

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

FEDERAL SINGLE AUDIT REPORT

OF

STATE OF INDIANA

July 1, 2015 to June 30, 2016



FILED
03/24/2017

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
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 <i>Government Auditing Standards</i>	2-3
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.....	4-9
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards	10-52
Notes to Schedule of Expenditures of Federal Awards.....	52-55
Schedule of Findings and Questioned Costs:	
Section I - Summary of Auditor's Results	56-57
Section II - Financial Statement Findings.....	57-58
Section III - Federal Award Findings ad Questioned Costs	59-108
Auditee Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	110-141
Corrective Action Plans	142-172



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

TO: THE OFFICIALS OF THE STATE OF INDIANA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Indiana (State), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the State's basic financial statements, and have issued our report thereon dated December 21, 2016. Our report includes a reference to other auditors who audited components of the financial statements and component units of the State, as described in our report on the State's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Indiana State Fair Commission, Indiana Political Subdivision Risk Management Commission, and the Indiana Public Retirement System were audited in accordance with auditing standards generally accepted in the United States of America, but 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'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's internal control. Accordingly, we do not express an opinion on the effectiveness of the State's internal control.

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

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

A significant deficiency is a deficiency, or 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 following deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies:

Finding #	Title
2016-001	Reconciliations between KidTraks and ENCOMPASS
2016-002	Internal Controls over ENCOMPASS Accounting System

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the State's financial statements are free of 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's Response to Findings

The State's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plans. The State'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 result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

December 21, 2016, except for the Schedule of Federal Expenditures
which has an opinion date of March 23, 2017



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE STATE OF INDIANA

Report on Compliance for Each Major Federal Program

We have audited the State of Indiana's (State) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016. The State's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

The State's basic financial statements include the operations of Purdue University, Indiana University, Indiana State University, Ball State University, Vincennes University, University of Southern Indiana, Ivy Tech State College, Indiana Finance Authority, and Indiana Housing and Community Development Authority which expended a total of \$2,501,152,870 in federal awards that are not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2016. Our audit, described below, did not include the operations of these units because they have separate audits performed in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards* (Uniform Guidance). See Note 4 of the Notes to the Schedule of Expenditures of Federal Awards for federal funds expended by each component unit.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the State'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's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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
(Continued)

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's compliance.

Basis for Qualified Opinion on Highway Planning and Construction Cluster

As described in item 2016-007 in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with the requirement regarding Special Tests and Provisions - Wage Rate Requirements that is applicable to its Highway Planning and Construction Cluster. Compliance with such requirement is necessary, in our opinion, for the State to comply with requirements applicable to that program.

Basis for Qualified Opinion on Child Support Enforcement

As described in item 2016-019 in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with requirements regarding Subrecipient Monitoring that are applicable to its Child Support Enforcement program. Compliance with such requirements is necessary, in our opinion, for the State to comply with requirements applicable to that program.

Basis for Qualified Opinion on TANF Cluster

As described in items 2016-020, 2016-021, 2016-022, and 2016-023 in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with requirements regarding Activities Allowed/Unallowed, Allowable Costs/Cost Principles, Eligibility, Period of Performance, and Special Tests and Provisions - Child Support Non-Cooperation that are applicable to its TANF Cluster program. Compliance with such requirements is necessary, in our opinion, for the State to comply with requirements applicable to that program.

Qualified Opinion on Highway Planning and Construction Cluster, Child Support Enforcement, TANF Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion* paragraphs for each particular program, the State complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its Child Support Enforcement, TANF Cluster, and Highway Planning and Construction Cluster for the year ended June 30, 2016.

Basis for Qualified Opinion on Rehabilitation Services_Vocational Rehabilitation Grants to States

As described in item 2016-024 in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient documentation supporting the compliance of the State with its Rehabilitation Services_Vocational Rehabilitation Grants to States regarding Earmarking. Consequently, we were unable to determine whether the State complied with this requirement applicable to that program.

As described in items 2016-025, 2016-27 and 2016-028 in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with requirements regarding Period of Performance, Special Tests and Provisions - Completion of IPEs and Procurement, Suspension, and Debarment that are applicable to its Rehabilitation Services_Vocational Rehabilitation Grants to States program. Compliance with such requirements is necessary, in our opinion, for the State to comply with requirements applicable to that program.

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
(Continued)

Qualified Opinion on Rehabilitation Services_Vocational Rehabilitation Grants to States

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding the State's compliance with the requirements of its Rehabilitation Services_Vocational Rehabilitation Grants to States regarding the Earmarking Requirements and the non-compliance described in the *Basis for Qualified Opinion* paragraph, the State complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its Rehabilitation Services_Vocational Rehabilitation Grants to States for the year ended June 30, 2016.

Basis for Qualified Opinion on SNAP Cluster

As described in items 2016-030 and 2016-031, in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient documentation supporting the compliance of the State with its SNAP Cluster regarding Reporting, Activities Allowed/Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - ADP System for SNAP. Consequently, we were unable to determine whether the State complied with those requirements applicable to that program.

Qualified Opinion on SNAP Cluster

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding the State's compliance with the requirements of its SNAP Cluster regarding Reporting, Activities Allowed/Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - ADP System for SNAP described in the *Basis for Qualified Opinion* paragraph, the State complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its SNAP Cluster for the year ended June 30, 2016.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the State 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 of Findings and Questioned Costs for the year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items:

<i>Finding #</i>	<i>CFDA#</i>	<i>Program Name</i>	<i>Requirement</i>
2016-003	17.259	WIA/WIOA Youth Activities	Period of Performance
2016-004	14.228	Community Development Block Grant/ State's program and Non-Entitlement Grants in Hawaii	Subrecipient Monitoring
2016-005	10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	Subrecipient Monitoring
2016-008	20.205	Highway Planning and Construction	Special Tests and Provisions - Quality Assurance

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
(Continued)

<i>Finding #</i>	<i>CFDA#</i>	<i>Program Name</i>	<i>Requirement</i>
2016-009	84.010, 84.027, 84.173, 84.367, 84.377	Title I Grants to Local Educational Agencies, Special Education Cluster (IDEA), Improving Teacher Quality State Grants, School Improvement Grants	Cash Management
2016-010	84.010, 84.367	Title I Grants to Local Educational Agencies, Improving Teacher Quality State Grants	Subrecipient Monitoring
2016-013	84.377	School Improvement Grants	Subrecipient Monitoring
2016-015	84.027, 84.173	Special Education Cluster (IDEA)	Subrecipient Monitoring
2016-018	93.563	Child Support Enforcement	Cash Management
2016-026	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Eligibility

Our opinion on each major federal program is not modified with respect to these matters.

The State's response to the noncompliance findings identified in our audit is described in the accompanying Corrective Action Plans. The State's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the State is responsible for establishing and maintaining effective internal control over compliance with types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the State's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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'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 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, described in the accompanying Schedule of Finding and Questioned Costs as follows, that we consider to be material weaknesses:

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
 (Continued)

<i>Finding #</i>	<i>CFDA#</i>	<i>Program Name</i>	<i>Requirement</i>
2016-003	17.259	WIA/WIOA Youth Activities	Period of Performance
2016-004	14.228	Community Development Block Grant/ State's program and Non-Entitlement Grants in Hawaii	Subrecipient Monitoring
2016-005	10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	Subrecipient Monitoring
2016-006	10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - Food Instrument and Cash-Value Voucher Distribution
2016-007	20.205	Highway Planning and Construction	Special Tests and Provisions - Wage Rate Requirements
2016-008	20.205	Highway Planning and Construction	Special Tests and Provisions - Quality Assurance
2016-009	84.010, 84.027, 84.173, 84.367, 84.377	Title I Grants to Local Educational Agencies, Special Education Cluster (IDEA), Improving Teacher Quality State Grants, School Improvement Grants	Cash Management
2016-010	84.010, 84.367	Title I Grants to Local Educational Agencies, Improving Teacher Quality State Grants	Subrecipient Monitoring
2016-011	84.010	Title I Grants to Local Educational Agencies	Period of Performance
2016-012	84.377	School Improvement Grants	Eligibility, Earmarking, Suspension and Debarment
2016-013	84.377	School Improvement Grants	Subrecipient Monitoring
2016-014	84.027, 84.173	Special Education Cluster (IDEA)	Period of Performance
2016-015	84.027, 84.173	Special Education Cluster (IDEA)	Subrecipient Monitoring
2016-016	84.027, 84.173	Special Education Cluster (IDEA)	Special Tests and Provisions - Access to Federal Funds for New or Significantly Expanded Charter Schools
2016-017	84.027, 84.173	Special Education Cluster (IDEA)	Level of Effort and Earmarking
2016-018	93.563	Child Support Enforcement	Cash Management
2016-019	93.563	Child Support Enforcement	Subrecipient Monitoring
2016-020	93.558	Temporary Assistance for Needy Families (TANF)	Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility
2016-021	93.558	Temporary Assistance for Needy Families (TANF)	Period of Performance
2016-022	93.558, 93.714	TANF Cluster	Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility
2016-023	93.558, 93.714	TANF Cluster	Special Tests and Provision - Child Support Non-Cooperation
2016-024	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Earmarking
2016-025	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Period of Performance
2016-026	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Eligibility
2016-027	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Special Tests & Provisions - Completion of IPEs
2016-028	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Procurement and Suspension and Debarment

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
(Continued)

<i>Finding #</i>	<i>CFDA#</i>	<i>Program Name</i>	<i>Requirement</i>
2016-029	93.959	Block Grants for Prevention and Treatment of Substance Abuse	Matching, Level of Effort, Earmarking
2016-030	10.551	Supplemental Nutrition Assistance Program	Reporting
2016-031	10.551	Supplemental Nutrition Assistance Program	Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Special Tests and Provisions - ADP System for SNAP

The State's response to the internal control over compliance findings identified in our audit is described in the accompanying Corrective Action Plans. The State's response was not subjected to the auditing procedures applied in the audit of compliance and accordingly, we express no opinion on the response.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of , as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the State's basic financial statements. We issued our report thereon dated December 21, 2016, 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 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.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

March 23, 2017

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Agriculture</u>					
Plant and Animal Disease, Pest Control, and Animal Care	10.025	300	14-8218-0828-CA	\$ 36,126	\$ -
		300	15-8218-0332-CA	99,784	96,178
		300	15-8218-0793-CA	58,217	-
		300	15-8218-0828-CA	3,043	-
		300	15-8218-1847-CA	12,000	-
		300	16-8218-0332-CA	3,906	-
		300	16-8218-0793-CA	4,352	-
		351	14-9718-1212CA	1,607	-
		351	14-9718-1302 CA	11,657	-
		351	15-9718-1212-CA	111,572	-
		351	15-9718-1259-CA	38,511	-
		351	16-9718-1212-CA	349	-
		351	16-9718-1259-CA	18,751	-
		Total For Program - Plant and Animal Disease, Pest Control, and Animal Care			
Wildlife Services	10.028	300	15-7440-1164-CA	9,631	-
		Total For Program - Wildlife Services			
Wetlands Reserve Program	10.072	300	6652KY05005CW	1,774,949	-
		Total For Program - Wetlands Reserve Program			
Specialty Crop Block Grant Program - Farm Bill	10.170	36	12-25-B-1460	53,717	-
		36	12-25-B-1669	74,767	74,767
		36	14-SCBGP-IN-0018	200,395	200,395
		36	15-SCBGP-IN-0032	21,616	21,616
		Total For Program - Specialty Crop Block Grant Program - Farm Bill			
Organic Certification Cost Share Programs	10.171	36	15-NOCCS-IN-0017	71,142	71,142
		Total For Program - Organic Certification Cost Share Programs			
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475	351	15-37-A-310 BASE	446,333	-
		351	15-37-A-310-FAIM	2,559	-
		351	16-37-A-310 BASE	1,153,234	-
		351	ESTIMATE	4,995	-
		400	12-37-A-310-BASE	237	-
		Total For Program - Cooperative Agreements with States for Intrastate Meat and Poultry Inspection			
Food Safety Cooperative Agreements	10.479	351	15-37-A-104	3,441	-
		351	16-37-A-104	21,267	-
		Total For Program - Food Safety Cooperative Agreements			
<u>SNAP Cluster</u>					
Supplemental Nutrition Assistance Program	10.551	500	62100	400,695,351	-
		500	62100	727,753,452	-
		500	2IN400099	1,096	-
Total For Program - Supplemental Nutrition Assistance Program				1,128,449,899	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Agriculture (continued)</u>					
SNAP Cluster (continued)					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	500	2IN400099	4,984	-
		500	2IN400099	5,824	-
		500	2IN400099	33,236	-
		500	2IN400099	41,806	-
		500	2IN400099	61,558	-
		500	2IN400099	1,269,829	-
		500	2IN400099	1,923,128	-
		500	2IN400099	33,583,484	-
		500	2IN400099	35,311,836	-
		500	2IN430126	1	-
		500	2IN400099	593,127	-
		500	2IN430126	1,328,350	1,328,350
		500	2IN430126	1,822,440	-
		500	2IN430126	5,535,202	4,568,251
Total For Program - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program				81,514,805	5,896,601
Total for Cluster - SNAP Cluster				1,209,964,704	5,896,601
Child Nutrition Cluster					
School Breakfast Program	10.553	718	2IN300059	(17)	-
		718	2IN300059	(2,770)	-
		718	2IN300059	19,481,759	19,481,759
		718	2IN300059	58,022,534	58,022,534
Total For Program - School Breakfast Program				77,501,506	77,504,293
National School Lunch Program	10.555	415	2IN300059	1,836	-
		415	2IN300059	16,992	-
		450	2IN300059	13,398	-
		450	2IN300059	22,967	-
		550	2IN300059	16,000	16,000
		550	2IN300059	67,000	67,000
		560	2IN300059	61	-
		615	2IN300059	271,617	-
		615	2IN300059	467,326	-
		718	Non Cash	40,380,830	-
		718	2IN300059	(963)	-
		718	2IN300059	13,309	-
		718	2IN300059	64,108,710	64,108,710
		718	2IN300059	196,639,647	196,639,647
Total For Program - National School Lunch Program				302,018,730	260,831,357
Special Milk Program	10.556	718	2IN300059	72,276	72,276
		718	2IN300059	96,165	96,165
Total For Program - Special Milk Program				168,441	168,441
Summer Food Service Program for Children	10.559		Non Cash Assistance	44,411	-
		718	2IN300059	(3,253)	-
		718	2IN300059	8,416,312	8,416,312
		718	2IN300059	364,311	364,311
Total For Program - Summer Food Service Program for Children				8,821,781	8,780,623
Total for Cluster - Child Nutrition Cluster				388,510,458	347,284,714
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	400	61900	33,278,596	-
		400	2IN700002	16,663,314	14,328,062

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Agriculture (continued)</u>					
Special Supplemental Nutrition Program for Women, Infants, and Children (continued)		400	2IN700002	38,280,074	-
		400	2IN700002 #5	(469,076)	-
		400	2IN700012	300	191
		400	2IN700012	284,926	284,926
		400	2IN700012	839,649	839,649
		400	2IN700012-00	57,042	57,042
		400	2IN810001-8	(36,912)	-
		400	ESTIMATE	3,232,653	2,886,314
		400	ESTIMATE	13,929,772	10,899,660
		400	ESTIMATE	<u>36,421,764</u>	<u>-</u>
Total For Program - Special Supplemental Nutrition Program for Women, Infants, and Children				<u>142,482,102</u>	<u>29,295,844</u>
Child and Adult Care Food Program	10.558				
		718	2IN300059	(147)	-
		718	2IN300059	(206)	-
		718	2IN300059	(85)	-
		718	2IN300059	18,229,180	18,125,779
		718	2IN300059	38,033,876	37,792,369
		718	2IN300068	(5)	-
		718	2IN300068	779,947	779,947
		718	2IN300068	<u>1,520,064</u>	<u>1,520,064</u>
Total For Program - Child and Adult Care Food Program				<u>58,562,624</u>	<u>58,218,159</u>
State Administrative Expenses for Child Nutrition	10.560				
		718	2IN300059	884,105	-
		718	2IN300260	(170,894)	-
		718	2IN300260	678,378	-
		718	2IN300260	1,863,505	-
		718	2IN300260	<u>2,249,860</u>	<u>-</u>
Total For Program - State Administrative Expenses for Child Nutrition				<u>5,504,954</u>	<u>-</u>
Food Distribution Cluster					
Commodity Supplemental Food Program	10.565				
		400	2IN810001-006 2016	169,744	151,399
		400	2IN810001-9	85,607	85,607
		400	Noncash Assistance	<u>773,567</u>	<u>-</u>
Total For Program - Commodity Supplemental Food Program				<u>1,028,918</u>	<u>237,006</u>
Emergency Food Assistance Program (Administrative Costs)	10.568				
		400	2IN810001	439,335	437,711
		400	2IN810001	581,472	547,017
		400	Noncash Assistance	<u>12,958,179</u>	<u>-</u>
Total For Program - Emergency Food Assistance Program (Administrative Costs)				<u>13,978,986</u>	<u>984,728</u>
Total for Cluster - Food Distribution Cluster				<u>15,007,904</u>	<u>1,221,734</u>
WIC Farmers' Market Nutrition Program (FMNP)	10.572				
		400	2IN810001	13,458	-
		400	2IN810001	149,970	-
		400	2IN810001-014	<u>3,080</u>	<u>-</u>
Total For Program - WIC Farmers' Market Nutrition Program (FMNP)				<u>166,508</u>	<u>-</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Agriculture (continued)</u>					
Team Nutrition Grants	10.574	718	8IN300114	58,483	-
		718	CNTN-13-IN	25,558	-
Total For Program - Team Nutrition Grants				84,041	-
Farm to School Grant Program	10.575	400	CN-F2S-SS-14-IN-01	73,286	-
Total For Program - Farm to School Grant Program				73,286	-
Senior Farmers Market Nutrition Program	10.576	400	2IN810001	1,571	-
		400	2IN810001	56,711	-
Total For Program - Senior Farmers Market Nutrition Program				58,282	-
WIC Grants To States (WGS)	10.578	400	WIFRT-15-IN-1	443,136	-
		400	WIMIS-14-IN-1	535,268	-
		400	WIMIS-14-IN-2	290,207	-
Total For Program - WIC Grants To States (WGS)				1,268,611	-
Child Nutrition Discretionary Grants Limited Availability	10.579	718	2IN300811	653,021	653,021
Total For Program - Child Nutrition Discretionary Grants Limited Availability				653,021	653,021
Fresh Fruit and Vegetable Program	10.582	718	2IN310059	496,115	496,115
		718	2IN310059	2,599,680	2,599,680
Total For Program - Fresh Fruit and Vegetable Program				3,095,795	3,095,795
Forestry Research	10.652	300	12-JV-11242305-087	124,316	-
Total For Program - Forestry Research				124,316	-
Cooperative Forestry Assistance	10.664	300	12-DG-11420004-090	(779)	-
		300	13-DG-11420004-054	15,528	5,000
		300	13-DG-11420004-55	235,148	80,059
		300	14-01-07	887	-
		300	14-DG-11420004-103	247,486	84,502
		300	14-DG-11420004-104	61,249	46,244
		300	14-DG-11420004-268	4,741	-
		300	15-CS-11091202-013	7,925	-
		300	15-DG-11420004-045	5,411	-
		300	15-DG-11420004-219	133,300	-
		300	15-DG-11420004-220	160,546	160,546
		300	16-01-07	765	-
Total For Program - Cooperative Forestry Assistance				872,207	376,351
Forest Legacy Program	10.676	300	14-DG-11420004-185	669	-
Total For Program - Forest Legacy Program				669	-
Forest Stewardship Program	10.678	300	11-DG-11420004-144	7,770	-
		300	11-DG-11420004-344	10,796	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Agriculture (continued)</u>					
Forest Stewardship Program (continued)					
		300	13-DG-11420004-063	96,136	-
		300	13-DG-11420004-064	73,774	-
		300	15-DG-11420004-044	33,199	-
Total For Program - Forest Stewardship Program				221,675	-
Forest Health Protection	10.680				
		300	14-DG-11420004-233	8,932	-
		300	14-DG-11420004-234	2,745	-
		300	14-DG-11420004-250	136	-
		300	14-DG-11420004-255	14,700	-
		300	15-DG-11420004-221	8,619	-
Total For Program - Forest Health Protection				35,132	-
Soil and Water Conservation	10.902				
		300	68-52KY-14-002	279,165	-
Total For Program - Soil and Water Conservation				279,165	-
Environmental Quality Incentives Program	10.912				
		36	69-3A75-12-254	6,000	6,000
Total For Program - Environmental Quality Incentives Program				6,000	6,000
Total - U.S. Department of Agriculture				1,831,209,612	446,512,317
<u>U.S. Department of Commerce</u>					
Coastal Zone Management Administration Awards	11.419				
		300	NA12NOS4190092	428,306	285,927
		300	NA13NOS4190046	252,223	201,910
		300	NA13NOS4190169	450,720	-
		300	NA14NOS4190080	346,931	300,597
		300	NA15NOS4190086	214,869	33,077
Total For Program - Coastal Zone Management Administration Awards				1,693,049	821,511
State and Local Implementation Grant Program	11.549				
		286	18-10-S13018	104,175	-
Total For Program - State and Local Implementation Grant Program				104,175	-
Manufacturing Extension Partnership	11.611				
		260	70NANB10H156 amend 8	231,143	-
Total For Program - Manufacturing Extension Partnership				231,143	-
Total - U.S. Department of Commerce				2,028,367	821,511
<u>U.S. Department of Defense</u>					
Procurement Technical Assistance For Business Firms	12.002				
		38	SP4800-14-2-1499	-	-
		38	SP4800-15-2-1599	299,696	-
		38	SP4800-16-2-1699	57,053	-
Total For Program - Procurement Technical Assistance For Business Firms				356,749	-
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113				
		495	W912DY-14-2-0216	101,815	-
Total For Program - State Memorandum of Agreement Program for the Reimbursement of Technical Services				101,815	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Defense (continued)</u>					
Military Construction, National Guard	12.400				
		110	W912L9-10-2-2002	60,331	-
		110	W912L9-10-2-2003	62,793	-
		110	W912L9-11-2-2002	235,443	-
		110	W912L9-11-2-2003	762,722	-
		110	W912L9-11-2-2004	2,355,132	-
		110	W912L9-11-2-2006	13,617	-
		110	W912L9-11-2-2007	7,894	-
Total For Program - Military Construction, National Guard				3,497,932	-
National Guard Military Operations and Maintenance (O&M) Projects	12.401				
		110	60900	1,271	-
		110	60900	1,479	-
		110	60900	2,590	-
		110	60900	5,548	-
		110	60900	6,350	-
		110	60900	10,366	-
		110	60900	12,579	-
		110	60900	32,151	-
		110	60900	538,920	-
		110	2016 ARNG APP5	1,499,946	-
		110	W912L9-10-2-1001	(293,110)	-
		110	W912L9-10-2-1002	-	-
		110	W912L9-10-2-1005	1,612	-
		110	W912L9-10-2-1007	1,242	-
		110	W912L9-11-2-1001	(563,264)	-
		110	W912L9-11-2-1002	335	-
		110	W912L9-11-2-1007	(419)	-
		110	W912L9-12-2-1001	1,366	-
		110	W912L9-12-2-1007	838	-
		110	W912L9-12-2-1021T	662	-
		110	W912L9-13-2-1001	(1,824)	-
		110	W912L9-13-2-1005	18,677	-
		110	W912L9-13-2-1007	31,172	-
		110	W912L9-13-2-1023T	(662)	-
		110	W912L9-13-2-1040	(58)	-
		110	W912L9-14-2-1001	325,431	-
		110	W912L9-14-2-1004	33,731	-
		110	W912L9-14-2-1005	10,637	-
		110	W912L9-14-2-1007	64,138	-
		110	W912L9-14-2-1010	1,064	-
		110	W912L9-14-2-1021T	15,378	-
		110	W912L9-14-2-1023F	192	-
		110	W912L9-14-2-1040	35,534	-
		110	W912L9-15-2-1001	10,415,933	-
		110	W912L9-15-2-1002	470,923	-
		110	W912L9-15-2-1003	685,697	-
		110	W912L9-15-2-1004	22,557	-
		110	W912L9-15-2-1005	527,600	-
		110	W912L9-15-2-1007	763,446	-
		110	W912L9-15-2-1010	23,857	-
		110	W912L9-15-2-1011	64,245	-
		110	W912L9-15-2-1021F	347,411	-
		110	W912L9-15-2-1021T	398,915	-
		110	W912L9-15-2-1023F	372,210	-
		110	W912L9-15-2-1023T	155,552	-
		110	W912L9-15-2-1024F	832,191	-
		110	W912L9-15-2-1040	289,933	-
		110	W912L9-16-2-1001	10,254,023	-
		110	W912L9-16-2-1002	803,076	-
		110	W912L9-16-2-1003	915,200	-
		110	W912L9-16-2-1004	25,536	-
		110	W912L9-16-2-1007	1,240,369	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Defense (continued)</u>					
National Guard Military Operations and Maintenance (O&M) Projects (continued)					
		110	W912L9-16-2-1010	55,272	-
		110	W912L9-16-2-1021F	784,600	-
		110	W912L9-16-2-1021T	800,126	-
		110	W912L9-16-2-1023F	346,185	-
		110	W912L9-16-2-1023T	356,713	-
		110	W912L9-16-2-1024F	819,930	-
		110	W912L9-16-2-1040	262,990	-
Total For Program - National Guard Military Operations and Maintenance				33,828,362	-
National Guard ChalleNGe Program	12.404				
		110	W912L9-09-2-4000	54	-
		110	W912L9-10-2-4000	16,499	-
		110	W912L9-10-2-4003	(488)	-
		110	W912L9-11-2-4000	24,193	-
		110	W912L9-12-2-4001	(21,501)	-
		110	W912L9-13-2-4001	(28)	-
		110	W912L9-14-2-4001	279,398	-
		110	W912L9-15-2-4001	2,974,337	-
		110	W912L9-15-2-4002	161,669	-
		110	W912L9-16-2-4002	321,408	-
Total For Program - National Guard ChalleNGe Program				3,755,541	-
Community Economic Adjustment Assistance for Compatible Use and Joint Land Use Studies	12.610				
		38	HQ00051410017	110,702	-
Total For Program - Community Economic Adjustment Assistance for Compatible Use and Joint Land Use Studies				110,702	-
Total - U.S. Department of Defense				41,651,101	-
<u>U.S. Department of Housing and Urban Development</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228				
		38	B-06-DC-18-0001	4,972	-
		38	B-07-DC-18-0001	1,559	-
		38	B-08-DC-18-0001	36,715	-
		38	B-08-DF-18-0001	2,747,891	2,727,468
		38	B-08-DI-18-0001	8,262,303	7,940,373
		38	B-09-DC-18-0001	78,001	62,000
		38	B-10-DC-18-0001	183,683	159,800
		38	B-11-DC-18-0001	111,288	100,481
		38	B-12-DC-18-0001	1,468,414	1,248,496
		38	B-13-DC-18-0001	10,836,240	10,606,118
		38	B-14-DC-18-0001	6,204,757	-
		38	B-15-DC-18-0001	132,125	132,125
		67	B-08-DI-18-0001	235,699	-
		300	B-08-DI-18-0001	688,078	-
Total For Program - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii				30,991,725	22,976,861
Fair Housing Assistance Program_State and Local	14.401				
		258	6FPSLP0004	2,397	-
		258	FF205K 5008	54,218	-
		258	FF205K135008	307,146	-
		258	FF205K145008	310,112	-
		258	IFF205K075008	528	-
Total For Program - Fair Housing Assistance Program_State and Local				674,401	-
Total - U.S. Department of Housing and Urban Development				31,666,126	22,976,861

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of the Interior					
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	300	ESTIMATE	911,281	-
		300	S14AP20003	(1,281)	-
		300	S15AP20002	487,584	-
Total For Program - Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining				1,397,584	-
Abandoned Mine Land Reclamation (AMLR) Program	15.252				
		300	GR207180	(31,320)	(31,320)
		300	S13AF20006	3,651,509	(1,134)
		300	S14AF20003	1,601,071	55,950
		300	S15AF20018	2,271,796	116,747
		300	S16AF20014	365,610	6,775
Total For Program - Abandoned Mine Land Reclamation (AMLR) Program				7,858,666	147,018
Fish and Wildlife Cluster					
Sport Fish Restoration Program	15.605	300	F13A01221	17,544	17,544
		300	F13AF00527	54,414	-
		300	F14AA00347 SFR	43,319	-
		300	F14AF00059	807	-
		300	F14AF00106	440,558	-
		300	F14AF00344	204,191	-
		300	F14AF00346	86,132	86,132
		300	F14AF01340	601,587	-
		300	F15AF00095	858,950	10,674
		300	F15AF00253	1,143,154	-
		300	F16AF00046	585,876	-
		300	F16AF00050	47,497	-
		300	F16AF00054	312,497	-
		300	F16AF00206	286,743	-
Total For Program - Sport Fish Restoration Program				4,683,269	114,350
Wildlife Restoration and Basic Hunter Education	15.611	300	F12AF00280	95,481	95,481
		300	F12AF00601	3,106	-
		300	F13AF00526	26,945	-
		300	F13AF00586	3,673	-
		300	F13AF01023	462,315	-
		300	F13AF01133	12,282	-
		300	F13AF01148	1,225	-
		300	F14AA00347 WR	43,319	-
		300	F14AF00186	61,329	-
		300	F14AF00187	177,013	-
		300	F14AF00344	136,127	-
		300	F14AF00350	208,158	-
		300	F14AF00351	1,473,604	-
		300	F14AF00460	80,005	-
		300	F14AF00461	4,517,391	-
		300	F14AF00511	9,000	-
		300	F14AF00513	292,723	-
		300	F15AF00072	271,121	271,121
		300	F15AF00073	62,292	-
		300	F15AF00439	233,975	-
		300	F15AF00484	97,603	-
		300	F15AF00518	93,312	-
		300	F15AF00703	483,922	-
		300	F15AF01208	58,684	-
		300	F15AF01208	332,545	-
		300	F15AF01308	231,000	-
		300	F15AF01310	470,000	-
		300	F16AF00023	37,659	37,659
		300	F16AF00056	191,000	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of the Interior (continued)</u>					
Fish and Wildlife Cluster (continued)					
Wildlife Restoration and Basic Hunter Education (continued)		300	F16AF00138	491,973	-
		300	W26R37	64,817	64,817
Total For Program - Wildlife Restoration and Basic Hunter Education				10,723,599	469,078
Total for Cluster - Fish and Wildlife Cluster				15,406,868	583,428
Fish and Wildlife Management Assistance	15.608	300	ESTIMATE	925	-
		300	F15AC00429	31,244	-
		300	F15AP00264	15,563	-
		300	F16AP00059	453	-
Total For Program - Fish and Wildlife Management Assistance				48,185	-
Cooperative Endangered Species Conservation Fund	15.615	300	F11AP00868	1,118,172	-
		300	F12AP00840	6,294	-
		300	F13AP00681	33,303	33,303
		300	F14AP00722	13,702	13,702
Total For Program - Cooperative Endangered Species Conservation Fund				1,171,471	47,005
Clean Vessel Act Program	15.616	300	F15AP00360	28,000	-
		495	F13AP00677	3,152	-
		495	F13AP00929	1,415	-
		495	F13AP00930	2,355	-
		495	F13AP00931	1,528	-
		495	F13AP00932	5,590	-
		495	F15AP00137	16,949	-
		495	F15AP00360	54,971	-
Total For Program - Clean Vessel Act Program				113,960	-
Sportfishing and Boating Safety Act	15.622	300	F12AP00625	350,212	-
		495	F13AP00040	46,000	-
		495	F13AP00199	100,000	-
		495	F14AP00183	100,000	-
		495	F15AP00226	52,786	-
Total For Program - Sportfishing and Boating Safety Act				648,998	-
Enhanced Hunter Education and Safety Program	15.626	300	F14AF01195	44,796	-
Total For Program - Enhanced Hunter Education and Safety Program				44,796	-
State Wildlife Grants	15.634	300	F12AF01113	97,139	-
		300	F13AF00182	218,348	-
		300	F13AF00575	16,391	16,391
		300	F14AF00133	38,422	38,422
		300	F14AF00246	90,537	90,537
		300	F14FA00899	37,816	37,816
		300	F15AF00100	179,069	-
		300	F15AF00941	26,937	26,937
		300	F16AF00042	3,380	3,380
		300	T7R13	23,935	23,935
		300	T-7-R-7	96,120	96,120
Total For Program - State Wildlife Grants				828,094	333,538

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of the Interior (continued)</u>					
Research Grants (Generic)	15.650	300	F12AP01055	4,677	-
Total For Program - Research Grants (Generic)				4,677	-
Endangered Species Conservation Recovery Implementation Funds	15.657	300	F14AP00768	17,186	17,186
		300	F15AP00720	9,587	-
Total For Program - Endangered Species Conservation Recovery Implementation Funds				26,773	17,186
Great Lakes Restoration	15.662	300	0501.12.032029	67,083	-
		300	F12AC00678	140,533	-
		300	F13AP00700	17,329	-
		300	F13AP00702	131,177	-
		300	F15AP00230	17,451	-
		300	F15AP00413	420,372	-
Total For Program - Great Lakes Restoration				793,945	-
U.S. Geological Survey_ Research and Data Collection	15.808	300	G15AC00381	550	-
Total For Program - U.S. Geological Survey_ Research and Data Collection				550	-
Historic Preservation Fund Grants-In-Aid	15.904	300	P14AF00047	241,848	249,509
		300	P15F0S0075	719,104	243,753
		300	P16AF00050	99,340	-
Total For Program - Historic Preservation Fund Grants-In-Aid				1,060,292	493,262
Outdoor Recreation_Acquisition, Development and Planning	15.916	300	18-00576	4,649	4,649
		300	18-00583 P13AP00192	20,049	-
		300	18-00584	289	289
		300	18-00585	61,495	61,495
		300	18-00586	1,557	1,557
		300	18-00587	14,105	14,105
		300	18-00588	81,426	81,426
Total For Program - Outdoor Recreation_Acquisition, Development and Planning				183,570	163,521
Total - U.S. Department of the Interior				29,588,429	1,784,958
<u>U.S. Department of Justice</u>					
Sexual Assault Services Formula Program	16.017	32	2011-KF-AX-0036	(7)	(7)
		32	2012-KF-AX-0033	124,969	124,402
		32	2013-KF-AX-0057	179,371	179,066
		32	2014-KF-AX-0047	214,527	209,801
		32	2015-KF-AX-0049	67,128	48,309
Total For Program - Sexual Assault Services Formula Program				585,988	561,571
Juvenile Accountability Block Grants	16.523	26	2011-JB-FX-0017	132,225	132,225
		32	2011-JB-FX-0017	131,890	85,487
		32	2012-JB-FX-0004	117,774	117,273
		32	2013-JB-FX-0008	1,700	-
		100	2011-JB-FX-0017	(12,180)	(12,180)
		615	2011-JB-FX-0017	8,532	-
Total For Program - Juvenile Accountability Block Grants				379,941	322,805

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Justice (continued)</u>					
Enhanced Training and Services to End Violence and Abuse of Women Later in Life	16.528	22	2014-EW-AX-K0101	67,848	-
Total For Program - Enhanced Training and Services to End Violence and Abuse of Women Later in Life				67,848	-
Juvenile Justice and Delinquency Prevention_Allocation to States	16.540	22	2011-JF-FX-0009	32,962	-
		22	2012-JF-FX-0003	13,000	-
		32	2011-JF-FX-0009	59,615	-
		32	2012-JF-FX-0003	11,280	11,208
		32	2013-MU-FX-0020	109,108	30,000
		32	2015-JF-FX-0033	35,205	-
		100	2011-JF-FX-0009	3,221	-
		100	2012-JF-FX-0003	9,314	-
Total For Program - Juvenile Justice and Delinquency Prevention_Allocation to States				273,705	41,208
Missing Children's Assistance	16.543	100	2011-MC-CX-K005	141,729	96,709
		100	2014-MC-FX-K018	235,610	67,793
Total For Program - Missing Children's Assistance				377,339	164,502
Title V_Delinquency Prevention Program	16.548	32	2010-JP-FX-0043	5,630	740
		32	2011JP-FX-0019	49,982	-
Total For Program - Title V_Delinquency Prevention Program				55,612	740
State Justice Statistics Program for Statistical Analysis Centers	16.550	22	2011-BJ-CX-K064	(4)	-
		32	2013-BJ-CX-K042	56,698	56,698
Total For Program - State Justice Statistics Program for Statistical Analysis Centers				56,694	56,698
National Criminal History Improvement Program (NCHIP)	16.554	22	2014-RU-BX-K031	62,761	-
		22	2015-RU-BX-K039	4,313	-
		32	2015-RU-BX-K039	1,653	-
		100	2014-RU-BX-K031	349,787	-
Total For Program - National Criminal History Improvement Program (NCHIP)				418,514	-
Crime Victim Assistance	16.575	22	2015-VA-GX-0064	966	-
		32	2012-VA-GX-0017	10,904	(552)
		32	2013-VA-GX-0036	187,554	105,233
		32	2014-VA-GX-0062	4,527,892	4,467,481
		32	2015-VA-GX-0064	7,096,152	6,448,896
		46	2015-VA-GX-0064	31,500	-
		100	2015-VA-GX-0064	58,507	-
Total For Program - Crime Victim Assistance				11,913,475	11,021,058
Crime Victim Compensation	16.576	32	2009-VC-GX-0046	148	-
		32	2012-VC-GX-0035	(4,981)	(5,000)
		32	2013-VC-GX-0031	40,145	(8,551)
		32	2014-VC-GX-0054	299,820	287,032
		32	2015-VC-GX-0054	1,354,478	1,351,915
Total For Program - Crime Victim Compensation				1,689,610	1,625,396

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Justice (continued)</u>					
Crime Victim Assistance/Discretionary Grants	16.582				
		22	2015-VF-GX-0045	931	-
		32	2015-VF-GX-0045	888	-
Total For Program - Crime Victim Assistance/Discretionary Grants				<u>1,819</u>	<u>-</u>
Drug Court Discretionary Grant Program	16.585				
		26	2013-DC-BX-0018	62,682	-
Total For Program - Drug Court Discretionary Grant Program				<u>62,682</u>	<u>-</u>
Violence Against Women Formula Grants	16.588				
		22	2015-WF-AX-0020	110,416	-
		32	2011-WF-AX-0010	487	-
		32	2012-WF-AX-0035	6,961	361
		32	2013-WF-AX-0047	140,879	141,433
		32	2014-WF-AX-0005	1,111,412	932,813
		32	2015-WF-AX-0020	<u>1,169,925</u>	<u>1,076,984</u>
Total For Program - Violence Against Women Formula Grants				<u>2,540,080</u>	<u>2,151,591</u>
Residential Substance Abuse Treatment for State Prisoners	16.593				
		32	2012-RT-BX-0053	14,456	-
		32	2013-RT-BX-0028	53,348	34,928
		32	2014-RT-BX-0050	36,484	18,360
		32	2015-RT-BX-0012	9,447	-
		615	2014-RT-BX-0050	<u>91,672</u>	<u>-</u>
Total For Program - Residential Substance Abuse Treatment for State Prisoners				<u>205,407</u>	<u>53,288</u>
State Criminal Alien Assistance Program	16.606				
		615	2009-G7115-IN-AP	12,260	-
		615	2012-AP-BX-0031	<u>62,309</u>	<u>-</u>
Total For Program - State Criminal Alien Assistance Program				<u>74,569</u>	<u>-</u>
Project Safe Neighborhoods	16.609				
		32	2014-GP-BX-0002	58,896	54,990
		32	2014-GP-BX-0003	47,641	27,409
		32	2015-GP-BX-0001	<u>2,760</u>	<u>-</u>
Total For Program - Project Safe Neighborhoods				<u>109,297</u>	<u>82,399</u>
Public Safety Partnership and Community Policing Grants	16.710				
		32	2007CKWXK017	(11,771)	-
		100	2007CKWX0298	13,482	-
		100	2014AMWX0005	<u>300,026</u>	<u>-</u>
Total For Program - Public Safety Partnership and Community Policing Grants				<u>301,737</u>	<u>-</u>
Enforcing Underage Drinking Laws Program	16.727				
		32	2011-AH-FX-0027	<u>9,378</u>	<u>-</u>
Total For Program - Enforcing Underage Drinking Laws Program				<u>9,378</u>	<u>-</u>
PREA Program: Demonstration Projects to Establish "Zero Tolerance" Cultures for Sexual Assault in Correctional Facilities	16.735				
		615	2013-RP-BX-0003	<u>52,201</u>	<u>-</u>
Total For Program - PREA Program: Demonstration Projects to Establish "Zero Tolerance" Cultures for Sexual Assault in Correctional Facilities				<u>52,201</u>	<u>-</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Justice (continued)</u>					
Edward Byrne Memorial Justice Assistance Grant Program	16.738				
		22	2011-DJ-BX-2622	803	-
		26	2013-DJ-BX-0039	53,852	53,852
		32	2011-DJ-BX-2622	29,206	-
		32	2012-DJ-BX-0765	224,387	193,917
		32	2013-DJ-BX-0039	1,062,734	783,479
		32	2014-DJ-BX-1191	916,345	805,725
		32	2015-DJ-BX-1071	595,553	509,269
		100	2013-DJ-BX-0039	150,415	-
		100	2014-DJ-BX-1191	245,313	-
		100	2015-DJ-BX-1071	34,917	-
		103	2014-DJ-BX-1191	40,000	-
		115	2012-DJ-BX-0765	120,144	-
		115	2014-DJ-BX-1191	14,513	-
		286	2013-DJ-BX-0039	304,515	-
		610	2014-DJ-BX-1191	52,933	-
		610	2015-DJ-BX-1071	2,607	-
		610	2015-MU-MU-0004	92,697	-
Total For Program - Edward Byrne Memorial Justice Assistance Grant Program				3,940,934	2,346,242
Statewide Automated Victim Information Notification (SAVIN) Program	16.740				
		615	2010-VN-CX-0011	126,280	-
		615	2011-VN-CX-0010	77,680	-
Total For Program - Statewide Automated Victim Information Notification (SAVIN) Program				203,960	-
DNA Backlog Reduction Program	16.741				
		100	2014-DN-BX-0046	363,413	-
		100	2015-DN-BX-0030	12,468	-
Total For Program - DNA Backlog Reduction Program				375,881	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742				
		32	2014-CD-BX-0065	14,708	-
		32	2015-CD-BX-0021	5,386	-
		100	2014-CD-BX-0065	132,447	-
		100	2015-CD-BX-0021	21,587	-
Total For Program - Paul Coverdell Forensic Sciences Improvement Grant Program				174,128	-
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745				
		615	2014-MO-BX-0025	40,883	18,930
Total For Program - Criminal and Juvenile Justice and Mental Health Collaboration Program				40,883	18,930
Support for Adam Walsh Act Implementation Grant Program	16.750				
		615	2012-AW-BX-0052	3,135	-
		615	2013-AW-BX-0032	7,072	-
Total For Program - Support for Adam Walsh Act Implementation Grant Program				10,207	-
Harold Rogers Prescription Drug Monitoring Program	16.754				
		250	2012-PM-BX-0009	67,934	-
Total For Program - Harold Rogers Prescription Drug Monitoring Program				67,934	-
Second Chance Act Reentry Initiative	16.812				
		615	2011-RN-BX-0003	116,204	-
		615	2013-CZ-BX-0022	124,130	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Justice (continued)</u>					
Second Chance Act Reentry Initiative (continued)					
		615	2014-CZ-BX-0006	65,873	-
		615	2015-CZ-BX-0006	47,730	-
		615	2015-CZ-BX-0022	61,668	-
Total For Program - Second Chance Act Reentry Initiative				415,605	-
NICS Act Record Improvement Program	16.813				
		22	2014-NS-BX-K016	211,720	-
		22	2015-NS-BX-K022	66,523	-
		32	2014-NS-BX-K016	95,000	-
		32	2015-NS-BX-K022	1,090	-
		100	2014-NS-BX-K016	287,000	-
Total For Program - NICS Act Record Improvement Program				661,333	-
Other Assistance - Drug Enforcement Administration	16.UNKNOWN				
		100	2015-73	433,598	-
		100	2016-71	61,209	-
		300	2015-73	2,512	-
Total For Program - Other Assistance - Drug Enforcement Administration				497,319	-
Total - U.S. Department of Justice				25,564,080	18,446,428
<u>U.S. Department of Labor</u>					
Labor Force Statistics	17.002	510	LM-25630-15-75-J-18	344,651	-
		510	LM-26993-16-75-J-18	1,076,517	-
Total For Program - Labor Force Statistics				1,421,168	-
Compensation and Working Conditions	17.005				
		225	OS-25663-15-75-J-18	31,954	-
		225	OS-27024-16-75-J-18	85,155	-
Total For Program - Compensation and Working Conditions				117,109	-
Employment Service Cluster					
Employment Service/Wagner-Peyser Funded Activities	17.207	510	DI-23800-12-75-A-18	726,703	513,148
		510	ES-22995-12-55-A-18	674	-
		510	ES-24614-13-55-A-18	1,644,467	(4,433)
		510	ES-26018-14-55-A-18	16,871	594,650
		510	ES-27489-15-5-A-18	13,678,345	539,638
Total For Program - Employment Service/Wagner-Peyser Funded Activities				16,067,060	1,643,003
Disabled Veterans' Outreach Program (DVOP)	17.801	510	DV-26636-15-55-5-18	670,719	24,118
		510	DV-26636-15-55-5-18	759,102	60,270
		510	DV-26636-15-55-5-18	844,603	71,044
		510	DV-26636-15-55-5-18	961,799	60,335
Total For Program - Disabled Veterans' Outreach Program (DVOP)				3,236,223	215,767
Total for Cluster - Employment Service Cluster				19,303,283	1,858,770
Unemployment Insurance	17.225	510	UI-22275-12-55-A-18	5	-
		510	UI-23890-13-55-A-18	473,542	-
		510	UI-25202-14-55-A-18	(498,950)	39,241
		510	UI-26394-14-60-A-18	827,980	-
		510	UI-26533-15-55-A-18	12,255,266	244,450
		510	UI-27905-15-55-A-18	137,780	-
		510	UI-27975-16-55-A-18	32,116,606	75,413
		510	UI-28130-16-60-A-18	763,833	2,000
		8510	Estimate	315,885,494	-
Total For Program - Unemployment Insurance				361,961,556	361,104

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Labor (continued)</u>					
Senior Community Service Employment Program	17.235	498	AD-25545-14-55-A-18	290,795	290,795
		510	AD-26861-15-55-A-18	1,971,339	1,962,805
Total For Program - Senior Community Service Employment Program				2,262,134	2,253,600
Trade Adjustment Assistance	17.245				
		510	TA-22655-12-55-A-18	(1,788)	-
		510	TA-24341-13-55-A-18	570,451	15,198
		510	TA-25286-14-55-A-18	2,028,161	4,230
		510	TA-26723-15-55-A-18	116,608	-
Total For Program - Trade Adjustment Assistance				2,713,432	19,428
<u>WIA Cluster</u>					
Workforce Investment Act	17.255	510	AA120090250	(2)	(2)
Total For Program - Workforce Investment Act				(2)	(2)
WIA/WIOA Adult Program	17.258	510	AA-24091-13-55-A-18	38,008	-
		510	AA-25352-14-55-A-18	6,132,992	5,735,674
		510	AA-26778-15-55-A-18	10,803,978	9,752,386
Total For Program - WIA/WIOA Adult Program				16,974,978	15,488,060
WIA/WIOA Youth Activities	17.259				
		510	AA-24091-13-55-A-18	37,461	16,271
		510	AA-25352-14-55-A-18	8,477,999	8,034,884
		510	AA-26778-15-55-A-18	8,540,684	7,785,710
		700	AA-26778-15-55-A-18	445,978	-
Total For Program - WIA/WIOA Youth Activities				17,502,122	15,836,865
WIA/WIOA Dislocated Worker Formula Grants	17.278	510	AA-22934-12-55-A-18	1,474	-
		510	AA-24091-13-55-A-18	139,132	-
		510	AA-25352-14-55-A-18	10,463,051	9,498,622
		510	AA-26778-15-55-A-18	9,742,004	8,090,288
Total For Program - WIA/WIOA Dislocated Worker Formula Grants				20,345,661	17,588,910
Total for Cluster - WIA Cluster				54,822,759	48,913,833
WIA Pilots, Demonstrations, and Research Projects	17.261	510	MI-25894-14-60-A-18	489,930	-
Total For Program - WIA Pilots, Demonstrations, and Research Projects				489,930	-
Incentive Grants - WIA Section 503	17.267				
		510	PI-25820-14-55-A-18	770,073	758,654
Total For Program - Incentive Grants - WIA Section 503				770,073	758,654
Work Opportunity Tax Credit Program (WOTC)	17.271				
		510	ES-26018-14-55-A-18	177,543	-
Total For Program - Work Opportunity Tax Credit Program (WOTC)				177,543	-
Temporary Labor Certification for Foreign Workers	17.273				
		510	FL-25441-14-55-a-18	19,278	-
		510	FL-27160-15-55-A-18	61,099	-
Total For Program - Temporary Labor Certification for Foreign Workers				80,377	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Labor (continued)</u>					
Workforce Investment Act (WIA) National Emergency Grants	17.277				
		510	EM-24453-13-60-A-18	408,803	388,617
		510	EM-27352-15-60-A-18	<u>132,008</u>	<u>131,974</u>
Total For Program - Workforce Investment Act (WIA) National Emergency Grants				<u>540,811</u>	<u>520,591</u>
Workforce Investment Act (WIA) Dislocated Worker National Reserve Technical Assistance and Training	17.281	510	MI-27246-15-60-A-18	<u>222,593</u>	<u>21,158</u>
Total For Program - Workforce Investment Act (WIA) Dislocated Worker National Reserve Technical Assistance and Training				<u>222,593</u>	<u>21,158</u>
Occupational Safety and Health_State Program	17.503				
		225	SP-26118-SP5	720,337	-
		225	SP-27555-SP6	<u>1,420,401</u>	<u>-</u>
Total For Program - Occupational Safety and Health_State Program				<u>2,140,738</u>	<u>-</u>
Consultation Agreements	17.504				
		225	CS-24759-CS4	(51,142)	-
		225	CS-26074-CS5	279,796	-
		225	CS-27062-CS6	<u>655,082</u>	<u>-</u>
Total For Program - Consultation Agreements				<u>883,736</u>	<u>-</u>
OSHA Data Initiative	17.505				
		225	DC19545DCO	<u>(95,356)</u>	<u>-</u>
Total For Program - OSHA Data Initiative				<u>(95,356)</u>	<u>-</u>
Total - U.S. Department of Labor				<u>447,811,886</u>	<u>54,707,138</u>
<u>U.S. Department of Transportation</u>					
Airport Improvement Program	20.106	800	3-18-0000-013-2015	<u>165,600</u>	<u>-</u>
Total For Program - Airport Improvement Program				<u>165,600</u>	<u>-</u>
Highway Planning and Construction Cluster					
Highway Planning and Construction	20.205	100	N4510.774	193,065	-
		300	4510.802	183,246	-
		300	Estimated \$	43,380	-
		300	N4510.770	20,470	-
		300	RT14003	135,000	135,000
		300	RT14009	19,501	19,501
		300	various	15,594	-
		400	various	106,824	106,824
		800	4510.802	378,533,340	25,813,251
		800	Estimated \$	(706,355)	401,375
		800	Estimated \$	604,053	34,535
		800	estimated \$	606,339	82,909
		800	Estimated \$	8,628,650	2,317,562
		800	Estimated \$	84,608,153	5,101,618
		800	N 4510.705	(93,848)	-
		800	N4510.770	95,523,918	8,631,933
		800	N4510.774	370,845,845	26,352,982
		800	RTA-000-1661	22,182,143	89,075
		800	various	31,534,609	2,027,330
		800	various	<u>45,188,524</u>	<u>5,576,090</u>
Total For Program - Highway Planning and Construction				<u>1,038,172,451</u>	<u>76,689,985</u>
Recreational Trails Program	20.219	300	ESTIMATE	80	80
		300	ESTIMATE	11,073	11,073
		300	FT10(010)	18,367	18,367

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Transportation (continued)</u>					
Highway Planning and Construction Cluster (continued)					
Recreational Trails Program (continued)					
		300	RT06(001)	764	-
		300	RT08(004)	79	79
		300	RT09(001)	8,179	-
		300	RT09(005)	99,101	99,101
		300	RT09(007)	36,496	36,496
		300	RT10(002)	10,003	-
		300	RT10(004)	885	-
		300	RT10(005)	173,497	-
		300	RT10(013)	5,146	-
		300	RT11(003)	7,221	-
		300	RT11(004)	5,604	-
		300	RT11(009)	204	204
		300	RT12(002)	58,407	-
		300	RT12(004)	6,211	6,211
		300	RT12(007)	38,468	38,468
		300	RT13(001)	10,516	-
		300	RT13(002)	54,993	-
		300	RT13(003)	14,183	-
		300	RT13(004)	14,184	14,184
		300	RT13(007)	10,800	10,800
		300	RT13(008)	121,120	121,120
		300	RT13(009)	12,180	12,180
		300	RT14(001)	22,269	-
		300	RT14(002)	11,955	-
Total For Program - Recreational Trails Program				<u>751,985</u>	<u>368,363</u>
Total for Cluster - Highway Planning and Construction Cluster				<u>1,038,924,436</u>	<u>77,058,348</u>
National Motor Carrier Safety	20.218	100	FM-MCG-0226-15-01-00	3,926,996	-
		100	FM-MCG-0316-16-01-00	323,910	-
		100	FMMHP0225-15-01-00	699,979	-
		100	FM-MNE-0175-14-01-01	241,035	-
		100	FM-MNE-0214-15-01-00	511,710	-
Total For Program - National Motor Carrier Safety				<u>5,703,630</u>	<u>-</u>
Performance and Registration Information Systems Management	20.231	90	FM-PZG-0027-13-01-00	271,771	-
		90	PZ091810000000	-	-
Total For Program - Performance and Registration Information Systems Management				<u>271,771</u>	<u>-</u>
Commercial Driver's License Program Improvement Grant	20.232	22	FM-CDL-0157-14-01-00	223,476	-
		235	FM-CDL-0136-13-01-00	392,726	-
Total For Program - Commercial Driver's License Program Improvement Grant				<u>616,202</u>	<u>-</u>
Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	20.237	90	FM-CVN-0056-13-01-00	-	-
		90	FM-CVN-0083-14-01-00	757,326	-
		90	FM-CVN-0093-15-01-00	52,050	-
		90	IT061801G00000	480,427	-
Total For Program - Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements				<u>1,289,803</u>	<u>-</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Transportation (continued)</u>					
High-Speed Rail Corridors and Intercity Passenger Rail Service Capital Assistance Grants	20.319	800	FR-HSR-0122-12-01-00	27,799,729	-
Total For Program - High-Speed Rail Corridors and Intercity Passenger Rail Service Capital Assistance Grants				27,799,729	-
Rail Line Relocation and Improvement	20.320	800	FR-LRI-0061-14-01-00	181,216	-
Total For Program - Rail Line Relocation and Improvement				181,216	-
Federal Transit Cluster					
Federal Transit_Capital Investment Grants	20.500	800	estimated \$	50,671	50,671
Total For Program - Federal Transit_Capital Investment Grants				50,671	50,671
Bus and Bus Facilities Formula Program	20.526	800	IN-34-0008-00	2,257,040	2,257,040
		800	IN-34-0011-00	417,966	417,966
Total For Program - Bus and Bus Facilities Formula Program				2,675,006	2,675,006
Total for Cluster - Federal Transit Cluster				2,725,677	2,725,677
Formula Grants for Rural Areas	20.509	800	IN-18-X030-00	188,587	176,689
		800	IN-18-X032-00	357,733	-
		800	IN-18-X033-00	11,487,872	11,347,705
		800	IN-18-X034-00	3,790,072	3,790,072
Total For Program - Formula Grants for Rural Areas				15,824,264	15,314,466
Transit Services Programs Cluster					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	800	IN-16-X005-00	35,294	35,294
		800	IN-16-X006-00	288,188	292,992
		800	IN-16-X010-00	1,432,531	1,316,436
		800	IN-X015-01	981,466	837,786
Total For Program - Enhanced Mobility of Seniors and Individuals with Disabilities				2,737,479	2,482,508
Total for Cluster - Transit Services Programs Cluster				2,737,479	2,482,508
Highway Safety Cluster					
State and Community Highway Safety	20.600	32	ESTIMATE	165,634	-
		32	ESTIMATE	505,794	505,794
		32	ESTIMATE	648,049	634,551
		32	ESTIMATE	2,359,631	1,315,465
		32	ESTIMATE	2,982,777	1,604,629
		100	ESTIMATE	271,116	-
		100	ESTIMATE	670,293	-
		115	ESTIMATE	287,021	-
Total For Program - State and Community Highway Safety				7,890,315	4,060,439
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	32	DTNH22-12-G-00023	9,398	9,398
		32	ESTIMATE	571,163	59,404
		32	ESTIMATE	644,514	369,606
		39	ESTIMATE	66,519	-
		39	ESTIMATE	105,855	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Business Unit - Note 4</u>	<u>Grant Number</u>	<u>Final SEFA Amounts</u>	
				<u>Federal Awards Expended</u>	<u>Passed Through To Subrecipients</u>
<u>U.S. Department of Transportation (continued)</u>					
Highway Safety Cluster (continued)					
Alcohol Impaired Driving Countermeasures Incentive Grants I (continued)					
		100	ESTIMATE	214,423	-
		100	ESTIMATE	410,959	-
		103	ESTIMATE	69,306	-
Total For Program - Alcohol Impaired Driving Countermeasures Incentive Grants I				2,092,137	438,408
Occupant Protection Incentive Grants	20.602				
		32	ESTIMATE	349,855	342,220
		32	ESTIMATE	546,950	538,421
		286	ESTIMATE	1,215,600	-
Total For Program - Occupant Protection Incentive Grants				2,112,405	880,641
Safety Belt Performance Grants	20.609				
		32	2012NHTSA406	260	260
Total For Program - Safety Belt Performance Grants				260	260
State Traffic Safety Information System Improvement Grants	20.610				
		22	FM-CDL-0190-15-01-00	83,548	-
		22	ESTIMATE	87,707	-
		22	ESTIMATE	335,603	-
		32	ESTIMATE	117,200	69,815
		32	ESTIMATE	121,317	56,317
		385	ESTIMATE	93,000	-
		400	ESTIMATE	58,588	-
		400	ESTIMATE	2,564	-
Total For Program - State Traffic Safety Information System Improvement Grants				899,527	126,132
Incentive Grant Program to Prohibit Racial Profiling	20.611				
		22	NHTSA 1906	246,147	-
Total For Program - Incentive Grant Program to Prohibit Racial Profiling				246,147	-
Incentive Grant Program to Increase Motorcyclist Safety	20.612				
		32	ESTIMATE	122,938	-
		32	ESTIMATE	150,000	-
Total For Program - Incentive Grant Program to Increase Motorcyclist Safety				272,938	-
Total for Cluster - Highway Safety Cluster				13,513,729	5,505,880
National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants	20.614				
		100	DTNH22-12-H-00126	116,569	-
Total For Program - National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants				116,569	-
Pipeline Safety Program State Base Grant	20.700				
		200	DTPH56-15-G-PHPG11	535,500	-
		200	ESTIMATE	777,827	-
Total For Program - Pipeline Safety Program State Base Grant				1,313,327	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703				
		385	HM-HMP-0418-14-01-00	-	-
		385	HM-HMP-O498-15-01-00	308,754	264,442
Total For Program - Interagency Hazardous Materials Public Sector Training and Planning Grants				308,754	264,442

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Business Unit - Note 4</u>	<u>Grant Number</u>	<u>Final SEFA Amounts</u>	
				<u>Federal Awards Expended</u>	<u>Passed Through To Subrecipients</u>
<u>U.S. Department of Transportation (continued)</u>					
PHMSA Pipeline Safety Program One Call Grant	20.721				
		200	DTPH56-14-G-PHPC07	38,196	-
		200	DTPH56-15-G-PHPC06	41,494	-
Total For Program - PHMSA Pipeline Safety Program One Call Grant				79,690	-
National Infrastructure Investments	20.933				
		800	0	2,253,881	-
Total For Program - National Infrastructure Investments				2,253,881	-
Total - U.S. Department of Transportation				1,113,825,757	103,351,321
<u>U.S. Department of the Treasury</u>					
Department of Treasury	21.UNKNOWN	260	TD F 103.1.0	3,899,425	3,812,342
Total For Program - Department of Treasury				3,899,425	3,812,342
Total - U.S. Department of the Treasury				3,899,425	3,812,342
<u>Equal Employment Opportunity Commission</u>					
Employment Discrimination_State and Local Fair Employment Practices Agency Contracts	30.002	258	EECCN090026-120007	408,297	-
Total For Program - Employment Discrimination_State and Local Fair Employment Practices Agency Contracts				408,297	-
Total - Equal Employment Opportunity Commission				408,297	-
<u>General Services Administration</u>					
Donation of Federal Surplus Personal Property	39.003	61	Non Cash Assistance	7,215,477	-
Total For Program - Donation of Federal Surplus Personal Property				7,215,477	-
Total - General Services Administration				7,215,477	-
<u>National Endowment for the Arts</u>					
Promotion of the Arts_Partnership Agreements	45.025	705	10-6100-2044	(2,474)	-
		705	14-6100-2019	142,946	475
		705	15-6100-2016	307,950	307,950
Total For Program - Promotion of the Arts_Partnership Agreements				448,422	308,425
Total - National Endowment for the Arts				448,422	308,425
<u>National Endowment for the Humanities</u>					
Promotion of the Humanities_Division of Preservation and Access	45.149	730	PJ-50086-11	74,699	-
Total For Program - Promotion of the Humanities_Division of Preservation and Access				74,699	-
Total - National Endowment for the Humanities				74,699	-
<u>Institute of Museum and Library Service</u>					
Grants to States	45.310	730	LS-00-14-0015-14	945,375	236,340
		730	LS-00-15-0015-15	2,174,794	350,570
Total For Program - Grants to States				3,120,169	586,910
Total - Institute of Museum and Library Service				3,120,169	586,910

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>Small Business Administration</u>					
Small Business Development Centers	59.037	38	ESTIMATE	793,507	551,278
		38	SBAHQ-15-B-0063	1,502,939	1,089,067
		260	SBAHQ-14-B-0038	22,623	-
Total For Program - Small Business Development Centers				2,319,069	1,640,345
Total - Small Business Administration				2,319,069	1,640,345
<u>U.S. Department of Veterans Affairs</u>					
Grants to States for Construction of State Home Facilities	64.005	570	FAI 18-005	108,746	-
Total For Program - Grants to States for Construction of State Home Facilities				108,746	-
All-Volunteer Force Educational Assistance	64.124				
		160	V101(223C)P-5217	(960)	-
		160	V101(223C)P-5517	76,753	-
		160	V101(223C)P-5317	10,421	-
		160	V101(223C)P-5417	140	-
Total For Program - All-Volunteer Force Educational Assistance				86,354	-
Total - U.S. Department of Veterans Affairs				195,100	-
<u>Environmental Protection Agency</u>					
State Indoor Radon Grants	66.032	400	K1-00E13108-1	42,828	42,369
		400	K1-00E13109-0	32,829	27,854
Total For Program - State Indoor Radon Grants				75,657	70,223
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034				
		400	XA -00E01159-0	27	-
		495	PM 98577307	1,010,137	-
		495	PM-98577308	14,410	-
Total For Program - Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act				1,024,574	-
State Clean Diesel Grant Program	66.040				
		495	DS-00E66703	57,478	-
Total For Program - State Clean Diesel Grant Program				57,478	-
Congressionally Mandated Projects	66.202				
		495	XP96570302	11,957	-
Total For Program - Congressionally Mandated Projects				11,957	-
Water Pollution Control State, Interstate, and Tribal Program Support	66.419				
		495	I00E00987-0	33,672	-
		495	I-96555710-0	50,032	-
Total For Program - Water Pollution Control State, Interstate, and Tribal Program Support				83,704	-
State Underground Water Source Protection	66.433				
		300	G-99590115	62,038	-
		300	G-99590116-0	13,862	-
Total For Program - State Underground Water Source Protection				75,900	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>Environmental Protection Agency (continued)</u>					
Water Quality Management Planning	66.454				
		495	C600E72011-0	41,649	-
		495	C600E72012	28,565	-
		495	C600E72013	225,034	-
		495	C600E72014	136,773	-
		495	C600E72015	33,098	-
Total For Program - Water Quality Management Planning				465,119	-
Nonpoint Source Implementation Grants	66.460				
		495	97548215	825,824	-
		495	C9-97548211-0	664,090	-
		495	C9-97548212-0	827,250	-
		495	C9-97548213-0	775,357	-
		495	C9-97548214-0	577,637	-
		495	ESTIMATE	34,776	-
Total For Program - Nonpoint Source Implementation Grants				3,704,934	-
Drinking Water State Revolving Fund Cluster					
Capitalization Grants for Drinking Water State Revolving Funds	66.468				
		495	FS-98548604	255,730	-
		495	FS985486-15	105,931	-
Total For Program - Capitalization Grants for Drinking Water State Revolving Funds				361,661	-
Total for Cluster - Drinking Water State Revolving Fund Cluster				361,661	-
Great Lakes Program	66.469				
		36	00E01408-0	97,271	-
		300	GL-00E00724	85,785	-
		300	GL-00E01506-0	141,581	6,881
		300	GL01E00724	18,323	-
		495	GL-00E00490	49,727	-
		495	GL-00E00724	461,117	-
		495	GL-00E01506-0	65,205	-
		495	GL-00E01924-0	38,951	-
		495	GL01E00724	1,268	-
Total For Program - Great Lakes Program				959,228	6,881
Beach Monitoring and Notification Program Implementation Grants	66.472				
		300	CU-04E73102-0	11,660	-
		495	CU 05E73102-0	24,697	-
		495	CU-04E73102-0	157,161	-
Total For Program - Beach Monitoring and Notification Program Implementation Grants				193,518	-
Performance Partnership Grants	66.605				
		495	BG-98543213	4,897,637	-
		495	ESTIMATE	6,724,863	-
Total For Program - Performance Partnership Grants				11,622,500	-
Toxic Substances Compliance Monitoring Cooperative Agreements	66.701				
		495	K-02E00787-0	5,442	-
Total For Program - Toxic Substances Compliance Monitoring Cooperative Agreements				5,442	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>Environmental Protection Agency (continued)</u>					
TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals	66.707	400	PB-00E44707	266,107	70,223
Total For Program - TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals				266,107	70,223
Source Reduction Assistance	66.717	495	X900E01323	55,556	-
Total For Program - Source Reduction Assistance				55,556	-
Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	66.802	495	V-01E00994	29,518	-
		495	V-02E00994-0	136,631	-
		495	V-03E00780	68,456	-
		495	V03E00994-0	1,578	-
		495	V04E00780	389,533	-
		495	V05E00780-0	2,807	-
Total For Program - Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements				628,523	-
Underground Storage Tank Prevention, Detection and Compliance Program	66.804	495	L00E49704-0	204,677	-
		495	L00E49705	304,514	-
Total For Program - Underground Storage Tank Prevention, Detection and Compliance Program				509,191	-
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	495	LS-00598119-0	1,214,081	-
Total For Program - Leaking Underground Storage Tank Trust Fund Corrective Action Program				1,214,081	-
Superfund State and Indian Tribe Core Program Cooperative Agreements	66.809	495	VC-02E00771-0	31,503	-
		495	VC-03E00771	106,526	-
Total For Program - Superfund State and Indian Tribe Core Program Cooperative Agreements				138,029	-
State and Tribal Response Program Grants	66.817	495	RP-00E14608-0	282,782	-
		495	RP00E14609	287,137	-
Total For Program - State and Tribal Response Program Grants				569,919	-
Brownfields Assessment and Cleanup Cooperative Agreements	66.818	495	BF-00E48101	3,886	-
Total For Program - Brownfields Assessment and Cleanup Cooperative Agreements				3,886	-
Total - Environmental Protection Agency				22,026,964	147,327
<u>U.S. Department of Energy</u>					
State Energy Program	81.041	266	DE-EE0006210	1,924,829	-
		266	DE-FG26-07NT43163	8,363	-
		615	DE-EE0006210	59,607	-
Total For Program - State Energy Program				1,992,799	-
Total - U.S. Department of Energy				1,992,799	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Education</u>					
Adult Education - Basic Grants to States	84.002	510	V002A130014	304,624	304,624
		510	V002A140014	4,142,699	3,837,697
		510	V002A150014	4,280,069	3,222,192
		615	V002A140014	278,411	-
Total For Program - Adult Education - Basic Grants to States				9,005,803	7,364,513
Title I Grants to Local Educational Agencies	84.010	700	S010A110014	3,909	-
		700	S010A120014	(31)	-
		700	S010A130014	1,322,864	1,288,414
		700	S010A140014	100,833,625	99,882,229
		700	S010A150014	157,553,335	155,223,332
Total For Program - Title I Grants to Local Educational Agencies				259,713,702	256,393,975
Migrant Education_State Grant Program	84.011	700	S011A130014	3,780,098	3,652,097
		700	S011A140014	1,799,630	1,246,689
		700	S011A150014	928,002	656,152
Total For Program - Migrant Education_State Grant Program				6,507,730	5,554,938
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	615	S013A130014	3,803	-
		615	S013A140014	254,620	-
		615	S013A150014	191,574	-
Total For Program - Title I State Agency Program for Neglected and Delinquent Children and Youth				449,997	-
<u>Special Education Cluster (IDEA)</u>					
Special Education_Grants to States	84.027	550	H027A140084	97	-
		550	H027A150084	117,512	101,499
		560	H027A150084	119,847	-
		615	H027A130135	11,786	-
		615	H027A140084	203,385	-
		615	H027A150084	107,289	-
		700	H027A110084	(445)	-
		700	H027A130135	10,860,784	10,311,252
		700	H027A140084	88,640,593	85,181,033
		700	H027A150084	150,388,651	149,435,506
Total For Program - Special Education_Grants to States				250,449,499	245,029,290
Special Education_Preschool Grants	84.173	700	H173A110104	60,417	60,417
		700	H173A120104	6,085	6,085
		700	H173A130104	273,231	273,231
		700	H173A140104	2,850,617	2,850,617
		700	H173A150104	5,069,718	5,069,718
Total For Program - Special Education_Preschool Grants				8,260,068	8,260,068
Total for Cluster - Special Education Cluster (IDEA)				258,709,567	253,289,358
Career and Technical Education -- Basic Grants to States	84.048	36	V048A130014	(85)	-
		36	V048A150014	120,000	-
		510	V048A140014	1,783,545	1,764,761
		510	V048A150014	5,668,234	4,530,150
		615	V048A140014	149,955	-
		615	V048A150014	15,913	-
		700	V048A130014	5,077,283	4,908,868
		700	V048A140014	1,505,420	824,452
		700	V048A150014	10,913,693	10,842,576
Total For Program - Career and Technical Education -- Basic Grants to States				25,233,958	22,870,807

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Education (continued)</u>					
Rehabilitation Services_Vocational Rehabilitation Grants to States	84.126				
		497	ESTIMATE	2,943,415	-
		497	ESTIMATE - 62110	377,647	-
		497	H126A140019	1,873,403	-
		497	H126A150019-15C	24,973,749	-
		497	H126A160019 - 16A	22,225,978	-
Total For Program - Rehabilitation Services_Vocational Rehabilitation Grants to States				52,394,192	-
Rehabilitation Services_Client Assistance Program	84.161				
		44	H161A140015-14A	4,971	-
		44	H161A150015	210,894	-
Total For Program - Rehabilitation Services_Client Assistance Program				215,865	-
Rehabilitation Services_Independent Living Services for Older Individuals Who are Blind	84.177				
		497	H177B150014-15A	314,204	314,204
		497	H177B160014-16A	369,493	369,493
Total For Program - Rehabilitation Services_Independent Living Services for Older Individuals Who are Blind				683,697	683,697
Supported Employment Services for Individuals with the Most Significant Disabilities	84.187				
		497	H187A150020	473,176	-
		497	H187A160020-16A	235,402	-
Total For Program - Supported Employment Services for Individuals with the Most Significant Disabilities				708,578	-
Education for Homeless Children and Youth	84.196				
		700	7000S196A150015	623,497	566,340
		700	S196A130015	98,556	95,789
		700	S196A140015	593,294	525,859
Total For Program - Education for Homeless Children and Youth				1,315,347	1,187,988
Program of Protection and Advocacy of Individual Rights	84.240				
		44	60410	7,000	-
		44	H240130015	(2,193)	-
		44	H240A150015	185,745	-
		44	H240A160015	181,237	-
Total For Program - Program of Protection and Advocacy of Individual Rights				371,789	-
Rehabilitation Training_State Vocational Rehabilitation Unit In-Service Training	84.265				
		497	H265A100048	9,258	-
Total For Program - Rehabilitation Training_State Vocational Rehabilitation Unit In-Service Training				9,258	-
Charter Schools	84.282				
		700	U282A100027	5,211,016	5,072,601
Total For Program - Charter Schools				5,211,016	5,072,601
Twenty-First Century Community Learning Centers	84.287				
		700	S287A150014	13,394	12,631
		700	S287C120014	138	(13,770)

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Education (continued)</u>					
Twenty-First Century Community Learning Centers (continued)					
		700	S287C130014	6,348,084	6,098,321
		700	S287C140014	<u>13,714,498</u>	<u>13,204,560</u>
Total For Program - Twenty-First Century Community Learning Centers				<u>20,076,114</u>	<u>19,301,742</u>
Special Education - State Personnel Development	84.323				
		700	7000H323A150004	127,929	116,218
		700	H323A090006	<u>291,251</u>	<u>286,409</u>
Total For Program - Special Education - State Personnel Development				<u>419,180</u>	<u>402,627</u>
Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)	84.330				
		700	S330B140040	<u>412,703</u>	<u>17,546</u>
Total For Program - Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)				<u>412,703</u>	<u>17,546</u>
Assistive Technology_State Grants for Protection and Advocacy	84.343				
		44	H343A140015	-	-
Total For Program - Assistive Technology_State Grants for Protection and Advocacy				-	-
Rural Education	84.358				
		700	S358B130014	433,322	420,932
		700	S358B140014	861,675	855,914
		700	S358B150014	<u>280,821</u>	<u>263,314</u>
Total For Program - Rural Education				<u>1,575,818</u>	<u>1,540,160</u>
English Language Acquisition State Grants	84.365				
		700	S365A100014	218	-
		700	S365A130014	3,113,920	1,140,869
		700	S365A140014	2,272,793	2,134,481
		700	S365A150014	<u>3,394,452</u>	<u>3,363,587</u>
Total For Program - English Language Acquisition State Grants				<u>8,781,383</u>	<u>6,638,937</u>
Mathematics and Science Partnerships	84.366				
		700	S366B130015	2,125,357	2,115,696
		700	S366B140015	1,365,030	1,315,779
		700	S366B150015	<u>176,044</u>	<u>176,044</u>
Total For Program - Mathematics and Science Partnerships				<u>3,666,431</u>	<u>3,607,519</u>
Improving Teacher Quality State Grants	84.367				
		700	7000S367A150013	6,506,701	6,291,459
		700	S367A130013	14,327,711	14,249,523
		700	S367A140013	16,423,668	16,215,539
		719	S367B130014	788,255	786,824
		719	S367B140014	<u>338,739</u>	<u>339,170</u>
Total For Program - Improving Teacher Quality State Grants				<u>38,385,074</u>	<u>37,882,515</u>
Grants for State Assessments and Related Activities	84.369				
		700	S369A130015	222,297	-
		700	S369A140015	776,213	-
		700	S369A150015	<u>1,151,633</u>	-
Total For Program - Grants for State Assessments and Related Activities				<u>2,150,143</u>	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Education (continued)</u>					
Statewide Longitudinal Data Systems	84.372	510	R372A120027	45,384	-
		700	R372A120027	1,033,937	-
		719	R372A120027	40,317	-
Total For Program - Statewide Longitudinal Data Systems				1,119,638	-
Teacher Incentive Fund	84.374	700	S374A100020	4,800,797	3,671,536
Total For Program - Teacher Incentive Fund				4,800,797	3,671,536
School Improvement Grants	84.377	700	S377A120015	7,195,797	7,195,797
		700	S377A130015	163,004	163,004
Total For Program - School Improvement Grants				7,358,801	7,358,801
College Access Challenge Grant Program	84.378	719	P378A120012	(63,036)	(63,036)
		719	P378A130012	630,097	145,470
		719	P378A140012	1,676,758	1,342,542
Total For Program - College Access Challenge Grant Program				2,243,819	1,424,976
Total - U.S. Department of Education				711,520,400	634,264,236
<u>U.S. Election Assistance Commission</u>					
Help America Vote Act Requirements Payments	90.401	63	60300	7,969	-
		63	IN0809RP01	34,601	-
		63	IN10RP01	11,266	-
Total For Program - Help America Vote Act Requirements Payments				53,836	-
Total - U.S. Election Assistance Commission				53,836	-
<u>U.S. Department of Health and Human Services</u>					
DASIS-State Outcome Measurement and Management System -Contractor	93.UNKNOWN	410	62130	207,747	-
Total For Program - DASIS-State Outcome Measurement and Management System -Contractor				207,747	-
Policy Academy/Action Network	93.UNKNOWN	410	Sub-Award	7,000	-
Total For Program - Policy Academy/Action Network				7,000	-
Special Programs for the Aging_Title VII, Chapter 3_Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	498	15AAINT7EA	98,224	-
		498	16AAINT7EA	75,182	-
Total For Program - Special Programs for the Aging_Title VII, Chapter 3_Programs for Prevention of Elder Abuse, Neglect, and Exploitation				173,406	-
Special Programs for the Aging_Title VII, Chapter 2_Long Term Care Ombudsman Services for Older Individuals	93.042	498	15AAINT7OM	157,269	109,585
		498	16AAINT7OM	191,407	124,709
Total For Program - Special Programs for the Aging_Title VII, Chapter 2_Long Term Care Ombudsman Services for Older Individuals				348,676	234,294

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043				
		498	15AAINT3PH	189,553	186,871
		498	16AAINT3PH	149,865	143,575
Total For Program - Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services				339,418	330,446
Aging Cluster					
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044				
		498	15AAINT3SS	4,475,846	4,374,731
		498	16AAINT3SS	1,980,315	1,847,268
Total For Program - Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers				6,456,161	6,221,999
Special Programs for the Aging Title III, Part C Nutrition Services	93.045				
		498	15AAINT3CM & 15AAINT3HD	6,530,817	6,155,241
		498	16AAINT3CM - HD	3,921,322	3,823,278
Total For Program - Special Programs for the Aging Title III, Part C Nutrition Services				10,452,139	9,978,519
Nutrition Services Incentive Program	93.053				
		498	15AAINNSIP	1,163,679	1,163,679
		498	16AAINNSIP	296,578	296,578
Total For Program - Nutrition Services Incentive Program				1,460,257	1,460,257
Total for Cluster - Aging Cluster				18,368,557	17,660,775
Special Programs for the Aging Title IV and Title II Discretionary Projects	93.048				
		498	90DR0007	32,600	31,084
		498	90DR0007/04	29,737	29,737
		498	90NW0015-01-00	166,512	5,453
Total For Program - Special Programs for the Aging Title IV and Title II Discretionary Projects				228,849	66,274
National Family Caregiver Support, Title III, Part E	93.052				
		498	15AAINT3FC	1,544,053	1,515,512
		498	16AAINT3FC	1,398,907	1,354,169
Total For Program - National Family Caregiver Support, Title III, Part E				2,942,960	2,869,681
Laboratory Leadership, Workforce Training and Management Development, Improving Public Health Laboratory Infrastructure	93.065	400	56400-200-8Q3-15-01	(8,750)	-
Total For Program - Laboratory Leadership, Workforce Training and Management Development, Improving Public Health Laboratory Infrastructure				(8,750)	-
Public Health Emergency Preparedness	93.069				
		286	5U90TP000521-04	300,000	-
		400	1H75TP000339-01	(7,319)	-
		400	2U90TP517024-11	(2)	-
		400	5U90TP000521-04	8,557,373	1,794,071
Total For Program - Public Health Emergency Preparedness				8,850,052	1,794,071
Environmental Public Health and Emergency Response	93.070				
		400	1UE2EH001322-01	44,154	-
		400	2U59EH000507-06	272,536	180,308
		400	5U59EH000507-07	224,832	49,011
		700	5U59EH000507-07	6,946	-
Total For Program - Environmental Public Health and Emergency Response				548,468	229,319

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
Medicare Enrollment Assistance Program	93.071	210	13AAINMAAA	90,124	-
		210	13AAINMADR	45,414	-
		210	14AAINMAAA	147,734	-
		210	14AAINMADR	98,852	-
		210	14AAINMSHI	76,589	-
Total For Program - Medicare Enrollment Assistance Program				<u>458,713</u>	-
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	286	5U90TP000521-02	825,000	-
		286	5U90TP000521-03	1,475,000	-
		351	5U90TP000521-03	1,468	-
		400	1U90TP000521-01	(3,736)	(3,736)
		400	3U90TP000521-03S1	17,528	-
		400	3U90TP000521-03S2	1,192,021	1,174,110
		400	5U90TP000521-02	308,705	29,022
		400	5U90TP000521-03	3,307,526	1,510,657
Total For Program - Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				<u>7,123,512</u>	<u>2,710,053</u>
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	400	5U87PS004177-02	19,576	-
		400	5U87PS004177-03	38,759	-
Total For Program - Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance				<u>58,335</u>	-
Well-Integrated Screening and Evaluation for Women Across the Nation	93.094	400	1U58DP004851-01	163,830	96,465
		400	5 NU58DP004851-03-00	126,536	(19,157)
		400	5U58DP004851-02	52,325	25,826
Total For Program - Well-Integrated Screening and Evaluation for Women Across the Nation				<u>342,691</u>	<u>103,134</u>
Food and Drug Administration_Research	93.103	400	1R13FD005538-01	8,400	-
		400	4U18FD004441-04	165,620	-
		400	4U18FD004465-04	150,982	-
		400	4U18FD004644-04	55,489	-
		400	5RR13FD003960-05	2,100	-
		400	5U18FD004441-03 Revised	59,527	-
		400	5U18FD004465-03	31,085	-
		400	5U18FD004644-03	5,129	-
Total For Program - Food and Drug Administration_Research				<u>478,332</u>	-
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104	410	1U79SM061328-01	(25,454)	-
		410	1U79SM061647-01	526,528	-
Total For Program - Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)				<u>501,074</u>	-
Maternal and Child Health Federal Consolidated Programs	93.110	400	1 D70MC27544-01-00	231,861	130,657
		400	5 H25MC00263-10-00	58,576	58,576
		400	5 H25MC00263-11-00	84,845	83,504

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
Maternal and Child Health Federal Consolidated Programs (continued)					
		400	6 D70MC27544-02-01	86,074	-
		400	6 H18MC00017-19-02	39,127	-
		400	H18MC00017-20-02	8,619	-
Total For Program - Maternal and Child Health Federal Consolidated Programs				509,102	272,737
Project Grants and Cooperative Agreements for Tuberculosis Control Programs					
	93.116				
		400	1U52PS004676-01 REVISED	382,255	250,869
		400	5U52PS004676-02	168,772	81,472
Total For Program - Project Grants and Cooperative Agreements for Tuberculosis Control Programs				551,027	332,341
Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices					
	93.130				
		400	5 U68HP11487-07-00	153,458	-
		400	5 U68HP11487-08-00	6,098	-
		400	U68HP11487-06-00	35,129	-
Total For Program - Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices				194,685	-
Injury Prevention and Control Research and State and Community Based Programs					
	93.136				
		400	1U17CE002598-01 REVISED	263,705	-
		400	1U17CE002721-01	27,375	-
		400	5U17CE002598-02	75,958	-
		400	5UF2CE002413-02	501,772	-
		400	5UF2CE002413-03	168,456	128,213
Total For Program - Injury Prevention and Control Research and State and Community Based Programs				1,037,266	128,213
Protection and Advocacy for Individuals with Mental Illness					
	93.138				
		44	60420	60,000	-
		44	3X98SM001897-15S1	582,044	-
		44	5X98SM001897-14	33,765	-
Total For Program - Protection and Advocacy for Individuals with Mental Illness				675,809	-
Projects for Assistance in Transition from Homelessness (PATH)					
	93.150				
		410	2X06SM016015-14	844,904	814,669
		410	2X06SM016015-15	388,286	357,665
Total For Program - Projects for Assistance in Transition from Homelessness (PATH)				1,233,190	1,172,334
Traumatic Brain Injury State Demonstration Grant Program					
	93.234				
		615	1 H21MC26914-01-00	112,518	-
		615	6 H21MC26914-02-01	111,483	-
Total For Program - Traumatic Brain Injury State Demonstration Grant Program				224,001	-
Affordable Care Act (ACA) Abstinence Education Program					
	93.235				
		400	1401INAEGP	289,965	216,661
		400	1501INAEGP	585,207	585,088
Total For Program - Affordable Care Act (ACA) Abstinence Education Program				875,172	801,749

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
State Rural Hospital Flexibility Program	93.241	400	H54RH00042-16-00	203,168	47,985
		400	H54RH00042-17-00	416,834	22,142
Total For Program - State Rural Hospital Flexibility Program				620,002	70,127
Substance Abuse and Mental Health Services_Projcts of Regional and National Significance	93.243	250	1U79SP019419-01	39,119	-
		250	1U79SP020788-01	33,865	-
		400	5H79SM061285-02	24,640	23,902
		400	5H79SM061285-03	709,932	705,188
		400	5H79SM061285-04	190,161	166,068
		410	1H79TI026149-01	206,124	-
		410	1U79SP019419-01	311,263	-
		410	1U79SP020788-01	281,504	-
		410	1U79TI024261-01	277,633	-
		410	5H79SM061285-03	67,920	-
		410	5H79SM061285-04	34,857	-
		410	IU79TI023449-01	2,290,268	-
Total For Program - Substance Abuse and Mental Health Services_Projcts of Regional and National Significance				4,467,286	895,158
Universal Newborn Hearing Screening	93.251	400	2 H61MC23640-04	235,754	-
		400	5 H61MC23640-05-00	42,272	-
		400	H61MC23640-03-00	9,451	-
Total For Program - Universal Newborn Hearing Screening				287,477	-
State Grants for Protection and Advocacy Services	93.267	44	X82MC16925	48,471	-
Total For Program - State Grants for Protection and Advocacy Services				48,471	-
Immunization Cooperative Agreements	93.268	400	5H23IP000723-03	3,388,715	1,406,817
		400	ESTIMATE	2,057,468	548,436
		400	Noncash Assistance	1,437,343	-
Total For Program - Immunization Cooperative Agreements				6,883,526	1,955,253
Adult Viral Hepatitis Prevention and Control	93.270	400	3U51PS004048-03S1	75,663	-
		400	5U51PS004048-03	39,932	-
Total For Program - Adult Viral Hepatitis Prevention and Control				115,595	-
Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283	400	1U50CK000231-01	24	-
		400	1U58DP006024-01	210,111	-
		400	5 NU58DP003884-04-00	719,123	116,023
		400	5 UR3DD000790-03	51,170	-
		400	5U50CK000231-02	(24)	-
		400	5U55DP003020-03	14,821	1,882
		400	5U55DP003020-05	88,810	11,280
		400	5U58DP003884-02	96,275	5,667
		400	5U58DP003884-03	122,214	18,492
		400	0	40,575	-
Total For Program - Centers for Disease Control and Prevention_Investigations and Technical Assistance				1,343,099	153,344

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
National Public Health Improvement Initiative	93.292	400	5U58CD001308-04	63,998	-
Total For Program - National Public Health Improvement Initiative				63,998	-
State Partnership Grant Program to Improve Minority Health	93.296	400	1 STTMP151116-01-00	36,938	-
		400	5 STTMP131101-02-00	63,179	59,380
Total For Program - State Partnership Grant Program to Improve Minority Health				100,117	59,380
Small Rural Hospital Improvement Grant Program	93.301	400	5 H3HRH00003-13-00	262,619	197,779
		400	5 H3HRH00003-14-00	256,141	253,657
		400	H3RH00003-12-00	75,407	64,840
Total For Program - Small Rural Hospital Improvement Grant Program				594,167	516,276
National State Based Tobacco Control Programs	93.305	400	1U58DP005989-01	865,702	-
		400	5 NU58DP005989-02-00	99,183	-
Total For Program - National State Based Tobacco Control Programs				964,885	-
Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program	93.314	400	5 UR3DD000790-04	85,281	-
		400	5 UR3DD000790-05	97,869	-
Total For Program - Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program				183,150	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	400	3U50CK000395-01S1	355,616	-
		400	3U50CK000395-02S1	619,039	-
Total For Program - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)				974,655	-
State Health Insurance Assistance Program	93.324	210	90SA0006-01-01	92,288	-
		210	90SA0006-02-00	862,365	-
		210	90SA0080-01-00	14,528	-
Total For Program - State Health Insurance Assistance Program				969,181	-
Behavioral Risk Factor Surveillance System	93.336	400	5 NU58DP006024-02-00	1,210	-
Total For Program - Behavioral Risk Factor Surveillance System				1,210	-
ACL Independent Living State Grants	93.369	497	16G11NILSG	50,249	50,249
		497	90IS0076-01-00	333,844	333,844
Total For Program - ACL Independent Living State Grants				384,093	384,093
Food Safety and Security Monitoring Project	93.448	400	HHSF223201400135C	11,109	-
		400	HHSF223201510025C	81,256	-
		400	HHSF223201510056C	17,024	-
Total For Program - Food Safety and Security Monitoring Project				109,389	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
ACL Assistive Technology	93.464				
		497	1601INSGAT	149,414	-
		497	90AG0053-01-00	344,049	-
Total For Program - ACL Assistive Technology				493,463	-
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505				
		400	1 X02MC26318-01-00	472,389	299,564
		400	1 X02MC27449-01-00	(12,641)	(66,419)
		400	1 X02MC28219-01-00	554,141	-
		400	D89MC23147-02-04	171,384	-
		400	D89MC23147-02-05	1,517,405	-
		400	D89MC28287	1,809,333	-
		502	1 X02MC26318-01-00	365,094	-
		502	1 X02MC27449-01-00	677,342	-
		502	D89MC23147-02-04	1,121,556	-
		502	D89MC23147-02-05	3,479,669	-
		502	D89MC28287	321,560	-
Total For Program - Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program				10,477,232	233,145
Affordable Care Act (ACA) Grants to States for Health Insurance Premium Review	93.511				
		210	1 PRPPR140082-01-00	285,573	-
		210	1-PRPPR120010-01-00	314,395	-
Total For Program - Affordable Care Act (ACA) Grants to States for Health Insurance Premium Review				599,968	-
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease (ELC) and Emerging Infections Program (EIP) Cooperative Agreements; PPHF	93.521				
		400	1U50CK000395-01	26,160	-
		400	3U50C1000870-S4 & S5	(1,883)	-
		400	5U50CK000395-02	409,764	-
Total For Program - The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease (ELC) and Emerging Infections Program (EIP) Cooperative Agreements; PPHF				434,041	-
State Planning and Establishment Grants for the Affordable Care Act (ACA)s Exchanges	93.525				
		210	HBEIE100021-01-00	-	-
Total For Program - State Planning and Establishment Grants for the Affordable Care Act (ACA)s Exchanges				-	-
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.539				
		400	3H23IP000723-03S1	401,363	-
		400	6 NH23IP000723-04-01	148,813	-
Total For Program - PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds				550,176	-
Promoting Safe and Stable Families	93.556				
		502	1401INF PSS	3,466,865	-
		502	1411INF PCV	372,001	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
Promoting Safe and Stable Families (continued)					
		502	1501INFPSS	4,001,572	-
		502	1511INFPCV	371,803	-
		502	1601INFPSS	355	-
		502	G-1001INFPSS	(97,694)	-
Total For Program - Promoting Safe and Stable Families				<u>8,114,902</u>	<u>-</u>
TANF Cluster					
Temporary Assistance for Needy Families					
93.558	160	1502INTANF		1,331,215	-
	400	1502INTANF		1,507,097	1,507,097
	400	1601INTANF		2,864,771	1,344,702
	500	1102INTANF		3,535,591	-
	500	1202INTANF		8,820,916	-
	500	1302INTANF		3,118,306	-
	500	1402INTANF		10,969,279	-
	500	1502INTANF		51,011,818	-
	500	1601INTANF		10,809,197	-
	502	1102INTANF		(8,225)	-
	502	1202INTANF		(862)	-
	502	1302INTANF		2,373	-
	502	1402INTANF		528	-
	502	1502INTANF		15,972,470	-
	502	1601INTANF		23,931,994	-
	510	1502INTANF		393,180	393,180
	510	1601INTANF		1,946,230	1,325,524
	615	1502INTANF		1,646,254	-
Total For Program - Temporary Assistance for Needy Families				<u>137,852,132</u>	<u>4,570,503</u>
ARRA Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program					
93.714	500	G-0901INTAN2		2,625,000	-
	500	G-1001INTAN2		2,625,000	-
Total For Program - ARRA Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program				<u>5,250,000</u>	<u>-</u>
Total for Cluster - TANF Cluster				<u>143,102,132</u>	<u>4,570,503</u>
Child Support Enforcement					
93.563	22	1504INCSES		4,666,668	-
	22	1604INCSES		1,645,886	-
	502	62300		-	-
	502	62300		-	-
	502	1004IN400		(56)	-
	502	1304IN4005		9,094	-
	502	1404IN4005		6,300,896	5,611,433
	502	1504INCSES		18,486,913	3,657,138
	502	1604INCSES		30,074,221	-
Total For Program - Child Support Enforcement				<u>61,183,622</u>	<u>9,268,571</u>
Refugee and Entrant Assistance_State Administered Programs					
93.566	400	1501INRCMA		395,983	381,624
	400	1601INRCMA		382,499	302,564
	500	1401INRSOC		56,247	6,250
	500	1501INRCMA		421,697	-
	500	1501INRSOC		637,778	132,733
	500	1601INRCMA		1,205,242	-
	500	1601INRSOC		569,760	564,179
Total For Program - Refugee and Entrant Assistance_State Administered Programs				<u>3,669,206</u>	<u>1,387,350</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
CCDF Cluster					
Child Care and Development Block Grant	93.575	405	G1501INCCDF	16,391,246	3,487,964
		405	G1601INCCDF	19,018,875	7,366,928
		405	1502INTANF	16,864,500	-
		405	1601INTANF	47,680,124	-
		500	G1401INCCDF	302,272	-
Total For Program - Child Care and Development Block Grant				<u>100,257,017</u>	<u>10,854,892</u>
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	405	G1501INCCDF	830,974	-
		405	G1501INCCDF	8,514,837	-
		405	G1601INCCDF	8,580,447	-
		405	G1601INCCDF	35,561,365	-
		500	G1401INCCDF	-	-
Total For Program - Child Care Mandatory and Matching Funds of the Child Care and Development Fund				<u>53,487,623</u>	<u>-</u>
Total for Cluster - CCDF Cluster				<u>153,744,640</u>	<u>10,854,892</u>
Refugee and Entrant Assistance_Discretionary Grants	93.576	400	90RX0244-01-00	66,719	66,719
		400	90RX0244-02-00	82,753	82,753
		700	90ZE0189-01-00	197,311	196,319
		700	90ZE189-02-00	162,833	148,333
Total For Program - Refugee and Entrant Assistance_Discretionary Grants				<u>509,616</u>	<u>494,124</u>
Refugee and Entrant Assistance_Targeted Assistance Grants	93.584	500	1301INRTAG-1301INRRTA	64,360	-
		500	1401INRTAG	408,256	286,220
		500	1501INRTAG	161,538	157,604
Total For Program - Refugee and Entrant Assistance_Targeted Assistance Grants				<u>634,154</u>	<u>443,824</u>
State Court Improvement Program	93.586	22	G-1401INSCID	109,099	109,099
		22	G-1401INSCIP	87,673	87,673
		22	G-1401INSCIT	114,554	114,554
		22	G-1501INSCID	33,256	33,256
		22	G-1501INSCIP	69,082	69,082
		22	G-1501INSCIT	105,485	105,485
Total For Program - State Court Improvement Program				<u>519,149</u>	<u>519,149</u>
Community-Based Child Abuse Prevention Grants	93.590	502	1301INFRPG	358,579	-
		502	1401INFRPG	500,272	-
		502	1501INFRPG	255,810	-
Total For Program - Community-Based Child Abuse Prevention Grants				<u>1,114,661</u>	<u>-</u>
Grants to States for Access and Visitation Programs	93.597	502	0901INSAVP	(2,234)	-
		502	1401INSAVP	179,254	-
		502	1501INSAVP	102,834	-
Total For Program - Grants to States for Access and Visitation Programs				<u>279,854</u>	<u>-</u>
Chafee Education and Training Vouchers Program (ETV)	93.599	502	1401INCETV	420,759	-
		502	1501INCETV	598,933	-
Total For Program - Chafee Education and Training Vouchers Program (ETV)				<u>1,019,692</u>	<u>-</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
Head Start	93.600				
		405	05CD0027/04	68,437	22,000
		405	05CD0027-05-00	126,045	21,943
Total For Program - Head Start				194,482	43,943
Adoption and Legal Guardianship Incentive Payments	93.603				
		502	1302INAIPP	1,870,945	-
		502	1502INAIPP	2,351	-
Total For Program - Adoption and Legal Guardianship Incentive Payments				1,873,296	-
The Affordable Care Act Medicaid Adult Quality Grants	93.609				
		503	1F1CMS331113-01-01	147,127	-
Total For Program - The Affordable Care Act Medicaid Adult Quality Grants				147,127	-
Voting Access for Individuals with Disabilities_Grants to States	93.617				
		63	G-1103INVOTE	54,384	-
Total For Program - Voting Access for Individuals with Disabilities_Grants to States				54,384	-
Voting Access for Individuals with Disabilities-Grants for Protection and Advocacy Systems	93.618				
		44	1103INVOTP	4,061	-
		44	1203INVOTP	39,519	-
		44	1303INVOTP	62,151	-
Total For Program - Voting Access for Individuals with Disabilities-Grants for Protection and Advocacy Systems				105,731	-
Developmental Disabilities Basic Support and Advocacy Grants	93.630				
		35	1301INBSDD	219,999	-
		35	1401INBSDD	450,926	-
		35	1501INBSDD	819,636	7,666
		35	1601INBSDD	222,796	-
		44	1501INPADD	382,056	-
		44	1601INPADD	358,190	-
Total For Program - Developmental Disabilities Basic Support and Advocacy Grants				2,453,603	7,666
Children's Justice Grants to States	93.643				
		502	1302INCJA1	83,629	-
		502	1402INCJA1	287,886	-
Total For Program - Children's Justice Grants to States				371,515	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645				
		502	1401INCWSS	5,900,349	-
		502	ESTIMATE	6,456,658	-
Total For Program - Stephanie Tubbs Jones Child Welfare Services Program				12,357,007	-
Foster Care_Title IV-E	93.658				
		502	1101IN1401	-	-
		502	1501INFOST	53,127,876	-
		502	1601INFOST	111,307,541	-
Total For Program - Foster Care_Title IV-E				164,435,417	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
Adoption Assistance	93.659				
		502	1401IN1407	(394,829)	-
		502	1501INADPT	19,839,146	-
		502	1601INADPT	40,954,231	-
Total For Program - Adoption Assistance				60,398,548	-
Social Services Block Grant	93.667				
		32	1502INSOSR	107,642	107,642
		32	1602INSOSR	417,655	101,654
		400	1502INSOSR	359,446	359,446
		400	1602INSOSR	207,297	207,297
		405	1502INSOSR	102,930	-
		405	1602INSOSR	1,894	-
		410	1502INSOSR	608,910	608,910
		410	1602INSOSR	2,868,200	2,868,200
		497	1502INSOSR	3,690,478	42,937
		497	1602INSOSR	1,076,350	40,882
		498	1502INSOSR	4,740,187	4,674,902
		498	1602INSOSR	2,684,408	2,684,705
		502	1402INSOSR	12,823,663	-
		502	1502INSOSR	8,023,435	-
		502	1602INSOSR	7,341,911	-
		615	1502INSOSR	358,760	-
		615	1602INSOSR	976,603	-
Total For Program - Social Services Block Grant				46,389,769	11,696,575
Child Abuse and Neglect State Grants	93.669				
		502	1302INCA01	268,960	-
Total For Program - Child Abuse and Neglect State Grants				268,960	-
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671				
		32	G-1301INFVPS	929	929
		32	G-1401INFVPS	750,082	730,431
		32	G-1501INFVPS	1,098,324	-
Total For Program - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services				1,849,335	731,360
Chafee Foster Care Independence Program	93.674				
		502	1401IN1420	(12,241)	-
		502	1501INCILP	3,616,879	-
Total For Program - Chafee Foster Care Independence Program				3,604,638	-
Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by the Prevention and Public Health Fund (PPHF)	93.733				
		400	6 NH23IP001012-01-01	2,560	-
Total For Program - Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by the Prevention and Public Health Fund (PPHF)				2,560	-
State Public Health Approaches for Ensuring Quitline Capacity Funded in part by Prevention and Public Health Funds (PPHF)	93.735				
		400	1U58DP005317-01 REVISED	194,358	-
		400	5 NU58DP005317-02-00	323,075	-
Total For Program - State Public Health Approaches for Ensuring Quitline Capacity Funded in part by Prevention and Public Health Funds (PPHF)				517,433	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
PPHF Cooperative Agreements for Prescription Drug Monitoring Program Electronic Health Record (EHR) Integration and Interoperability Expansion	93.748	250	1H79T1024479-01	3,434	-
Total For Program - PPHF Cooperative Agreements for Prescription Drug Monitoring Program Electronic Health Record (EHR) Integration and Interoperability Expansion				3,434	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds	93.752	400	3U58DP003884-03S1	484,023	72,784
		400	6 NU58DP003884-04-01	1,321,510	348,607
Total For Program - Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds				1,805,533	421,391
Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program	93.753	400	5UE1EH001262-02	227,054	-
		400	UEH1EH001262-01	163,962	-
Total For Program - Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program				391,016	-
State Public Health Actions to Prevent and Control Diabetes, Heart Disease, Obesity and Associated Risk Factors and Promote School Health financed in part by Prevention and Public Health Funding (PPHF)	93.757	400	3U58DP004806-02S1	225,847	208,682
		400	6 NU58DP004806-03-01	634,364	291,035
Total For Program - State Public Health Actions to Prevent and Control Diabetes, Heart Disease, Obesity and Associated Risk Factors and Promote School Health financed in part by Prevention and Public Health Funding (PPHF)				860,211	499,717
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	32	2B01OT0090-19-14	65,025	65,025
		400	2B01OT0090-19-14	603,165	123,468
Total For Program - Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)				668,190	188,493
Children's Health Insurance Program	93.767	503	05-1505IN1081	26,640,844	-
		503	05-1505IN5021	110,610,648	-
		503	1405IN5021	24,864,565	-
Total For Program - Children's Health Insurance Program				162,116,057	-
Medicaid Cluster					
State Medicaid Fraud Control Units	93.775	46	1501IN5050	1,394,240	-
		46	1601IN5050	3,514,874	-
Total For Program - State Medicaid Fraud Control Units				4,909,114	-
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	400	05-1305-IN-5000	(13,036)	-
		400	05-1405-IN-5000	(72,279)	-
		400	05-1405-IN-5001	(54,209)	-
		400	05-1505-IN-5000	1,890,906	-
		400	05-1505-IN-5001	1,401,582	-
		400	05-1505-IN-5002	80,718	-
		400	05-1505IN-IMPACT	42,897	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
Medicaid Cluster (continued)					
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare (continued)					
	400	05-1605-IN-5000		5,817,736	-
	400	05-1605-IN-5002		181,348	-
	400	05-1605IN-IMPACT		37,541	-
	400	1305IN5001		(6,518)	-
	400	ESTIMATE		<u>4,152,697</u>	-
Total For Program - State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare				<u>13,459,383</u>	-
Medical Assistance Program					
	93.778				
	400	1505IN5ADM		262,880	-
	400	ESTIMATE		49,084	-
	502	1505IN5ADM		(1,319,201)	-
	502	ESTIMATE		5,786,530	-
	503	05-1505INBIPP		5,621,037	-
	503	05-1505INIMPL		147,712	-
	503	05-1505ININCT		2,821,408	-
	503	05-1605IN5MAP		5,880,229,316	-
	503	05-1605INIMPL		568,382	-
	503	05-1605ININCT		6,902,698	-
	503	1005in5map		39,061	-
	503	1405ININCT		(267,750)	-
	503	1505IN5ADM		5,119,347	-
	503	1505IN5ADM		53,187,589	816,346
	503	1505IN5MAP		1,362,851,453	-
	503	ESTIMATE		39,122,182	-
	503	ESTIMATE		228,988,083	2,507,464
	700	1505IN5ADM		750,143	-
	700	ESTIMATE		<u>3,084,406</u>	-
Total For Program - Medical Assistance Program				<u>7,593,944,360</u>	<u>3,323,810</u>
Total for Cluster - Medicaid Cluster				<u>7,612,312,857</u>	<u>3,323,810</u>
Money Follows the Person Rebalancing Demonstration					
	93.791	498	1LICMS300150-01	<u>12,665,009</u>	<u>411,099</u>
Total For Program - Money Follows the Person Rebalancing Demonstration				<u>12,665,009</u>	<u>411,099</u>
Increasing the Implementation of Evidence-Based Cancer Survivorship Interventions to Increase Quality and Duration of Life Among Cancer Patients					
	93.808				
		400	1 NU58DP006110-01-00	<u>72,109</u>	<u>6,222</u>
Total For Program - Increasing the Implementation of Evidence-Based Cancer Survivorship Interventions to Increase Quality and Duration of Life Among Cancer Patients				<u>72,109</u>	<u>6,222</u>
Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).					
	93.815				
		400	3U50CK000395-01S2	<u>181,212</u>	-
Total For Program - Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).				<u>181,212</u>	-
Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities					
	93.817				
		400	U3REP15024-01-00	<u>267,883</u>	<u>268,773</u>
Total For Program - Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities				<u>267,883</u>	<u>268,773</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
U.S. Department of Health and Human Services (continued)					
Section 223 Demonstration Programs to Improve Community Mental Health Services	93.829	410	1H79SM062935-01	141,261	-
Total For Program - Section 223 Demonstration Programs to Improve Community Mental Health Services				141,261	-
ACL Assistive Technology State Grants for Protection and Advocacy	93.843	44	90AV0039-01-00	63,483	-
Total For Program - ACL Assistive Technology State Grants for Protection and Advocacy				63,483	-
State Grants for Protection and Advocacy Services	93.873	44	1601INPATB	24,386	-
Total For Program - State Grants for Protection and Advocacy Services				24,386	-
National Bioterrorism Hospital Preparedness Program	93.889	400	5U90TP000521-04	3,211,046	-
Total For Program - National Bioterrorism Hospital Preparedness Program				3,211,046	-
Grants to States for Operation of Offices of Rural Health	93.913	400	5 H95RH00136-23-00	15,768	12,970
		400	H95H00136-24-01	130,614	105,734
Total For Program - Grants to States for Operation of Offices of Rural Health				146,382	118,704
HIV Care Formula Grants	93.917	400	2 X07HA00033-25-00	18,745,321	221,874
		400	2 X08HA19748-05-00	65,228	65,228
		400	6 X07HA00033-24-02	(21,136)	-
		400	6 X07HA00033-26-01	464,217	-
Total For Program - HIV Care Formula Grants				19,253,630	287,102
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	400	HHSF223201210031c	1,276	-
Total For Program - Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs				1,276	-
HIV Prevention Activities_Health Department Based	93.940	400	5U62PS003682-04	1,667,311	992,903
		400	5U62PS003682-05	996,356	535,673
Total For Program - HIV Prevention Activities_Health Department Based				2,663,667	1,528,576
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	400	1U62PS004949-01	285,361	-
		400	5 NU62PS004949-02-00	22,500	-
		400	5U62PS001599-06	(234)	-
		400	5U62PS003967-03	371,111	-
		400	5U62PS003967-04	299,426	16,806
Total For Program - Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance				978,164	16,806
Assistance Programs for Chronic Disease Prevention and Control	93.945	400	1U58DP004806-01	246,355	-
		400	5 NU58PD004806-03-00	519,828	120,394
		400	5U58DP004806-02	314,952	80,844
		700	5 NU58PD004806-03-00	89,283	-
		700	5U58DP004806-02	1,308	-
Total For Program - Assistance Programs for Chronic Disease Prevention and Control				1,171,726	201,238

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>					
Block Grants for Community Mental Health Services	93.958				
		410	2B09SM010019-14	2,331,128	1,840,455
		410	2B09SM010019-15	6,740,642	5,674,302
		410	3B09SM010019-16S1	100,321	82,505
Total For Program - Block Grants for Community Mental Health Services				<u>9,172,091</u>	<u>7,597,262</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959				
		400	2B08TI010019-14	57,552	53,666
		400	2B08TI010019-15	524,346	524,346
		410	2B08TI010019-14	2,806,018	2,696,031
		410	2B08TI010019-15	27,791,057	27,246,132
Total For Program - Block Grants for Prevention and Treatment of Substance Abuse				<u>31,178,973</u>	<u>30,520,175</u>
Preventive Health Services_Sexually Transmitted Diseases Control Grants	93.977				
		400	5H25PS004337-02	1,008,235	385,122
		400	5H25PS004337-03	482,789	158,223
Total For Program - Preventive Health Services_Sexually Transmitted Diseases Control Grants				<u>1,491,024</u>	<u>543,345</u>
Preventive Health and Health Services Block Grant	93.991				
		32	2B01OT0090-19-15	76,605	76,605
		400	2B01OT0090-19-15	1,123,547	196,225
Total For Program - Preventive Health and Health Services Block Grant				<u>1,200,152</u>	<u>272,830</u>
Maternal and Child Health Services Block Grant to the States	93.994				
		400	6 B04MC29342-01-02	7,553,251	2,360,259
		400	6B04MC29342-01-04	2,908,777	1,470,368
		400	B04MC25339-01	966,992	13,018
		615	6 B04MC29342-01-02	19,539	-
		615	6B04MC29342-01-04	17,729	-
Total For Program - Maternal and Child Health Services Block Grant to the States				<u>11,466,288</u>	<u>3,843,645</u>
Total - U.S. Department of Health and Human Services				<u>8,619,356,966</u>	<u>123,039,342</u>
<u>Corporation for National and Community Service</u>					
State Commissions	94.003				
		510	13CAHIN001	207,965	10,007
		510	16CAHIN001	67,415	2,500
Total For Program - State Commissions				<u>275,380</u>	<u>12,507</u>
AmeriCorps	94.006				
		510	12ACHIN001	555,060	555,060
		510	12AFHIN001	357,685	326,870
		510	12ESHIN001	29,900	29,900
		510	13FXHIN001	277,669	277,669
		510	15ACHIN001	736,132	736,132
		510	15AFHIN001	946,355	946,355
		719	13FXHIN001	207,111	-
Total For Program - AmeriCorps				<u>3,109,912</u>	<u>2,871,986</u>
FY15 Training and Tech Assistance - Regional Training Conferences	94.009				
		510	15TCHIN001	3,575	-
Total For Program - FY15 Training and Tech Assistance - Regional Training Conferences				<u>3,575</u>	<u>-</u>
Total - Corporation for National and Community Service				<u>3,388,867</u>	<u>2,884,493</u>

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>Social Security Administration</u>					
Disability Insurance/SSI Cluster					
Social Security_Disability Insurance	96.001	405	1604INDI00	28,958,957	-
		497	1404INDI00	356,662	-
		497	1504INDI00	15,058,688	-
Total For Program - Social Security_Disability Insurance				44,374,307	-
Total for Cluster - Disability Insurance/SSI Cluster				44,374,307	-
Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries	96.009	44	6 PAB13020323-01-03	99,931	-
		44	6 PAB13020323-01-04	39,636	-
		44	PAB13020323-01-02	6,797	-
Total For Program - Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries				146,364	-
Total - Social Security Administration				44,520,671	-
<u>U.S. Department of Homeland Security</u>					
Boating Safety Financial Assistance	97.012	300	3314FAS140118	(19)	-
		300	3315FAS140118	808,554	33,242
		300	ESTIMATE	689,658	44,051
Total For Program - Boating Safety Financial Assistance				1,498,193	77,293
Community Assistance Program State Support Services Element (CAP-SSSE)	97.023	300	EMC-2015-CA-7002	53,976	-
		300	EMC-2016-CA-7002	120,477	-
Total For Program - Community Assistance Program State Support Services Element (CAP-SSSE)				174,453	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	385	1766DRINP00000001	(442,774)	27,943
		385	17951795DRINP00000001	479,182	159
		385	1997DRINP00000001	93,097	-
		385	Disaster Declaration 4058	209,403	4,189
		385	FEMA-4173-DR	88,071	86,224
Total For Program - Disaster Grants - Public Assistance (Presidentially Declared Disasters)				426,979	118,515
Hazard Mitigation Grant	97.039	385	1740DRINP00000005	20,250	-
		385	1766DRINP00000005	202,527	-
		385	1795DRINP00000005	82,281	-
		385	1828DRINP00000005	1,100	-
		385	1832DRINP00000005	27,216	13,148
		385	1997DRINP00000005	83,661	6,396
		385	4058DRINP00000005	240,017	43,972
Total For Program - Hazard Mitigation Grant				657,052	63,516
National Dam Safety Program	97.041	300	EMW-2013-GR-00084-S01	2,000	-
		300	EMW-2014-GR-APP-00073-S01	28,625	-
		300	EMW-2015-GR-00089-S01	24,929	-
Total For Program - National Dam Safety Program				55,554	-

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

STATE OF INDIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
July 1, 2015 to June 30, 2016
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Business Unit - Note 4	Grant Number	Final SEFA Amounts	
				Federal Awards Expended	Passed Through To Subrecipients
<u>U.S. Department of Homeland Security (continued)</u>					
Emergency Management Performance Grants	97.042				
		110	EMW-2014EP00030-S01	21,522	-
		385	2010-EP-00-0005	(1,836)	-
		385	EMW-2014EP00030-S01	2,279,327	767,669
		385	EMW-2015-EP-0037	1,456,457	486,899
		495	EMW-2014EP00030-S01	16,374	-
		700	EMW-2015-EP-0037	41,216	-
Total For Program - Emergency Management Performance Grants				<u>3,813,060</u>	<u>1,254,568</u>
State Fire Training Systems Grants	97.043				
		385	EMW-2015-GR-00032	20,000	-
Total For Program - State Fire Training Systems Grants				<u>20,000</u>	<u>-</u>
Assistance to Firefighters Grant	97.044				
		385	EMW-2013-FZ-00079	104,267	-
Total For Program - Assistance to Firefighters Grant				<u>104,267</u>	<u>-</u>
Cooperating Technical Partners	97.045				
		300	EMC2012-CA-7008	2,255	-
		300	EMC-2013-CA-7008	96,304	-
		300	EMW-2014-CA-00220-S01	48,283	-
		300	EMW-2015-CA-00093	92,267	-
Total For Program - Cooperating Technical Partners				<u>239,109</u>	<u>-</u>
Pre-Disaster Mitigation	97.047				
		385	EMC-2008-PD-0002 (FY08)	-	-
		385	EMC-2013-PC-0001	28,535	-
		385	EMC-2014-PC-0007	504,488	-
		385	EMC-2015-PC-0010	-	52,692
Total For Program - Pre-Disaster Mitigation				<u>533,023</u>	<u>52,692</u>
Port Security Grant Program	97.056				
		100	EMW-2015-PU-00334-S01	64,864	-
		300	EMW-2015-PU-00606	43,354	-
Total For Program - Port Security Grant Program				<u>108,218</u>	<u>-</u>
Homeland Security Grant Program	97.067				
		100	EMW-2014-SS-00138	234,719	-
		385	EMW-2013-SS-00017-S01	796,391	316,707
		385	EMW-2014-SS-00138	2,999,136	1,758,930
		385	EMW-2015-SS-00049-S01	855,181	723,860
Total For Program - Homeland Security Grant Program				<u>4,885,427</u>	<u>2,799,497</u>
Driver's License Security Grant Program	97.089				
		235	2008-ID-T8-0052	34	-
Total For Program - Driver's License Security Grant Program				<u>34</u>	<u>-</u>
Homeland Security Biowatch Program	97.091				
		400	2006-ST-091-000019-09	30,666	-
		400	2006-ST-091-000019-10	223,826	-
		495	2006-ST-091-000019-09	84,969	-
		495	2006-ST-091-000019-10	121,809	-
Total For Program - Homeland Security Biowatch Program				<u>461,270</u>	<u>-</u>
Total - U.S. Department of Homeland Security				<u>12,976,639</u>	<u>4,366,081</u>
GRAND TOTALS				<u>\$ 12,956,863,158</u>	<u>\$ 1,419,650,035</u>

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

STATE OF INDIANA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Scope of Schedule

All federal awards received by the State of Indiana, as a governmental unit, have been included in the Schedule of Expenditures of Federal Awards except for the programs administered by the component units listed in Note 4.

Note 2. Basis of Presentation

- a. The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the State of Indiana under programs of the federal government for the year ended June 30, 2016. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the State of Indiana, it is not intended to and does not, present the financial position, changes in net assets or cash flows of the State of Indiana.
- b. The source of information for the schedule was obtained from the PeopleSoft accounting system and certified by Auditor of State financial staff; the financial statements were also prepared from this system. Expenditures are separated within the federal programs by the Business Unit (BU) creating the expenditure to the State and by individual grants. See Note 5 for a listing of agencies and BUs.
- c. With regard to Indiana Department of Transportation advance projects, federal expenditures are not included until the U.S. Department of Transportation has confirmed their percentage of participation.

Note 3. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 4. Component Units

The entities listed below are component units for financial statement purposes and receive federal financial assistance. The federal transactions of these entities are not reflected in this schedule. Each of these entities is subject to independent audits in compliance with OMB Circular A-87 and the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations with a fiscal year end date of June 30, except for the Indiana Housing and Community Development Authority which has a calendar year end date of December 31.

STATE OF INDIANA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Purdue University	\$541,338,250
Indiana University	\$954,408,019
Indiana State University	\$106,552,768
Ball State University	\$164,034,555
Vincennes University	\$54,850,890
University of Southern Indiana	\$45,712,278
Ivy Tech State College	\$245,572,943
Indiana Finance Authority	\$35,801,840
Indiana Housing and Community Development Authority	<u>\$352,881,327</u>
 Total	 <u>\$2,501,152,870</u>

Note 5. State Agencies

The following State agencies and related business units (BUs) are included on the Schedule of Expenditures of Federal Awards.

<u>Agency</u>	<u>BU</u>	<u>Agency Name</u>
AC	705	Arts Commission
ADG	110	Adjutant General
AG	46	Attorney General, Office of the
BMV	235	Bureaus of Motor Vehicles
BOAH	351	Board of Animal Health
BS	550	School for the Blind
CHE	719	Commission for Higher Education
CJI	32	Criminal Justice Institute
CRC	258	Civil Rights Commission
DOA	61	Department of Administration
DCS	502	Department of Child Services
DEM	495	Department of Environmental Management
DHS	385	Department of Homeland Security
DNR	300	Department of Natural Resources
DOC	615-616	Department of Correction
DOE	700-718	Department of Education
DOH	400	Department of Health
DOI	210	Department of Insurance
DOL	225	Department of Labor
DOR	90	Department of Revenue
DS	560	School for the Deaf
DOT	800	Department of Transportation
DT	115	Department of Toxicology

STATE OF INDIANA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

<u>Agency</u>	<u>BU</u>	<u>Agency Name</u>
DVA	160	Department of Veterans' Affairs
DWD	510-8510	Department of Workforce Development
EC	63	Election Division
EDC	260	Economic Development Corporation
	405-410-415-	
FSSA	450-497-498- 500-503	Family and Social Services Administration
GPC	35	Governor's Planning Council for People with Disabilities
IOT	67	Office of Technology
IPSC	286	Integrated Public Safety Commission
JC	26	Judicial Center
LETB	103	Law Enforcement Training Board
LT. GOV	036-038	Lieutenant Governor - Dept. of Agriculture
OED	266	Office of Energy Development
PAC	39	Prosecuting Attorney's Council
PASC	44	Protection and Advocacy Services Commission
PDC	610	Public Defender Council
PLA	250	Professional Licensing Agency
SL	730	State Library
SP	100	State Police
URC	200	Utility Regulatory Commission
VH	570	Veterans' Home

Note 6. State Unemployment Insurance Benefits

State Unemployment Insurance Benefits represent the funds returned from the U.S. Treasury for unemployment benefits. The amount does not exclude the Overpayment Recoupments of \$46,947,040 that were recovered during the fiscal year. The State collects unemployment taxes from employers and deposits them in the Unemployment Insurance Trust Fund to be used by the State. The Trust Fund is accounted for within Business Unit 8510 on the Schedule of Expenditures of Federal Awards.

Note 7. Noncash Assistance

The State expended the following amount of noncash assistance for the year. This noncash assistance is also included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Federal CDFA Number</u>	<u>Noncash Assistance Expended FY 16</u>
National School Lunch Program (DOE)	10.555	\$ 40,380,830
Summer Food Service Program for Children (DOE)	10.559	44,411
Commodity Supplemental Food Program (DOH)	10.565	773,567
The Emergency Food Assistance Program (DOH)	10.568	12,958,179
Donation of Federal Surplus Personal Property (DOA)	39.003	7,215,477
Immunization Grants (DOA)	93.268	1,437,343

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	yes
Noncompliance material to financial statements noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	no
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	no

Identification of major programs and type of auditor's report issued on compliance:

CFDA Number	Name of Federal Program or Cluster	Type of Auditor's Report
--	SNAP Cluster	Qualified
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	Unmodified
12.401	National Guard Military Operations and Maintenance (O&M) Projects	Unmodified
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii WIA/WIOA Cluster	Unmodified
--	Highway Planning and Construction Cluster	Qualified
20.319	High-Speed Rail Corridors and Intercity Passenger Rail Service - Capital Assistance Grants	Unmodified
84.010	Title I Grants to Local Educational Agencies Special Education Cluster (IDEA)	Unmodified
84.367	Improving Teacher Quality Grants to State	Unmodified
84.377	School Improvement Grants	Unmodified
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States	Qualified
--	TANF Cluster	Qualified
93.563	Child Support Enforcement	Qualified
93.659	Adoption Assistance	Unmodified
93.667	Social Service Block Grant	Unmodified
93.767	Children's Health Insurance Plan (CHIP)	Unmodified
--	Medicaid Cluster	Unmodified
--	Disability Insurance/SSI Cluster	Unmodified
93.959	Block Grant for Prevention and Treatment of Substance Abuse	Unmodified

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Dollar threshold used to distinguish between Type A and Type B programs: \$30,000,000

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

FINDING 2016-001 - RECONCILIATIONS BETWEEN KIDTRAKS AND ENCOMPASS

The Indiana Department of Child Services (DCS) maintained a subsidiary system, KidTraks. DCS did not perform a comprehensive reconciliation between expenses recorded in KidTraks and expenses posted to the State's accounting system, ENCOMPASS. Management of DCS had not designed and implemented adequate controls to sufficiently compensate for this deficiency.

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed DCS at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements, and incorrect decision making. An Agency's control environment consists of the overall attitude, awareness and actions of management and the governing board or commission. This would include establishing and monitoring policies for developing and modifying accounting systems and control procedures. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

Each agency, department, quasi, institution or office should have internal controls in effect to provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of managements' objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and forms of information processing are part of an internal control system. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

System controls are in effect on the ENCOMPASS financial accounting system, which is the official book of record for the State; however, each agency is responsible for controls in any subsidiary systems used or other records maintained. At all times, the agency's manual and subsidiary ledgers should reconcile with ENCOMPASS. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2016-002 - INTERNAL CONTROLS OVER ENCOMPASS ACCOUNTING SYSTEM

There were internal control and security issues in the State's ENCOMPASS accounting system. The issues included deficiencies in the following areas:

- approval processes
- segregation of duties
- password controls
- system access
- system monitoring controls

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the State at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected, and corrected, material misstatements in a timely manner.

It is critical that an agency approver, whether it be approval of a deposit, payment, journal entry or asset entry, be cognizant of the various funds, accounts, departments and programs of his/her agency in order that incorrect entries be returned to the entry staff for correction prior to approval. It is not the responsibility of the AOS staff to be aware of all operations within an agency and how they should be recorded. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 2.4)

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of managements' objectives, and compliance with laws and regulations. Segregation of duties and safeguarding controls over cash, all other assets, and all forms of information processing are necessary for proper internal control.

Segregation of duties is the concept of having different people do different tasks within the organization. It provides the foundation of good internal control by assuring that no one individual has the capability to perpetuate and conceal errors or irregularities in the normal course of their authorized duties. Segregation of duties is achieved within information technology systems by appropriate assignment of security profiles that define the data the users can access and the functions that they can perform. Access must be restricted to the minimum required for the user to perform their job function. Access rights must be periodically reviewed and approved by management. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 14.2)

Reporting of user access rights to system functional capabilities and information, as well as reporting of security definitions such as configuration parameters, workflow approval hierarchy, thresholds, and override capabilities must be available to, and easily understood by, management and State Board of Accounts' Field Examiners during the course of a regularly scheduled audit. These security definitions and user access rights must enforce adequate segregation of duties for the accounting system. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 14.3.4)

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2016-003 - PERIOD OF PERFORMANCE

Federal Agency: U.S. Department of Labor

Federal Program: WIA/WIOA Youth Activities

CFDA Number: 17.259

Federal Award Numbers and Years (or Other Identifying Numbers): AA-26778-15-55-A-18

Condition

Management of the Department of Workforce Development (DWD) had not established an effective internal control system related to the grant agreement and the Period of Performance compliance requirement. Controls in place were not effective to ensure that expenditures were paid from a grant year that was open at the time that the underlying obligation occurred.

Period of performance testing included conducting an original sample of twenty-five adjustment transactions. Four of these transactions were posted to a grant year that was not open at the time that the underlying obligation occurred. Upon further testing, we identified all four of the transactions were part of a single journal entry, whereas all transactions within that journal entry were obligated prior to the start of the grant year. Expenditures that are posted outside of the period of performance were considered questioned costs. The total of known questioned costs was \$64,857.51.

Context

In the original sample of twenty-five adjustment transactions, each of the four errors found were contained in a single journal entry. Thus, the issue was determined to be an isolated instance.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 215.28 states: "Where a funding period is specified, a recipient may charge to the grant only allowable costs resulting from obligations incurred during the funding period and any pre-award costs authorized by the Federal awarding agency."

Cause

Management's system of internal controls was not effective in preventing, or detecting and correcting, noncompliance.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to DWD.

Questioned Costs

The total of known questioned costs was \$64,857.51.

Recommendation

We recommended that DWD's management establish effective controls related to the grant agreement and compliance requirement listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

Finding 2016-004 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grant/State's program
and Non-Entitlement Grants in Hawaii

CFDA Number: 14.228

Federal Award Numbers and Years (or Other Identifying Numbers): B-06-DC-18-0001, B-07-DC-18-0001,
B-08-DC-18-0001, B-08-DF-18-0001,
B-08-DI-18-0001, B-09-DC-18-0001,
B-10-DC-18-0001, B-11-DC-18-0001,
B-12-DC-18-0001, B-13-DC-18-0001,
B-14-DC-18-0001, B-15-DC-18-0001,
B-08-DI-18-0001

Repeat Finding

A similar finding was noted in the prior Fiscal Year 2015 audit as Finding 2015-007.

Condition

Management of the Office of Community and Rural Affairs (OCRA) had not established an effective internal control system related to the grant agreement and the Subrecipient Monitoring compliance requirement. Controls were not in place to ensure that all subrecipients received an audit if the requirements of OMB Circular A-133 or 2 CFR 200, Subpart F, were met. Testing revealed that OCRA had not monitored all subrecipients for this requirement.

Context

Subrecipients were only monitored by OCRA for compliance with OMB Circular A-133 or 2 CFR 200, Subpart F, if their grant awards had been closed during the fiscal year. For subrecipients that had awards ongoing, OCRA had not monitored subrecipients for compliance with the audit requirement. OCRA maintained a spreadsheet of subrecipients whose grant was closed. When the grant was closed, the spreadsheet was to be updated as the subrecipients were monitored for compliance with the audit requirement. Our review of the spreadsheet showed that one person was responsible for maintaining the spreadsheet.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

OMB Circular A-133, Subpart D, section .400 states in part:

". . . (d) **Pass-through entity responsibilities.** A pass-through entity shall perform the following for the Federal awards it makes: . . .

- (4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year. . . ."

2 CFR 200.331 states in part:

"All pass-through entities must: . . .

- (f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient's Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements. . . ."

Cause

Management of OCRA had not established an effective internal control system related to subrecipient monitoring of audits of federal awards that would have prevented, or detected and corrected material noncompliance. In addition, OCRA had not monitored subrecipient audits throughout the term of the grant award, and instead only monitored for audits at the time of closeout of the project.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected. Non-compliance of the grant agreement or the compliance requirements could have resulted in the loss of federal funds to OCRA.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that OCRA's management establish controls, related to the grant agreement and subrecipient monitoring and to implement procedures to properly monitor subrecipients for the audit requirements as indicated in the criteria above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-005 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Agriculture

Federal Program: Special Supplemental Nutrition Program for Women, Infants, and Children

CFDA Number: 10.557

Federal Award Numbers and Years (or Other Identifying Numbers): 61900, 2IN700002, 2IN700002 #5,
2IN700012, 2IN700012-00,
2IN810001-8 & ESTIMATE

Condition

Management of the Indiana State Department of Health (ISDH) had not established an effective internal control system related to the grant agreement and the Subrecipient Monitoring compliance requirement. Controls were not in place to ensure that all subrecipients received an audit if the requirements of the OMB Circular A-133 or 2 CFR 200, Subpart F, were met. Testing revealed that ISDH had not monitored all subrecipients for this requirement.

Context

ISDH had not evaluated all subrecipients' need for a Federal audit based on all Federal funds expended, but only on funds that were passed through by ISDH. ISDH provided a list of all subrecipients; of which, 15 were identified to reflect those they expected to qualify for an audit. No further follow up was noted.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

OMB Circular A-133, Subpart D, section .400 states in part:

". . . (d) **Pass-through entity responsibilities.** A pass-through entity shall perform the following for the Federal awards it makes: . . .

- (4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year. . . ."

2 CFR 200.331 states in part:

"All pass-through entities must: . . .

- (f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient's Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements. . . ."

Cause

Management of ISDH had not established an effective internal control system related to subrecipient monitoring of audits of federal awards that would have prevented, or detected and corrected material noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected. Non-compliance of the grant agreement or the compliance requirements could have resulted in the loss of federal funds to ISDH.

Recommendation

We recommended that ISDH's management establish controls, related to the grant agreement and subrecipient monitoring, and to implement procedures to properly monitor subrecipients for the audit requirements as indicated in the criteria above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2016-006 - ACTIVITIES ALLOWED OR UNALLOWED, ALLOWABLE COSTS/COST PRINCIPLES, AND SPECIAL TESTS AND PROVISIONS - FOOD INSTRUMENT AND CASH-VALUE VOUCHER DISPOSITION

Federal Agency: U.S. Department of Agriculture

Federal Program: Special Supplemental Nutrition Program for Women, Infants, and Children

CFDA Number: 10.557

Federal Award Numbers and Years (or Other Identifying Numbers): 61900, 2IN700002, 2IN700002 #5,
2IN700012, 2IN700012-00,
2IN810001-8 & ESTIMATE

Condition

Management of the Indiana State Department of Health (ISDH) had not established an effective internal control system related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - Food Instrument and Cash-Value Voucher Disposition.

Context

ISDH relied on their contracted service organization to ensure these requirements were met. ISDH contracted with one service organization to issue Food Instruments (FI) and/or Cash Value Vouchers (CVV) and contracted with a different service organization to issue Electronic Benefits Transfer (EBT cards). These services organization submitted to ISDH a monthly summary report that showed the total FI/CVV/EBT issued, redeemed, and expired/unredeemed benefits for that month. ISDH had not received detailed reports to determine the ultimate disposition of all FI/CVV/EBTs within 120 days of the first valid date for participant use, nor did it have controls in place to ensure the service providers were monitoring this requirement.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management of ISDH had not established a system of internal controls related to Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - Food Instrument and Cash-Value Voucher Disposition compliance requirements, which would have prevented, or detected and corrected material noncompliance. ISDH relied on the contracted service organization to ensure that these requirements were met.

Effect

The failure to establish an effective internal control system placed ISDH at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended that ISDH's management establish controls related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-007 - SPECIAL TESTS AND PROVISIONS - WAGE RATE REQUIREMENTS

Federal Agency: U.S. Department of Transportation

Federal Program: Highway Planning and Construction

CFDA Number: 20.205

Federal Award Numbers and Years (or Other Identifying Numbers): Estimated \$, N4510.705,
N4510.770, N4510.774,
RTA-000-1661, 4510.802,
RT14003, RT14009, various

Repeat Finding

A similar finding was noted in the prior Fiscal Year 2015 audit as Finding 2015-011.

Condition

Management of the Indiana Department of Transportation (INDOT) had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions - Wage Rate Requirements compliance requirement. Additionally, certified payrolls were not submitted and received by INDOT timely.

Context

We selected a sample of sixty contractors and subcontractors that were active during the audit period and requested INDOT to provide copies of certified payrolls for the audit period. All certified payrolls were sent to and maintained by the project engineers until the project was completed and were then sent

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

to the INDOT District office to be held for audit. Due to the number of errors in the first eleven items of the sample, we did not test the remaining 49 items. Five of eleven of the contractors' and subcontractors' certified payrolls in the sample were provided by INDOT, but had not included the dates the certified payrolls were received by INDOT. Thus, we could not verify that they were submitted weekly. Of the remaining six, four had not submitted weekly. Submission ranged between 8 and 20 days after the end of the pay period.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 5.5(3)(ii)(A) states in part:

"The contractor shall submit weekly for each week in which any contract work is performed a copy of all payrolls to the U.S. Department of Transportation if the agency is a party to the contract, but if the agency is not such a party, the contractor will submit the payrolls to the applicant, sponsor, or owner, as the case may be, for transmission to the U.S. Department of Transportation. . . ."

Cause

Management of INDOT had not developed a system of internal controls over the Special Tests and Provisions - Wage Rate Requirements compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to INDOT.

Recommendation

We recommended that INDOT's management establish controls related to the grant agreement and the Special Tests and Provisions - Wage Rate Requirements compliance requirement to ensure the certified payrolls are received weekly and are readily available for audit.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-008 - SPECIAL TESTS AND PROVISIONS - QUALITY ASSURANCE PROGRAM

Federal Agency: U.S. Department of Transportation
Federal Program: Highway Planning and Construction
CFDA Number: 20.205

Federal Award Numbers and Years (or Other Identifying Numbers): Estimated \$, N4510.705,
N4510.770, N4510.774,
RTA-000-1661, 4510.802,
RT14003, RT14009, various

Repeat Finding

A similar finding was noted in the prior Fiscal Year 2015 audit as Finding 2015-010.

Condition

Management of the Indiana Department of Transportation (INDOT) had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions - Quality Assurance Program compliance requirement. Two instances were noted in which the individual tester, that tests materials used in the construction of roadway, was not qualified on the date that the test was performed.

Context

We selected a sample of 40 individual tests to verify that the testing of roadway construction material was performed by qualified testing personnel. Two instances were noted in which the individual tester was not qualified on the date that the test was performed. One individual did not have any record of being qualified for the test performed and the second tester's qualifications expired 17 months before the test date and was not requalified until 2 months after the test date.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

23 CFR 637.205(d) states: "*Verification sampling and testing.* The verification sampling and testing are to be performed by qualified testing personnel employed by the STD or its designated agent, excluding the contractor and vendor."

Cause

Management of INDOT had not developed a system of internal controls over the Special Tests and Provisions - Quality Assurance Program compliance requirement, which would have prevented, or detected and corrected, material noncompliance

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to INDOT.

Recommendation

We recommended that INDOT's management establish controls related to the grant agreement and Special Tests and Provisions - Quality Assurance Program compliance requirement to ensure all testing is performed by qualified testing personnel.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-009 - CASH MANAGEMENT

Federal Agency: U.S. Department of Education

Federal Programs: Title I Grants to Local Educational Agencies, Special Education Cluster (IDEA),
Improving Teacher Quality State Grants, School Improvement Grants

CFDA Numbers: 84.010, 84.027, 84.173, 84.367, 84.377

Federal Award Numbers and Years (or Other Identifying Numbers): S010A110014, S010A120014,
S010A130014, S010A140014,
S010A150014, H027A110084,
H027A130135, H027A140084,
H027A150084, H173A110104,
H173A120104, H173A130104,
H173A140104, H173A150104,
S367A130013, S367A140013,
S367A150013, S377A120015,
S377A130015

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-026.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the Cash Management compliance requirement. IDOE had not monitored their subrecipients to ensure the requirements of the Cash Management compliance requirement were met.

Context

Policies and procedures were not in place to monitor subrecipients for the Cash Management compliance requirement; therefore, no monitoring was performed to ensure subrecipients minimized the time elapsing between the transfer of federal funds from IDOE and the disbursement of funds by the subrecipient for program purposes.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

34 CFR 80.37(a) states:

"*States.* States shall follow state law and procedures when awarding and administering subgrants (whether on a cost reimbursement or fixed amount basis) of financial assistance to local and Indian tribal governments. States shall:

- (1) Ensure that every subgrant includes any clauses required by Federal statute and executive orders and their implementing regulations;
- (2) Ensure that subgrantees are aware of requirements imposed upon them by Federal statute and regulation;
- (3) Ensure that a provision for compliance with §80.42 is placed in every cost reimbursement subgrant; and

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (4) Conform any advances of grant funds to subgrantees substantially to the same standards of timing and amount that apply to cash advances by Federal agencies."

34 CFR 80.26(b) states in part:

"*Subgrantees.* State or local governments, as those terms are defined for purposes of the Single Audit Act Amendments of 1996, that provide Federal awards to a subgrantee, which expends \$300,000 or more (or other amount as specified by OMB) in Federal awards in a fiscal year, shall: . . .

- (2) Determine whether the subgrantee spent Federal assistance funds provided in accordance with applicable laws and regulations. This may be accomplished by reviewing an audit of the subgrantee made in accordance with the Act, OMB Circular A-133, or through other means (e.g., program reviews) if the subgrantee has not had such an audit; . . ."

2 CFR 200.305 states in part:

". . . (b) For non-Federal entities other than states, payments methods must minimize the time elapsing between the transfer of funds from the United States Treasury or the pass-through entity and the disbursement by the non-federal entity whether the payment is made by electronic funds transfer, or issuance or redemption of checks, warrants, or payment by other means. . . ."

2 CFR 200.331 states in part:

"All pass-through entities must:

- (a) Ensure that every subaward is clearly identified to the subrecipient as a subaward and includes the following information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. . . .
- (2) All requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations and the terms and conditions of the Federal award.
- (3) Any additional requirements that the pass-through entity imposes on the subrecipient in order for the pass-through entity to meet its own responsibility to the Federal awarding agency including identification of any required financial and performance reports; . . .
- (d) Monitor the activities of the subrecipient as necessary 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 subaward performance goals are achieved. . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Cash Management compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to IDOE.

Recommendation

We recommended that IDOE's management establish controls related to the grant agreement and Cash Management compliance requirement to ensure all subrecipients are properly monitored for compliance with the requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-010 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Education

Federal Programs: Title I Grants to Local Educational Agencies, Improving Teacher Quality State Grants

CFDA Numbers: 84.010; 84.367

Federal Award Numbers and Years (or Other Identifying Numbers): S010A110014; S010A120014;
S010A130014; S010A140014;
S010A150014; S367A130013;
S367A140013; S367A150013

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-028.

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system, which would have included segregation of duties, in order to ensure compliance with requirements related to the grant agreement and the Subrecipient Monitoring compliance requirements. Additionally, IDOE could not provide for audit supporting documentation that subrecipients were provided the proper federal award information at the time of the subaward or to ensure the subrecipients received an audit if the requirements of 2 CFR 200, Subpart F were met.

Context

Award Identification - We selected a sample of 120 local educational agencies (LEAs) which received Title I or Improving Teacher Quality funding during the 2013-2014, 2014-2015, or 2015-2016 school years. All sampled LEAs that received Title I funding, in any of the three aforementioned school years, were not provided the proper federal award information at the time of the subaward. Additionally, all LEAs which received Improving Teacher Quality funding, during the 2013-2014 and 2014-2015 school years, were not provided the proper federal award information at the time of the subaward.

Audit Reports - IDOE relied on the Indiana State Board of Accounts to provide them with an audit report of their subrecipients. IDOE had not maintained a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.210 states in part:

"A Federal award must include the following information:

- (a) *General Federal Award Information.* The Federal awarding agency must include the following general Federal award information in each Federal award:
 - (1) Recipient name (which must match registered name in DUNS);
 - (2) Recipient's DUNS number . . . ;
 - (3) Unique Federal Award Identification Number (FAIN);
 - (4) Federal Award Date . . . ;
 - (5) Period of Performance Start and End Date;
 - (6) Amount of Federal Funds Obligated by this action;
 - (7) Total Amount of Federal Funds Obligated;
 - (8) Total Amount of the Federal Award;
 - (9) Budget Approved by the Federal Awarding Agency;
 - (10) Total Approved Cost Sharing or Matching, where applicable;
 - (11) Federal award project description (to comply with statutory requirements . . .);
 - (12) Name of Federal awarding agency and contact information for awarding official;
 - (13) CFDA Number and Name;
 - (14) Identification of whether the award is R&D; and
 - (15) Indirect cost rate for the Federal award . . . "

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.331 states in part:

"All pass-through entities must: . . .

(f) Verify that every subrecipient is audited as required by Subpart F --Audit Requirements of this part when it is expected that the subrecipient's Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit Requirements. . . ."

OMB Circular A-133, Subpart D, section .400(d) states in part:

"A pass-through entity shall perform the following for the Federal awards it makes:

(1) Identify Federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R&D, and name of Federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the Federal award. . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Subrecipient Monitoring compliance requirement, which would have prevented, or detected and corrected, material non-compliance.

Effect

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to IDOE.

Recommendation

We recommended IDOE's management establish internal controls, policies, and procedures related to the grant agreement and Subrecipient Monitoring compliance requirement to ensure the compliance is met.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-011 - PERIOD OF PERFORMANCE

Federal Agency: U.S. Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): S010A110014, S010A120014,
S010A130014, S010A140014,
S010A150014

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the Period of Performance compliance requirement. Controls designed and implemented to detect and correct noncompliance with the Period of Performance requirements were ineffective in ensuring that expenditures with Title I funds were made in the Period of Performance.

Context

Nine payments totaling \$3,909 were made from the 2011 grant project to one vendor for services provided during fiscal year 2016. Although these payments were posted to the 2011 grant year records as a Federal expenditure, the funds were not drawn down from the Federal Government. Subsequent to the audit period, four of the nine payments which totaled \$1,963 were transferred from the 2011 project to the 2015 project. The remaining five payments totaling \$1,946 were still posted to the 2011 project.

During fiscal year 2015, twelve payments totaling \$4,113 were made to the same vendor and charged to the 2011 project. None of the twelve payments were transferred to the appropriate project year records or drawn down from the Federal Government prior to the end of the period of performance. Therefore, these payments can no longer be drawn down from the Federal Government. As a result, these expenditures were incorrectly included in the Schedule of Expenditures of Federal Awards (SEFA). Since funds were not drawn down incorrectly for each issue discovered, we did not take exception to the incorrect postings. However, due to these incorrect postings, controls in place were not effective in preventing, or detecting and correcting possible noncompliance.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Period of Performance compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish an effective internal control system placed IDOE at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended IDOE's management establish controls related to the grant agreement and Period of Performance compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-012 - ELIGIBILITY, EARMARKING, SUSPENSION AND DEBARMENT

Federal Agency: U.S. Department of Education

Federal Program: School Improvement Grants

CFDA Number: 84.377

Federal Award Numbers and Years (or Other Identifying Numbers): S377A120015, S377A130015

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-029 and 2015-030.

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the following compliance requirements: Eligibility, Earmarking, and Suspension and Debarment.

Context

School Improvement Grants (SIG) participants were awarded federal funding on a three or five year model. Schools were required to submit a new application in the first year of program participation and a renewal application in subsequent years of program participation. There were no documented segregations of duties over the new or renewal application process. One person was responsible for ensuring compliance with each requirement. Eligibility, Earmarking, and Suspension and Debarment compliance requirements were performed by IDOE during the new and renewal application process. Therefore, segregations of duties over the identified compliance requirements were not in place.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management of IDOE had not developed a system of internal controls over the compliance requirement listed above, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system placed IDOE at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended IDOE's management establish controls related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-013 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Education

Federal Program: School Improvement Grants

CFDA Number: 84.377

Federal Award Numbers and Years (or Other Identifying Numbers): S377A120015, S377A130015

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-031.

Condition

Management of the Indiana Department of Education (IDOE) had not designed and implemented an effective internal control system related to the grant agreement and the Subrecipient Monitoring compliance requirement. Controls were not in place to ensure that all subrecipients received an audit if the requirements of OMB Circular A-133 or 2 CFR 200, Subpart F, were met. Not all subrecipients were monitored for audits during the award period.

Context

IDOE relied on the Indiana State Board of Accounts to provide them with an audit report of their subrecipients. IDOE had not maintained a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

OMB Circular A-133, Subpart D, section .400 states in part:

"A pass-through entity shall perform the following for the Federal awards it makes: . . .

(4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year. . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Subrecipient Monitoring compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to IDOE.

Recommendation

We recommended IDOE's management establish internal controls, policies, and procedures related to the grant agreement and Subrecipient Monitoring compliance requirement to ensure compliance.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-014 - PERIOD OF PERFORMANCE

Federal Agency: U.S. Department of Education

Federal Program: Special Education Cluster (IDEA)

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): H027A110104, H027A130084,
H027A140084, H027A150084,
H173A110104, H173A120104,
H173A130104, H173A140104,
H173A150104

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the Period of Performance compliance requirement. Controls were not in place to ensure expenditures were properly posted to the appropriate grant award.

Context

Our original testing of 25 transactions identified 5 transactions totaling \$2,110 that were posted as a Federal expenditure to the 2013 grant year records. These transactions were obligated after the end of the period of performance of the 2013 grant year. Due to the errors, additional testing was performed. In the additional test of 20 transactions, there were 10 transactions totaling \$151,123 that were posted to the grant year records outside the period of performance. Upon further inquiry, it was discovered that although these transactions were posted to the 2013 grant year records as a Federal expenditure, the funds were not drawn down from the Federal Government. As a result, these expenditures were incorrectly included in the Schedule of Expenditures of Federal Awards (SEFA). We did not take exception to these incorrect postings; however, controls in place were not effective in preventing, or detecting and correcting, possible noncompliance.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Period of Performance compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish an effective internal control system placed IDOE at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended IDOE's management establish controls related to the grant agreement and Period of Performance compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-015 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Education

Federal Program: Special Education Cluster (IDEA)

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): H027A110084, H027A130084,
H027A140084, H027A150084,
H173A110104, H173A120104,
H173A130104, H173A140104,
H173A150104

Condition

Management of the Indiana Department of Education (IDOE) had not designed and implemented an effective internal control system over the Subrecipient Monitoring compliance requirement. Controls were not in place to ensure that all subrecipients received the proper monitoring. Additionally, our testing revealed that not all subrecipients were monitored to ensure compliance with obtaining an audit if the requirements of OMB Circular A-133 or 2 CFR 200, Subpart F, were met during the audit period.

Context

Award Identification - Award letter templates for the sub award notifications were prepared by the Part B Grants Supervisor each year. Another employee of the Office of Special Education completed the template and sent the letters out to the LEAs. After the pertinent information was entered into the award letter by an employee of the Office of Special Education, there was no other review, oversight, or approval.

During Award Monitoring - Fiscal monitoring tracking spreadsheet was maintained by the Part B Grants Supervisor each year; there was no other review, oversight, or approval.

Audit Reports - During the audit period, there was no tracking of the determination of whether or not the subrecipient should have received an audit and whether or not they had received an audit. IDOE relied on the Indiana State Board of Accounts to provide them with an audit report of their subrecipients. IDOE had not maintained a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

OMB Circular A-133, Subpart D, section .400 states in part:

"A pass-through entity shall perform the following for the Federal awards it makes: . . .

(4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year. . . ."

2 CFR 200.331 states in part:

"All pass-through entities must . . .

(f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient's Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements. . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Subrecipient Monitoring compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to IDOE.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended IDOE's management establish internal controls, policies, and procedures related to the grant agreement and Subrecipient Monitoring compliance requirement to ensure compliance.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-016 - SPECIAL TESTS AND PROVISIONS - ACCESS TO FEDERAL FUNDS FOR NEW OR SIGNIFICANTLY EXPANDED CHARTER SCHOOLS

Federal Agency: U.S. Department of Education

Federal Program: Special Education Cluster (IDEA)

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): H027A110084, H027A130084,
H027A140084, H027A150084,
H173A110104, H173A120104,
H173A130104, H173A140104,
H173A150104

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions compliance requirement - Access to Federal Funds for New or Significantly Expanded Charter Schools.

Context

The Part B Grants Supervisor maintained an allocation spreadsheet for new charter schools during the audit period that calculated the allocations going to the various new charter schools; however, the supervisor was the only individual involved in this process and there was no other review, oversight, or approval.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Special Tests and Provisions - Access to Federal Funds for New or Significantly Expanded Charter Schools compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system placed IDOE at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended IDOE's management establish controls related to the grant agreement and Special Tests and Provisions - Access to Federal Funds for New or Significantly Expanded Charter Schools compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-017 - LEVEL OF EFFORT AND EARMARKING

Federal Agency: U.S. Department of Education

Federal Program: Special Education Cluster (IDEA)

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): H027A110084, H027A130084,
H027A140084, H027A150084,
H173A110104, H173A120104,
H173A130104, H173A140104
H173A150104

Condition

Management of the Indiana Department of Education (IDOE) had not established an effective internal control system related to the grant agreement and the Level of Effort and Earmarking compliance requirement.

Context

The Part B Grants Supervisor maintained a tracking spreadsheet for Level of Effort and Earmarking during the audit period that calculated the maintenance of effort as well as the allocations for the LEAs; however, the supervisor was the only individual involved in this process and there was no other review, oversight, or approval.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management of IDOE had not developed a system of internal controls over the Special Tests and Provisions - Access to Federal Funds for New or Significantly Expanded Charter Schools compliance requirement, which would have prevented, or detected and corrected, material noncompliance.

Effect

The failure to establish an effective internal control system placed IDOE at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Recommendation

We recommended IDOE's management establish controls related to the grant agreement and Special Tests and Provisions - Access to Federal Funds for New or Significantly Expanded Charter Schools compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2016-018 - CASH MANAGEMENT

Federal Agency: U.S. Department of Health and Human Services

Federal Program: Child Support Enforcement

CFDA Number: 93.563

Federal Award Numbers and Years (or Other Identifying Numbers): 1004IN400, 1304IN4005,
1404IN4005, 1504INCSES,
1604INCSES

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-015.

Condition

Management of the Department of Child Services (DCS) had not established an effective internal control system related to the grant agreement and the Cash Management compliance requirement. DCS had not monitored their subrecipients to ensure the requirements of the Cash Management Compliance requirement were met.

Context

Policies and procedures were not in place to monitor subrecipients for Cash Management compliance requirements; therefore, no monitoring was performed to ensure subrecipients minimized the time elapsing between the transfer of federal funds from DCS and the disbursement of funds by the subrecipient for program purposes.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.331 states in part:

". . . (d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; . . ."

2 CFR 200.305 states in part:

". . . (b) For non-Federal entities other than states, payments methods must minimize the time elapsing between the transfer of funds from the United States Treasury or the pass-through entity and the disbursement by the non-Federal entity whether the payment is made by electronic funds transfer, or issuance or redemption of checks, warrants, or payment by other means. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management of DCS had not developed a system of internal controls over the Cash Management compliance requirement, which would have prevented, or detected and corrected material noncompliance.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to DCS.

Recommendation

We recommended that DCS management establish policies, procedures, and controls related to the grant agreement and the Cash Management compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-019 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Health and Human Services

Federal Program: Child Support Enforcement

CFDA Number: 93.563

Federal Award Numbers and Years (or Other Identifying Numbers): 1004IN400, 1304IN4005,
1404IN4005, 1504INCSES,
1604INCSES

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-014.

Condition

Management of the Indiana Department of Child Services (DCS) had not designed and implemented an effective internal control system over the grant agreement and Subrecipient Monitoring compliance requirement. Controls were not in place to ensure that all subrecipients received an audit if the requirements of 2 CFR 200, Subpart F, were met. Additionally, controls were not in place to ensure that all subrecipients were monitoring during the award period. Furthermore, testing revealed that not all subrecipients were monitored during the award period.

Context

Out of 92 subrecipients, DCS only monitored one-third during the audit period. DCS had not developed a method to evaluate risk of noncompliance for each subrecipient. The subrecipients selected for monitoring were selected at random.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.331 states in part:

". . . (b) Evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring described in paragraphs (d) and (e) of this section, which may include consideration of such factors as:

- (1) The subrecipient's prior experience with the same or similar subawards;
- (2) The results of previous audits including whether or not the subrecipient receives a Single Audit in accordance with Subpart F—Audit Requirements of this part, and the extent to which the same or similar subaward has been audited as a major program;
- (3) Whether the subrecipient has new personnel or new or substantially changed systems; and
- (4) The extent and results of Federal awarding agency monitoring (e.g., if the subrecipient also receives Federal awards directly from a Federal awarding agency)

(d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward: . . ."

Cause

Management of DCS had not developed a system of internal controls over the Subrecipient Monitoring compliance requirement, which would have prevented, or detected and corrected, material non-compliance.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance of the grant agreement or compliance requirement could have resulted in the loss of federal funds to DCS.

Recommendation

We recommended that DCS management establish policies, procedures, and controls related to the grant agreement and the Subrecipient Monitoring compliance requirement.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

**FINDING 2016-020 - ACTIVITIES ALLOWED OR UNALLOWED,
ALLOWABLE COSTS/COST PRINCIPLES, ELIGIBILITY**

Federal Agency: Department of Health and Human Services

Federal Program: Temporary Assistance for Needy Families (TANF)

CFDA Number: 93.558

Federal Award Numbers and Years (or Other Identifying Numbers): 1102INTANF, 1202INTANF,
1302INTANF, 1402INTANF,
1502INTANF, 1601INTANF

Condition

Management of the Department of Child Services (DCS) had not established an effective internal control system related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Eligibility. Controls in place for the Emergency Assistance Program were not effective to ensure that expenditures were paid on behalf of families who were eligible to receive benefits. During the audit period, payments were made on behalf of families who were not eligible to receive benefits. We noted payments paid that were outside of the period of eligibility.

Context

Emergency Assistance services can be provided to eligible families within 30 days of identification of eligibility and need, and can be authorized for a period of 120 days. Families can only be eligible once in a 12 month period. We tested a sample of forty transactions to ensure the date of service was within the period of eligibility. Five of the forty transactions were dated more than the 120 days after identification of eligibility. In addition, one of the five cases also received Emergency Assistance more than once in a 12 month period. These five errors have resulted in a known questioned cost of \$213, with additional review revealing a likely questioned cost exceeding \$25,000.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework' issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

45 CFR 205.60 states in part:

"A State plan under title I, IV—A, X, XIV, or XVI (AABD) of the Social Security Act must provide that:

(a) The state agency will maintain or supervise the maintenance of records necessary for the proper and efficient operation of the plan, including records regarding applications, determinations of eligibility, the provisions of financial assistance, and the use of any information obtained under § 205.55, with respect to individuals denied, recipients whose benefits have been terminated, recipients whose benefits have been modified, and the dollar value of those denials, terminations and modifications. Under this requirement, the agency will keep individual records which contain pertinent facts about each applicant and recipient. The records will include information concerning the date of application and the date and basis of its disposition; facts essential to the determination of initial and continuing eligibility; and the basis for discontinuing assistance. . . ."

State Plan Temporary Assistance for Needy Families (TANF) Block Grant State of Indiana (effective January 1, 2014) page 5, states in part:

"Services are authorized within 30 days of the identification of eligibility and need and can be authorized for a period not to exceed 120 days."

Indiana Department of Child Services Child Welfare Manual (dated December 1, 2015) Chapter 15, Section 11, page 2, states in part:

"A family may be eligible for EA funding only once in a 12 month period. If any AG member was authorized for EA services in the 12 months prior to the application date, the child is ineligible."

Cause

Management of DCS had not established an effective system of internal controls related to the above compliance requirements that would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to DCS.

Questioned Costs

The five errors identified have resulted in a known questioned cost of \$213, with additional review revealing likely questioned cost exceeding \$25,000.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that DCS management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-021 - PERIOD OF PERFORMANCE

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Temporary Assistance for Needy Families (TANF)
CFDA Number: 93.558
Federal Award Numbers and Years (or Other Identifying Numbers): 1102INTANF, 1202INTANF,
1302INTANF, 1402INTANF,
1502INTANF, 1601INTANF

Condition

Management of the Department of Child Services (DCS) had not established an effective internal control system, related to the grant agreement and the Period of Performance compliance requirement. Controls in place were not effective to ensure that expenditures were paid from a grant year that was open at the time that the underlying obligation occurred. We noted payments made that were obligated outside of the period of performance.

Context

We tested a sample of sixty-five transactions paid during the audit period. Six of those transactions had an obligation date of September 2015, but were charged to an award with a period of performance beginning October 1, 2015.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

45 CFR 75.309 states:

"(a) A non-Federal entity may charge to the Federal award only allowable costs incurred during the period of performance (except as described in §75.461) and any costs incurred before the HHS awarding agency or pass-through entity made the Federal award that were authorized by the Federal awarding agency or pass-through entity. Funds available to pay allowable costs during the period of performance include both Federal funds awarded and carryover balances.

(b) A non-Federal entity must liquidate all obligations incurred under the award not later than 90 days after the end of the funding period (or as specified in a program regulation) to coincide with the submission of the final Federal Financial Report (FFR). This deadline may be extended with prior written approval from the HHS awarding agency."

Cause

Management of DCS had not established an effective system of internal controls related to the Period of Performance compliance requirement that would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that DCS management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

***FINDING 2016-022 - ACTIVITIES ALLOWED OR UNALLOWED,
ALLOWABLE COSTS/COST PRINCIPLES, ELIGIBILITY***

Federal Agency: U.S. Department of Health and Human Services

Federal Program: TANF Cluster

CFDA Numbers: 93.558, 93.714

Federal Award Numbers and Years (or Other Identifying Numbers): 0902INTANF, 1002INTANF,
1102INTANF, 1202INTANF,
1302INTANF, 1402INTANF,
1502INTANF, 1601INTANF

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-021.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Family and Social Services Administration (FSSA) had not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Eligibility in relation to Cash Assistance. During our testing of cash assistance payments, we found three cases that did not have sufficient supporting documentation to establish eligibility and one case that received benefits beyond the period of eligibility.

Context

In the original sample of twenty-five recipients, three of the cases did not have sufficient supporting documentation to establish eligibility. More specifically, the three separate cases did not have copies of birth certificates or two alternative forms of verification of relationships included within the supporting documentation. Due to the lack of supporting documentation, the relationships between the eligible child and the adult cash assistant applicant cannot be verified. One of the twenty-five sampled recipients received benefits exceeding their period of eligibility. This recipient was eligible to receive refugee cash assistance as a qualified alien. The State's policy states that the benefit is limited to the first eight months the refugee is in the United States. The recipient actually received nine months of benefits.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

45 CFR 205.60 states in part:

"A State plan under title I, IV—A, X, XIV, or XVI (AABD) of the Social Security Act must provide that:

(a) The state agency will maintain or supervise the maintenance of records necessary for the proper and efficient operation of the plan, including records regarding applications, determinations of eligibility, the provisions of financial assistance, and the use of any information obtained under § 205.55, with respect to individuals denied, recipients whose benefits have been terminated, recipients whose benefits have been modified,

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

and the dollar value of those denials, terminations and modifications. Under this requirement, the agency will keep individual records which contain pertinent facts about each applicant and recipient. The records will include information concerning the date of application and the date and basis of its disposition; facts essential to the determination of initial and continuing eligibility; and the basis for discontinuing assistance. . . ."

8 U.S.C 1612(b)(1) states:

"Notwithstanding any other provision of law and except as provided in section 1613 of this title and paragraph (2), a State is authorized to determine the eligibility of an alien who is a qualified alien (as defined in section 1641 of this title) for any designated Federal program (as defined in paragraph (3))."

Indiana Family and Social Services Administration, Division of Family Resources Policy Manual 1605.20.00 states:

"Refugee Cash Assistance (RCA) is limited to those individuals who meet immigration status and identification requirements as a refugee and who are not eligible for cash assistance under the TANF programs. (f2) Refugees who are 65 years of age or older, or who are disabled or blind, must be referred to the Social Security Administration (SSA) to apply for Supplemental Security Income (SSI). Cash Assistance may be provided until SSI is approved. Assistance under this category is limited to the first eight months the refugee is in the United States."

Cause

Management of FSSA had not established an effective system of internal control related to the compliance requirements noted above, that would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that the FSSA's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (Continued)

FINDING 2016-023 - SPECIAL TESTS AND PROVISIONS- CHILD SUPPORT NON-COOPERATION

Federal Agency: U.S. Department of Health and Human Services
 Federal Program: TANF Cluster
 CFDA Number: 93.558 & 93.714
 Federal Award Numbers and Years (or Other Identifying Numbers): 0902INTANF, 1002INTANF,
 1102INTANF, 1202INTANF,
 1302INTANF, 1402INTANF,
 1502INTANF, 1601INTANF

Condition

Management of the Family and Social Services Administration (FSSA) had not established an effective internal control system, which would include segregation of duties, in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Child Support Non-Cooperation compliance requirements. Our compliance testing revealed cases that were not in compliance with the requirements of the special test and provision.

Context

In the original sample of 40 cases, seven errors were identified. Four of the seven non-compliant cases were a result of a problem with the interface between the Indiana Support Enforcement Tracking System (ISETS) and the FSSA system, Indiana Client Eligibility System (ICES). In these four cases, ISETS shows a non-cooperation notice being sent to ICES; however, ICES did not receive the notice. Therefore, benefits were either not discontinued or not discontinued timely.

	<u>Date of Notice of Non-Cooperation</u>	<u>Benefits Discontinued</u>	<u>Last Benefit Check Date</u>
Case 1	03-10-16	No	03-01-17
Case 2	04-09-16	Yes	07-01-16
Case 3	05-04-16	No	03-01-17
Case 4	07-10-15	Yes	11-01-15

The remaining three non-compliant cases are due to benefits not being discontinued within a reasonable time after a non-cooperation notice was received by ICES. After the notice was received by FSSA, the three case continued to receive benefits for two, three, and six months before being discontinued.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

45 CFR 264.30 states in part:

"(a) . . . (2) Referred individuals must cooperate in establishing paternity and in establishing, modifying, or enforcing a support order with respect to the child.

(b) If the IV-D agency determines that an individual is not cooperating, and the individual does not qualify for a good cause or other exception established by the State agency responsible for making good cause determination in accordance with section 454(29) of the Act or for a good cause domestic violence waiver granted in accordance with 260.52 of this chapter, then the IV-D agency must notify the IV-A agency promptly.

(c) The IV-A agency must then take appropriate action by:

(1) Deducting from the assistance that would otherwise be provided to the family of the individual an amount equal to not less than 25 percent of the amount of such assistance; or

(2) Denying the family any assistance under the program."

Cause

Management of FSSA had not established an effective system of internal control related to the Special Tests and Provisions - Child Support Non-Cooperation compliance requirement that would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2016-024 - EARMARKING

Federal Agency: U.S. Department of Education

Federal Program: Rehabilitation Services_Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Federal Award Numbers and Years (or Other Identifying Numbers): H126A140019, H126A150019-15C,
H126A160019-16A, ESTIMATE,
ESTIMATE-62110

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-024.

Condition

Management of the Indiana Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Earmarking compliance requirement. FSSA is required to reserve at least 15 percent of its Vocational Rehabilitation (VR) allotment for pre-employment services. FSSA had not identified a way to track the pre-employment services and, therefore, 15 percent of the allotment was not reserved for the provision of pre-employment transition services during the audit period.

Context

Since FSSA could not identify a way to track pre-employments services and expenditures associated with those services, we could not test the requirement of Earmarking for compliance.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

29 USC 730(d) states:

"Funds for pre-employment transition services

- (1) From any State allotment under subsection (a) for a fiscal year, the State shall reserve not less than 15 percent of the allotted funds for the provision of pre-employment transition services.
- (2) Such reserved funds shall not be used to pay for the administrative costs of providing pre-employment transition services."

Cause

Management of FSSA had not established an effective system of internal control, related to the Earmarking compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that the FSSA's management establish controls, including segregation of duties, related to the grant agreement and the Earmarking compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-025 - PERIOD OF PERFORMANCE

Federal Agency: U.S. Department of Education

Federal Program: Rehabilitation Services_Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Federal Award Number and Year (or Other Identifying Number): H126A160019-16A

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-025.

Condition

Management of the Indiana Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Period of Performance compliance requirement. Additionally, we identified transactions charged to the grant in which the obligation was outside the period of performance.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

In our sample of 39 transactions, we identified 14 transactions, for a total of \$34,816, which was obligated prior to the period of performance. We consider the \$34,816 to be questioned costs.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.309 states:

"Period of Performance. A non-Federal entity may charge to the Federal award only allowable costs incurred during the period of performance (except as described in §200.461 Publication and printing costs) and any costs incurred before the Federal awarding agency or pass-through entity made the Federal award that were authorized by the Federal awarding agency or pass-through entity."

Cause

Management of FSSA had not established an effective system of internal control, related to the Period of Performance compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Questioned Costs

There were \$34,816 of costs we consider to be questioned costs.

STATE OF INDIANA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (Continued)

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and the Period of Performance compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-026 - ELIGIBILITY

Federal Agency: U.S. Department of Education

Federal Program: Rehabilitation Services_Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Federal Award Numbers and Years (or Other Identifying Numbers): H126A140019, H126A150019-15C, H126A160019-16A, ESTIMATE, ESTIMATE-62110

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-022.

Condition

Management of the Indiana Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Eligibility compliance requirement. Controls in place were not effective to ensure that eligibility determinations were occurring within 60 days of the application date. We identified instances where clients were determined eligible more than 60 days after the application date.

Context

In our sample of 25 clients who were receiving VR services during the audit period, 3 were determined eligible after the 60 day period and no waiver or exception was executed.

	Application Date	Eligibility Date	Number of Days Between
Client 1	01-26-16	05-02-16	97
Client 2	11-12-15	02-10-16	90
Client 3	05-20-15	08-03-15	75

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

29 USC 722 (a)(6) states in part:

"Timeframe for making an eligibility determination The designated State unit shall determine whether an individual is eligible for vocational rehabilitation services under this subchapter within a reasonable period of time, not to exceed 60 days, after the individual has submitted an application for the services unless-

(A) exceptional and unforeseen circumstances beyond the control of the designated State unit preclude making an eligibility determination within 60 days and the designated State unit and individual agree to a specific extension of time; or

(B) the designated State unit is exploring an individual's abilities, capabilities, and capacity to perform in work situations under paragraph (2)(B)."

Cause

Management of FSSA had not established an effective system of internal control, related to the Eligibility compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and Eligibility compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

STATE OF INDIANA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (Continued)

FINDING 2016-027 - SPECIAL TESTS AND PROVISIONS - COMPLETION OF IPEs

Federal Agency: U.S Department of Education
 Federal Program: Rehabilitation Services_Vocational Rehabilitation Grants to States
 CFDA Number: 84.126
 Federal Award Numbers and Years (or Other Identifying Numbers): H126A140019, H126A150019-15C,
 H126A160019-16A, ESTIMATE,
 ESTIMATE-62110

Repeat Finding

This finding was originally reported during the Fiscal Year 2015 audit as Finding 2015-023.

Condition

Management of the Indiana Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Special Tests and Provision - Completion of IPEs compliance requirement. Controls in place were not effective to ensure that IPEs were developed within 90 days of eligibility determinations, or by the agreed upon extension. We identified instances where IPEs were developed after the 90 days of the eligibility determination date.

Context

We selected a sample of 60 clients, who were determined to be eligible during our audit period, to test. Within the first 27 clients, we found 6 did not have an IPE developed within the 90 day requirement. Another one was found with an extension granted; however, the IPE was not developed within the extension period.

	<u>Date of Eligibility</u>	<u>Date IPE Developed</u>	<u>Date of Extension, if granted</u>	<u>Number of Days Between Eligibility and IPE</u>
Client 1	04-07-16	08-04-16		119
Client 2	06-14-16	10-31-16		139
Client 3	10-05-15	02-1-16		130
Client 4	07-2-15	02-15-16	02-01-16	201
Client 5	03-29-16	07-28-16		121
Client 6	03-07-16	07-08-16		123
Client 7	06-01-16	09-15-16		106

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

29 USC 722(b)(3)(F) states:

"Timeframe for completing the individualized plan for employment The individualized plan for employment shall be developed as soon as possible, but not later than a deadline of 90 days after the date of the determination of eligibility described in paragraph (1), unless the designated State unit and the eligible individual agree to an extension of that deadline to a specific date by which the individualized plan for employment shall be completed."

Cause

Management of FSSA had not established an effective system of internal control, related to the Special Tests and Provision - Completion of IPEs compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that the FSSA's management establish controls, including segregation of duties, related to the grant agreement and Special Tests and Provision - Completion of IPEs compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-028 - PROCUREMENT AND SUSPENSION AND DEBARMENT

Federal Agency: U.S. Department of Education

Federal Program: Rehabilitation Services_Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Federal Award Numbers and Years (or Other Identifying Numbers): H126A140019, H126A150019-15C, H126A160019-16A, ESTIMATE, ESTIMATE 62110

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Indiana Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Procurement and Suspension and Debarment compliance requirement. Controls were not in place to ensure that the Agency was following the State's procurement policies and procedures. Our test of client service vendors found 54 instances where a contract should have been in place and was not, indicating noncompliance. Additionally, processes and procedures were not in place to ensure that FSSA was verifying the vendor was not suspended or debarred prior to entering into a covered transaction, thus client service vendors were not verified to ensure the suspension and debarment requirement was met.

Context

Vendors that provide client services, such as employment services or nonemployment services, were not procured through the proper State's procurement process. Vocational Rehabilitation staff were not able to provide documentation to support the deviation from the approved process. Additionally, due to the deviation from the State's procurement processes, vocational rehabilitation staff had not ensured that client service vendors were not suspended or debarred prior to entering into the covered transaction.

Criteria

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. . . ."

2CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.213 states:

"Non-federal entities are subject to the non-procurement debarment and suspension regulations implementing Executive Orders 12549 and 12689, 2 CFR part 180. These regulations restrict awards, subawards, and contracts with certain parties that are debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.317 states:

"When procuring property and services under a Federal award, a state must follow the same policies and procedures it uses for procurements from its non-Federal funds. The state will comply with §200.322 Procurement of recovered materials and ensure that every purchase order or other contract includes any clauses required by section §200.326 Contract provisions. All other non-Federal entities, including subrecipients of a state, will follow §§200.318 General procurement standards through 200.326 Contract provisions."

Cause

Management of FSSA had not established an effective system of internal control, related to the Procurement and Suspension and Debarment compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and Procurement and Suspension and Debarment compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

Auditor's Response

The federal regulations under the new Uniform Guidance, which are cited in the criteria section above, clearly indicate that the State must follow the same procurement policies and procedures for procurements from federal funds as the State used for procurements from nonfederal funds. The policies and procedures that FSSA management followed during the audit period for the procurement of client-service vendors deviated from the State approved policies and procedures. FSSA management did not have the policies and procedures they were following documented in writing nor did they have these policies and procedures approved by proper State officials prior to use.

FINDING 2016-029 - Matching, Level of Effort, Earmarking

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Block Grants for Prevention and Treatment of Substance Abuse
CFDA Number: 93.959
Federal Award Numbers and Years (or Other Identifying Numbers): 2B08TI010019-14, 2B08TI010019-15

Condition

Management of the Family and Social Service Administration (FSSA) had not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Matching, Level of Effort, Earmarking compliance requirement.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

The Block Grant for Prevention and Treatment of Substance Abuse Expenditures Compliance Report for SFY2016, which contained detailed information for Level of Effort and Earmarking, was filed electronically on WebBGAS, SAMHSA Block Grant Application System. The procedure requires FSSA Division of Mental Health Administration Director's approval of the report before submission, but FSSA was unable to provide any evidence that this report was reviewed or approved by the Director prior to submission. This report was submitted by the same DMHA staff who initiated the report.

Criteria

2 CFR Section 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States and the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management of FSSA had not established an effective system of internal control, related to the Matching, Level of Effort, Earmarking compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls could have enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and Matching, Level of Effort, Earmarking compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-030 - REPORTING

Federal Agency: U.S. Department of Agriculture

Federal Program: Supplemental Nutrition Assistance Program

CFDA Number: 10.551

Federal Award Numbers and Years (or Other Identifying Numbers): 62100, 2IN400099

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the Family and Social Services Administration (FSSA) had not established an effective internal control system related to the grant agreement and the Reporting compliance requirement. Controls were not in place over the FNS-209 report to ensure that sufficient audit evidence was maintained to support compliance with reporting requirements.

Context

The FNS-209 report is generated by FSSA's Cognos system, but management had not verified the accuracy of the information generated by the system. Management was also unable to provide any system documentation that would support the data reported on the FNS-209. Sufficient audit evidence could not be provided for audit for any of the FNS-209 reports covering the audit period.

Criteria

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework,' issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

45 CFR 75.302(a) states:

"Each state must expend and account for the Federal award in accordance with state laws and procedures for expending and accounting for the state's own funds. In addition, the state's and the other non-Federal entity's financial management systems, including records documenting compliance with Federal statutes, regulations, and the terms and conditions of the Federal award, must be sufficient to permit the preparation of reports required by general and program-specific terms and conditions; and the tracing of funds to a level of expenditures adequate to establish that such funds have been used according to the Federal statutes, regulations, and the terms and conditions of the Federal award. See also §75.450."

Cause

Management of FSSA had not established an effective system of internal control, related to the Reporting compliance requirement, which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls could have enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and Reporting compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2016-031 - ACTIVITIES ALLOWED OR UNALLOWED, ALLOWABLE COSTS/COST PRINCIPLES, SPECIAL TESTS AND PROVISIONS - ADP SYSTEM FOR SNAP

Federal Agency: U.S. Department of Agriculture

Federal Program: Supplemental Nutrition Assistance Program

CFDA Number: 10.551

Federal Award Numbers and Years (or Other Identifying Numbers): 62100, 2IN400099

Condition

Management of the Family and Social Services Administration (FSSA) had not established an effective internal control system to ensure compliance with requirements related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions - ADP System for SNAP. Controls were not in place to ensure records were maintained for audit. FSSA was unable to provide for audit detail of the benefits processed by JP Morgan Chase from July 1, 2015 through September 27, 2015, to support the draws made on the State's EBT benefit account with the U.S. Treasury. As a result of this limitation, sufficient audit evidence over Allowable Activities, Allowable Costs/Cost Principles, and Special Tests and Provisions - ADP System for SNAP was not obtained.

Additionally, controls in place were not effective to ensure that only eligible individuals received monthly benefits and the eligibility documentation was saved within FSSA's online document center, Family Assistance and Care through Technology Services (FACTS) system. Of the benefits processed between September 28, 2015 and June 30, 2016, instances were found where the required eligibility documentation was not available within FACTS. Furthermore, we found that instance where if a card was inactive for more than 12 months, the benefits were not expunged.

Context

We were unable to test 17 of the 47 recipients in our sample for compliance with Allowable Activities, Allowable Costs/Costs Principles, Special Tests and Provisions - ADP System requirements. Management of FSSA was unable to provide a complete population of recipients that received and used benefits of the program during the audit period. Of the 30 recipients that were able to be tested, 3 did not have all of the required eligibility documentation available within FACTS for review. Specifically, these 3 cases did not contain a bank statement, which was necessary to confirm the amount of resources available to the household.

We also selected a sample of Electronic Benefits Transfer (EBT) cards that carried a balance of over \$5,000 to ensure that FSSA was expunging card benefits after 12 months of inactivity. We discovered that 1 of the 11 accounts tested, had a last date of withdrawal of April 29, 2012, and benefits were not expunged until July 22, 2016.

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

45 CFR 75.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework,' issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

45 CFR 75.361 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the HHS awarding agency or pass-through entity in the case of a subrecipient. HHS awarding agencies and pass-through entities must not impose any other record retention requirements upon non-Federal entities. . . ."

7 CFR 272.10(b) states in part:

"(1) . . . (x) Store information concerning characteristics of all household members;

(xi) Provide for appropriate Social Security enumeration for all required household members; and

(xii) Provide for monthly reporting and retrospective budgeting as required.

(2) *Issuance, reconciliation and reporting.*

(i) Generate authorizations for benefits in issuance systems employing ATP's, direct mail, or online issuance and store all Household Issuance Record (HIR) information including: name and address of household, household size, period of certification, amount of allotment, case type (PA or NA), name and address of authorized representative, and racial/ethnic data;

(ii) Prevent a duplicate HIR from being established for presently participating or disqualified households;

(iii) Allow for authorized under- or over-issuance due to claims collection or restored benefits; . . ."

7 U.S.C. chapter 51, section 2016 (h)(12) states in part:

". . . (C) **Benefit expunging.**- A State agency shall expunge benefits that have not been accessed by a household after a period of 12 months. . . ."

STATE OF INDIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management of FSSA had not established an effective system of internal control, related to the compliance requirements listed above, to ensure records were made available for audit and which would have prevented, or detected and corrected, noncompliance.

Effect

The failure to establish internal controls prevented the records from being made available for audit and enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to FSSA.

Recommendation

We recommended that FSSA's management establish controls, including segregation of duties, related to the grant agreement and the compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

AUDITEE-PREPARED DOCUMENTS

The subsequent documents were provided by management of the State. The documents are presented as intended by the State.



AUDITOR OF STATE

Suzanne Crouch

Telephone (317) 232-3300
Fax (317) 234-1916
<http://www.in.gov/auditor>
<http://www.in.gov/itp>

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-001, Medicaid Accruals

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Not applicable

Contact Person Responsible for Corrective Action: David Nelson, Agency Controller, Family and Social Services Administration

Contact Phone Number: 317-233-3045

Status of Audit Finding:

Corrective action was taken.

FINDING 2015-002, Investment Note Disclosure Errors

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Not applicable

Contact Person Responsible for Corrective Action: Mike Frick, Deputy Treasurer/Investment Manager, Office of Treasurer of State

Contact Phone Number: 317-232-0140

Status of Audit Finding:

Corrective action was taken.

FINDING 2015-003, Internal Controls Over Tax Revenues

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Not applicable

Contact Persons Responsible for Corrective Action: Valerie Hunt, Chief Financial Officer, Indiana Department of Revenue

Contact Phone Number: 317-232-2177

Status of Audit Finding:

Corrective action was taken for deficiencies 1 (reconciliations) and 2 (tax type verifications).

Deficiency 3 (security/change management over systems) will not be completely corrected until the implementation of a new integrated tax system which will take multiple years. However, we continue to

make significant improvements to security/change management for the findings that do not necessitate a new system which is approximately 93% of the findings for this deficiency.

FINDING 2015-004, Reconciliations Between KidTraks and ENCOMPASS

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Not applicable

Contact Persons Responsible for Corrective Action: Todd Fandrei, Co-Interim Acting Chief Financial Officer, Indiana Department of Child Services, and Clinton Bohm, Co-Interim Acting Chief Financial Officer, Indiana Department of Child Services

Contact Phone Number: Todd, 317-234-5976, and Clinton, 317-234-5768

Status of Audit Finding:

We continue to work on developing a comprehensive reconciliation between KidTraks and ENCOMPASS. The date by which we expect to be able to complete the first reconciliation process has changed from July 2017 to December 2017. Development of an automated reconciliation process is taking longer than anticipated due to the degrees of complexities with developing the functional requirements needed for the Application Development team.

FINDING 2015-005, Internal Controls Over ENCOMPASS Accounting System

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Not Applicable

Contact Persons Responsible for Corrective Action:

Courtney Everett, Deputy Auditor of Finance, Auditor of State's Office

Dwight Dorsey, Deputy IT Director, Government Management Information Systems (GMIS), Indiana Office of Technology

John Bayse, Deputy Director, State Personnel Department

Kevin Wilson, Deputy/Assistant IT Director, GMIS Indiana Office of Technology

Paul Jasheway, Deputy/Assistant IT Director, Indiana Office of Technology, GMIS

Stefanie Krevda, Deputy Director, State Personnel Department

Tad Stahl, Chief Information Security Officer, Indiana Office of Technology

Tom Michalak, Chief Financial Officer, State Personnel Department

Tracy Barnes, Deputy Auditor of Finance, Auditor of State's Office

Contact Phone Number: Courtney (317) 233-9817; Dwight (317) 234-8641; John (317) 232-3236; Kevin (317) 234-4242; Paul (317) 232-6752; Stefanie (317) 232-4581; Tad (317) 234-3434; Tom (317) 232-3058; and Tracy (317) 234-1916

Status of Audit Finding:

As indicated in the corrective action plan, we developed a plan with specific actions to address the five issues identified. As of June 30, 2016, corrective action was taken on three of these issues which were approval processes, segregation of duties, and system access. Some corrective action was taken and some is still in progress on the remaining two issues, password controls and system monitoring controls.

FINDING 2015-006, Preparation of the Schedule of Expenditures of Federal Awards

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. Department of Health and Human Services

Contact Persons Responsible for Corrective Action: Todd Fandrei, Co-Interim Acting Chief Financial Officer, Indiana Department of Child Services, and Clinton Bohm, Co-Interim Acting Chief Financial Officer, Indiana Department of Child Services
Contact Phone Number: Todd, 317-234-5976, and Clinton, 317-234-5768

Status of Audit Finding:

Corrective action was taken.



OFFICE OF THE LT. GOVERNOR
200 West Washington Street Suite 333
INDIANAPOLIS, INDIANA 46204-2027

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2014-008 Subrecipient Monitoring

Fiscal Year 2014

Status of Finding:

The planned corrective action was not completed during FY15. Starting with the quarter ended 9/30/15, updated subrecipient monitoring spreadsheets will be emailed to the CDBG program manager for review quarterly. The CDBG program manager will email acceptance of the spreadsheets upon completion of the review and the documentation will be kept in an audit file.

Finding Number 2015-007 Subrecipient Monitoring

Fiscal Year 2015

Status of Finding:

Corrective action has been taken. Starting with the quarter ended 9/30/15, updated subrecipient monitoring spreadsheets were emailed to the CDBG program manager for review quarterly. The CDBG program manager emailed acceptance of the spreadsheets upon completion of the review and the documentation is kept in an audit file.



INDIANA DEPARTMENT OF TRANSPORTATION

100 North Senate Avenue
Room N955
Indianapolis, Indiana 46204

PHONE: (317) 232-2881
FAX: (317) 232-1499

Michael R. Pence, Governor
Brandye L. Hendrickson,
Commissioner

Summary Schedule of Prior Audit Findings Status of the Corrective Action Plans as of August 31, 2016

FINDING 2015-008 – SUSPENSION AND DEBARMENT

Contact Person(s): Kathy Eaton-McKalip

Fiscal Year: 2015

Status of the Corrective Action: Controls were in place as of February 11, 2016

The Suspension and Debarment wording was added to the INDOT-LPA (Local Public Agency) Agreement boilerplate. The wording was reviewed and approved by the INDOT Legal Division and the updated INDOT-LPA Agreement boilerplate was added to the INDOT LPA website. The updated boilerplate is utilized for all newly processed contracts. Further, the sam.gov website is utilized by the LPA Program Section to review for LPA's with noted exclusions. In the event a LPA is identified with a noted exclusion, INDOT Management will be notified for further action. This process is now documented prior to routing the INDOT-LPA contract for approval. The LPA Funding and Contracts Manager documents the review of each LPA on the sam.gov website and this review is saved with the SBOA Audit Review Summaries prepared for each LPA at the time of contract routing.



Summary Schedule of Prior Audit Findings

FINDING 2014-016 - SUBRECIPIENT MONITORING

Contact Person(s): Kathy Eaton-McKalip

Fiscal Year: 2014

Status of Corrective Action: See below for current FY 2016 status:

INDOT was unable to correct this finding for FY2015 since the findings were not presented until March 2015. In FY 2015/16 INDOT had taken several steps to be in compliance by developing a plan to ensure that Sub Recipient's:

- a) Audit Reports are reviewed annually
- b) Sub-recipient's submit their Federal Financial Reports
- c) That invoices for reimbursement are reviewed and approved for allowable expenses
- d) That Sub Recipient's have an accounting system in place to allow for accurate reporting

FINDING 2015-009 - SUBRECIPIENT MONITORING

Contact Person(s): Kathy Eaton-McKalip

Fiscal Year: 2015

Status of Corrective Action: Controls are in place with additional steps to include in ITAP (INDOT Technical Applications Pathway).

Controls are in place for sub recipient monitoring as outlined in the original response to the SBOA 2015 Audit with additional steps underway to include the LPA review process in the INDOT Technical Applications Pathway (ITAP). The LPA Section worked with MIS to prepare a system for managing our LPA reviews performed for the SBOA audits and sam.gov active exclusion reviews. There was a MIS September goal for pushing out the application for use. Follow-up with the MIS personnel building the system noted MIS updated their time period to October 15th; however, it is probable that the original September goal will be met.

Summary Schedule of Prior Audit Findings

FINDING 2014-017 - SPECIAL TESTS AND PROVISIONS - The Indiana Department of Transportation (INDOT) did not establish an effective internal control system over the Special Test and Provisions - Quality Assurance Program compliance requirement

Contact Person(s): John Leckie, Matthew Beeson, Mark Miller

Fiscal Year: 2015

INDOT was unable to correct this finding for FY2015 since the findings were not presented until March 2015. See below for current status.

FINDING 2015-010 - SPECIAL TESTS AND PROVISIONS – QUALITY ASSURANCE

Contact Person(s): John Leckie, Matthew Beeson, Mark Miller

Fiscal Year: 2015

Status: Partially Corrected

INDOT has updated the content of Directive 106 as described in the action plan.

Furthermore, INDOT Testing plans to change how Site Manager is being updated regarding the program. Rather than have a three year window, we plan to update Site Manager on an annual basis concurrent with the last proficiency test. This will involve the rewrite of several different directives, however I think we can be up and running next construction season.

A copy of the Directive 106 is available upon request.

Summary Schedule of Prior Audit Findings

FINDING 2014-014 DAVIS-BACON ACT

Contact Person(s): David Alyea, Mark Miller

Fiscal Year: 2014

INDOT was unable to correct this finding for FY2015 since the findings were not presented until March 2015. A memo and training had been conducted in FY2016. See below for the current status.

2015-011 SPECIAL TESTS AND PROVISION - WAGE RATE

Contact Person(s): David Alyea, Mark Miller

Fiscal Year: 2015

Status of Corrective Action: Partially Corrected

A cursory review of several projects was completed to ensure that construction staff were following the memo. The review indicated that SBOA will be able to audit this requirement as staff had completed the required forms. The long term solution to ensure compliance is electronic reporting of payroll but there are numerous challenges that need to be addressed before this is a possibility and not likely to happen soon.

Summary Schedule of Prior Audit Findings

2015-012 SPECIAL TEST AND PROVISIONS - VALUE ENGINEERING

Contact Person(s): Trevor Mills

Fiscal Year: 2015

Status: Corrected

INDOT only had one contract in FY2016 that qualified for a Value Engineering Study and the project manager followed the process as documented.



Michael R. Pence, Governor
Mary Beth Bonaventura, Director

Indiana Department of Child Services
Room E306 – MS47
302 W. Washington Street
Indianapolis, Indiana 46204-2738

317-234-KIDS
FAX: 317-234-4497

www.in.gov/dcs

Child Support Hotline: 800-840-8757
Child Abuse and Neglect Hotline: 800-800-5556

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2014-026 - Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility

Fiscal Year: 2015

Status of Finding: *Emergency Assistance Program – DCS considers this finding to be closed.*

In Spring of 2015 (March 10th), DCS modified the coversheet used in requesting Federal Draw of TANF EA funding to include a reviewer signature and date to evidence additional levels of internal control for all Federal Programs.

Healthy Families Program – DCS considers this finding to remain open for the period of SFY 2016.

DCS has established process for monitoring and verifying the accurate controls of the Federal Eligibility determination for Clients participating in the program who are billed to TANF and all other Federal Awards. Initiation of the outlined monitoring actions began August 14, 2015. Documentation of monitoring results for SFY 2015 determinations will not be available until Spring 2016. Ongoing reviews and analysis will be documented on a more current basis prior to the end of SFY 2016.

Finding Number 2014-027 – Cash Management Period of Availability

Fiscal Year: 2015

Status of Finding: *DCS considers this finding to be closed.*

In Spring of 2015 (March 10th), DCS modified the coversheet used in requesting Federal Draw of Grant Award funding to include a reviewer signature and date to evidence additional levels of internal control for all Federal Programs.



Protecting our children, families and future

Finding Number 2014-028 – Reporting

Fiscal Year: 2015

Status of Finding: OCSE 396A - DCS considers this finding to be closed.

Errors discovered in the OCSE 396A reports for quarters indicated were corrected, and updates to the process of preparation and review were instituted in SFY 2015.

Federal Funding Accountability Transparency Act - DCS considers this finding to be closed

DCS has initiated required entries to the Federal Subaward Reporting System (FSRS) for Awards where Sub Recipient conditions exist. This is an ongoing task that will be accommodated in DCS Fiscal Operations for compliance with the FFATA. A printed copy of the filed reports will be maintained in the Controller's Office and via pdf in the DCS Shared folders on the State's IT Network.

Finding Number 2014-029 – Subrecipient Monitoring

Fiscal Year: 2015

Status of Finding: DCS considers this finding to remain open for the period of SFY 2016.

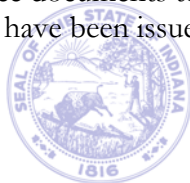
Activities performed by DCS/CSB since the finding:

Specific protocols and procedures have been implemented to review and monitor the monthly expense claims of subrecipients and also the quarterly incentive expenditures and incentive balances of subrecipients. This includes a review for reasonableness of the expenditures by the CSB Audit Unit and also for variances of these expenditures. If needed, the CSB Audit Unit contacts the subrecipient for additional information, explanation of expenditures, and potential corrections.

The CSB Audit Unit also monitors and performs a detailed review of county Cost Allocation Plans (CAP). All of these reviews are tracked in detailed spreadsheets that accompany written review procedures, and are also checked by the supervisors of the CSB Audit Unit.

Additionally, CSB has begun piloting Quality Assurance Reviews of subrecipients. This involves a detailed review of a county's ledgers, budgets, claims and supporting documentation prior to an on-site visit which is subsequently conducted with the county Auditor, Clerk, Prosecuting Attorney, and IV-D court as applicable. After the on-site review, specific recommendations will be given to each office as needed for compliance with federal rules.

In order to increase knowledge and understanding of the rules for spending federal IV-D funds, CSB has issued several guidance documents to all subrecipients. Also, self-guided, interactive PowerPoint presentations have been issued to assist subrecipients with proper



claiming procedures, and improvement of supporting documentation. Several new supporting documentation forms were developed by CSB and sent to subrecipients as options for them to utilize. Additionally, the IV-D Online Expenditure Online Forms tool is being enhanced to better assist counties to properly submit claims and report incentive expenditures and balances.

Finally, the CSB Audit Unit reviews all SBOA audit findings of subrecipients as well as their responses and corrective action plans. Subrecipients are contacted to ensure compliance with the corrective action plan and also proof of compliance is required by CSB. A detailed spreadsheet was developed to manage these activities and resolutions, including secondary reviews by the supervisors of the CSB Audit Unit. CSB has accessed Gateway to determine if a county was required to have a single audit based on the federal threshold and ensured those counties all have had an audit completed. This information is also captured on the spreadsheet.

Finding Number 2014-030 – Cash Management

Fiscal Year: 2015

Status of Finding: *DCS considers this finding to be closed.*

DCS has altered its measurement tools used to integrate the weighted dollar of payments during the monthly monitoring of the CMIA compliance and reporting of Average Days of Clearance Pattern to the Auditor of State and Treasury of the United States. DCS reported and collaborated with AOS to have the States submission to the Treasury Department modified to reflect the incorrect number of days reported from 1 day to 6 days for the 2014 agreement and the planning of the 2015 Agreement.

Finding Number 2014-031 – Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility

Fiscal Year: 2015

Status of Finding: *DCS considers this find to be open.*

Although DCS recognizes that this finding remains open, we are seeing continued reduction of the condition since eligibility and administration of the payment process for adoption assistance were centralized in 2009. The majority of adoption assistance cases currently in payment status were finalized after centralization in 2009.

Finding Number 2015-013 - Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility

Fiscal Year: 2016



Status of Finding: DCS considers this finding to be open.

This is a repeated finding from FY 2015 (2014-031). DCS continues to see the population of adoption finalizations to decrease with each annual Audit due to the aging out of Title IV-E Adoption Assistance cases and the event date of Centralization of the negotiation and case file maintenance duties for these expenses. DCS also anticipates that reviews and transition of Local Office records to Central Office will be completed by June 30, 2017 providing a more complete pool of original records to support Audit samples and cases.

Finding Number 2015-014 – Sub Recipient Monitoring - CSB

Fiscal Year: 2016

Status of Finding: DCS considers this finding to be open.

This is a repeat finding from FY 2015 (2014-029). DCS has executed several Quality Assurance Reviews as outlined in the Corrective Action Plan. As outlined in the Corrective Action Plan supplied to Board of Accounts in 2015, this is an iterative process that we have made significant progress on and will be aiming toward a closed status for the next Audit period (2017)

Finding Number 2015-015 –Cash Management - CSB

Fiscal Year: 2016

Status of Finding: DCS considers this finding to be open.

DCS has performed reviews and monitored a considerable number Financial Quality Assurance reviews of the Subrecipient Counties to monitor and educate their resources on the proper participation in Federal Program as outlined in the Corrective Action Plan supplied to Board of Accounts in 2015. This function is slated to be an ongoing and iterative process we project will sufficiently meet compliance and are targeting for Audit closure in the next Federal Audit period (2017).





SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-016 - SUBRECIPIENT MONITORING

Contact Person(s): Connie Berry, Counsel/Director
Regulatory Oversight & Compliance Division

Status of Finding as of 6/30/16: Internally Resolved

Immediately following the State Board of Account's (SBOA) release of this audit finding on March 2, 2016, DWD's Regulatory Oversight and Compliance (ROC) Division enacted stronger internal control methods regarding subrecipient federal audit oversight. ROC Division staff continues to maintain the tracking spreadsheet, but now incorporates the added step of notifying the Supervisor via email regarding the status of each region's audit (i.e., which have been submitted, which are outstanding, and the deadline for submission). The Supervisor then confirms receipt of the email, acknowledging review. In addition, the ROC Division staff emails a copy of each audit to the Supervisor upon receipt. The Supervisor has access to the spreadsheet and can review at any time. Once all audits are received, the spreadsheet will be reviewed a final time by Supervisor and signed, once again acknowledging review and showing segregation of duties.

2015-017 SPECIAL TESTS AND PROVISIONS – UI PROGRAM INTEGRITY - OVERPAYMENTS

Contact Person(s): Kate Shelby, Unemployment Insurance Director

Status of Finding as of 6/30/16: Anticipated Completion Date of June 30, 2017

Indiana State Law requires that an employer not be relieved of benefit charges if an overpayment was the result of a "pattern of failure" by an employer to appropriately respond to department information requests. (See Indiana Code § 22-4-11-1.5). The finding in this case suggests that DWD has not begun developing policies and procedures for tracking a "pattern of failure" by employers. However, DWD has implemented a process for developing policies and procedures to regarding tracking a "pattern of failure." DWD employees are working to define a "pattern of failure" so that further procedures can be developed and tracking can begin. Once a sufficient time passes such that DWD can properly define a "pattern of failure," DWD will begin work on changes to its computerized operating system to track employer "patterns of failure." Work on the computerized operating system will take a substantial amount of time and resources to complete. Because Indiana Code § 22-4-11-1.5 has only been in place for since July 2013, enough time has not passed to determine when an employer has established a "pattern of failure" or to implement a system to track "patterns of failure" once a proper definition is found. DWD will continue in its process of defining a "pattern of failure" so that further development can take place.



2014-024 Reporting

Fiscal year in which the finding initially occurred: 2014
Federal Grantor Agency: Social Security Administration
Contact Person(s): David Nelson
Anticipate Completion Date: July 2015

Corrective Action

FSSA reviewed the process for compiling the SSA-4514 report for personal service hours. Modification to the report compilation was made as necessary and documentation of data sources were included in reporting instructions. FSSA paralleled a new report process in April 2015 for the Quarter Ending 3/31/15 SSA-4514 report with the replacement process went into effect July 2015.

2014-025 Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility

Fiscal year in which the finding initially occurred: 2014
Federal Grantor Agency: U.S. Department of Health and Human Services
Contact Person(s): David Smalley
Anticipate Completion Date: June 15, 2016

Corrective Action

FSSA/Division of Family Resources would like to note the following policy item that is already in place to assist our eligibility staff in correct processing of TANF eligibility in particular with relationship verification.

Indiana Program Policy Manual

2420.05.05 Verification Of Relationship (C)

Within the C category, the policy stated in this section only applies to ADCU and ADCR.

It is the responsibility of the applicant/recipient to assist the eligibility worker to verify the degree of relationship between a child and a specified relative.

The relationship of a child to a relative listed in the previous section, except for an alleged father, is verified when the eligibility worker either:

Sees the child's birth certificate; or

Obtains verification from two of the sources listed below, when the birth certificate is not seen:

- Hospital records established at the time of birth (including a hospital issued birth certificate);
- Physician's records;
- Marriage records;



- Court records, including adoption records;
- Social Security Administration records;
- Church documents, such as baptismal certificates;
- Passport;- Immigration records;
- Naturalization records;
- School records;
- Records of social agencies (including the Local Office); or
- Signed statement from an unrelated reliable person having specific knowledge about the relationship of the child to the specified relative.

FSSA developed a training session devoted specifically to relationships and required verifications/documentation in order to support the eligibility decision. Included in this training was a review of the above noted section in the policy manual as a requirement as well as the necessary documentation that is required to be present in the case record information. This training was developed by TANF policy staff and was loaded into our Learning Management System (LMS). All eligibility staff was required to take this training. The advantage of loading this training into LMS is that we can track completion. We did meet our goal of all eligibility staff completing this training and LMS reporting did verify 100% completion by June 15, 2016 deadline.

2015-018 Subrecipient Monitoring

Fiscal year in which the finding initially occurred: 2015

Federal Grantor Agency: Department of Health and Human Services

Contact Person(s): Erin Quiring, & Roger Booth

Anticipate Completion Date: April 1, 2016 & June 30, 2016

Corrective Action

Block Grant for Prevention and Treatment of Substance Abuse (SAPT)

The Division of Mental Health and Addiction (DMHA) finalized policies and procedures to ensure compliance with the Block Grant for Prevention and Treatment of Substance Abuse subrecipient monitoring, including, when necessary, the need for written corrective action plans and follow-up with the subrecipient. DMHA finished the Quality Assurance team manual on February 29, 2016, which identifies the types of providers to be reviewed.

Ensure all Subrecipients Obtained Required Audits

FSSA Audit Services expanded its methodology to obtain subrecipient single audits required by the Uniform Guidance for SAPT recipients. For 2014, 63 providers received about \$28.3 million in SAPT funding. Where applicable, single audits were requested, received and reviewed. All subrecipients' audit reports are accounted for. Single audits were not applicable under the Uniform Guidance when subrecipients were (1) not subject to the Uniform Guidance since Federal funds expended were below the dollar threshold, (2) for-profit, and (3) on a biennial single audit schedule.

Going forward, FSSA Audit Services will continue its methodology to obtain single audits for 2015 SAPT subrecipients, when applicable.

2015-019 Reporting

Fiscal year in which the finding initially occurred: 2014
Federal Grantor Agency: Social Security Administration
Contact Person(s): David Nelson
Anticipate Completion Date: July 2015

Corrective Action

FSSA reviewed the process for compiling the SSA-4514 report for personal service hours. Modification to the report compilation was made as necessary and documentation of data sources were included in reporting instructions. FSSA paralleled a new report process in April 2015 for the Quarter Ending 3/31/15 SSA-4514 report with the replacement process went into effect July 2015.

2015-020 Period of Performance

Fiscal year in which the finding initially occurred: 2015
Federal Grantor Agency: Social Security Administration
Contact Person(s): Scott Krumwied
Anticipate Completion Date: April 1, 2016

Corrective Action

1. Corrective Action taken for the parameter file changes include a review of a second screen on input. Once the required input is completed, an email indicating as such is sent to the Systems Supervisor, who then verifies that the needed input were input into the system and are correct. The systems Supervisor then forwards that email to the Administrative Services Director (ASD) of DDB to indicate that the input are verified and correct. The email is then shared with FSSA Fiscal. The required input has been placed on our SSD intranet page.
2. Corrective action regarding the missed vouchers. DDB realized the issue in the first quarter of FFY15. A list of involved vouchers was created through the DDB system. During the first quarter of FFY16 DDB realized there was an issue with FY15 CE/MER costs, when the end of year costs were too high. While DDB/FSSA fiscal were determining the issue, SBOA found vouchers that still needed to be transferred from FFY15 to FFY14. FSSA fiscal shared their journal entries and we were able to determine those vouchers that still needed to be transferred from FY14 from FFY15. Journal entries were completed by the end of third quarter FFY16.
3. Correction action 1 should eliminate the need for further corrective action as stated in number 2. If future concerns arise regarding correct years journal entries, inquires will be made through reviewing journal entries.

2015-021 Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility

Fiscal year in which the finding initially occurred: 2014

Federal Grantor Agency: U.S. Department of Health and Human Services

Contact Person(s): David Smalley

Anticipate Completion Date: June 15, 2016

Corrective Action

FSSA/Division of Family Resources would like to note the following policy item that is already in place to assist our eligibility staff in correct processing of TANF eligibility in particular with relationship verification.

Indiana Program Policy Manual

2420.05.05 Verification Of Relationship (C)

Within the C category, the policy stated in this section only applies to ADCU and ADCR.

It is the responsibility of the applicant/recipient to assist the eligibility worker to verify the degree of relationship between a child and a specified relative.

The relationship of a child to a relative listed in the previous section, except for an alleged father, is verified when the eligibility worker either:

Sees the child's birth certificate; or

Obtains verification from two of the sources listed below, when the birth certificate is not seen:

- Hospital records established at the time of birth (including a hospital issued birth certificate);
- Physician's records;
- Marriage records;
- Court records, including adoption records;
- Social Security Administration records;
- Church documents, such as baptismal certificates;
- Passport;- Immigration records;
- Naturalization records;
- School records;
- Records of social agencies (including the Local Office); or
- Signed statement from an unrelated reliable person having specific knowledge about the relationship of the child to the specified relative.

FSSA developed a training session devoted specifically to relationships and required verifications/documentation in order to support the eligibility decision. Included in this training was a review of the above noted section in the policy manual as a requirement as well as the necessary documentation that is required to be present in the case record information. This training was developed by TANF policy staff and was loaded into our Learning Management System (LMS). All eligibility staff was required to take this training. The advantage of loading this training into LMS is that we can track completion. We did meet our goal of all eligibility staff completing this training and LMS reporting did verify 100% completion by June 15, 2016 deadline.

2015-022 Eligibility

Fiscal year in which the finding initially occurred: 2015
Federal Grantor Agency: U.S. Department of Education
Contact Person(s): Theresa Koleszar
Anticipate Completion Date: July 1, 2016

Corrective Action

BRS finalized an internal written procedure on July 1, 2016, outlining practices regarding Supervisory review of VR Counselor determinations. The Request for Proposal (RFP) to procure a vendor for the VR case management system was originally release in June; however, the Indiana Department of Administration cancelled that RFP, and a new RFP, with some modifications, was released in August 2016. Responses are due in mid-September.

2015-023 Special Tests & Provisions: Completion of IPES

Fiscal year in which the finding initially occurred: 2015
Federal Grantor Agency: U.S. Department of Education
Contact Person(s): Theresa Koleszar
Anticipate Completion Date: Ongoing

Corrective Action

The Rehabilitation Services Administration (RSA) made the final regulations available on their website on June 30, 2016; however, the regulations have not yet been posted to the final register. BRS understands that the final regulations take effect 30 days after they are posted to the federal register. BRS continues to receive technical assistance from the Workforce Innovation Technical Assistance Center (WINTAC) and an on-site technical assistance visit is scheduled for August 24, 2016. BRS is receiving technical assistance regarding pre-employment transition services, limitation on sub-minimum wage, and core performance measures.

To prepare BRS staff while waiting for the posting of the final federal regulations, BRS participated in webinars, other training events, and received technical assistance from WINTAC. Also, the Fahrenheit, IT contract amendment to specifically address Workforce Innovation and Opportunity Act (WIOA) changes went into effect in May 2016.

2015-024 Earmarking

Fiscal year in which the finding initially occurred: 2015
Federal Grantor Agency: U.S. Department of Education
Contact Person(s): Theresa Koleszar
Anticipate Completion Date: Ongoing

Corrective Action

BRS released a Request for Funding (RFF), which resulted in awarding nine contracts to community rehabilitation providers for the provision of pre-employment transition services to students with disabilities. Contracts are targeted to begin October 1, 2016. In the meantime, BRS continues to track pre-employment transition expenditures for VR consumers who meet the definition of student with a disability and is reporting those costs on the SF-425 reports. An updated cost will be available in early November for the reposting period ending September 30, 2016. The Rehabilitation Services Administration (RSA) made the final regulations available on their website June 30, 2016; however, the regulations have not yet been posted to the final register. BRS understands that the final regulations take effect 30 days after they are posted to the federal register. BRS continues to receive technical assistance from the WINTAC regarding pre-employment transition services and an on-site technical assistance visit is scheduled for August 24, 2016.

2015-025 Period of Performance

Fiscal year in which the finding initially occurred: 2015
Federal Grantor Agency: U.S. Department of Education
Contact Person(s): Theresa Koleszar
Anticipate Completion Date: Partially Complete by July 1, 2016

Corrective Action

The written procedure for the review process for journal entries regarding the movement of transactions from VR to Program Income or Supported Employment states “when these journal entries are requested by the Controller/Financial Analysts, they will provide accounting staff with a short checklist to assist with identifying the appropriate transactions to transfer in these types of journal entries. The Controller and Financial Analysts will review this checklist as part of the journal entry review.”. The Division Controller is developing the checklist and expects this to be available by the end of August. Additionally, the written procedure states “when an otherwise appropriate VR expenditure is submitted for processing and payment, and the grant year for which this expenditure would apply is closed, the expenditure will be charged to a 100% state funding source to be determined at that time by the DDRS Division Controller and the FSSA Agency Controller.”. This language is being finalized into a written procedure to be approved by the FSSA Agency Controller. Finally, a RFP was released for the VR Claims Payment System and Fiscal Services in May 2016. The first round of evaluation is complete, and oral presentations are scheduled to occur August 23. An award is targeted to be issued in September.



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2014-018

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Cindy Hurst

Contact Phone Number: 317/234-2145

Status of Finding: Corrective action implemented and in place for School Year 2016-2017.



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2014-019

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Cindy Hurst

Contact Phone Number: 317/234-2145

Status of Finding: Corrective action implemented and in place for School Year 2016-2017.



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2014-020

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Cindy Hurst; Beverly Flanagan

Contact Phone Number: 317/234-2145; 317/232/0514

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-026

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Jeff Barber; Nathan Williamson

Contact Phone Number: 317/232-9143; 317/232-6671

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-027

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Nathan Williamson

Contact Phone Number: 317/232-6671

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-028

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Brenda Martz

Contact Phone Number: 317/232-0540

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-029

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Nathan Williamson

Contact Phone Number: 317/232-6671

Status of Finding: Corrective action implemented and in place for School Year 2016-2017.



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-030

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Nathan Williamson

Contact Phone Number: 317/232-6671

Status of Finding: Corrective action implemented and in place for School Year 2016-2017.



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-031

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Nathan Williamson

Contact Phone Number: 317/232-6671

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-032

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Beverly Flanagan; Tracy Brown

Contact Phone Number: 317/232-0514; 317/232-6974

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-033

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Jeff Barber; Tracy Brown; Hazel Beasley

Contact Phone Number: 317/232-9143; 317/232-6974; 317/232-0540

Status of Finding: Corrective Action taken



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2015-034

Fiscal year in which the finding initially occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education/U.S. Department of Education

Contact Person Responsible for Corrective Action: Melissa Ambre

Contact Phone Number: 317/232-0841

Status of Finding: Corrective Action taken



February 15, 2017

Mr. Paul D. Joyce, CPA, State Examiner
Indiana State Board of Accounts (SBOA)
302 W. Washington Street
Indiana Government Center South, Suite E418
Indianapolis, IN 46204

Dear Mr. Joyce:

This letter provides the corrective action plans to the section II financial statement findings for inclusion in the State's Federal Single Audit Report for the fiscal year ended June 30, 2016.

FINDING 2016-001, RECONCILIATIONS BETWEEN KIDTRAKS AND ENCOMPASS

The Indiana Department of Child Services (DCS) maintained a subsidiary system, KidTraks. DCS did not perform a comprehensive reconciliation between expenses recorded in KidTraks and expenses posted to the State's accounting system, ENCOMPASS. Management of DCS had not designed and implemented adequate controls to sufficiently compensate for this deficiency.

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed DCS at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements, and incorrect decision making. An Agency's control environment consists of the overall attitude, awareness and actions of management and the governing board or commission. This would include establishing and monitoring policies for developing and modifying accounting systems and control procedures. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

Each agency, department, quasi, institution or office should have internal controls in effect to provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of managements' objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and forms of information processing are part of an internal control system. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

System controls are in effect on the ENCOMPASS financial accounting system, which is the official book of record for the State; however, each agency is responsible for controls in any subsidiary systems used or other records maintained. At all times, the agency's manual and subsidiary ledgers should reconcile with ENCOMPASS. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, Organizational Overview-- General Guidelines and Policy, Section IV)

For the views of responsible officials, refer to the Corrective Action Plan which is part of this report.

Corrective Action Plan:

In a concerted effort to enhance the subsidiary application DCS KidTraks (KT), the Indiana Department of Child Services (DCS) has organized a collaborative team including participants from DCS Finance, DCS ENCOMPASS Subject Matter Experts (SME), and DCS Information Technology (IT). The collective "KT/State GL Reconciliation Project" was initiated this past September, 2016. Following a review of the multiple KidTraks Modules which are used to supplement ENCOMPASS transactions, an overall project plan was formed. The comprehensive plan includes enhancing the Accounts Receivable, Accounts Payable, and Procurement modules. In addition, new reporting tools and screens will be developed to augment efforts to maintain ongoing reconciliation between ENCOMPASS and KidTraks. As development progresses, incorporation of checks and balances will be further developed to ensure that KidTraks transactions reflect transparency and data integrity.

The initial phase to review and reengineer KT Accounts Receivable Module is actively underway. Current DCS business rules and utilization of KT in day-to-day business are being evaluated in parallel with ENCOMPASS functionality. Security, data entry points, incorporation of additional validation measures and reporting are being enhanced to clearly establish more linkages between the two applications, reduce duplicate entry, and establish a clear path showing expenses used to support federal draws.

In addition to supplementing deposit and receipt transactions, KidTraks will be incorporating the DCS Cash Book Module which will eliminate the use of multiple EXCEL spreadsheets, while allowing for the attachment of back-up documentation and reference material. As we export more ENCOMPASS data and incorporate it within KidTraks, reports, screens and alerts will be designed to create General Ledger functionality, assisting in the control and organization of documentation.

Contact Persons:

Todd Fandrei, Assistant Deputy Director, Cost and Revenue Analysis, Department of Child Services, Telephone 317-234-5976, todd.fandrei@dcs.in.gov

Clinton Bohm, Assistant Deputy Director for Special Projects, Department of Child Services, Telephone 317-234-5768, clinton.bohm@dcs.in.gov

Anticipated Completion Date:

January 12, 2018

FINDING 2016-002- INTERNAL CONTROLS OVER ENCOMPASS ACCOUNTING SYSTEM

There were internal control and security issues in the State's ENCOMPASS accounting system. The issues included deficiencies in the following areas:

- approval processes
- segregation of duties
- password controls
- system access
- system monitoring controls

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the State at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner.

It is critical that an agency approver, whether it be approval of a deposit, payment, journal entry or asset entry, be cognizant of the various funds, accounts, departments and programs of his/her agency in order that incorrect entries be returned to the entry staff for correction prior to approval. It is not the responsibility of the AOS staff to be aware of all operations within an agency and how they should be recorded. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 2.4)

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of managements' objectives, and compliance with laws and regulations. Segregation of duties and safeguarding controls over cash, all other assets, and all forms of information processing are necessary for proper internal control.

Segregation of duties is the concept of having different people do different tasks within the organization. It provides the foundation of good internal control by assuring that no one individual has the capability to perpetuate and conceal errors or irregularities in the normal course of their authorized duties. Segregation of duties is achieved within information technology systems by appropriate assignment of security profiles that define the data the users can access and the functions that they can perform. Access must be restricted to the minimum required for the user to perform their job function. Access rights must be periodically reviewed and approved by management. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 14.2)

Reporting of user access rights to system functional capabilities and information, as well as reporting of security definitions such as configuration parameters, workflow approval hierarchy, thresholds, and override capabilities must be available to, and easily understood by, management and State Board of Accounts' Field Examiners during the course of a regularly scheduled audit. These security definitions and user access rights must enforce adequate segregation of duties for the accounting system. (Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, 14.3.4)

For the views of responsible officials, refer to the Corrective Action Plan which is part of this report.

Corrective Action Plan:

A plan with specific actions was developed to address the five issues. The contact persons for this finding updated the Indiana State Board of Accounts on the statuses of resolving these issues during the 2016 CAFR audit.

Complete corrective action was taken on two of the five issues which are segregation of duties and system access. Some corrective action was taken and some is in progress for the remaining three issues of approval processes, password controls, and system monitoring controls.

Contact Persons:

Courtney Everett, Deputy Auditor of Finance, Auditor of State's Office, (317) 233-9817, ceverett@auditor.in.gov (Approval Processes and System Access)

Dwight Dorsey, Deputy IT Director, Government Management Information Systems (GMIS), Indiana Office of Technology, (317) 234-8641, ddorsey@iot.in.gov (Password Controls and System Monitoring Controls)

John Bayse, Deputy Director, State Personnel Department, (317) 232-3236, jbayse@spd.in.gov (System Access)

Kevin Wilson, Deputy/Assistant IT Director, GMIS Indiana Office of Technology, (317) 234-4242, kwilson@iot.in.gov (Approval Processes, Segregation of Duties, and System Access)

Paul Jasheway, Deputy/Assistant IT Director, Indiana Office of Technology, GMIS, (317) 232-6752, pjasheway@iot.in.gov (Approval Processes and System Access)

Stefanie Krevda, Deputy Director, State Personnel Department, (317) 232-4581, skrevda@iot.in.gov (System Access)

Tad Stahl, Chief Information Security Officer, Indiana Office of Technology, ((317) 234-3434, tstahl@iot.in.gov (System Access)

Tom Michalak, Chief Financial Officer, State Personnel Department, (317) 232-3058, tmichalak@spd.in.gov (System Access)


Mel Hirtzel, IT Director, Auditor of State's Office, (317) 234-1916, mhirtzel@auditor.in.gov (Approval Processes and System Access)


Anticipated Completion Date:

June 30, 2017

If you have any questions or require further information, please contact Courtney Everett, Deputy Auditor of Operations, at 233-9817 or via email at ceverett@auditor.in.gov.

Sincerely,


Tera Klutz, CPA
Auditor of State
State of Indiana


Kelly Mitchell
Treasurer of State
State of Indiana


Micah Vincent
Director
Office of Management and Budget



INDIANA
WORKFORCE
DEVELOPMENT

AND ITS **WorkOne**. CAREER CENTERS

CORRECTIVE ACTION PLAN

FINDING 2016-003 - PERIOD OF PERFORMANCE

Contact Person Responsible for Corrective Action:
Les Williams, Controller

Contact Phone Number:
317-232-3269

Views of Responsible Official:
We agree with the finding.

Description of Corrective Action Plan:

The Indiana Department of Workforce Development (DWD) utilizes journals within the state's accounting system, PeopleSoft, in order to ensure that pooled costs are properly attributed to the correct grant. One such journal submitted by DWD moved costs to the 2015 Workforce Innovation and Opportunity Act (WIOA) grant. However, the underlying costs were incurred by DWD in January 2015. The 2015 WIOA grant's period of availability did not begin until July 2015. This was an error by DWD. Once this error was discovered, DWD immediately created a journal to move the costs to the appropriate grant, the 2014 Workforce Investment Act funds (AA-25352-14-55-A-18). DWD also reviewed all journals that were processed by our agency from July 2014 until December 2016 to ensure that there were no additional errors. We found that all other journals were proper.

DWD's policy for journal submission is that the initiator of the journal ensures that the underlying transactions are properly within the charged grant's period of availability. The approver of the journal must also review the underlying transactions for the period of availability. After this error, DWD added an additional quarterly check of all journals. Once a quarter, all journals that are processed by DWD will receive an additional thorough review by other knowledgeable Finance Division staff. This ensures that every journal will have at least three well-informed individuals review the journals for proper posting to the correct grant. We believe that although the journal that was found to be in error was an anomaly, it is a necessary step to ensure that all funds for all grants are properly expended.

Anticipated Completion Date:
The new process started in January 2017.



**OFFICE OF THE LT. GOVERNOR
SUZANNE CROUCH**

200 West Washington Street Suite 333
INDIANAPOLIS, INDIANA 46204-2027

CORRECTIVE ACTION PLAN

FINDING 2016-004 SUBRECIPIENT MONITORING

Contact Person Responsible for Corrective Action: Tammy Butts/Mitzi Moss
Contact Phone Number: 317-232-8335/317-232-8914

Views of Responsible Official:

We concur with the finding.

Description of Corrective Action Plan:

OCRA and Grant Services are aware that sub-recipients must be audited as required by Subpart F—Audit Requirements of 2 CFR 200 when it is expected that the sub-recipient's Federal awards expended during the fiscal year equals or exceeds the threshold set forth in § 200.501 Audit requirements.

A procedure is in place but it was determined to be inadequate and inefficient by Grant Services. In late fall of 2016, Grant Services began work on establishing a new process for ensuring that this requirement is met. All clerk treasurers were contacted to submit audit forms required by OCRA as identified in the OCRA CDBG Handbook in order to get the old process up-to-date.

A revised process is currently under design and it is expected that the existing procedure will be updated by 6/30/2017.

In the future, Grant Service will take the following steps to meet this requirement:

1. All open grants will be added to the sub recipient audit monitoring spreadsheet
2. Newly awarded sub-recipients will be added to the audit monitoring spreadsheet as each round occurs
3. Planning grant recipients will be added each month when awarded
4. On a yearly basis, Grant Services will search the SBOA website to ascertain whether an audit for the sub recipient has been completed
5. Each year, all sub-recipients that have not received a certificate of completion will be contacted to determine whether the federal audit threshold for federal funds has been met or exceeded
6. If an audit is required or has been completed, it will be processed in accordance with the established procedure and noted
7. If no audit is required, it will be noted on the spreadsheet
8. The existing spreadsheet will be modified to include a column to document that Grant Services has done a check on the sub-recipient, and quarterly, the State CDBG Program Manager will document review of the spreadsheet in writing
9. Once implemented, the procedure will be evaluated and modified as the need arises to establish an efficient system for meeting the regulation

Anticipated Completion Date: 06/30/2017



Eric J. Holcomb
Governor

Jerome M. Adams, MD, MPH
State Health Commissioner

CORRECTIVE ACTION PLAN

FINDING 2016-005 SUBRECIPIENT MONITORING

Contact Person Responsible for Corrective Action: Kimberly Diller
Contact Phone Number: 317-234-8743

Views of Responsible Official: We concur with the finding that an effective internal control system for subrecipient monitoring compliance was not in place during the audit period. Controls were not in place to ensure that all subrecipients meeting the requirement of OMB Circular A-133 or 2 CFR Part 200, Subpart F received an audit and submitted that audit to ISDH finance staff.

Description of Corrective Action Plan: At execution of all subrecipient agreements, ISDH standard practice is to require the subrecipient complete a questionnaire containing the required elements of reporting for the Federal Financial Accountability and Transparency Act (FFATA). To comply with 2 CFR Part 200, Subpart F, ISDH has added the following field to this questionnaire:

"Does your organization receive \$750,000 or more annually in Federal funds? If yes, an annual independent audit is required to be provided to the Indiana State Department of Health."

In receiving these completed questionnaires, staff of ISDH Finance, Contract and Audit Section will compile a list of organizations indicating YES in this field, and indicate compliance with 2 CFR Part 200, Subpart F when required organizations submit their annual audit.

Additionally, staff of ISDH Finance, Contract and Audit Section will send an annual letter describing this requirement and the steps necessary for compliance to all organization indicating YES in this field.

A copy of both the Subrecipient Questionnaire and Audit Reminder Letter are available upon request at ISDH.

Anticipated Completion Date: This practice began March 1, 2017

K. M. T.
(Signature)

Interim Chief Financial Officer
(Title)

3/16/2017
(Date)



2 North Meridian Street • Indianapolis, IN 46204
317.233.1325 tdd 317.233.5577
www.statehealth.in.gov

To promote and provide
essential public health services.



Eric J. Holcomb
Governor

Jerome M. Adams, MD, MPH
State Health Commissioner

CORRECTIVE ACTION PLAN

FINDING 2016-006 - ACTIVITIES ALLOWED OR UNALLOWED, ALLOWABLE COSTS/COST PRINCIPLES, AND SPECIAL TESTS AND PROVISIONS – FOOD INSTRUMENT AND CASH-VALUE VOUCHER DISPOSITION

Contact Person Responsible for Corrective Action: Kimberly Diller
Contact Phone Number: 317-234-8743

Views of Responsible Official: We concur with the finding that ISDH had not established an effective internal control system related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions – Food Instrument and Cash-Value Voucher Disposition. ISDH relied on our contracted service providers to ensure these requirements were met without requiring detailed reports to determine the ultimate disposition of all FI/CVV/EBTs within 120 days of the first valid date of participant use, or requiring a SOC 1 Report from the vendor to ensure effective internal controls are in place.

Description of Corrective Action Plan: ISDH will require the vendor to supply a SOC 1 Report for the purpose of ensuring effective internal controls are in place related to Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Special Tests and Provisions – Food Instrument and Cash-Value Voucher Disposition.

Anticipated Completion Date: December 31, 2017

J. M. T.
(Signature)

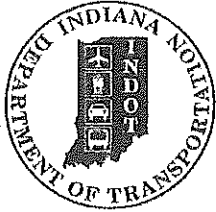
Interim Chief Financial Officer
(Title)

3/15/17
(Date)



2 North Meridian Street • Indianapolis, IN 46204
317.233.1325 tdd 317.233.5577
www.statehealth.in.gov

To promote and provide
essential public health services.



INDIANA DEPARTMENT OF TRANSPORTATION

100 North Senate Avenue
Room N755
Indianapolis, Indiana 46204

Eric Holcomb, Governor
Joe McGuinness, Commissioner

FINDING 2016-007 - SPECIAL TEST AND PROVISIONS – WAGE RATE REQUIREMENTS

Contact Person Responsible for Corrective Action:

Gregory G. Pankow, State Construction Engineer

Contact Phone Number:

317-232-5502

Views of Responsible Official

We concur with the finding. It should be noted that INDOT has shown improvement from previous reviews.

Description of Corrective Action Plan:

- 1 The Department will move to require Contractors and Sub-Contractors to submit certified payrolls to the Project Engineer/Supervisor (PE/S) electronically as a PDF document, electronically signed and date stamped.
- 2 Construction Management will develop and supply the PE/S with a standardized Excel spreadsheet for use in all Districts to track the certified payroll period ending dates and other information as below.
- 3 The Department will require that on the date the PE/S receives the electronic document from the contractor/sub-contractor, electronically sign and date stamp the PDF as being received and also electronically sign and date any certified payrolls that have been reviewed for accuracy.
- 4 The PE/S will be directed to review payrolls for accuracy for each working contractor once a month.
- 5 The Department will require the PE/S to enter the received and reviewed for accuracy dates on the Department supplied Excel spread sheet for tracking purposes.
- 6 Area Engineers will spot check the PE/S spread sheet on a monthly basis to assure that the PE/S is following policy.
- 7 The Department will develop a system, so that when the PDF files for the certified payrolls are completed by the PE/S, they will then be transferred to ERMS. An MIS project may need to be requested, scheduled and budgeted for to accomplish this task.
- 8 In order to assure compliance with the requirements for submitting certified payrolls, if all certified payrolls are not received on time as required by the contract documents, the PE/S may withhold progress estimates until they are received.
- 9 Construction Management will issue a new Construction Memo that will supersede Construction Memo 15-12, explaining the new policy and expected requirements.

- 10 Construction Management will revise the General Instructions to Field Employees (GIFE) as needed to provide guidance in meeting the policy.
- 11 The Department commits to exploring the use of payroll compliance software which would assist both INDOT and the contractor community by producing, collecting and managing certified payroll reports and workforce data.

Anticipated Completion Date:

November 1, 2018


(Signature)

Deputy Commissioner Construction Mat
(Title)

March 17, 2017
(Date)



INDIANA DEPARTMENT OF TRANSPORTATION

Office of Materials Management
120 S. Shortridge Road
Indianapolis, IN 46219

PHONE: (317) 610-7251
FAX: (317) 356-9351

Eric Holcomb, Governor
Joe McGuinness, Commissioner

CORRECTIVE ACTION PLAN

FINDING 2016-008 - SPECIAL TEST AND PROVISIONS - QUALITY ASSURANCE

Contact Person Responsible for Corrective Action:

John Leckie, Statewide Materials & Tests Director

Contact Phone Number:

260-519-0133

Views of Responsible Official:

We concur with the finding. It should be noted that INDOT has shown steady improvement from past the review and was 95% compliant in FY 16.

Description of Corrective Action Plan:

- INDOT will perform reviews of the all active testing personnel (both Construction & Testing) on a quarterly basis. Specifically, INDOT's Districts will download all testing related data on April 1st, July 1st and Oct 1st of each year to ensure proper controls are in place to enhance the compliance of the Quality Assurance Program. The quarterly reviews started on October 1, 2016.
- INDOT will review and modify the current Independent Assurance and Qualified Acceptance Personnel Program. This will be a collaborative effort with both District Testing, Construction and FHWA. Target completion is September 1, 2017.
- INDOT plans to modify current IA resources to better ensure compliance. Target completion is September 1, 2017.
- INDOT is currently working on an upgrade of our current SiteManager program. Once completed it will provide enhanced functionality to track active testers and ensure enhanced compliance. Target completion is January 1, 2019.

Anticipated Completion Date:

Please see above.

(Signature)

Statewide Materials & Tests Director
(Title)

3/16/17

CORRECTIVE ACTION PLAN

FINDING 2016-009 Cash Management; Title I Grants to Local Educational Agencies, Special Education Grants to States, Improving Teacher Quality State Grants, School Improvement Grants

Contact Person Responsible for Corrective Action: Nathan Williamson, Director of School Improvement
Contact Phone Number: 317-232-6671.

Contact Person Responsible for Corrective Action: Pam Wright, Director, Office of Special Education
Contact Phone Number: 317-232-6622.

We concur with the finding.

Description of Corrective Action Plan:

The Division of Title Grants and Support, as well as Special Education, began working with an auditor from the Department of Education (DOE) to create a process that includes both on-site and desktop monitoring using a risk assessment to determine which LEAs will be fiscally monitored each year. LEAs will be monitored for all federal programs simultaneously.

During both the on-site and desktop audits, either the specialist or the auditor will request supporting documentation to determine that the reimbursements were for expenses approved within the Title I, Title IIA, SIG, and Special Education Part B applications; that the activities occurred within the allowable activity period; and that the expenses occurred prior to the submission of the reimbursement request.

Anticipated Completion Date:

Process began in March 2017

CORRECTIVE ACTION PLAN

FINDING 2016-010 Subrecipient Monitoring; Title I Grants to Local Educational Agencies, Improving Teacher Quality State Grants

Contact Person Responsible for Corrective Action: Nathan Williamson, Director of School Improvement
Contact Phone Number: 317-232-6671.

We concur with the finding.

Description of Corrective Action Plan:

The Division of Title Grants and Support revised both of its award notices for Title I and Title IIA for FFY 16 to ensure each includes the proper federal award information at the time of the subaward. These award notices are reviewed by a specialist and approved by a supervisor.

The Division of Title Grants and Support will coordinate a federal grant tracker to include Title grant awards, along with the Office of Special Education and the Office of School and Community Nutrition, to ensure the proper audit was received. This tracker will provide a comprehensive view of the total expended federal funding in order to maintain a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received. LEAs will indicate if they have expended more than \$750,000 total in federal funds to determine eligibility for a federal audit. A tracking system will be created to identify those LEAs that meet or exceed the \$750,000 threshold. The SEA will verify that subrecipients have been audited and have met the audit requirements when the federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements.

Anticipated Completion Date:

Award notification completed in fall 2016 for FFY 16.

CORRECTIVE ACTION PLAN

FINDING 2016-011 Period of Performance; Title I Grants to Local Educational Agencies

Contact Person Responsible for Corrective Action: Tracy Brown, Director of Accounting
Contact Phone Number: 317-232-6974.

We concur with the finding.

Description of Corrective Action Plan:

Controller will notify the Budget Analyst to change the status of a project to “Reject online transactions” once the project period has ended. This status will provide the following message when attempts are made to charge expenses to the closed project: *The status of “Reject online transactions” for project 700S010Axxxxx prevents additional transactions.* This will ensure that no transactions will be charged to a federal project outside the period of performance.

Anticipated Completion Date:

Process began in early 2017.

CORRECTIVE ACTION PLAN***FINDING 2016-012 Eligibility, Earmarking, Suspension and Debarment; School Improvement Grants***

Contact Person Responsible for Corrective Action: Nathan Williamson, Director of School Improvement
Contact Phone Number: 317-232-6671.

We concur with the finding.

Description of Corrective Action Plan:

The Indiana Department of Education (IDOE) has developed a process for eligibility and earmarking for the most current year of School Improvement Grants (SIG), school year (SY) 2015-2016. This process ensures that there are segregation of duties related to all compliance requirements.

During the newest round of applications, all applications are reviewed multiple times by multiple reviewers. This includes:

- A first review by an individual utilizing the evaluation rubric to ensure that proposed expenditures are reasonable, allocable, and necessary and fit the purpose and intent of the SIG award.
- A second review by a SIG team member
- A phone call with school, LEA, and other stakeholders by an IDOE committee
- A final review by SIG team and SEA leadership, which includes a review of the final budgets and total dollars awarded according to Federal guidance.

Renewal applications, including final budgets and amounts awarded, are reviewed by at least two SIG team members. Award letters are drafted by a specialist and signed by a Director.

Amendments are reviewed by two members of the SIG team. A specialist conducts the initial review and prepares the approval packet. A second specialist or Director conducts the second review and signs off for approval. All approved documents are shared with the IDOE Fiscal team and posted publicly on the IDOE – SIG website. An amendment tracker tool tracks the progress and current status of amendments to ensure compliance of all steps of the process.

A final review and budgets ensure that at least 95% of funds are awarded directly to schools. This final review is conducted by an internal SIG committee that includes, at a minimum, the Coordinator and Director. Final approved budget amounts are shared with the SIG Fiscal team.

Anticipated Completion Date:

Completed September 2016.

CORRECTIVE ACTION PLAN

FINDING 2016-013 Subrecipient Monitoring; School Improvement Grants

Contact Person Responsible for Corrective Action: Nathan Williamson, Director of School Improvement
Contact Phone Number: 317-232-6671.

We concur with the finding.

Description of Corrective Action Plan:

The Division of Title Grants and Support will coordinate a federal grant tracker to include Title grant awards, along with the Office of Special Education, SIG, and the Office of School and Community Nutrition, to ensure the proper audit was received. This tracker will provide a comprehensive view of the total expended federal funding in order to maintain a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received. LEAs will indicate if they have expended more than \$750,000 total in federal funds to determine eligibility for a federal audit. A tracking system will be created to identify those LEAs that meet or exceed the \$750,000 threshold. The SEA will verify that subrecipients have been audited and have met the audit requirements when the federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements.

Anticipated Completion Date:

Process to be in place by July 1, 2017

CORRECTIVE ACTION PLAN

FINDING 2016-014 Period of Performance; Special Education Cluster

Contact Person Responsible for Corrective Action: Tracy Brown, Director of Accounting
Contact Phone Number: 317-232-6974.

We concur with the finding.

Description of Corrective Action Plan:

Controller will notify the Budget Analyst to change the status of a project to “Reject online transactions” once the project period has ended. This status will provide the following message when attempts are made to charge expenses to the closed project: *The status of “Reject online transactions” for project 7000H027Axxxxx prevents additional transactions.* This will ensure that no transactions will be charged to a federal project outside the period of performance.

Anticipated Completion Date:

Process began in early 2017.

CORRECTIVE ACTION PLAN

FINDING 2016-015 – SUBRECIPIENT MONITORING; Special Education

Contact Person Responsible for Corrective Action: Pam Wright, Director, Office of Special Education
Contact Phone Number: 317-232-6622.

We concur with the finding.

Description of Corrective Action Plan:

Award Identification: After the pertinent information is entered into the award letter by an employee of the Office of Special Education, a second reviewer will be assigned to verify the accuracy. He/she will enter his/her initials onto the tracking sheet in order to document the second approval.

During Award Monitoring: The first grant reviewer will enter the necessary information into the tracking sheet, and the second grant reviewer will verify the accuracy. He/she will enter his/her initials onto the tracking sheet in order to document the second approval.

Audit Reports: The Office of Special Education will add an assurance to all Part B, 611 applications in order to maintain a comprehensive listing of all subrecipients that qualified for an audit in accordance with OMB Circular A-133 or 2 CFR 200, Subpart F, to ensure the proper audit was received. LEAs will indicate if they have expended more than \$750,000 total in federal funds to determine eligibility for a federal audit. A tracking system will be created to identify those LEAs that meet or exceed the \$750,000 threshold. The SEA will verify that subrecipients have been audited and have met the audit requirements when the federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in § 200.501 Audit requirements.

Anticipated Completion Date:

Process will be in place by July 1, 2017

CORRECTIVE ACTION PLAN

FINDING 2016-016 - SPECIAL TESTS AND PROVISIONS - ACCESS TO FEDERAL FUNDS FOR NEW OR SIGNIFICANTLY EXPANDED CHARTER SCHOOLS; Special Education Cluster

Contact Person Responsible for Corrective Action: Pam Wright, Director, Office of Special Education
Contact Phone Number: 317-232-6622.

We concur with the finding.

Description of Corrective Action Plan:

After the Part B Grants' Supervisor calculates the allocations for the new charter schools, a second reviewer will verify the calculations for accuracy. He/she will initial the allocation spreadsheet for documentation purposes.

Anticipated Completion Date:

Process will be implemented effective immediately for the next calculation for Federal Fiscal year 2017.

CORRECTIVE ACTION PLAN

FINDING 2016-017 -LEVEL OF EFFORT AND EARMARKING; Special Education Cluster

Contact Person Responsible for Corrective Action: Pam Wright, Director, Office of Special Education
Contact Phone Number: 317-232-6622.

We concur with the finding.

Description of Corrective Action Plan:

After the Part B Grants' Supervisor enters the pertinent information into the tracking sheet for Level of Effort and Earmarking, a second reviewer will review the calculations for accuracy. He/she will initial the tracking sheet for documentation purposes.

Anticipated Completion Date:

Process will be in place by July 1, 2017



Eric J. Holcomb, Governor
Mary Beth Bonaventura, Director

Indiana Department of Child Services
Room E306 – MS47
302 W. Washington Street
Indianapolis, Indiana 46204-2738

317-234-KIDS
FAX: 317-234-4497

www.in.gov/dcs

Child Support Hotline: 800-840-8757
Child Abuse and Neglect Hotline: 800-800-5556

CORRECTIVE ACTION PLAN

FINDING 2016-018 – CASH MANAGEMENT

Contact Person Responsible for Corrective Action: John Mallers, Asst. Deputy Director, DCS CSB
Financial Quality Assurance
Contact Phone Number: (317) 232-0642

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: Specific rules have been communicated, and protocols and procedures have been implemented to monitor the cash management (cash basis accounting) procedures of sub-recipients by the CSB Financial Quality Assurance (FQA) Department.

Beginning in July 2017, CSB will revise the certification on the Monthly Expenditure Claim (MEC) and the Quarterly Incentive Expenditure Form (QIE) to include language emphasizing cash basis accounting. For the MEC, the last sentence of the certification will be amended (in bold below) to read as follows: *I also certify that the expenditures above are in accordance with federal, state, and county laws, regulation and policies pertaining to the Title IV-D program **and have been paid by the County Auditor prior to submission for reimbursement on this form.*** For the QIE, the certification will state: *I also certify that the expenditures above are in accordance with federal, state, and county laws, regulation and policies pertaining to the Title IV-D program **and have been paid by the County Auditor prior to inclusion on this form.***

In addition to this, CSB has clearly set rules, which are included in the IV-D Expense Reporting and Reimbursement Complete Guide and reinforced to all county sub-recipient offices during trainings and presentations, which dictate that expenditures must be paid prior to submitting for reimbursement. This is based on the idea of cash basis accounting principles, which is communicated to all county offices using federal IV-D funds.

Within the Self-Guided Title IV-D Monthly Expense Claiming and Quarterly Incentive Expenditure Reporting PowerPoint (PPT), this concept is clearly defined. This PPT was distributed via webmail to all county sub-recipient offices in 2015, plus it is currently available for viewing and review on the CSR (the CSB's Web site accessible by all county sub-recipient offices). Further, the IV-D Expense Reporting and Reimbursement Complete Guide also outlines these principles and internal control methods in the section titled, *County Claims and Incentive Reporting*.



Protecting our children, families and future

Monitoring occurs both during the review of monthly expense claims/quarterly incentive balances, and during the FQA Reviews. For the former, if needed, the CSB FQA Department contacts the sub-recipient for additional information, explanation of expenditures, and potential corrections of their use of proper cash management procedures.

During FQA Reviews, the concept of only reporting actual expenditures is discussed in detail with each county's sub-recipient office. CSB obtains the ledgers of actual expenditures from the County Auditor's office and compares those ledger figures to the reported monthly claimed amounts for reimbursement and the reported quarterly incentive expenditures, as submitted by each county sub-recipient office. Additionally, both CSB's Financial Quality Assurance Plan and the on-site Financial Quality Assurance Questionnaire include specific questions for review with each county sub-recipient office to ensure cash basis accounting principles are being followed.

Anticipated Completion Date: Implementation of Certification: 07/31/2017

FINDING 2016-019 – SUBRECIPIENT MONITORING

Contact Person Responsible for Corrective Action: John Mallers, Asst. Deputy Director, DCS CSB
Financial Quality Assurance
Contact Phone Number: (317) 232-0642

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: CSB will continue to perform the following activities:

1. Specific protocols and procedures have been implemented to review and monitor the monthly expense claims of sub-recipients and also the quarterly incentive expenditures and incentive balances of sub-recipients. This included a review for reasonableness of the expenditures by the CSB Financial Quality Assurance (FQA) Department, and also for variances of these expenditures. If needed, the CSB FQA Department contacts the sub-recipient office for additional information, explanation of expenditures, and potential corrections.
2. The CSB FQA Department also monitors and performs a detailed review of county Cost Allocation Plans (CAP). All of these reviews are tracked in detailed spreadsheets that accompany written review procedures, and are also checked and signed off by both the Supervisor and Assistant Deputy Director of the CSB FQA Department.

In SFY 2016, CSB implemented Financial Quality Assurance Reviews (FQA Reviews) of sub-recipients. This involves a detailed review of a sub-recipient's ledgers, budgets, claims, and supporting documentation plus an on-site visit, which is subsequently conducted with the county Auditor, Clerk, Prosecuting Attorney, and IV-D Court as applicable. After the on-site review, specific recommendations will be given to each office as needed for compliance with federal rules. For these reviews, a detailed spreadsheet is maintained by the CSB FQA Department, which records all Review action taken with each county office plus the detailed recommendations given to each county office. The Supervisor and the Assistant Deputy Director of the FQA Department review and sign off on the entire spreadsheet to ensure the Reviews have been conducted and recommendations created. Further, the Deputy Director receives and responds to status reports from the Assistant Deputy Director to ensure the reviews are conducted in a timely manner and to also review the recommendations sent to sub-recipient offices.



Beginning in SFY 2017, CSB will implement a risk assessment system as part of its overall review of sub-recipients. This risk assessment system will be based the results of the monitoring of sub-recipients as described in (1) and (2) above, as well as the results of the FQA Review of each sub-recipient as described in the previous paragraph. In addition, the results of the sub-recipient's State Board of Accounts (SBOA) annual audit will be a factor in the risk assessment score, as well as the longevity of personnel in the sub-recipient offices. Sub-recipients will receive a score on each risk assessment factor indicating the expected likelihood of errors. These scores will be generated by FQA Field Auditors and reviewed/approved by both the Supervisor and Assistant Deputy Director. Risk assessment scores will be used to determine the level of review sub-recipients would require with future FQA Reviews. A low likelihood of errors might mean the next FQA Review is merely a desk review of their compliance with federal rules, whereas a high likelihood of errors could mean the sub-recipient's next FQA would be moved to the top of the schedule. With this system, the CSB FQA Department will focus attention on areas where problems are more likely to exist, thereby increasing overall compliance with federal rules.

In SFY 2015 and SFY 2016, CSB issued several guidance documents to all sub-recipients. Also, self-guided, interactive PowerPoint presentations were issued to assist sub-recipients with proper claiming procedures, and improvement of supporting documentation. Several supporting documentation forms were developed by CSB and sent to sub-recipients as options for them to use. Additionally, for SFY 2016, the IV-D Expenditure Portal was enhanced to better assist counties to properly submit claims and report incentive expenditures and balances, and the IV-D Expense Reporting and Reimbursement Complete Guide was updated to make it easier for the reader to locate information. Finally, the CSB FQA Department reviews all SBOA audit findings of sub recipients as well as their responses and corrective action plans. Sub-recipients are contacted to ensure compliance with the corrective action plan, which is also required by CSB. A detailed spreadsheet was developed to manage these activities and resolutions. CSB has accessed Gateway to determine if a county was required to have a single audit based on the federal threshold and ensured those counties all have had an audit completed. This information is also captured on the spreadsheet. Secondary reviews of the spreadsheet are conducted by the Supervisor and the Assistant Deputy Director of the CSB FQA Department, both of whom sign off on the spreadsheet when the reviews have been verified. The Supervisor and the Assistant Deputy Director of the FQA Department also conduct periodic overall reviews of the entire spreadsheet and set review meetings with staff to ensure proper monitoring and action on the SBOA audit findings.

Anticipated Completion Date: Risk Assessment: 12/01/2018

FINDING 2016-020 – ACTIVITIES ALLOWED OR UNALLOWED, ALLOWABLE COSTS/COST PRINCIPLES, ELIGIBILITY

Contact Person Responsible for Corrective Action: Clinton Bohm
Contact Phone Number: 317-234-5768

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: DCS will review detailed backup documentation. The backup documentation will be confirmed by a second person before beginning to create a journal to move expenses. Upon completing of the journal, a third party will ensure all documents are appropriate and match up.

Anticipated Completion Date: 12/31/2017



FINDING 2016-021 – PERIOD OF PERFORMANCE

Contact Person Responsible for Corrective Action: Clinton Bohm
Contact Phone Number: 317-234-5768

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: DCS will review our KidTraks System and ensure that claiming and eligibility is correctly calculated. Additionally, DCS will work with FSSA on the language of the TANF state plan to make sure that appropriate services are included moving forward.

Anticipated Completion Date: 12/31/2017





CORRECTIVE ACTION PLAN

FINDING 2016-022 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: David Smalley
Contact Phone Number: 317-232-2010

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

FSSA/Division of Family Resources is aware that this was a repeat finding from last year's review. FSSA/DFR would like to note though that since this current review was focused on SFY 2016, the corrective action taken in June 2016 would not have been reflected in cases pulled for SFY 2016 since there would not have been time for the corrective action to be reflected in cases. We would certainly anticipate that the actions taken last June and in the near future will impact the correct processing of TANF particularly in acquiring verification of relationships. As noted in the past finding, the following policy manual cite continues to be in place to assist our eligibility staff in correct processing of TANF eligibility in particular with relationship verification.

Indiana Program Policy Manual

2420.05.05 Verification Of Relationship (C)

Within the C category, the policy stated in this section only applies to ADCU and ADCR.

It is the responsibility of the applicant/recipient to assist the eligibility worker to verify the degree of relationship between a child and a specified relative.

The relationship of a child to a relative listed in the previous section, except for an alleged father, is verified when the eligibility worker either:

Sees the child's birth certificate; or

Obtains verification from two of the sources listed below, when the birth certificate is not seen:

- Hospital records established at the time of birth (including a hospital issued birth certificate);
- Physician's records;
- Marriage records;
- Court records, including adoption records;
- Social Security Administration records;
- Church documents, such as baptismal certificates;
- Passport;
- Immigration records;
- Naturalization records;
- School records;
- Records of social agencies (including the Local Office); or



- Signed statement from an unrelated reliable person having specific knowledge about the relationship of the child to the specified relative.

As a result of this repeat finding, we will conduct a review of the training developed last year and update if necessary. Again this training session is devoted specifically to relationships and required verifications/documentation in order to support the eligibility decision. Included in this training was a review of the above noted section in the policy manual as a requirement as well as the necessary documentation that is required to be present in the case record information. The training was developed by our TANF policy staff and will be re-loaded into our Learning Management System (LMS). All eligibility staff will be required to take this training. The advantage of loading this training into LMS is that we can track completion. We will complete our re-review of this material and begin the process of re-loading into LMS.

In addition, our Quality Control section does review a sample of TANF cases monthly and does review for adequate verification of relationships. However, Quality Control does not currently cite this as an error but does provide as additional information to the local office. In addition, Quality Control does follow up on the additional information provided in order to determine if follow up action had been taken by the local office.

Anticipated Completion Date: Training to be completed by June 15, 2017

FINDING 2016-023 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: David Smalley

Contact Phone Number: 317-232-2010

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

This finding has two issues that must be addressed in terms of corrective action. The first is an interface issue with the Child Support ISETS system. There were several cases in which ISETS reflects that a non-cooperation notice was sent to ICES, however, ICES did not receive the notice. Thus, benefits were not discontinued or discontinued timely. We have reached out to ICES systems staff and are in the process of assessing the interface issue. There is yet to be a determination of whether the issue lies within the ICES system or whether it is an ISETS issue. If it is determined to be an ISETS issue, it would be more difficult for us to determine a timeline for action to be taken to address this issue. Should this be an ICES issue, we would move forward in determining an appropriate fix and timeline for such fix.

The additional finding for child support non-cooperation has to do with not taking timely action on discontinuance based on receipt of notice. DFR commits to reviewing our current change processing queue in order to re-prioritize these changes in order to ensure timely processing.

Anticipated Completion Date: DFR would request a period of 60 days in order to determine the issues relevant to the interface issues between ICES and ISETS. In terms of the case processing timeliness, we will review and adjust the change processing queue within the next 30 days.

FINDING 2016-024 - EARMARKING

Contact Person Responsible for Corrective Action: Theresa Koleszar
Contact Phone Number: 317-232-1432

Views of Responsible Official: BRS acknowledges that the earmarking requirement to set aside 15% of federal funds for the provision of pre-employment transition services (pre-ets) was not met. However, BRS does not agree that the cause of the non-compliance was failure to track pre-ets expenses. BRS tracks pre-ets expenses through contract expenses and a special report run out of IRIS, the VR Case Management System. While BRS did earmark some funding for pre-ets in FFY16 (approximately 1/3 of the required amount), the program did not meet the 15% requirement. Pre-ets is a new federal requirement and BRS plans to identify additional fiscal resources in order to work toward full compliance with this earmarking requirement.

Description of Corrective Action Plan: BRS is identifying strategies to shift resources in order to increase the availability of funds for pre-ets; however, this is challenging due to limited fiscal resources. BRS will be receiving technical assistance from the Rehabilitation Services Administration (RSA) in April on the potential utilization of Third Party Cooperative Agreements (TPCA). Through a TPCA with a state or local public entity, BRS may be able to generate additional non-federal match dollars in order to draw more VR federal grant funds, directing those funds toward the earmarking requirement.

Anticipated Completion Date: BRS will be working over the next year to identify strategies for both increasing and shifting resources to increase the availability of funds for earmarking. BRS will demonstrate a substantial increase in the amount of funds earmarked pre-ets in FFY17, and is targeting full compliance with the 15% earmarking requirement for FFY18.

FINDING 2016-025 - PERIOD OF PERFORMANCE

Contact Person Responsible for Corrective Action: Theresa Koleszar
Contact Phone Number: 317-232-1432

Views of Responsible Official: VR agrees with the finding.

Description of Corrective Action Plan: BRS is initiating a contract with Public Consulting Group (PCG) to implement a claims payment system for VR. The system is anticipated to go live before the end of calendar year 2017. It is anticipated that this system will address the challenges VR currently faces in processing approximately 60,000 claims annually in an efficient and timely manner. BRS expects that the system will result in a decrease in the number of lost claims, will reduce the need to backdate claims, and will increase responsibility on vendors to bill accurately and timely. In the interim, BRS will view all costs at the end of the FFY16 period of performance and determine whether charges were made to the grant for services outside of the period of performance. If charges were made to FFY16 in error, BRS will transfer those funds to the appropriate grant year.

Anticipated Completion Date: December 31, 2017

FINDING 2016-026 - ELIGIBILITY

Contact Person Responsible for Corrective Action: Theresa Koleszar
Contact Phone Number: 317-232-1432

Views of Responsible Official: BRS acknowledges that eligibility determinations are not being processed within the 60-day required timeframe for all cases.

Description of Corrective Action Plan: BRS is experiencing a deficit in staffing capacity, and as a result has been unable to process cases in a timely manner, including ensuring eligibility determinations are completed within 60 days of the application date. BRS will be requesting approval from RSA, through a state plan amendment, to implement a process called 'Order of Selection.' A State VR agency is required to implement an order of selection when it anticipates that it will not have sufficient personnel or fiscal resources to fully serve all eligible individuals, in accordance with federal timeliness requirements. If approved, BRS will implement the order of selection and will prioritize individuals with the most significant disabilities to be served. Newly eligible individuals who are not determined to be an individual with a most significant disability will be deferred for services until such time that sufficient resources become available to serve them. Within the first year of implementation of the order of selection, BRS anticipates a reduction in caseload sizes for VR Counselors and possibly a reduced turnover rate, which is currently 56%. BRS will also be identifying strategies to build staffing capacity over the next couple of years.

Additionally, as BRS works to implement a new case management system over the next 18-24 months, additional efforts will be pursued to institute increased internal controls, which could include automatic alerts or 'tickler's, or other strategies depending on the functionality available in the new system.

Anticipated Completion Date: BRS will work toward improved timeliness of eligibility determinations and anticipates compliance with this requirement by July, 2018. The new case management system is anticipated to 'go live' by spring, 2019 and will include an enhanced mechanism for internal controls pertaining to timeliness of IPE development.

FINDING 2016-027 - SPECIAL TEST & PROVISIONS - COMPLETION OF IPEs

Contact Person Responsible for Corrective Action: Theresa Koleszar
Contact Phone Number: 317-232-1432

Views of Responsible Official: BRS acknowledges that IPE's are not being processed within the 90-day required period for all cases. Regarding the finding pertaining to a lack of sufficient internal controls, BRS has provided additional information to the U.S. Department of Education to address the same finding from the prior A-133 audit. Email communication from U.S. Department of Education indicates the finding is likely resolved. BRS is awaiting official written notice and will share this documentation upon receipt.

Description of Corrective Action Plan: BRS is experiencing a deficit in staffing capacity, and as a result has been unable to process cases in a timely manner, including ensuring IPE's are completed within 90 days of eligibility. BRS will be requesting approval from RSA, through a state plan amendment, to implement a process called 'Order of Selection.' A State VR agency is required to implement an order of selection when it anticipates that it will not have sufficient personnel or fiscal resources to fully serve all eligible individuals, in accordance with federal timeliness requirements. If approved, BRS will implement the order of selection and will prioritize individuals with the most significant disabilities to be served. Newly eligible individuals who are not determined to be an individual with a most significant disability will be deferred for services until such time that sufficient resources become available to serve them. Within the first year of implementation of the order of selection, BRS anticipates a reduction in caseload sizes for VR Counselors and possibly a reduced turnover rate, which is currently 56%. BRS will also be identifying strategies to build staffing capacity over the next couple of years.

Additionally, while BRS does have internal controls in place to assist staff in identifying cases approaching the 90-day timeframe for IPE development, VR staff must take a proactive approach to obtaining this information. As BRS works to implement a new case management system over the next 18-24 months, additional efforts will be pursued to institute increased internal controls, which could include automatic alerts or 'tickler's, or other strategies depending on the functionality available in the new system.

Anticipated Completion Date: BRS will work toward improved timeliness of IPE development and anticipates compliance with this requirement by July, 2018. The new case management system is anticipated to 'go live' by spring, 2019 and will include an enhanced mechanism for internal controls pertaining to timeliness of IPE development.

FINDING 2016-028 - PROCUREMENT AND SUSPENSION AND DEBARMENT

Contact Person Responsible for Corrective Action: Theresa Koleszar
Contact Phone Number: 317-232-1432

Views of Responsible Official: BRS acknowledges that it does not currently have a process in place to ensure vendors are not suspended or debarred. However the recommendation that VRS enter into a formal contract agreement with all 2,000+ vendors that provide VR services is unmanageable and unnecessary. Furthermore, the selection of vendors occurs through informed choice of the VR participant.

Description of Corrective Action Plan: BRS will add a new step in the process of registering vendors to include a review of the suspension and debarment listing online. BRS already has contracts in place with vendors for certain services, all of which followed a RFP process. This includes contracts for interpreting services and hearing aids and devices. Additionally, BRS has provider agreements with approximately 90 providers who carry out employment services, the largest area of spend for BRS. BRS has drafted a provider registration packet and application for vendors who provide services that are highly specialized and require specific certification, and occur under a unique arrangement with VR, such as Assistive Technology, home modifications, vehicle modifications, and small business consultation services, as a provider agreement is appropriate in these situations. Vendors who are not providing services under any type of unique arrangement, such as public universities who are simply billing VR as a funding source for tuition, will continue under the current process of issuing a purchase order to outline the terms of the service (i.e. funding amount, service dates, invoice requirements, etc.). It should also be noted that development of a written agreement does not guarantee that any entity will ever receiving authorization to provide a service, as vendors are selected based on informed choice of the VR participant.

Anticipated Completion Date: BRS will complete the vendor registration process for select vendors by January 30, 2018.

FINDING 2016-029 – Matching, Level of Effort, Earmarking
Contact Person Responsible for Corrective Action: Dennis Ailes
Contact Phone Number: 317-232-7913

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: DMHA Policy and Procedure will be revised as follows:

- I. The Bureau Chief of Addiction Services will email to the Division of Mental Health and Addiction (DMHA) Director the Substance Abuse Prevention and Treatment Block Grant Application and Report, which includes the Expenditures Compliance Report, for his/her review and approval. The DMHA Assistant Director and Deputy Director – Addiction will be copied on the email.
- II. Upon completion of DMHA Director review, the Director shall direct through email:
 - A. To revise document and resubmit for review and approval; or,
 - B. To approve document for submission in federal electronic application system, currently WebBGAS.
- III. All four participants in this email shall save these emails for future reference confirming and documenting the DMHA Director approval to submit the Substance Abuse Prevention and Treatment Block Grant Application and Report.

Anticipated Completion Date: April 1, 2017

FINDING 2016-030 (Auditor Assigned Reference Number)
Contact Person Responsible for Corrective Action: David Smalley
Contact Phone Number: 317-232-2010

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The documentation was not available at the time of the auditor request, however since that time, we have been able to retrieve the documentation to support the numbers in the reports. We are working on a plan to ensure the reports are fully supported with detailed reports and the reports are maintained for audit.

Anticipated Completion Date: July 1, 2017

FINDING 2016-031 (Auditor Assigned Reference Number)
Contact Person Responsible for Corrective Action: David Smalley
Contact Phone Number: 317-232-2010

Views of Responsible Official: We do concur with the finding

Description of Corrective Action Plan:

This finding is relevant to the need for EBT transactional information for the period of 7/1/2015 through 9/27/2015. For purposes of background information, DFR did transition to a new EBT vendor effective 9/27/2015. The new vendor Xerox does not have all of the historical transactional data that had been transferred from the previous vendor, JPMorgan Chase. DFR chose not to have this historical data transferred to our data warehouse due to cost issues associated with the volume of data. That was with the understanding that should we need this data, we could access via the Xerox data warehouse. We have since found that there are some issues in accessing the data through Xerox – the data is certainly available but does take an extended period of time to collect based upon the high volume of transactions. We have pulled some data and will continue to obtain the necessary information.

Anticipated Completion Date: We anticipate receiving the data for the period of 7/1/2015 – 9/27/2015 within the next 30 days.