

Federal Audits & Uniform Guidance

Indiana State Board of Accounts
ILMCT Fall District Meeting
August 2021

1





- Summary of all Federal grants expended during the audit period
 - If total expenditures exceed \$750,000, a Single audit is required



3

SEFA Reporting

Indiana State Board of Accounts - 2021

- All Federal grant activity is reported in on the Annual Financial Report in Gateway
 - The information reported is used to compile the SEFA





- Before entering information in Gateway, be sure to have necessary documentation
 - Grant applications or grant agreements for each program including those received by departments
 - If necessary, the grantor agency may be contacted



5

SEFA Reporting

Indiana State Board of Accounts - 2021

- Ensure the following information is available for each grant:
 - Assistance Listing # (used to be CFDA)
 - Federal Awarding Agency
 - Title of Federal program
 - Beta.sam.gov
 - √ Search Assistance Listing
 - Whether the grant is <u>direct</u> or <u>pass-through</u>
 - Pass-through entity, if applicable
 - Whether the grant is on an advance or reimbursement basis





- Determination of amounts reported:
 - Disbursements are reported for advance grants
 - Receipts are reported for reimbursement grants
 - If a different method is used, the notes should be updated to reflect that



′



Indiana State Board of Accounts - 2021

- The SEFA that is approved for audit will include clusters (for applicable programs) in addition to the elements already mentioned
 - These are added to the SEFA by the macro we use to compile

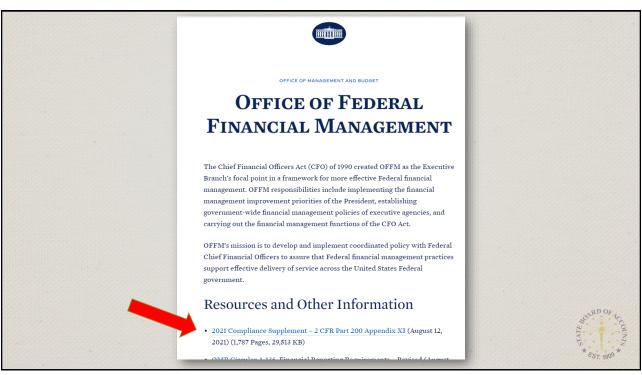


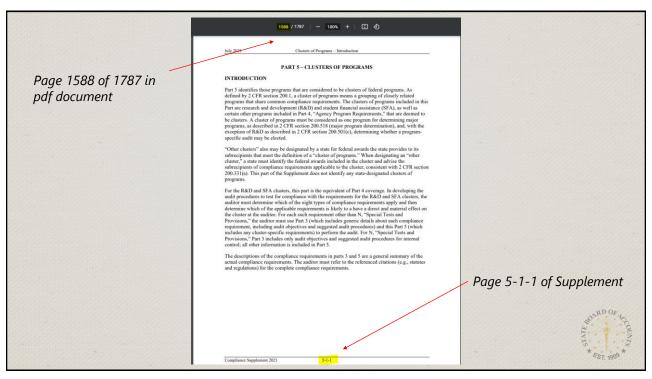


- Clusters can be verified in Part 5 of the Compliance Supplement
 - https://www.whitehouse.gov/omb /management/office-federalfinancial-management/

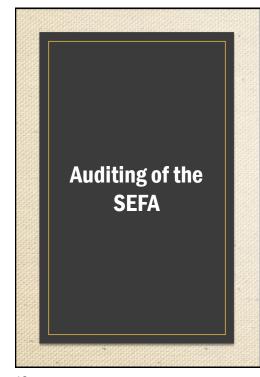


9



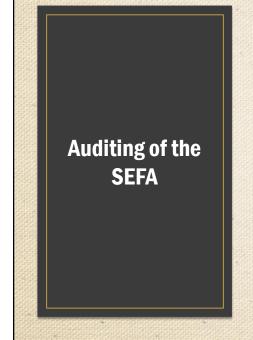






- Internal control procedures over the preparation of the SEFA also audited
 - Documentation of controls important
- Internal control deficiencies & errors on the SEFA are common report findings

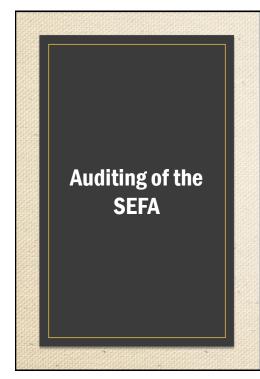
13



Indiana State Board of Accounts - 2021

 Once the accuracy of the SEFA has been determined, the amounts will be used to determine the major programs in the manner required by Federal regulations

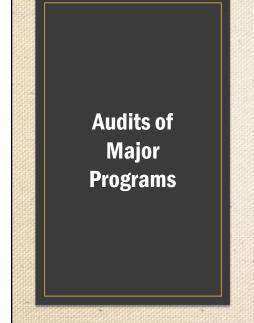




- A preliminary review of the SEFA occurs shortly after the Annual Financial Report is submitted.
 - This will allow for better planning of the audits and will provide efficiencies



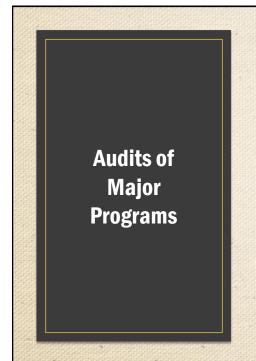
15



Indiana State Board of Accounts - 2021

- Each program is unique.
- Each program has certain compliance requirements applicable to every program
- As well as requirements unique to that specific program





Compliance Requirements

- Activities Allowed or Unallowed
- Allowable Costs/Cost Principles
- > Cash Management
- > Eligibility
- Equipment and Real Property Management
- Matching, Level of Effort, Earmarking

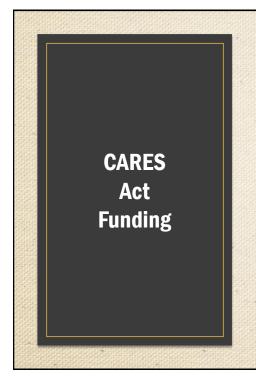
- > Period of Performance
- Procurement, Suspension,& Debarment
- > Program Income
- > Reporting
- > Subrecipient Monitoring
- > Special Tests & Provisions



17

Audits of Major Programs Indiana State Board of Accounts - 2021

- Documentation is needed for all activity that occurs to a grant
 - Grant agreements important get a copy
- Internal controls must be in place to ensure requirements of the grant are met
 - Documented in writing
 - Lack of controls common report finding



- CARES Act funds were distributed both directly and as pass-through funds
 - Passed-through through Indiana Finance Authority
 - Some that were direct:
 - > Transit
 - > Airport
 - > Provider Relief



19

CARES Act Funding

Indiana State Board of Accounts - 2021

- CARES Act funds fall into one of two categories
 - A new Assistance Listing (CFDA) number
 - Additional funds to an existing Assistance Listing (CFDA) number
- 2 most common
 - 21.019 Coronavirus Relief Fund
 - 93.498 Provider Relief Fund



10.130	Coronavirus Food Assistance Program	Department of Agriculture	
10.574	Team Nutrition Grants	Department of Agriculture	
10.579	Child Nutrition Discretionary Grants Limited Availability	Department of Agriculture	
14.225	CDBG / Special Purpose Grants	Department of Housing and Urban Development	
16.034	Coronavirus Emergency Supplemental Funding Program	Department of Justice	
21.106	Airport Improvement Program	Dept of Transportation / FAA	
20.507	Federal Transit Formula Grants	Dept of Transportation / Transit Admin	
20.530	Public Transportation innovation	Dept of Transportation / Transit Admin	
32.006	COVID-19 Telehealth Program	Federal Communications Commission	
93.155	Rural Health Research Centers	Health and Human Services	
93.211	Telehealth Programs	Health and Human Services	
93.461	COVID-19 Testing for the Uninsured	Health and Human Services	
93.527	Grants for New & Expanded Services under the Health Care Program	Health and Human Services	
93.568	Low Income Home Energy Assistance	Health and Human Services	
93.569	Community Services Block Grant	Health and Human Services	
93.391	Activities to Support State, Tribal, Local, and Territorial Health Department Response to Publice Health or Healthcare Crisis	Health and Human Services	.R
97.042	Emergency Management Performance Grants	Department of Homeland Security	STATE
97.044	Assistance to Firefighters Grant	Department of Homeland Security	1A1 * *

21

CARES links on IFA Website -> https://www.in.gov/ifa/coronavirus-relief-fund-program/helpful-links/

Helpful Links

 ${\it Please Read the Frequently Asked Questions and Directions to the Reimbursement Request Form First.}$

AIM Webinar – CARES Act Reimbursement for Cities and Towns – July 2, 2020"

Coronavirus Relief Fund: Guidance for State, Territorial, Local, and Tribal Governments

 $\underline{\text{U.S. Treasury - Coronavirus Relief Fund Frequently Asked Questions}}$

Department of the Treasury Office of Inspector General Coronavirus Relief Fund Frequently Asked Questions Related to Reporting and Recordkeeping (Revised)

U.S. Treasury - CARES Act - Policy Issues

Coronavirus Relief Fund: Background and State and Local Data

3548 CARES Act (NOTE: Refer to pages 221 to 224)



