirement: Period of Performance
Questioned Costs: Known $29,312; Likely $32,234

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.

In addition, 2 CFR 200.309 states that a non-federal entity may charge to the federal award only allowable costs incurred during the period of performance.

Condition: The Commission made adjustments to federal fiscal years 2017 and 2018 grant expenditures to pay for obligations that were incurred prior to the period of performance of each grant award. We identified 2 adjustments out of 56 transactions tested, or 4 percent, that moved expenditures incurred during the period of performance for a prior-year grant to a current-year grant.

Cause: The Commission did not design and implement an effective internal control structure to ensure compliance with federal regulations. Adjustments were allowed by prior staff and management without regard to the dates the underlying transactions occurred. Some adjustments were made in an effort to comply with matching and earmarking program requirements while ignoring period of performance requirements.

Effect: The Title III grant adjustments moved $486 from the federal fiscal year 2016 grant to the federal fiscal year 2017 grant and moved $28,826 from the federal fiscal year 2017 grant to the federal fiscal year 2018 grant. These adjustments totaled $29,312, which projected from our sample to the population results in likely questioned costs of $32,234.

Recommendation: We recommend that the Commission develop and strengthen internal controls, such as reviews completed by staff knowledgeable in federal requirements, to ensure compliance over federal grant requirements. We further recommend the Commission evaluate the needs of staff and complete training to gain better understanding and knowledge of the federal program compliance requirements.

Management's View: *ICOA acknowledges the significant deficiency and noncompliance finding caused by prior staff and management lack of regard to the dates when underlying transactions occurred. Some adjustments were made in an effort to comply with matching and earmarking program requirements while ignoring period of performance requirements.*

ICOA's Senior Financial Specialist ensures that discretionary, formula and state funds are appropriately expended during the authorized period and reviews expenditures monthly with the Administrative Services Manager and quarterly with the Administrative Services Manager, the Administrator and the Grants and Contracts Officer and provides a financial report to the ICOA Commissioners at their quarterly meeting. (Documentation: Internal monthly reports and quarterly financial reports submitted to the Commissioners)

Additionally, the Senior Financial Specialist prepares any adjustments, which is entered into the statewide accounting system by the Office Specialist II, and approved by the Administrative Services Manager. The grant tracking report is used to ensure funds are available. (Documented through internal routing slip and Statewide Accounting System)

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

IDAHO DEPARTMENT OF FISH AND GAME (Department)

FINDING 2018-203

Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the Pacific Coast Salmon Recovery grant.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program
CFDA Number: 11.438

Federal Award Number: NA16NMF4380169, NA17NMF4380058 (direct); NA13NMF4380253, NA14NMF4380304, NA15NMF4380233, NA16NMF4380334, NA17NMF4380178 (sub-grant)
Program Year: July 1, 2016 to June 30, 1017; July 1, 2017 to June 30, 2018 (direct); July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022 (sub-grant)
Federal Agency: Department of Commerce
Sub-Grant Agency: Idaho Office of Species Conservation
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 Part 180.300) requires grantees 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 and available online, (2) collecting a certification from the entity, and/or (3) adding a clause or condition to the covered transaction with that entity.

In addition, 2 CFR 180.310(b) also prohibits the renewal or extension of covered transactions with such party, unless the federal agency grants an exception. 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: We identified 2 of 6 contracts, or 33 percent, where the Department could not provide evidence to demonstrate that they verified vendors were not suspended or debarred prior to entering into covered transactions with the vendors.

Cause: The Department's internal control structure inappropriately allowed exceptions to the suspension and debarment requirement for certain types of vendors. In one instance, the vendor was identified by the Department as a federal agency; however, the vendor's status as a federal agency is unclear. In the second instance, the contract was for consulting work, and the Department believed this type of contract was excluded from the suspension and debarment requirement.

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

Recommendation: We recommend that the Department design and consistently perform procedures to ensure compliance with the suspension and debarment requirements of the grant. We further recommend that the Department retain documentation to provide evidence that the verification was performed prior to entering into a covered transaction.

Management's View: *Idaho Fish and Game has reviewed this finding and we believe that, as a general rule, during the audit period the Department had processes and procedures in place to ensure compliance with the suspension/debarment and documentation requirements for contracts.*

In regards to the "'construction consulting" contract mentioned here, the Department agrees that we should have included these types of construction contracts in our suspension/debarment process and therefore we will make the change to include them in the future.

The other contract mentioned here was with an entity that was established by Congress, and in the Department's determination a Commission created by Congress should be considered as a federal entity. Regardless, the Department has decided to go ahead and also include the Commission in our suspension/debarment process in the future.

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

FINDING 2018-204
Deficiencies in internal control allowed errors to go undetected in the performance reports submitted for the Pacific Coast Salmon Recovery program.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program
CFDA Number: 11.438
Federal Award Number: NA16NMF4380169, NA17NMF4380058 (direct); NA13NMF4380253, NA14NMF4380304, NA15NMF4380233, NA16NMF4380334, NA17NMF4380178 (sub-grant)
Program Year: July 1, 2016 to June 30, 1017; July 1, 2017 to June 30, 2018 (direct); July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022 (sub-grant)
Federal Agency: Department of Commerce
Sub-Grant Agency: Idaho Office of Species Conservation
Compliance Requirement: Reporting
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR) 2 CFR 200.303, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, superseding the Office of Management and Budget (OMB) Circular A-102 *Grants and Cooperative Agreements with State and Local Governments*, requires that the Office establish and maintain effective internal control over the federal award that provides reasonable assurance that the Office is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

In addition, 2 CFR 200.302 requires recipients of federal awards to submit accurate, current, and complete information in accordance with the reporting requirements set forth in 2 CFR 200.328 reporting program performance. This guidance supersedes the OMB *Circular A-133* guidance provided in 2 CFR 215.51.

Condition: The Department receives funding under this grant from two sources: directly from the National Oceanic and Atmospheric Administration (NOAA) and passed through from the Office of Species Conservation (Office), an agency of the State of Idaho. The Department is required to submit semi-annual performance reports for each open project and a final performance report for each closed project to the respective grantor. The reports submitted to the Office are used to compile the performance reports that are then submitted to the NOAA. Documentation is not retained for the review process completed at the Department for these reports. In addition, the Department's review was not performed at the level of detail necessary to prevent errors in the performance reports. The Department submitted a total of eight final reports during fiscal year 2018; seven to the Office and one to the NOAA. In our review of the performance reports, we noted that one of three final performance reports in our sample was missing a required breakout of expenditures by funding source and included actual costs that did not agree to the underlying support.

We noted that four additional final performance reports also included actual costs that did not agree to the underlying support. One of these also did not include the required breakout of expenditures by funding source. Differences between the amounts reported and the underlying support were found in both federal expenditures and matching funds.

Cause: The Department's internal control process is not fully implemented to ensure the accuracy and completeness of information reported in performance reports. In addition, procedures are not designed to retain evidence of the review performed.

Effect: Multiple errors in the performance reporting process were not detected resulting in incorrect information being reported to the grantor. Without appropriate internal controls, there is an increased risk of potential errors and noncompliance going undetected in the performance reports submitted to the grantor. The errors were isolated to those performance reports submitted to the Office. While the amount reported as matching funds did not agree to the underlying support, noncompliance was not noted because the matching requirement was still met.

Recommendation: We recommend that the Department strengthen the design and effectiveness of controls over performance reporting to ensure compliance with those requirements. We further recommend that the Department retain documentation to provide evidence that a review was completed prior to submitting the performance reports to the grantor.

Management's View: *In reviewing this finding, the Department believes that the financial data submitted on the final financial billings was accurate; but, we also agree that it did differ from the financial data that was submitted on the final performance reports.*

The Department is reviewing our performance reporting process and procedures to determine how best to eliminate discrepancies and resolve any issues between our final performance reports and our final financial billings that are submitted to the Office of Species Conservation (Office). We will also be implementing a procedure to ensure that we capture and retain documentation supporting our review process for the performance reports submitted to the Office.

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

IDAHO DEPARTMENT OF HEALTH AND WELFARE (Department)

FINDING 2018-205

The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).

Type of Finding: Material Weakness

CFDA Title: State Survey and Certification of Health Care Providers and Suppliers (Medicaid), Medical Assistance Program (Medicaid)
CFDA Number: 93.777, 93.778
Federal Award Number: 1605ID5000, 1705ID5000, 1705IDPACT, ID201607012016S, 1805ID5000, 1805IDPACT, 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT, ID20164, 1805IDIMPL, 1805ID5ADM, 1805ID5MAP, 1805IDINCT
Program Year: October 1, 2016 to September 30, 2017; October 1, 2017 to September 30, 2018
Federal Agency: Department of Health and Human Services (HHS)
Compliance Requirement: Activities Allowed/Unallowed, Allowable Costs/Cost Principles

Questioned Costs: None

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 Code of Federal Regulations (CFR) *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR 200.303) states that the 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 currently contracts with Magellan Medicaid Administration to monitor the drug rebate processes for both the national and supplemental drug rebates. Magellan is responsible for billing manufacturers for the federal and supplemental State rebates, which totaled $153,699,883 in State fiscal year 2018. Prior to sending the manufacturer invoices, Magellan sends an invoice summary to the Department for review. However, we found no evidence that the Department reviews the billing information received from Magellan for completeness and accuracy.

Cause: A failure in communication between the Department's Medicaid and Business Financial Services divisions resulted in each division believing the other division was completing a review over the drug rebates invoice summary. The Medicaid division was unaware of the need to have documentation of a review over the drug rebates process.

Effect: No errors were noted during the testing of 18 transactions totaling $26,369,912. However, the Department's lack of review over the invoices for accuracy increases the risk that the service organization responsible for determining rebate revenue and billing to the manufacturers could include errors that would go undetected by the Department.

Recommendation: We recommend that the Department strengthen internal controls over the approval and review of drug rebates invoicing process to help ensure amounts reported are complete and accurate.

Management's View: *The Department agrees with this finding. The Division of Medicaid will strengthen the controls over the review of drug rebates. The Division of Medicaid will write procedures for reviewing drug rebates and will ensure that the reviews are documented.*

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

FINDING 2018-206
Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: State Survey and Certification of Health Care Providers and Suppliers (Medicaid), Medical Assistance Program (Medicaid)
CFDA Number: 93.777, 93.778
Federal Award Number: 1605ID5000, 1705ID5000, 1705IDPACT, ID201607012016S, 1805ID5000, 1805IDPACT, 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT, ID20164, 1805IDIMPL, 1805ID5ADM, 1805ID5MAP, 1805IDINCT

Program Year: October 1, 2016 to September 30, 2017; October 1, 2017 to September 30, 2018
Federal Agency: Department of Health and Human Services (HHS)
Compliance Requirement: Eligibility
Questioned Costs: None

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 Code of Federal Regulations (CFR) *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (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.

In addition, 42 CFR 435.916 states that the agency must make a redetermination of eligibility without requiring information from the individual, if able to do so, based on reliable information contained in the individual's account or other more current information available to the agency, including but not limited to information accessed through any data bases accessed by the agency.

Condition: For all eligibility determinations, changes in rate codes are initially made in the Idaho Benefit Eligibility System (IBES) and then transferred via an automated process to MMIS. During testing of Medicaid claim expenditures, 1 out of 76 sample units tested contained an incorrect eligibility rate code in MMIS. The MMIS data shows the rate code for this individual as 55 (Katie Beckett program for children ages 0 to 18). However, the individual was over 18 years of age and should have been listed as rate code 54 (Aid to the Disabled – Medicaid) instead. In the instance noted, the member's eligibility was updated in the IBES system; however, the change was not received in MMIS to update the member's record.

We performed additional testing over other rate codes that have age limits to determine if additional instances of incorrect coding existed, and we found an additional 70 individuals that were coded incorrectly out of 240,479 in MMIS.

Cause: The process of updating eligibility rate codes between IBES and MMIS is an automated process. That automated process failed to update eligibility rate codes from IBES to MMIS that changed based on an age criteria. The Department's internal controls failed to identify and correct the errors in the MMIS eligibility codes.

Effect: Although this resulted in a $0 error because the client received the same coverage between rate code 54 and rate code 55, there is an increased risk that other rate codes are not updated in a timely manner, causing errors in payments or providing services to ineligible clients.

Recommendation: We recommend that the Department strengthen internal controls to help ensure eligibility rate codes are updated in a timely manner for the Medicaid claim expenditure processing.

Management's View: *The Department agrees with this finding. The Division of Welfare, who manages Medicaid eligibility, will strengthen controls to ensure that eligibility rate code changes are updated in a timely manner. In December 2018, the Division of Welfare modified the system so that rate code changes were identified correctly and timely. Additionally, the Division of Welfare will implement reconciliations to identify other data mismatch issues more promptly.*

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

FINDING 2018-207
Cost allocation statistics are not reviewed prior to being entered into the Financial Information System and Cost Allocation (FISCAL).

Type of Finding: Significant Deficiency

CFDA Title: Supplemental Nutrition Assistance Program (SNAP), Special Supplemental Nutrition Program for Women, Infants, and Children (WIC), Low-Income Home Energy Assistance (LIHEAP), Child Care and Development Block Grant (CCDF), Child Care Mandatory and Matching Funds (CCDF), State Survey and Certification of Health Care Providers and Suppliers (Medicaid), Medical Assistance Program (Medicaid)
CFDA Number: 10.551, 10.557, 93.568, 93.575, 93.596, 93.777, 93.778
Federal Award Number: 16167IDID5Q3903, 16167IDID4S2514, 177IDID4S2514, 177IDID4S2519, 177ID4IDS8036, 187ID4IDS8026, 187IDID4Q7503, 187IDID4S2514, 187IDID4S2519, 187IDID4S2520, 187IDID5Q3903, 187ID4IDS8036, 167IDID7W1002, 167IDID7W1003, 167IDID7W1006, 177IDID7W1002, 177IDID7W1003, 177IDID7W1006, 187IDID1W5003, 187IDID7W1003, 187IDID7W1006, 05PBIDLIEA, 10JDIDLIEA, 10PBIDLIEA, 1501IDLIE4, 1501IDLIE4, 15PAIDLIE4, 15PAIDLIE4, 15PCIDLIE4, 15PCIDLIE4, 1601IDLIE4, 16B1IDLIEA, 16JCIDLIEA, 16JDIDLIEA, 16PAIDLIE4, 16PBIDLIEA, 16PCIDLIE4, 17B1IDLIEA, 17JCIDLIEA, 17JDIDLIEA, 17PBIDLIEA, 18B1IDLIEA, 1801IDLIE4, 1601IDCCDF, 1701IDCCDF, 1801IDCCDF, 1601IDCCDF, 16PAIDCCDF, 16PBIDCCDF, 16PCIDCCDF, 16PKUTCCDF, 1701IDCCDF, 17PAIDCCDF, 17PBIDCCDF, 17PCIDCCDF, 17PKUTCCDF, 1801IDCCDF, 18PAIDCCDF, 18PBIDCCDF, 18PCIDCCDF, 18PKUTCCDF, 1605ID5000, 1705ID5000, 1705IDPACT, ID201607012016S, 1805ID5000, 1805IDPACT, 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT, ID20164, 1805IDIMPL, 1805ID5ADM, 1805ID5MAP, 1805IDINCT
Federal Agency: Department of Health and Human Services (HHS)
Program Year: October 1, 2016 to September 30, 2017; October 1, 2017 to September 30, 2018
Compliance Requirement: General Federal – Indirect Cost Allocation
Questioned Costs: None

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 Code of Federal Regulations (CFR) Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (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: The Department's cost allocation plan allocates indirect costs to agency programs. A majority of indirect costs are allocated based on various statistical data that is updated with automatic downloads between software programs or updated by manual data entry. Depending on the type of statistical data, the allocations are updated monthly, quarterly, or annually. Manually updated allocations are entered into FISCAL.

A single individual is tasked with maintaining the cost allocation plan and updating the related statistics. This same individual completes the manual data-entry into FISCAL when statistical information is updated.

However, for 4 out of 4 months tested, or 100 percent, the updated statistical information entered into FISCAL had no evidence of review by a second individual, or other control procedure to ensure the accuracy of the manual entry.

Cause: The Department does not have procedures in place to ensure statistical information is reviewed prior to being entered into FISCAL. In addition, the design of the internal controls does not provide for a review and approval process or an independent review completed after the allocation is complete.

Effect: While no errors were noted during the testing of the indirect cost allocation transactions, the Department's lack of review to ensure the accuracy of the statistics entered into FISCAL increases the risk that the cost allocations could include errors that would go undetected by the Department.

Recommendation: We recommend that the Department strengthen internal controls over the indirect cost allocation process. Improved procedures should include an approval and review of all cost allocation statistics entered to the accounting system to help ensure amounts allocated are complete and accurate.

Management's View: *The Department agrees with this finding. The Bureau of Financial Services will develop procedures for review and approval of statistical information by the division providing the information. In addition, the Cost Allocation Manager will schedule quarterly meetings with the budget team to review quarterly allocating grant results.*

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

FINDING 2018-208
Procurement and Suspension and Debarment procedures intended to ensure compliance with federal requirements for the Medicaid program were not consistently implemented.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Medical Assistance Program (Medicaid)
CFDA Number: 93.778
Federal Award Number: 1705ID5ADM, 1705ID5MAP, 1705IDIMPL, 1705IDINCT, ID20164, 1805IDIMPL, 1805ID5ADM, 1805ID5MAP, 1805IDINCT
Program Year: October 1, 2016 to September 30, 2017; October 1, 2017 to September 30, 2018
Federal Agency: Department of Health and Human Services (HHS)
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 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 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 1 out of 16 vendors, or 6 percent, where the Department purchased $36,052 in medical supplies from a sole-source vendor, but failed to provide evidence to demonstrate that they followed procurement procedures for the covered transaction. In addition, there is no evidence that the Department verified that the vendor was not suspended or debarred prior to entering into the covered transaction with the vendor.

The Clinical Laboratory Improvement Amendments (CLIA) waived testing instrument that is approved by the Food and Drug Administration (FDA) for use in the U.S. is only manufactured and patent-protected by Magellan. There are no other manufacturers of blood lead testing instruments with the CLIA waiver or FDA approval for use in the U.S. The Center for Medicare and Medicaid Services (CMS) requires the State Medicaid Program to provide blood lead level screening, including lab tests, for all children up to 72 months of age that have not been previously screened.

Cause: The error resulted from one transaction to purchase blood lead level screening lab tests. A bulk supply is purchased for use across the State, so the expenditure happens infrequently. Further, the vendor is a subsidiary of a company that is used in the daily course of business. The Department incorrectly interpreted the federal requirements to assume the single-source provider was not subject to the compliance requirements because of the CLIA and CMS requirements.

Effect: Although we did not identify suspended or debarred vendors receiving federal funds during our testing, the lack of consistently 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.

Management's View: *The Department agrees with this finding. The Division of Medicaid will strengthen controls over their internal requisition procedure to include adding criteria for transactions equal to or exceeding $25,000 and related supporting documentation.*

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

IDAHO MILITARY DIVISION (Division)

FINDING 2018-209

Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the grant.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: National Guard Military Operations and Maintenance (O&M) Projects
CFDA Number: 12.401
Federal Award Number: W912J7-16-2-1000

Program Year: October 1, 2015 to September 30, 2020
Federal Agency: Department of Defense
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 Part 180.300) requires grantees to verify an entity is not suspended or debarred or otherwise excluded before entering into a covered transaction. In addition, 2 CFR 180.310(b) also prohibits the renewal or extension of covered transactions with such party, unless the federal agency grants an exception.

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.

The Master Cooperative Agreement, Section 808, states "The grantee agrees to comply with the DOD implementation of 2 CFR Part 180 (at 2 CFR Part 1125) by checking the Excluded Parties List System (EPLS) at www.sam.gov to verify contractor eligibility to receive contracts and subcontracts resulting from this Agreement." It goes on to say that this verification is to be documented in the contract files.

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 2 out of 12 contracts, or 17 percent, where the Division could not provide evidence to demonstrate that they verified vendors were not suspended or debarred prior to entering into covered transactions with the vendors. In one instance, the Division obtained a screenshot from EPLS, but there was not a date included on the search to substantiate that it was performed prior to awarding the contract. In the other instance, the Division could not provide documentation of a review of EPLS for the contract extension issued through Department of Administration (Department).

Cause: Internal control procedures were not adequately performed to ensure compliance with the suspension and debarment requirements. In addition, some contracts, as well as contract renewals and extensions, are issued through the Department. The Division was unaware that the Department does not verify that a vendor is not suspended or debarred prior to renewing or extending a contract.

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

Recommendation: We recommend that the Division design and consistently perform procedures to ensure compliance with the suspension and debarment requirements of the grant. We further recommend that the Division retain documentation to provide evidence that the verification was performed prior to entering into a covered transaction.

Management's View: *The Division's policy is to check for status of suspended or debarred parties using the Excluded Parties List System (EPLS) maintained by the General Services Administration for all renewal and new contracts above $25,000.00.*

We have conducted retraining of the procedure and revised it as of 13 February 2019, to implement printing a dated verification sheet from the EPLS site for all renewal and new contracts above $25,000.00.

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

IDAHO OFFICE OF SPECIES CONSERVATION (Office)

FINDING 2018-210

Subrecipient monitoring procedures are not adequate to ensure compliance with Pacific Coast Salmon Recovery program requirements.

Type of Finding: Material Weakness, Material Noncompliance

CFDA Title: Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program
CFDA Number: 11.438
Federal Award Number: NA13NMF4380253; NA14NMF4380304; NA15NMF4380233; NA16NMF4380334; NA17NMF4380178
Program Year: July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022
Federal Agency: Department of Commerce
Compliance Requirement: Subrecipient Monitoring
Questioned Costs: Not Determinable

Criteria: The Code of Federal Regulations (CFR) 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, superseding the Office of Management and Budget (OMB) *Circular A-102 Grants and Cooperative Agreements with State and Local Governments,* describes the pass-through entity's responsibility for administering necessary requirements on subrecipients so that the federal award is used in accordance with federal regulations.

Specifically, 2 CFR 200.331 and 2 CFR 25.200 identify the requirements for the Office as the pass-through entity in providing subawards. This includes communication of certain information, such as the subrecipient's unique entity identifier and required registration in the System for Award Management (SAM). In addition, the Office must evaluate each subrecipient's risk of noncompliance with federal statutes and the terms and conditions of the subaward when determining the extent of subrecipient monitoring to be completed to ensure that the subaward is used for authorized purposes, in compliance with federal statutes, regulations, and the terms and conditions of the subaward, and that the subaward performance goals are achieved. In addition to procedures identified as necessary based upon the evaluation of subrecipient risk or specifically required by the terms and conditions of the award, monitoring must include a review of financial and performance reports required by the pass-through entity; follow up on any deficiencies identified in the subrecipient that are detected through audits, on-site reviews, and other means, and issuing a management decision for audit findings as required by 2 CFR 200.521.

Also, the Office must verify that every subrecipient is audited, as required by Subpart F – Audit Requirements of 2 CFR 200, when the subrecipient expends $750,000 or more in federal awards during the fiscal year.

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

Condition: The Office performs site visits to review the progress of the approved projects in the field for the Pacific Coast Salmon Recovery program. However, this monitoring is not sufficient to achieve a reasonable level of assurance that subrecipients are in compliance with federal statutes, regulations, and the terms and conditions of the subaward because the following processes were not completed:

a. Evaluate each subrecipients' risk of noncompliance to determine the nature, timing, and extent of during-the-award monitoring necessary and monitor subrecipients in response to the level of identified risk.
b. Determine whether the required audits were performed for subrecipients. No further procedures were completed related to subrecipient audits, including issuing a management decision on audit findings that relate to the federal award provided by the Office within 6 months after the receipt of the audit report or ensuring that subrecipients took timely and appropriate corrective action on all audit findings.
c. Provide evidence that prior to the award applicants were made aware of the requirements to provide a valid unique entity identifier.

Cause: The Office was not aware of the detailed procedures, in addition to site visits, that are included in the subrecipient monitoring requirements.

Effect: The Office is not in compliance with all subrecipient monitoring requirements. Without adequate monitoring of subrecipients, the Office is exposed to an increased risk of expending funds for unallowable or unsupported costs.

Recommendation: We recommend that the Office implement procedures to ensure compliance with all of the requirements of a pass-through entity. We also recommend that the Office design and implement effective internal control procedures to ensure subrecipient monitoring activities are complete and appropriate.

Management's View: *For FY18 and prior, OSC implemented internal controls that reflected the agency's size and FTP allotment. These controls consisted of reviewing and monitoring invoices, progress reports and regular communication with Pacific Coastal Salmon Recovery Fund (PCSRF) and its granting agency, National Oceanic and Atmospheric Administration's (NOAA), via program and grants specialists staff. However, the documentation for these controls was such that assurance was not guaranteed. During OSC's tenure with NOAA/PCSRF, there have been no cash mismanagement or deficiencies in reporting. As a non-federal entity, OSC will work with auditors in strengthening the documentation and processes of their internal control framework. As noted in the FAQs of the Council on Federal Assistance Reform (now the CFO Council) regarding, UG §200.303,*

> *"Non-federal entities and their auditors will need to exercise judgment in determining the most appropriate and cost effective internal control in a given environment or circumstance to provide reasonable assurance for compliance with federal program requirements"*

To ensure compliance with 2 CFR 200.331, OSC's subrecipient monitoring will consist of documented risk analysis and evaluation of subrecipients to determine the level of monitoring activities needed, DUNS checks, additional subrecipient single audit contract language, and review and response by designated program and administration staff to audit findings.

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

FINDING 2018-211
Deficiencies in internal control allowed errors to go undetected in a final performance report submitted to the federal grantor for the Pacific Coast Salmon Recovery program.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program
CFDA Number: 11.438
Federal Award Number: NA13NMF4380253; NA14NMF4380304; NA15NMF4380233; NA16NMF4380334; NA17NMF4380178
Program Year: July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022
Federal Agency: Department of Commerce
Compliance Requirement: Reporting
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR) 2 CFR 200.303, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, superseding the Office of Management and Budget (OMB) Circular A-102 *Grants and Cooperative Agreements with State and Local Governments*, requires that the Office establish and maintain effective internal control over the federal award that provides reasonable assurance that the Office is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

In addition, 2 CFR 200.302 requires that the financial management system must be sufficient to provide for accurate, current, and complete disclosure of financial results of each federal award in accordance with the reporting requirements set for in 2 CFR 200.327 for financial reporting and 2 CFR 200.328 for monitoring and reporting program performance. The financial management system includes records documenting compliance with federal statutes, regulations, and terms and conditions of the federal award. This guidance supersedes the Office of Management and Budgets (OMB) Circular A-133 guidance.

Condition: The Office is required to submit semi-annual performance reports and semi-annual financial reports for each open Pacific Coast Salmon Recovery grant to the National Oceanic and Atmospheric Administration (NOAA), an agency within the United States Department of Commerce. In addition, the Office is required to submit a final performance report at the close of a grant to the NOAA.

The performance reports are developed using information from subrecipients, which includes progress reports and drawdown requests, as well as internal information. The Office uses a listing of all approved applicants and reconciles that to the submitted progress reports to ensure that all reports are received. The Office inputs financial information into the performance report and runs a diagnostic summary with an NOAA metric listing identifying incomplete data fields. Once the metrics are completed, the performance report is submitted to the NOAA, who then reviews the report, provides suggested changes, and finally communicates the acceptance of the report.

When preparing the financial reports, the Office uses cash disbursement information from the State accounting system. This information is compared to a log of all subrecipient invoices that have processed or are processing to ensure all activity is captured. The online report is then completed by entering the cash disbursements to-date and providing an explanation for cash on hand exceeding $5,000, if applicable. Cash receipts are auto-filled by the federal system.

The performance and financial reports are prepared and submitted by one individual within the Office, and no internal secondary review is completed to verify the accuracy of the reports to the supporting data.

Cause: The Office believed that their procedures for the preparation and submission of the reports were sufficient and that an internal review was unnecessary to ensure compliance with the reporting requirements. No other internal controls were implemented that would prevent or detect and correct errors and identify noncompliance.

Effect: In our review of the final performance report for the fiscal year 2013 grant, which closed during fiscal year 2018, we noted differences between the supporting documentation and the report for one data element. Without appropriate internal controls, there is an increased risk of potential errors and noncompliance going undetected in the performance and financial reports submitted to the grantor.

Recommendation: We recommend that the Office design and implement effective internal controls over the reporting process to ensure compliance with those requirements. We also recommend that the Office retain documentation of the procedures performed.

Management's View: *OSC has implemented additional internal controls as of March 2019 for reports to NOAA beginning with the semi-annual progress and financial reports due to NOAA on April 30, 2019.*

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

FINDING 2018-212
Internal controls to ensure compliance with cash management requirements for the Pacific Coast Salmon Recovery program were not present.

Type of Finding: Significant Deficiency

CFDA Number: 11.438
Federal Award Number: NA13NMF4380253; NA14NMF4380304; NA15NMF4380233; NA16NMF4380334; NA17NMF4380178
Program Year: July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022
Federal Agency: Department of Commerce
Compliance Requirement: Cash Management
Questioned Costs: None

Criteria: The Code of Federal Regulations (CFR) 2 CFR 200.303, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, superseding the Office of Management and Budget (OMB) Circular A-102 *Grants and Cooperative Agreements with State and Local Governments*, requires that the Office establish and maintain effective internal control over the federal award that provides reasonable assurance that the Office is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

Condition: The cash management process for the Pacific Coast Salmon Recovery grant includes procedures to request funds from the federal grantor for expenditures incurred to carry out the program. The Office uses a log to track the status of all invoices received for each grant agreement. This log is compared to information from the State accounting system to identify invoices that have processed. Processed invoices are used to generate the reimbursement request submitted to the National Oceanic and Atmospheric Administration (NOAA) through a federal online system. The reimbursement request is prepared and submitted by one person within the Office. There is not an internal secondary review or other internal control procedure completed to ensure that cash draws are accurate and in accordance with relevant cash management principles.

Cause: Due to staffing changes and lack of familiarity with the internal control requirements, the Office did not implement an internal control over the cash management process that would prevent or detect and correct errors and noncompliance.

Effect: Internal controls have not been fully implemented to ensure compliance with the requirements of cash management. Our testing did not identify noncompliance; however, without appropriate internal controls, such as a secondary review, there is an increased risk of potential errors and noncompliance going undetected, including unsupported or incorrect reimbursement requests and draws not made timely.

Recommendation: We recommend that the Office design and implement effective internal controls over cash management to ensure accuracy and completeness for compliance with those requirements. We also recommend that the Office retain documentation of the procedures performed.

Management's View: *Though "the testing did not identify noncompliance," OSC has implemented internal controls over the cash management process to prevent or detect and correct errors and noncompliance. As of February 20, 2019, the PCSRF Project Manager will work with the newly hired Financial Officer for review and approval prior to drawing down cash from the federal online system, ASAP.gov.*

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

FINDING 2018-213
Review of federal suspension and debarment status is not adequately documented to demonstrate compliance with federal requirements for the Pacific Coast Salmon Recovery program.

Type of Finding: Significant Deficiency, Noncompliance

CFDA Title: Pacific Coast Salmon Recovery – Pacific Salmon Treaty Program
CFDA Number: 11.438
Federal Award Number: NA13NMF4380253; NA14NMF4380304; NA15NMF4380233; NA16NMF4380334; NA17NMF4380178
Program Year: July 1, 2013 to June 30, 2018; July 1, 2014 to June 30, 2019; July 1, 2015 to June 30, 2020; July 1, 2016 to June 30, 2021; July 1, 2017 to June 30, 2022
Federal Agency: Department of Commerce
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 Part 180.300) requires grantees 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 and available online, (2) collecting a certification from the entity, and/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 non-procurement 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 requires that the Office establish and maintain effective internal control over the federal award that provides reasonable assurance that the Office is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

Condition: Audit procedures identified 10 out of 10 sub-awards where the Office could not provide evidence to demonstrate that they verified subrecipients were not suspended or debarred prior to entering into a covered transaction with the subrecipients for the Pacific Coast Salmon Recovery grant.

Documentation was provided that indicated the Office checked the SAM website for each of the subrecipients; however, we were unable to verify that this review occurred prior to entering into the covered transaction.

Cause: The Office was unaware of the requirement to retain documentation to provide evidence that SAM verifications were performed prior to entering into a covered transaction with an entity at a lower tier.

Effect: We did not identify suspended or debarred vendors receiving federal funds during our testing. However, the lack of procedures and consistent internal controls intended to identify suspended or debarred vendors before federal payments are made increases the risk that the Office may enter into covered transactions with suspended and debarred parties.

Recommendation: We recommend that the Office ensure sufficient documentation is maintained to comply with the suspension and debarment requirements.

Management's View: *The SAM status for all subrecipients for PCSRF Round 20 was checked in April 2018 prior to entering into contracts with those subrecipients for new projects. All subrecipients were found to have an "Active" status and no suspended or debarred subrecipients were identified.*

The SAM status for all subrecipients for PCSRF Round 21 was checked in December 2018 and the date of those checks was recorded, as well as the SAM expiration date for each subrecipient, prior to entering into contracts with those subrecipients for new projects. Additionally, Federal Awardee Performance and Integrity Information System (FAPISS) reports were reviewed, downloaded from www.fapiis.gov, and saved for each subrecipient.

A SAM status check through www.sam.gov was performed and the status and expiration date recorded in the spreadsheet. OSC has since begun to save timestamped PDFs to document their actions and will continue to do so.

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

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

MANAGEMENT'S BASIC FINANCIAL STATEMENTS FINDINGS
CORRECTIVE ACTION PLAN

STATE OF IDAHO
CONTROLLER'S OFFICE
BRANDON D WOOLF

February 7, 2019

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 and Summary Schedule of Prior Audit Findings for the fiscal year 2018 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 2018 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 2018. If you have any questions regarding the Corrective Action Plan or Summary Schedule of Prior Audit Findings, 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: frontoffice@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor



Corrective Action Plan
For the fiscal year ended June 30, 2018

Office of the State Controller

Finding Number 2018-101: The Office's internal review process did not prevent or detect misstatements in the statewide CAFR.

Related to Prior Finding: N/A

Corrective Action: The State Controller's Office acknowledges the immaterial misstatements and presentation errors identified by the auditors. Most errors were corrected prior to the issuance of the financial statements. The office will evaluate and make improvements to the internal review procedures and the related instructions for the compilation of the CAFR this spring.

Due to errors identified in financial information provided by state agencies, the office will conduct an evaluation to determine where greater risk may be present. Additional reviews and checks will be conducted on this information to ensure reporting errors are eliminated prior to inclusion in the statewide financial report. The office will put emphasis on these areas of increased risk during the annual financial reporting trainings provided to state agencies.

The office will continue to search out training opportunities for implementing new accounting standards, specifically trainings on the complex reporting requirements related to pension and other postemployment benefits (OPEB). Additionally, the office will work with the agencies who administer the state's pension and OPEB plans to better understand how to apply generally accepted accounting principles to these plans.

Lastly, the office will add a new step in the internal review procedures to include a check of links within the reporting software to ensure amounts display correctly within the financial report.

Anticipated Corrective Action Date: The State Controller's Office will complete the corrective actions by June 30, 2019.

Responsible for Corrective Action: Brandon Purcell
Phone: 208-334-3100
Fax: 208-334-3415

bpurcell@sco.idaho.gov
700 West State St., Fl. 4
Boise, ID 83720

Idaho Department of Health and Welfare

Finding Number 2018-102: The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. The Division of Medicaid will strengthen the controls over the review of drug rebates. The Division of Medicaid will write procedures for reviewing drug rebates and will ensure that the reviews are documented.

Anticipated Corrective Action Date: The Division of Medicaid will complete the corrective actions by May 31, 2019.

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 2018-103: Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. The Division of Welfare, who manages Medicaid eligibility, will strengthen controls to ensure that eligibility rate code changes are updated in a timely manner. In December 2018, the Division of Welfare modified the system so that rate code changes were identified correctly and timely. Additionally, the Division of Welfare will implement reconciliations to identify other data mismatch issues more promptly.

Anticipated Corrective Action Date: The Division of Welfare will complete the corrective actions by April 30, 2019.

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 2018-104: An investment account closing package was erroneously submitted for funds not belonging to the Department.

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. The Division of Medicaid and the Bureau of Financial Services will strengthen controls to ensure that accurate financial information regarding Community Health Initiatives Reserve Account (CHIRA) is provided to the State Controller's Office. The Division of Medicaid will monitor reserve accounts quarterly and will report them to Financial Services. The Bureau of Financial Services re-submitted the correct investment closing package with a $0 balance to the State Controller and will coordinate with the Division of Medicaid to ensure that future investment closing packages are correct, related to CHIRA accounts

Anticipated Corrective Action Date: The Division of Medicaid will complete the corrective actions by May 31, 2019. The Bureau of Financial Services will complete corrective actions by June 30, 2019.

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 2018-105: Misclassification of expenditures resulted in an $898,025 overstatement of Work in Process (WIP) and a corresponding understatement of Intangible Assets reported on the capital asset closing package.

Related to Prior Finding: N/A

Corrective Action: The Department agrees with this finding. The Bureau of Financial Services will develop procedures to strengthen internal controls to ensure that capital assets are recorded accurately. The Bureau will work with other Divisions to develop procedures and reports that can be used to review invoices to ensure that costs are recorded to the correct project phase.

Anticipated Corrective Action Date: The Bureau of Financial Services will complete the corrective action by June 30, 2019.

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 2018-106: Procedures were not adequately designed to identify accounts payable related to work performed under construction contracts.

Related to Prior Finding: N/A

Corrective Action: Process changes are already underway to improve and achieve accurate and reliable financial information in closing package reporting. Management's corrective action plan is to improve procedures to identify accounts payable related to construction payments for goods or services received on or before June 30th and paid for after June 30th. The Department will review the Site Manager application (construction project software) to determine the best way to use the data entered into the application to help determine the accounts payable liability at June 30th. The department will also review the process around the first pay estimate in the new fiscal year to only include work performed on construction contracts on or before June 30th. A Site Manager cut-off procedure will provide the ability to identify work performed on construction projects at June 30th and accurately report the construction contract accounts payable liability at June 30th.

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.

Anticipated Corrective Action Date: The corrective action plan will be implemented by June 30th and made available for review during FY 2019 CAFR reporting.

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
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

MANAGEMENT'S FEDERAL FINDINGS CORRECTIVE ACTION PLAN

STATE OF IDAHO
CONTROLLER'S OFFICE
BRANDON D WOOLF

March 29, 2019

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 2018 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 2018 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 2018. 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: frontoffice@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor



Corrective Action Plan - Single Audit
For the fiscal year ended June 30, 2018

Idaho Commission on Aging

Finding Number 2018-201: Internal control weaknesses exist in the process used by the Commission to track and report federal grant expenditures and request reimbursement from the grantor.

Federal Programs: 93.044, 93.045, and 93.053 - Aging Cluster

Related to Prior Finding: N/A

Corrective Action: ICOA has updated all financial grant tracking documents, key staff participated in financial training from the grantor and developed management review processes for grant awards, accounts payable/receivable, federal reporting and accounting adjustments. ICOA has identified the following personnel (Office Specialist II, Program Specialist, Senior Financial Specialist, Grants and Contracts Officer, Administrative Services Manger, the Administrator and the Commissioners) to ensure review processes are in place to address LSO's finding and noted conditions. (Documentation: Internal routing slips for federal reports, match allocation worksheets and electronic draw documents)

Anticipated Corrective Action Date: ICOA action plan was implemented as of March 2019

Responsible for Corrective Action:
Kevin Bittner
Administrative Services Manager
Phone: 208-334-3833
kevin.bittner@aging.idaho.gov

Finding Number 2018-202: Internal controls over adjustments to expenditures for the Special Programs for the Aging Cluster failed to ensure underlying transactions were charged to the correct grant.

Federal Programs: 93.044, 93.045, and 93.053 - Aging Cluster

Related to Prior Finding: N/A

Corrective Action: ICOA's Senior Financial Specialist ensures that discretionary, formula and state funds are appropriately expended during the authorized period and reviews expenditures monthly with the Administrative Services Manager and quarterly with the Administrative Services Manager, the Administrator and the Grants and Contracts Officer and provides a financial report to the ICOA Commissioners at their quarterly meeting. (Documentation: Internal monthly reports and quarterly financial reports submitted to the Commissioners)

Additionally, the Senior Financial Specialist prepares any adjustments, which is entered into the statewide accounting system by the Office Specialist II, and approved by the Administrative Services Manager. The grant tracking report is used to ensure funds are available. (Documented through internal routing slip and Statewide Accounting System)

Anticipated Corrective Action Date: ICOA action plan was implemented as of March 2019

Responsible for Corrective Action: Kevin Bittner
Administrative Services Manager
Phone: 208-334-3833
kevin.bittner@aging.idaho.gov

Idaho Department of Fish and Game

Finding Number 2018-203: Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the Pacific Coast Salmon Recovery grant.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: Idaho Fish and Game has reviewed this finding and we believe that, as a general rule, during the audit period the Department had processes and procedures in place to ensure compliance with the suspension/debarment and documentation requirements for contracts.

In regards to the "construction consulting" contract mentioned here, the Department agrees that we should have included these types of construction contracts in our suspension/debarment process and therefore we will make the change to include them in the future.

The other contract mentioned here was with an entity that was established by Congress, and in the Department's determination a Commission created by Congress should be considered as a federal entity. Regardless, the Department has decided to go ahead and also include the Commission in our suspension/debarment process in the future.

Anticipated Corrective Action Date: During March 2019, the Department implemented the necessary changes to address both issues that were raised in this finding.

Responsible for Corrective Action: Michael Pearson
Bureau Chief, Administration
Phone: 208-287-2800
michael.pearson@idfg.idaho.gov

Finding Number 2018-204: Deficiencies in internal control allowed errors to go undetected in the performance reports submitted for the Pacific Coast Salmon Recovery program.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: In reviewing this finding, the Department believes that the financial data submitted on the final financial billings was accurate; but, we also agree that it did differ from the financial data that was submitted on the final performance reports.

The Department is reviewing our performance reporting process and procedures to determine how best to eliminate discrepancies and resolve any issues between our final performance reports and our final financial billings that are submitted to the Office of Species Conservation (Office). We will also be implementing a procedure to ensure that we capture and retain documentation supporting our review process for the performance reports submitted to the Office.

Anticipated Corrective Action Date: The Department estimates that we will be able to have a solution in place during the upcoming fiscal year (FY 2020).

Responsible for Corrective Action: Michael Pearson
Bureau Chief, Administration
Phone: 208-287-2800
michael.pearson@idfg.idaho.gov

Idaho Department of Health and Welfare

Finding Number 2018-205: The Department does not have adequate controls in place to ensure the accuracy of drug rebate revenue received from the third-party billing contractor, Magellan Medicaid Administration (Magellan).

Federal Program: CFDA #93.777, 93.778 - Medicaid Cluster

Related to Prior Finding: N/A

Corrective Action: The Division of Medicaid will strengthen the controls over the review of drug rebates. The Division of Medicaid will write procedures for reviewing drug rebates and will ensure that the reviews are documented.

Anticipated Corrective Action Date: The Division of Medicaid will complete the corrective actions by May 31, 2019.

Responsible for Corrective Action: Steve Bellomy
Bureau Chief, Audits and Investigations
Phone: 208-334-0609
Steve.bellomy@dhw.idaho.gov

Finding Number 2018-206: Medicaid eligibility rate codes determined by age were not modified in the Medicaid Management Information System (MMIS).

Federal Program: CFDA #93.777, 93.778 - Medicaid Cluster

Related to Prior Finding: N/A

Corrective Action: The Division of Welfare, who manages Medicaid eligibility, will strengthen controls to ensure that eligibility rate code changes are updated in a timely manner. In December 2018, the Division of Welfare modified the system so that rate code changes were identified correctly and timely. Additionally, the Division of Welfare will implement reconciliations to identify other data mismatch issues more promptly.

Anticipated Corrective Action Date: The Division of Welfare will complete the corrective actions by April 30, 2019.

Responsible for Corrective Action: Steve Bellomy
Bureau Chief, Audits and Investigations
Phone: 208-334-0609
Steve.bellomy@dhw.idaho.gov

Finding Number 2018-207: Cost allocation statistics are not reviewed prior to being entered into the Financial Information System and Cost Allocation (FISCAL).

Federal Programs: 10.551 - Supplemental Nutrition Assistance Program (SNAP); 10.557 - Special Supplemental Nutrition Program for Women, Infants, and Children (WIC); 93.568 - Low-Income Home Energy Assistance (LIHEAP); 93.575 - Child Care and Development Block Grant (CCDF); 93.596 - Child Care Mandatory and Matching Funds (CCDF); 93.777 - State Survey and Certification of Health Care Providers and Suppliers (Medicaid); 93.778 - Medical Assistance Program (Medicaid)

Related to Prior Finding: N/A

Corrective Action: The Bureau of Financial Services will develop procedures for review and approval of statistical information by the division providing the information. In addition, the Cost Allocation Manager will schedule quarterly meetings with the budget team to review quarterly allocating grant results.

Anticipated Corrective Action Date: The Bureau of Financial Services will complete the corrective actions by June 30, 2019.

Responsible for Corrective Action: Steve Bellomy
Bureau Chief, Audits and Investigations
Phone: 208-334-0609
Steve.bellomy@dhw.idaho.gov

Finding Number 2018-208: Procurement and Suspension and Debarment procedures intended to ensure compliance with federal requirements for the Medicaid program were not consistently implemented.

Federal Programs: CFDA #93.778 - Medical Assistance Program (Medicaid)

Related to Prior Finding: N/A

Corrective Action: The Division of Medicaid will strengthen controls over their internal requisition procedure to include adding criteria for transactions equal to or exceeding $25,000 and related supporting documentation.

Anticipated Corrective Action Date: The Division of Medicaid will complete the corrective actions by April 30, 2019.

Responsible for Corrective Action: Steve Bellomy
Bureau Chief, Audits and Investigations
Phone: 208-334-0609
Steve.bellomy@dhw.idaho.gov

Idaho Military Division

Finding Number 2018-209: Internal control procedures are not designed or implemented effectively to ensure compliance with the suspension and debarment requirements of the grant.

Federal Programs: CFDA # 12.401 –National Guard Military Operations and Maintenance (O&M) Projects

Related to Prior Finding: N/A

Corrective Action: The Division's policy is to check for status of suspended or debarred parties using the Excluded Parties List System (EPLS) maintained by the General Services Administration for all renewal and new contracts above $25,000.

We have conducted retraining of the procedure and revised it to implement printing a dated verification sheet from the EPLS site for all renewal and new contracts above $25,000.

Anticipated Corrective Action Date: Revisions were made as of February 13, 2019.

Responsible for Corrective Action: Major Jackson Gray
Purchasing and Contracting Agent
208-801-4250
jgray@imd.idaho.gov

Office of Species Conservation

Finding Number 2018-210: Subrecipient monitoring procedures are not adequate to ensure compliance with Pacific Coast Salmon Recovery program requirements.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: For' FY18 and prior, OSC implemented internal controls that reflected the agency's

size and FTP allotment. These controls consisted of reviewing and monitoring invoices, progress reports and regular communication with Pacific Coastal Salmon Recovery Fund (PCSRF) and its granting agency, National Oceanic and Atmospheric Administration's (NOAA), via program and grants specialists staff. However, the documentation for these controls was such that assurance was not guaranteed. During OSC's tenure with NOAA/PCSRF, there have been no cash mismanagement or deficiencies in reporting. As a non-federal entity, OSC will work with auditors in strengthening the documentation and processes of their internal control framework. As noted in the FAQs of the Council on Federal Assistance Reform (now the CFO Council) regarding, UG §200. 303,

> "Non-federal entities and their auditors will need to exercise judgment in determining the most appropriate and cost effective internal control in a given environment or circumstance to provide reasonable assurance for compliance with federal program requirements"

To ensure compliance with 2 CFR 200.331, OSC's subrecipient monitoring will consist of documented risk analysis and evaluation of subrecipients to determine the level of monitoring activities needed, DUNS checks, additional subrecipient single audit contract language, and review and response by designated program and administration staff to audit findings.

Anticipated Corrective Action Date: Effective March, 2019, OSC staff have made initial changes as a result of each of the items listed in this section. We anticipate completing these requirements no later than June 30, 2019.

Responsible for Corrective Action: Lisa McIntosh
Financial Officer
208-332-1554
Lisa.mcintosh@osc.idaho.gov

Finding Number 2018-211: Deficiencies in internal control allowed errors to go undetected in a final performance report submitted to the federal grantor for the Pacific Coast Salmon Recovery program.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: OSC has implemented additional internal controls as of March 2019 for reports to NOAA beginning with the semi-annual progress and financial reports due to NOAA on April 30, 2019.

Anticipated Corrective Action Date: OSC has implemented additional internal controls as of March 2019.

Responsible for Corrective Action: Lisa McIntosh
Financial Officer
208-332-1554
Lisa.mcintosh@osc.idaho.gov

Finding Number 2018-212: Internal controls to ensure compliance with cash management requirements for the Pacific Coast Salmon Recovery program were not present.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: Though "*the testing did not identify noncompliance*," OSC has implemented internal controls over the cash management process to prevent or detect and correct errors and noncompliance. As of February 20, 2019, the PCSRF Project Manager will work with the newly hired Financial Officer for review and approval prior to drawing down cash from the federal online system, ASAP.gov.

Anticipated Corrective Action Date: We implemented an internal control process over our cash management as of "February 20, 2019".

Responsible for Corrective Action: Lisa McIntosh
Financial Officer
208-332-1554
Lisa.mcintosh@osc.idaho.gov

Finding Number 2018-213: Review of federal suspension and debarment status is not adequately documented to demonstrate compliance with federal requirements for the Pacific Coast Salmon Recovery program.

Federal Programs: CFDA #11.438 - Pacific Coast Salmon Recovery, Pacific Salmon Treaty Program

Related to Prior Finding: N/A

Corrective Action: The SAM status for all subrecipients for PCSRF Round 20 was checked in April 2018 prior to entering into contracts with those subrecipients for new projects. All subrecipients were found to have an "Active" status and no suspended or debarred subrecipients were identified.

The SAM status for all subrecipients for PCSRF Round 21 was checked in December 2018 and the date of those checks was recorded, as well as the SAM expiration date for each subrecipient, prior to entering into contracts with those subrecipients for' new projects. Additionally, Federal Awardee Performance and Integrity Information System (FAPISS) reports were reviewed, downloaded from www.fapiis.gov, and saved for each subrecipient.

A SAM status check through www.sam.gov was performed and the status and expiration date recorded in the spreadsheet. OSC has since begun to save timestamped PDFs to document their actions and will continue to do so.

Anticipated Corrective Action Date: As of March 7, 2019, OSC created a spreadsheet for all subrecipients with PCSRF awards from OSC identifying the subrecipient, grant year(s) of their project(s), and DUNS number. A SAM status check through www.sam.gov was performed and the status and expiration date recorded in the spreadsheet. Additionally, the SAM reports for each subrecipient were

saved as PDFs on the OSC server. OSC will check the SAM status for all subrecipients twice a year moving forward and for all subrecipients prior to new contracts being awarded.

Responsible for Corrective Action: Lisa McIntosh
Financial Officer
208-332-1554
Lisa.mcintosh@osc.idaho.gov

Uncorrected Prior Findings

Idaho Department of Health and Welfare

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

Current Status: Partially corrected

Partial Corrective Action Taken: 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.

Reason for Recurrence: This finding was addressed during State Fiscal Year 2019. Due to the timing of when this finding was corrected, the finding would not have been fully corrected for State Fiscal Year 2018.

Responsible for Corrective Action: Steve Bellomy
Bureau Chief, Audits and Investigations
Phone: 208-334-0609
Steve.bellomy@dhw.idaho.gov

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: 20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Current Status: Partially corrected

Partial Corrective Action Taken: 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.

Reason for Recurrence: This finding was addressed in August 2018 (State Fiscal Year 2019). Due to the timing of when this finding was corrected, the finding would not have been fully corrected for State Fiscal Year 2018.

Responsible for Corrective Action: Dave Tolman
Controller
Phone: 208-334-8525
dave.tolman@itd.idaho.gov

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: 20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Current Status: Partially Corrected

Partial Corrective Action Taken: *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.

Reason for Recurrence: This finding was addressed in May 2018. Due to the timing of when this finding was corrected, the finding would not have been fully corrected for State Fiscal Year 2018.

Responsible for Corrective Action: Dave Tolman
Controller
Phone: 208-334-8525
dave.tolman@itd.idaho.gov

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

SCHEDULE OF BASIC FINANCIAL STATEMENTS PRIOR FINDINGS

STATE OF IDAHO
SCHEDULE OF BASIC FINANCIAL STATEMENTS PRIOR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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.	75
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.	75

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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, 2018

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. **Related to 2017-201**	Department of Education	77
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 2017-202**	Department of Education	77
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. **Related to 2016-201**	Department of Education	77
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. **Related to 2016-203**	Department of Education	77
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	77
IDAHO DEPARTMENT OF HEALTH AND WELFARE			
2016-204	Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs. **Related to 2017-204**	Department of Health and Human Services	78
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 2017-209**	Department of Health and Human Services	79
2016-208	Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements. **Related to 2017-205**	Department of Health and Human Services	78
2017-204	Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs. **Related to 2016-204**	Department of Health and Human Services, Department of Agriculture	78

STATE OF IDAHO
SCHEDULE OF FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE AGENCY		FEDERAL AGENCY	PAGE
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. **Related to 2016-208**	Department of Health and Human Services	78
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	78
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	78
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	78
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. **Related to 2016-206**	Department of Agriculture	79
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	79
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	80
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. **Related to 2017-215**	Department of Education	82
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	81
2017-213	The Division did not meet the Pre-Employment Transition Services (Pre-Employment) earmarking requirement.	Department of Education	81

STATE OF IDAHO
SCHEDULE OF FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE AGENCY		FEDERAL AGENCY	PAGE
2017-214	Expenditures charged to the Vocational Rehabilitation Basic grant were not in compliance with the Division's policies.	Department of Education	81
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. **Related to 2016-209**	Department of Education	82

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

MANAGEMENT'S FOLLOW-UP FOR
BASIC FINANCIAL STATEMENTS PRIOR FINDINGS

STATE OF IDAHO
CONTROLLER'S OFFICE
BRANDON D WOOLF

February 7, 2019

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 and Summary Schedule of Prior Audit Findings for the fiscal year 2018 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 2018 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 2018. If you have any questions regarding the Corrective Action Plan or Summary Schedule of Prior Audit Findings, 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: frontoffice@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor

STATE OF IDAHO
CONTROLLER'S OFFICE
BRANDON D WOOLF

Summary Schedule of Prior Audit Findings
For the fiscal year ended June 30, 2018

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

Current Status: Corrected

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

Current Status: Corrected

STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

MANAGEMENT'S FOLLOW-UP FOR
FEDERAL PRIOR FINDINGS AND QUESTIONED COSTS

STATE OF IDAHO
CONTROLLER'S OFFICE
BRANDON D WOOLF

March 29, 2019

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 2018 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. The summary schedule document is prepared in conjunction with your fiscal year 2018 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 2018. 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: frontoffice@sco.idaho.gov, Fax: (208) 334-2671
Located at 700 W. State Street, 5th Floor



Summary Schedule of Prior Audit Findings - Single Audit
For the fiscal year ended June 30, 2018

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: 84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-201

Current Status: Corrected

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: 84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-203

Current Status: Corrected

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

Current Status: Corrected

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: 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

Current Status: Corrected

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

Current Status: Corrected

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

Federal Program: 93.778 - Medicaid Cluster

Related to Prior Finding: N/A

Current Status: Corrected

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: 93.959 - Block Grants for Prevention and Treatment of Suicide

Related to Prior Finding: N/A

Current Status: Corrected

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: 93.575, 93.596 - CCDF Cluster

Related to Prior Finding: N/A

Current Status: Partially Corrected

Partial Corrective Action Taken: The Child Care program designed and implemented internal controls to provide for documentation of the ACF-404 review and improved the design and documentation of internal control procedures to ensure that the quality control review of eligibility cases were documented and accurately reported.

Reason for Recurrence: New procedures were not implemented until December 2018, therefore the changes were not in effect for State Fiscal Year 2018.

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: 10.551, 10.561 - SNAP Cluster

Related to Prior Finding: 2016-206

Current Status: Corrected

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: 20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Current Status: Partially corrected

Partial Corrective Action Taken: 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.

Reason for Recurrence: This finding was addressed in August 2018 (State Fiscal Year 2019). Due to the timing of when this finding was corrected, the finding would not have been fully corrected for State Fiscal Year 2018.

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: 20.205 - Highway Planning and Construction Cluster

Related to Prior Finding: N/A

Current Status: Partially Corrected

Partial Corrective Action Taken: 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.

Reason for Recurrence: This finding was addressed in May 2018, the end of State fiscal year. Due to the timing, the finding would not have been fully corrected for State Fiscal Year 2018.

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: 84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: N/A

Current Status: Corrected

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

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

Related to Prior Finding: N/A

Current Status: Corrected

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

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

Related to Prior Finding: N/A

Current Status: Corrected

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: 84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States

Related to Prior Finding: 2016-209

Current Status: Corrected