

Federal Funds

Federalism Committee

November 18, 2021

Objectives

- Provide an overview of the Single Audit Report, specifically the Schedule of Expenditures of Federal Assistance
- Provide information about current spending of federal assistance by the State of Idaho
- Discuss the guidance available for general and program specific compliance requirements (the strings)

Statewide Single Audit Report

Overview

- Idaho receives federal assistance categorized by an assistance listing number, formerly known as the CFDA number
- These numbers are important because that is how we identify the purpose and uses, grant requirements, terms, funding, etc.
- We call each of these programs and while some of them are “clustered” together to form one larger program for compliance considerations, most are considered individually for compliance with federal requirements
- Federal requirements are communicated in the grant agreement and award documentation including terms and conditions
- Auditors completing required single audits of any nonfederal entity spending more than \$750,000 of federal assistance also utilize a compliance supplement that identifies 14 compliance requirements and suggested audit procedures to determine compliance
- Federal grantors may also review or audit a program at their discretion

Schedule of Expenditures Federal Assistance (SEFA) from the Fiscal Year 2020 Statewide Single Audit Report

Cluster Title

Catalog of Domestic Assistance number, now Assistance Listing number that identifies the program

Non-clustered programs the State receives from the USDA

**STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

CFDA	FEDERAL AGENCY FEDERAL PROGRAM TITLE	STATE AGENCY	DIRECT AWARD EXPENDITURES	TYPE*	AMOUNT PROVIDED TO SUBRECIPIENTS
DEPARTMENT OF AGRICULTURE					
SNAP CLUSTER					
10.551	Supplemental Nutrition Assistance Program (SNAP)	Health and Welfare, Department of	\$216,735,108	NC	
10.561	State Administrative Matching Grants - Supplemental Nutrition Assist. Program	Health and Welfare, Department of	11,276,362		\$857,700
	TOTAL SNAP CLUSTER		\$228,011,470		\$857,700
CHILD NUTRITION CLUSTER					
10.553	School Breakfast Program (SBP)	Superintendent of Public Instruction	\$11,276,619		\$11,158,158
10.553	School Breakfast Program (SBP)	Superintendent of Public Instruction	2,274,475	CARES	2,236,736
10.555	National School Lunch Program (NSLP)	Superintendent of Public Instruction	8,198,667	NC	7,858,355
10.555	National School Lunch Program (NSLP)	Superintendent of Public Instruction	34,659,868		34,420,780
10.555	National School Lunch Program (NSLP)	Superintendent of Public Instruction	5,417,036	CARES	5,340,873
10.556	Special Milk Program for Children (SMP)	Superintendent of Public Instruction	32,115		32,115
10.556	Special Milk Program for Children (SMP)	Superintendent of Public Instruction	1,056	CARES	1,056
10.559	Summer Food Service Program for Children (SFSPC)	Superintendent of Public Instruction	4,105,829		3,952,116
10.559	Summer Food Service Program for Children (SFSPC)	Superintendent of Public Instruction	16,232,181	CARES	16,232,181
	TOTAL CHILD NUTRITION CLUSTER		\$82,197,846		\$81,232,370
FOOD DISTRIBUTION CLUSTER					
10.565	Commodity Supplemental Food Program	Aging, Commission on	\$193,877		\$176,750
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	648,924		628,778
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Department of	50,236	CARES	50,236
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Department of	3,005,091	NC	
	TOTAL FOOD DISTRIBUTION CLUSTER		\$3,898,128		\$855,764
NON-CLUSTERED PROGRAMS					
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Department of	\$1,485,471		\$593,230
10.069	Conservation Reserve Program	Fish and Game, Department of	97,619		32,000
10.162	Inspection Grading and Standardization	Agriculture, Department of	58,776		
10.163	Market Protection and Promotion	Agriculture, Department of	15,200		
10.170	Specialty Crop Block Grant Program - Farm Bill	Agriculture, Department of	878,444		506,820
10.178	Trade Mitigation Program Eligible Recipient Agency Operational Funds	Health and Welfare, Department of	131,779		131,779
10.178	Trade Mitigation Program Eligible Recipient Agency Operational Funds	Health and Welfare, Department of	3,499,460	NC	
10.534	CACFP Meal Service Training	Superintendent of Public Instruction	30,528		
10.541	Child Nutrition Technology Innovation Grant	Superintendent of Public Instruction	762,465		35,477

Schedule Expenditures of Federal Assistance (SEFA) from the Fiscal Year 2020 Statewide Single Audit Report

Notice that on the SEFA by State Agency clusters are not reported, just individual programs (10.553 is part of the Child Nutrition Cluster)

Amounts distributed to subrecipients

Agency Code	Program Name	Department	Total Expenditure	Amounts Distributed to Subrecipients
SUPERINTENDENT OF PUBLIC INSTRUCTION				
10.534	CACFP Meal Service Training	Department of Agriculture	\$30,528	
10.541	Child Nutrition Technology Innovation Grant	Department of Agriculture	762,465	\$35,477
10.553	School Breakfast Program (SBP)	Department of Agriculture	11,276,619	11,158,158
10.553	School Breakfast Program (SBP)	Department of Agriculture	2,274,475	2,236,736
10.555	National School Lunch Program (NSLP)	Department of Agriculture	8,198,667	7,858,355
10.555	National School Lunch Program (NSLP)	Department of Agriculture	34,659,868	34,420,780
10.555	National School Lunch Program (NSLP)	Department of Agriculture	5,417,036	5,340,873
10.556	Special Milk Program for Children (SMP)	Department of Agriculture	32,115	32,115
10.556	Special Milk Program for Children (SMP)	Department of Agriculture	1,056	1,056
10.558	Child and Adult Care Food Program (CACFP)	Department of Agriculture	6,503,128	6,267,635
10.558	Child and Adult Care Food Program (CACFP)	Department of Agriculture	1,315,464	1,304,977
10.559	Summer Food Service Program for Children (SFSPC)	Department of Agriculture	4,105,829	3,952,116
10.559	Summer Food Service Program for Children (SFSPC)	Department of Agriculture	16,232,181	16,232,181
10.560	State Administrative Expenses for Child Nutrition	Department of Agriculture	1,262,577	
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	393,453	130,688
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	1,624,263	1,558,857
10.582	Fresh Fruit and Vegetable Program	Department of Agriculture	88,791	88,791
10.589	Child Nutrition Direct Certification Performance Awards	Department of Agriculture	141	
84.010	Title I Grants to Local Educational Agencies	Department of Education	56,437,790	55,496,349
84.011	Migrant Education - State Grant Program	Department of Education	3,887,218	3,446,952
84.013	Title I State Agency Program for Neglected & Delinquent Children & Youth	Department of Education	673,040	9,298
84.027	Special Education Grants to States	Department of Education	59,640,987	56,888,193
84.144	Migrant Education Coordination Program	Department of Education	96,526	4,448
84.173	Special Education Preschool Grants	Department of Education	2,267,889	2,267,889
84.196	Education for Homeless Children and Youth	Department of Education	310,499	220,500
84.287	Twenty-First Century Community Learning Centers	Department of Education	4,991,056	4,717,411
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Department of Education	1,660,645	1,106,208
84.358	Rural Education	Department of Education	559,255	533,186
84.365	English Language Acquisition State Grants	Department of Education	1,941,714	1,830,823
84.366	Mathematics and Science Partnerships	Department of Education		
84.367	Improving Teacher Quality State Grants	Department of Education	9,335,466	8,576,702
84.369	Grants for State Assessments and Related Activities	Department of Education	4,293,184	
84.377	School Improvement Grants	Department of Education	1,083,060	1,083,060
84.424	Student Support and Academic Enrichment Program	Department of Education	4,944,679	4,780,486
93.079	Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	Health and Human Services	92,236	
93.243	Substance Abuse & Mental Health Svcs - Proj. of Regional & Natl. Significance	Health and Human Services	156,026	
	TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION		\$246,549,926	\$231,580,300

*Type of assistance other than direct cash: NC = Non-Cash, PT = Pass-Through, RD = Research and Development, CARES (Covid-19) = Federal Coronavirus Aid, Relief, and Economic Security Act funding.

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards. 22

This report shows totals by State Agency, and you can see the number of programs each agency is administering

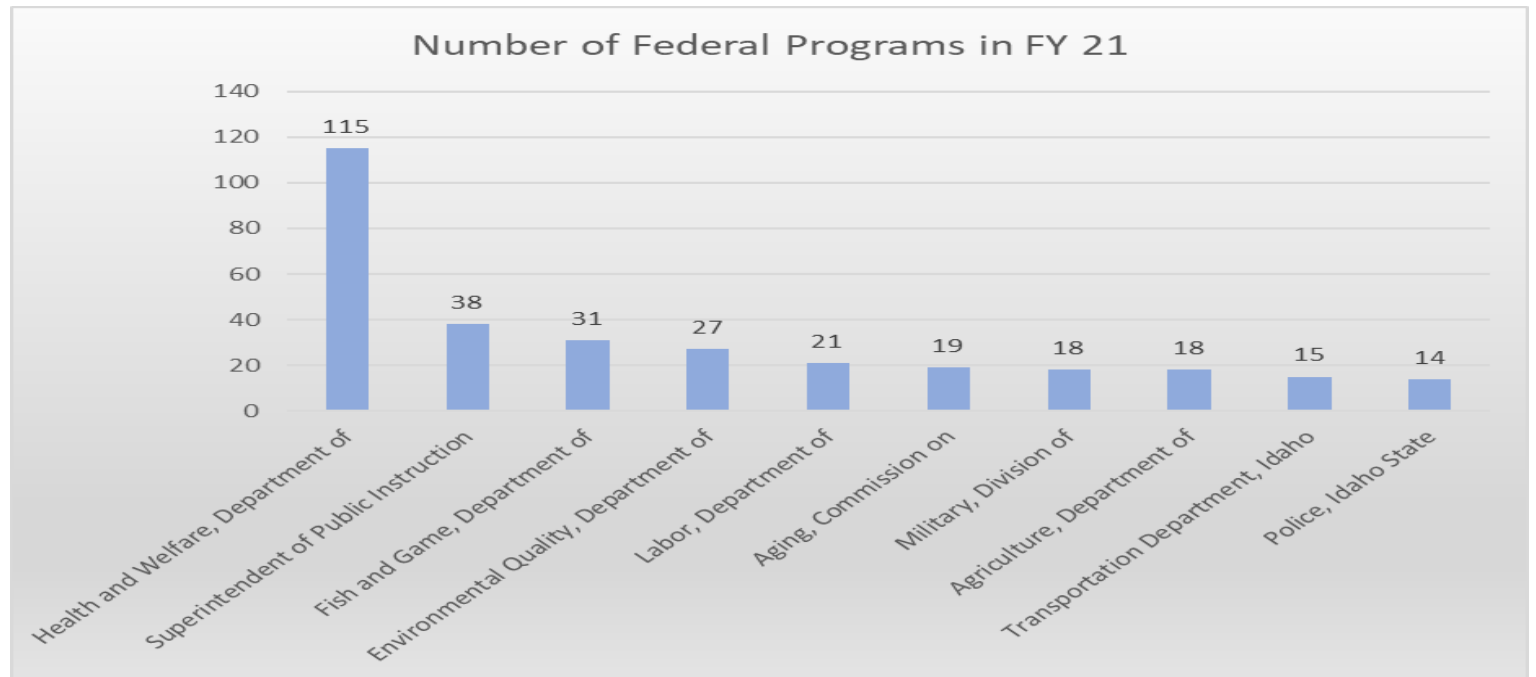
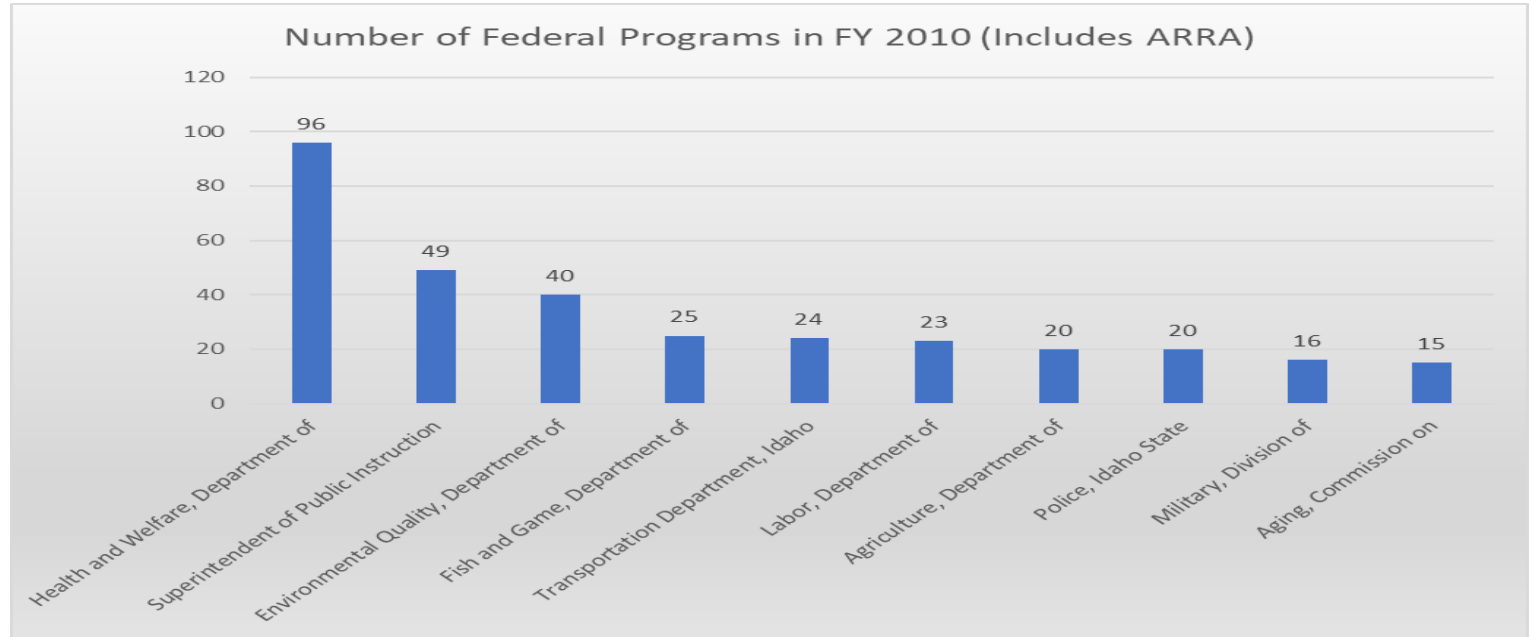
Main Types of Federal Grants

- Formula grants: uses formulas determined by congress to allocate an overall amount, and typically requires an application to ensure the entity meets the specific requirements, but is not subject to a competitive process
- Discretionary grants: awarded using a competitive process, these are often called project grants or cooperative agreements

FY 2010 - 72% of programs are administered by 10 agencies
 328 of 452
 \$3.356 billion in total Federal assistance

Federal Programs

FY 2021 - 79% of programs are administered by 10 agencies
 316/405
 \$5.993 billion in total Federal assistance



FY 2010 data comes from the Single Audit Report
 FY 2021 is estimated data from draft schedules

Guidance Included in Grant Information

- Identifying federal policy requirements starts by identify the specific program of interest from the SEFA and then gathering requirement information from the CFDA/assistance listing (SAM.gov) including:
 - Objectives of the program
 - Program description
 - Authorizing legislation
 - Eligibility
 - Other applicable requirements such as “all participating schools and institutions must agree to operate a nonprofit food service that is available to all children regardless of race, sex, color, national origin, age, or disability.”

Compliance Supplement

- The Compliance Supplement is issued each year by the Office of Management and Budget
- It is intended to assist auditors in performing required audits as described in 2 CFR Part 200 Subpart F
- The Supplement is a document that identifies existing, important compliance requirements that the federal government expects to be considered as part of an audit required by the 1996 Amendments to the Single Audit Act.
- Without the Supplement, auditors would need to research many laws and regulations for each program under audit to determine which compliance requirements are important to the federal government and could have both a direct and material effect on a program
- We utilize this supplement to complete the audit of federal assistance received by the state of Idaho each year, and determine compliance with federal requirements
- Throughout the Supplement, the word “must,” when used in conjunction with auditor responsibilities, means that the auditor is required to do what the statement indicates. Use of the term “should” when addressing auditor responsibilities indicates a recommended action or approach

Uniform Guidance-Post Federal Award Requirements

2 CFR 200, Subpart D 200.300— 200.346

- The 2 CFR Part 200, Subpart D, describes post federal award requirements
- 2 CFR 200.300 (a) The Federal awarding agency must manage and administer the Federal award in a manner so as to ensure that Federal funding is expended and associated programs are implemented in full accordance with the U.S. Constitution, Federal Law, and public policy requirements: Including, but not limited to, those protecting free speech, religious liberty, public welfare, the environment, and prohibiting discrimination. The federal awarding agency must communicate all relevant public policy requirements, including those in general appropriations provisions, and incorporate them either directly or by reference in the **terms and conditions of the federal award**
- 2 CFR 200.300 (b) The non-federal entity (state) is responsible for complying with all requirements of the federal award.
- 2 CFR 200.339 If a non-Federal entity fails to comply with the U.S. Constitution, Federal statutes, regulations or the terms and conditions of a Federal award, the Federal awarding agency or pass-through entity may impose additional conditions, as described in 2 CFR 200.208

2 CFR 200.211

Information contained in a Federal Award

- A Federal award must include the following information:
- (c) **General terms and conditions**
 - (1) Federal awarding agencies must incorporate the following general terms and conditions either in the Federal award or by reference, as applicable:
 - (i) Administrative requirements implemented by the Federal awarding agency as specified in this part
 - (ii) National policy requirements including statutory, **executive order, other Presidential directive**, or regulatory requirements that apply by specific reference and are not program-specific.

Replacing Federal Funds with State Funds

If the Legislature chooses to replace some federal funds with state funds, here are some things to consider:

Formula grants are based on a set amount that is allocated through the application of a formula, so if Idaho did not apply, the granting agency would just allocate a larger amount to other participating states

If we terminate a current formula funded grant agreement, a different State agency could be eligible to initiate a new agreement and receive the allocation for that program

Competitive grants are typically allocated based on an overall amount the federal grantor has available and a competitive evaluation of the application, if Idaho didn't apply, the funds we might have gotten wouldn't necessarily be reallocated

Application periods and obligation periods of the award and length of the grant would need to be considered

Additional laws that may be applicable to overall funding from specific federal agencies (such as Title IX requirements), but should be referenced in the current terms and conditions

Review of selected programs terms and conditions and assistance listing information to identify appropriate information