Statewide Single Audit Report

State of Oregon

For Fiscal Year Ended June 30,

2013

Secretary of State
Kate Brown

Audits Division, Director
Gary Blackmer

Office of the Secretary of State

Kate Brown
Secretary of State

Robert Taylor
Deputy Secretary of State

Audits Division

Gary Blackmer
Director

255 Capitol Street NE, Suite 500
Salem, OR 97310

(503) 986-2255
fax (503) 378-6767

The Honorable John A. Kitzhaber, MD
Governor of Oregon

We have conducted a statewide audit in accordance with *Government Auditing Standards*, the Single Audit Act Amendments of 1996, U. S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the related OMB Circular A-133 Compliance Supplement including any applicable addendums. This report encompasses the year ended June 30, 2013, and is required for the State to continue receiving federal financial assistance, which, as shown in this report, totals approximately $9.9 billion.

As required by the Single Audit Act, we issued a report dated January 27, 2014, on the State of Oregon's financial statements. That report was included in the State of Oregon's *Comprehensive Annual Financial Report* for the year ended June 30, 2013.

This report contains the remaining components required by the Single Audit Act:

- *Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards.* This component contains our report on the State of Oregon's internal control over financial reporting and compliance with laws, regulations, contracts and grant agreements that affect the financial statements. Part of the schedule of findings and questioned costs relates to this report.

- *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 OMB Circular A-133.* This component contains our report on the State of Oregon's compliance with the requirements applicable to each of its major federal programs as described in OMB Circular A-133 and internal controls over compliance. Part of the schedule of findings and questioned costs relates to this report. This component also contains our report on the State of Oregon's schedule of expenditures of federal awards for the year ended June 30, 2013.

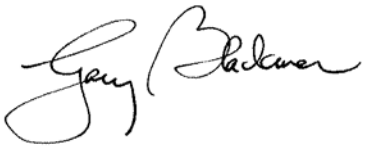
- *Schedule of Expenditures of Federal Awards.* This schedule is not a required part of the State of Oregon's financial statements, but is required by OMB Circular A-133. The schedule shows State expenditures of federal awards, for the fiscal year ended June 30, 2013, excluding the Oregon Health and Science University. The notes, which accompany the schedule, are considered an integral part of the schedule. They provide disclosures regarding the reporting entity, the significant accounting policies used in preparing the schedule, the value of federal awards expended in the form of non-cash assistance, the value of loans outstanding at year end, unemployment insurance and the value of pass-through awards received by the State from non-federal entities.

- *Schedule of Findings and Questioned Costs.* This schedule lists 22 current year audit findings regarding internal control related to financial reporting. It also lists 36 current year audit findings regarding compliance with the requirements of major federal programs and related internal controls.

- *Schedule of Prior Year Findings.* This schedule lists the current status of prior year findings that remained uncorrected at the end of fiscal year 2012.

OMB Circular A-133 requires management to provide a plan of corrective action on the findings and recommendations for the fiscal year ended June 30, 2013. Management's response and planned corrective actions are included in this schedule. We did not audit management's response, and accordingly, we express no opinion on it.

OREGON AUDITS DIVISION



Gary Blackmer
Director

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Office of the Secretary of State

Kate Brown
Secretary of State

Robert Taylor
Deputy Secretary of State

Audits Division

Gary Blackmer
Director

255 Capitol Street NE, Suite 500
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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Oregon as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the State of Oregon's basic financial statements, and have issued our report thereon dated January 27, 2014. Our report includes a reference to other auditors who audited the financial statements of the following discretely presented component units: State Accident Insurance Fund Corporation, Oregon Health and Science University, and Oregon University System Foundations. Other auditors also audited the financial statements of the Oregon University System, the Common School Fund and the Public Employees Retirement System, as described in our report on the State of Oregon's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors. The financial statements of the Oregon University System Foundations were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the State of Oregon's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Oregon's internal control. Accordingly, we do not express an opinion on the effectiveness of the State of Oregon'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 and the other auditors identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses. Items 2013-001 through 2013-003, 2013-011, and 2013-014 through 2013-015.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Items 2013-004 through 2013-010, 2013-012 through 2013-013, and 2013-016 through 2013-022.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Oregon's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests and those of the other auditors disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The State of Oregon's Response to Findings

The State of Oregon's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The State of Oregon'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

OREGON AUDITS DIVISION

Mary Wenger, CPA
Deputy Director, Financial and Compliance
Secretary of State, Audits Division

January 27, 2014

Office of the Secretary of State

Kate Brown
Secretary of State

Robert Taylor
Deputy Secretary of State

Audits Division

Gary Blackmer
Director

255 Capitol Street NE, Suite 500
Salem, OR 97310

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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 OMB Circular A-133

Independent Auditor's Report

Report on Compliance for Each Major Federal Program

We have audited the State of Oregon's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the State of Oregon's major federal programs for the year ended June 30, 2013. The State of Oregon'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 of Oregon's basic financial statements include the operations of the Oregon Health and Science University, which expended approximately $325 million in federal awards, which is not included in the State of Oregon's schedule of expenditures of federal awards for the year ended June 30, 2013. Our audit, described below, did not include the operations of the Oregon Health and Science University because the component unit engaged other auditors to perform an audit in accordance with OMB Circular A-133. To obtain a copy of that report, please refer to note disclosure 2 of the schedule of expenditures of federal awards.

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 of Oregon'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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of Oregon's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Basis for Qualified Opinion on Temporary Assistance for Need Families, Low Income Home Energy Assistance Program, Foster Care Title IV-E, Adoption Assistance, Medicaid Cluster

As described in Findings 2013-023 through 2013-032, 2013-034 through 2013-036, 2013-042, 2013-046, and 2013-049 in the accompanying schedule of findings and questioned costs, the State of Oregon did not comply with requirements regarding the following:

Finding #	CFDA #	Program (or Cluster) Name	Compliance Requirement
2013-029	93.558	Temporary Assistance for Needy Families	Special Tests and Provisions
2013-030	93.558	Temporary Assistance for Needy Families	Special Tests and Provisions
2013-031	93.558	Temporary Assistance for Needy Families	Eligibility
2013-032	93.558	Temporary Assistance for Needy Families	Reporting
2013-034	93.558	Temporary Assistance for Needy Families	Eligibility
2013-046	93.568	Low Income Home Energy Assistance Program	Activities Allowed or Unallowed and Subrecipient Monitoring
2013-049	93.568	Low Income Home Energy Assistance Program	Reporting
2013-023	93.658 93.659	Foster Care Title IV-E Adoption Assistance	Activities Allowed or Unallowed and Eligibility
2013-024	93.558 93.658 93.659	Temporary Assistance for Needy Families Foster Care Title IV-E Adoption Assistance	Activities Allowed or Unallowed
2013-025	93.658 93.659	Foster Care Title IV-E Adoption Assistance	Period of Availability
2013-026	93.658	Foster Care Title IV-E	Reporting and Matching
2013-027	93.658	Foster Care Title IV-E	Eligibility
2013-028	93.659	Adoption Assistance	Reporting
2013-035	93.777 93.778	Medicaid Cluster	Special Tests and Provisions
2013-036	93.777 93.778	Medicaid Cluster	Special Tests and Provisions
2013-042	93.777 93.778	Medicaid Cluster	Special Tests and Provisions

Compliance with such requirements is necessary, in our opinion, for the State of Oregon to comply with the requirements applicable to that program.

Qualified Opinion on Temporary Assistance for Needy Families, Low Income Home Energy Assistance Program, Foster Care Title IV-E, Adoption Assistance, Medicaid Cluster

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the State of Oregon complied, in all material respects, with the types of compliance

requirements referred to above that could have a direct and material effect on Temporary Assistance for Needy Families, Low Income Home Energy Assistance Program, Foster Care Title IV-E, Adoption Assistance, and Medicaid Cluster for the year ended June 30, 2013.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the State of Oregon 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, 2013.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2013-038 through 2013-041, 2013-043 through 2013-044, 2013-050, 2013-052 through 2013-055 and 2013-057. Our opinion on each major federal program is not modified with respect to these matters.

The State of Oregon's response to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The State of Oregon'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 of Oregon is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the State of Oregon'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 OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Oregon's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph 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. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2013-023 through

2013-025, 2013-029 through 2013-030, 2013-035 through 2013-037, and 2013-046 through 2013-048 to be material weaknesses.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2013-026 through 2013-028, 2013-031 through 2013-033, 2013-038 through 2013-045, and 2013-049 through 2013-058 to be significant deficiencies.

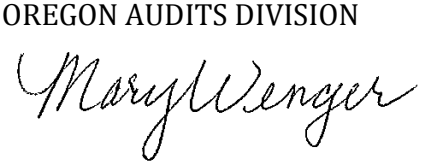
The State of Oregon's response to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The State of Oregon's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Oregon as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the State of Oregon's basic financial statements. We issued our report thereon dated January 27, 2014, 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 OMB Circular A-133 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 expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

OREGON AUDITS DIVISION



Mary Wenger, CPA
Deputy Director, Financial and Compliance
Secretary of State, Audits Division

April 4, 2014, except for the Schedule of Expenditures of
Federal Awards, as to which the date is January 27, 2014

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Department of Agriculture							
10.025	Plant and Animal Disease, Pest Control, and Animal Care		$ 2,633,959	$ --	$ 2,633,959	$ 2,633,959	$ --
10.072	Wetlands Reserve Program		2,383	--	2,383	2,383	--
10.093	Voluntary Public Access and Habitat Incentive Program		525,398	--	525,398	525,398	--
10.156	Federal-State Marketing Improvement Program		15,672	--	15,672	15,672	--
10.169	Specialty Crop Block Grant Program		(3,012)	--	(3,012)	(3,012)	--
10.170	Specialty Crop Block Grant Program - Farm Bill		950,848	866,137	1,816,985	1,816,985	--
10.171	Organic Certification Cost Share Programs		217,676	--	217,676	217,676	--
10.215	Sustainable Agriculture Research and Education		22,885	8,195	31,080	--	31,080
10.225	Community Food Projects		255	--	255	--	255
10.304	Homeland Security_Agricultural		1,656	--	1,656	--	1,656
10.446	Rural Community Development Initiative		--	14,549	14,549	14,549	--
10.500	Cooperative Extension Service		5,403,751	--	5,403,751	5,403,751	--
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children		58,757,093	18,486,311	77,243,404	77,243,404	--
10.558	Child and Adult Care Food Program		355,702	32,421,882	32,777,584	32,767,333	10,251
10.560	State Administrative Expenses for Child Nutrition		2,480,715	--	2,480,715	2,480,715	--
10.567	Food Distribution Program on Indian Reservations		24,642	211,668	236,310	236,310	--
10.574	Team Nutrition Grants		4,023	--	4,023	4,023	--
10.576	Senior Farmers Market Nutrition Program		856,449	--	856,449	856,449	--
10.578	ARRA - WIC Grants to States (WGS)		1,220	--	1,220	1,220	--
10.578	WIC Grants to States (WGS)		1,645,529	652,273	2,297,802	2,297,802	--
10.579	Child Nutrition Discretionary Grants Limited Availability		214,108	106,723	320,831	320,831	--
10.580	Supplemental Nutrition Assistance Program, Process Improvement and Technology Improvement Grants		515,412	--	515,412	515,412	--
10.582	Fresh Fruit and Vegetable Program		60,399	2,418,414	2,478,813	2,478,813	--
10.588	Assessment of Alternatives to Face-to-Face Interviews in SNAP		115,903	--	115,903	115,903	--
10.604	Technical Assistance for Specialty Crops Program		129,727	--	129,727	129,727	--
10.664	Cooperative Forestry Assistance		5,545,037	480,457	6,025,494	6,025,494	--
10.672	Rural Development, Forestry, and Communities		2,903	--	2,903	2,903	--
10.674	Forest Products Lab: Technology Marketing Unit (TMU)		167,818	--	167,818	167,818	--
10.675	Urban and Community Forestry Program		129,922	--	129,922	129,922	--
10.676	Forest Legacy Program		10,550	--	10,550	10,550	--
10.678	Forest Stewardship Program		69,637	--	69,637	69,637	--
10.679	Collaborative Forest Restoration		216,396	--	216,396	216,396	--
10.680	Forest Health Protection		1,195,689	30,097	1,225,786	1,225,786	--
10.687	ARRA - Capital Improvement and Maintenance		35,341	--	35,341	35,341	--
10.687	Capital Improvement and Maintenance		15,772	--	15,772	15,772	--
10.688	ARRA - Wildland Fire Management		2,930,616	443,275	3,373,891	3,373,891	--
10.688	Wildland Fire Management		1,178	--	1,178	1,178	--
10.693	Watershed Restoration and Enhancement Agreement Authority		12,483	--	12,483	--	12,483
10.769	Rural Business Enterprise Grants		16,200	--	16,200	16,200	--

10.868	Rural Energy for America Program	119,971	6,450	126,421	126,421	--
10.902	Soil and Water Conservation	12,026	175,471	187,497	187,497	--
10.XXX	Other Department of Agriculture Programs					
	11 CS 11060600 003	19,236	--	19,236	19,236	--
	12-CR-11061800-037	10,000	--	10,000	10,000	--
	AG 04T1 P 11 0016	(15,501)	--	(15,501)	(15,501)	--
10.XXX	Total Other Department of Agriculture Programs	$ 13,735	$ --	$ 13,735	$ 13,735	$ --
Total Department of Agriculture		**$ 85,427,667**	**$ 56,321,902**	**$ 141,749,569**	**$ 141,693,844**	**$ 55,725**
Department of Commerce						
11.303	Economic Development_Technical Assistance	$ 106,821	$ --	$ 106,821	$ 106,821	$ --
11.407	Interjurisdictional Fisheries Act of 1986	3,822	--	3,822	3,822	--
11.419	Coastal Zone Management Administration Awards	2,339,806	318,299	2,658,105	2,658,105	--
11.420	Coastal Zone Management Estuarine Research Reserves	1,336,538	--	1,336,538	1,336,538	--
11.427	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program	396,382	--	396,382	396,382	--
11.429	Marine Sanctuary Program	55,510	--	55,510	55,510	--
11.436	Columbia River Fisheries Development Program	6,824,499	301	6,824,800	6,824,800	--
11.437	Pacific Fisheries Data Program	738,382	--	738,382	--	738,382
11.438	Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program	6,863,082	5,410,146	12,273,228	11,827,636	445,592
11.439	Marine Mammal Data Program	35,016	--	35,016	--	35,016
11.441	Regional Fishery Management Councils	214,134	--	214,134	--	214,134
11.463	Habitat Conservation	903,278	--	903,278	903,278	--
11.472	Unallied Science Program	559,262	--	559,262	559,262	--
11.473	Coastal Services Center	179,192	--	179,192	179,192	--
11.478	Center for Sponsored Coastal Ocean Research_Coastal Ocean Program	12,871	--	12,871	12,871	--
11.558	ARRA - State Broadband Data and Development Grant Program	176,686	515,834	692,520	692,520	--
11.558	State Broadband Data and Development Grant Program	480,168	--	480,168	480,168	--
11.XXX	Other Department of Commerce Programs					
	AB133F-12-CN-0084	442,651	--	442,651	442,651	--
	OR BASE 2013	6,369	--	6,369	--	6,369
	TBD	7,404	--	7,404	--	7,404
	WE 133M 12 SE 2225	18,750	--	18,750	18,750	--
11.XXX	Total Other Department of Commerce Programs	$ 475,174	$ --	$ 475,174	$ 461,401	$ 13,773
Total Department of Commerce		**$ 21,700,623**	**$ 6,244,580**	**$ 27,945,203**	**$ 26,498,306**	**$ 1,446,897**
Department of Defense						
12.106	Flood Control Projects	$ 945,962	$ 31,604	$ 977,566	$ 902,251	$ 75,315
12.113	State Memorandum of Agreement Program for the Reimbursement of Technical Services	70,324	--	70,324	70,324	--
12.400	ARRA - Military Construction, National Guard	11,535,658	--	11,535,658	11,535,658	--
12.400	Military Construction, National Guard	117,529	--	117,529	117,529	--
12.401	National Guard Military Operations and Maintenance (O&M) Projects	33,829,371	--	33,829,371	33,829,371	--
12.404	National Guard Challenge Program	3,988,946	--	3,988,946	3,988,946	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
12.550	The Language Flagship Grants to Institutions of Higher Education		423,822	--	423,822	--	423,822
12.551	National Security Education Program David L. Boren Scholarships		424,576	266,849	691,425	--	691,425
12.630	Basic, Applied, and Advanced Research in Science and Engineering		--	4,191	4,191	--	4,191
12.XXX	ARRA - Other Department of Defense Programs						
		TBD	(3,410)	--	(3,410)	(3,410)	--
12.XXX	Total ARRA - Other Department of Defense Programs		$ (3,410)	$ --	$ (3,410)	$ (3,410)	$ --
12.XXX	Other Department of Defense Programs						
		00000000000000001000	7,293,312	--	7,293,312	7,293,312	--
		OR6213820917	585,549	2,619	588,168	588,168	--
		TBD	203,914	--	203,914	203,914	--
		W911SR1320002	3,878	--	3,878	3,878	--
		W9127N 10 2 00080015	178,256	--	178,256	178,256	--
		W9127N 10 2 00080019	401,164	--	401,164	401,164	--
		W9127N 10 2 00080021	39,724	--	39,724	39,724	--
		W9127N 11 2 00020007	163,443	--	163,443	163,443	--
		W9127N 12 2 00040004	433,612	2,508	436,120	436,120	--
		W9127N 12 2 00040005	780,900	2,725	783,625	783,625	--
		W9127N 12 2 00040006	418,410	--	418,410	418,410	--
		W9127N 12 2 00040007	943,113	--	943,113	943,113	--
		W9127N 12 2 00040010	179,555	--	179,555	179,555	--
		W9127N 12 2 00040011	209,090	--	209,090	209,090	--
		W9127N 12 2 00041003	747,928	3,542	751,470	751,470	--
		W9127N 122 0004 1013	73,932	--	73,932	73,932	--
		W9127N09200070010	142,563	--	142,563	142,563	--
		W9127N10 2 0008 0016	118,400	--	118,400	118,400	--
		W9127N10 2 0008 0020	338,125	--	338,125	338,125	--
		W9127N10200080017	23,250	--	23,250	23,250	--
		W9127N11200020005	37,103	--	37,103	37,103	--
		W9127N12200041001	1,192,243	4,396	1,196,639	1,196,639	--
		W9127N12200041002	1,280,653	--	1,280,653	1,280,653	--
		W9127N12200041009	445,025	--	445,025	445,025	--
		W9127N200040012	663	--	663	663	--
12.XXX	Total Other Department of Defense Programs		$ 16,233,805	$ 15,790	$ 16,249,595	$ 16,249,595	$ --
Total Department of Defense			**$ 67,566,583**	**$ 318,434**	**$ 67,885,017**	**$ 66,690,264**	**$ 1,194,753**
Department of Housing and Urban Development							
14.103	Interest Reduction Payments_Rental and Cooperative Housing for Lower Income Families		$ 25,809	$ --	$ 25,809	$ 25,809	$ --
14.231	Emergency Solutions Grants Program		9,183	2,040,383	2,049,566	2,049,566	--
14.235	Supportive Housing Program		68,017	--	68,017	48,419	19,598
14.239	HOME Investment Partnerships Program		17,160,461	1,865,594	19,026,055	18,992,597	33,458

14.241	Housing Opportunities for Persons with AIDS	831,968	334,611	1,166,579	1,166,579	--
14.256	ARRA - Neighborhood Stabilization Program	12,053	479,008	491,061	491,061	--
14.257	ARRA - Homelessness Prevention and Rapid Re-Housing Program	2,669	27,833	30,502	30,502	--
14.258	Tax Credit Assistance Program (TCAP)	27,171,353	--	27,171,353	27,171,353	--
14.400	Equal Opportunity in Housing	269,117	--	269,117	269,117	--
14.703	Sustainable Communities Regional Planning Grant Program	95,791	--	95,791	--	95,791
14.XXX	Other Department of Housing and Urban Development					
	B08DN410001	61,393	1,523,232	1,584,625	1,584,625	--
14.XXX	Total Other Department of Housing and Urban Development	$ 61,393	$ 1,523,232	$ 1,584,625	$ 1,584,625	$ --
Total Department of Housing and Urban Development		**$ 45,707,814**	**$ 6,270,661**	**$ 51,978,475**	**$ 51,829,628**	**$ 148,847**
Department of the Interior						
15.039	Fish, Wildlife, and Parks Programs on Indian Lands	$ 56	$ --	$ 56	$ --	$ 56
15.214	Non-Sale Disposals of Mineral Material	--	378,818	378,818	378,818	--
15.224	Cultural Resource Management	--	12,839	12,839	12,839	--
15.225	Recreation Resource Management	1,219,956	332,202	1,552,158	1,552,158	--
15.227	Distribution of Receipts to State and Local Governments	31,161	156,628	187,789	156,628	31,161
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	347,394	--	347,394	347,394	--
15.231	Fish, Wildlife and Plant Conservation Resource Management	1,887,545	--	1,887,545	1,887,545	--
15.233	Forests and Woodlands Resource Management	240,379	--	240,379	240,379	--
15.234	Secure Rural Schools and Community Self-Determination	180,871	--	180,871	114,824	66,047
15.238	Challenge Cost Share	26,818	--	26,818	26,818	--
15.504	Title XVI Water Reclamation and Reuse Program	314,076	--	314,076	314,076	--
15.517	Fish and Wildlife Coordination Act	34,589	--	34,589	34,589	--
15.608	Fish and Wildlife Management Assistance	319,039	--	319,039	319,039	--
15.614	Coastal Wetlands Planning, Protection and Restoration Act	48,082	229,657	277,739	277,739	--
15.615	Cooperative Endangered Species Conservation Fund	818,747	341,206	1,159,953	1,041,215	118,738
15.616	Clean Vessel Act	52,586	259,349	311,935	311,935	--
15.622	Sportfishing and Boating Safety Act	--	529,906	529,906	529,906	--
15.626	Enhanced Hunter Education and Safety Program	81,720	62,278	143,998	143,998	--
15.630	Coastal Program	43,268	--	43,268	43,268	--
15.631	Partners for Fish and Wildlife	2,078	--	2,078	2,078	--
15.634	State Wildlife Grants	1,111,903	--	1,111,903	1,111,903	--
15.637	Migratory Bird Joint Ventures	101,277	--	101,277	101,277	--
15.647	Migratory Bird Conservation	113,565	--	113,565	113,565	--
15.649	Service Training and Technical Assistance (Generic Training)	1,420	--	1,420	1,420	--
15.650	Research Grants (Generic)	40,349	--	40,349	40,349	--
15.657	Endangered Species Conservation - Recovery Implementation Funds	212,199	--	212,199	212,199	--
15.661	Lower Snake River Compensation Plan	2,714,024	--	2,714,024	2,714,024	--
15.808	U.S. Geological Survey_Research and Data Collection	804,376	--	804,376	804,376	--
15.809	National Spatial Data Infrastructure Cooperative Agreements Program	10,910	--	10,910	10,910	--
15.810	National Cooperative Geologic Mapping Program	205,722	--	205,722	205,722	--
15.812	Cooperative Research Units Program	32,204	--	32,204	--	32,204
15.818	ARRA - Volcano Hazards Program Research and Monitoring	48,436	--	48,436	48,436	--
15.904	Historic Preservation Fund Grants-In-Aid	668,797	323,076	991,873	991,873	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
15.916	Outdoor Recreation_Acquisition, Development and Planning		134,619	1,698	136,317	136,317	--
15.944	Natural Resource Stewardship		82,605	--	82,605	82,605	--
15.946	Cultural Resources Management		7,500	--	7,500	7,500	--
15.XXX	Other Department of the Interior Programs						
		142507FG1S1306	84,319	--	84,319	84,319	--
		4112GP572	15,519	--	15,519	15,519	--
		90710L1512	207,274	--	207,274	207,274	--
		F11PX05283	1,923	--	1,923	1,923	--
		F11PX05956	7,153	--	7,153	7,153	--
		F12PX02925	10,413	--	10,413	10,413	--
		F12PX02971	30,605	--	30,605	30,605	--
		G13AC00009	62,195	--	62,195	62,195	--
		H1530080001	1,158	--	1,158	1,158	--
		H7700111012	14,700	--	14,700	14,700	--
		IPA 9 19 2012 BARRY	66,847	--	66,847	66,847	--
		IPA SIGNED 01132012	19,467	--	19,467	19,467	--
		IPA SIGNED 1 13 12	6,654	--	6,654	6,654	--
		L07PX00251	13,234	--	13,234	13,234	--
		L09PX01487 MOD #2	49,727	--	49,727	49,727	--
		LOPTX	3,786	--	3,786	3,786	--
		Not Available	54,243	--	54,243	49,655	4,588
		USFW AGMT NAT HERIT	--	844,500	844,500	844,500	--
15.XXX	Total Other Department of the Interior Programs		$ 649,217	$ 844,500	$ 1,493,717	$ 1,489,129	$ 4,588
Total Department of the Interior			**$ 12,587,488**	**$ 3,472,157**	**$ 16,059,645**	**$ 15,806,851**	**$ 252,794**
Department of Justice							
16.017	Sexual Assault Services Formula Program		$ 9,471	$ 294,062	$ 303,533	$ 303,533	$ --
16.200	Community Relations Service		7,966	--	7,966	7,966	--
16.203	Promoting Evidence Integration in Sex Offender Management Discretionary Grant Program		21,379	--	21,379	21,379	--
16.523	Juvenile Accountability Block Grants		14,748	426,619	441,367	441,367	--
16.524	Legal Assistance for Victims		--	70,744	70,744	70,744	--
16.525	Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus		83,285	--	83,285	83,285	--
16.540	Juvenile Justice and Delinquency Prevention_Allocation to States		310,794	19,603	330,397	330,397	--
16.543	Missing Children's Assistance		336,745	--	336,745	336,745	--
16.548	Title V_ Delinquency Prevention Program		28,268	13,122	41,390	41,390	--
16.550	State Justice Statistics Program for Statistical Analysis Centers		60,277	--	60,277	60,277	--
16.554	National Criminal History Improvement Program (NCHIP)		94,689	--	94,689	94,689	--
16.575	Crime Victim Assistance		278,861	4,719,274	4,998,135	4,998,135	--
16.576	Crime Victim Compensation		1,283,229	--	1,283,229	1,283,229	--

16.580	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	246,313	384,081	630,394	629,625	769
16.582	Crime Victim Assistance/Discretionary Grants	4,476	--	4,476	--	4,476
16.585	Drug Court Discretionary Grant Program	106,015	413,463	519,478	413,463	106,015
16.588	ARRA - Violence Against Women Formula Grants	1,920	--	1,920	1,920	--
16.588	Violence Against Women Formula Grants	339,593	1,492,014	1,831,607	1,831,607	--
16.590	Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	59,474	--	59,474	--	59,474
16.593	Residential Substance Abuse Treatment for State Prisoners	121,242	152,531	273,773	273,773	--
16.595	Community Capacity Development Office	145,897	28,068	173,965	63,991	109,974
16.602	Corrections_Research and Evaluation and Policy Formulation	120,654	--	120,654	120,654	--
16.607	Bulletproof Vest Partnership Program	30,697	--	30,697	30,697	--
16.608	Tribal Court Assistance Program	109,670	--	109,670	109,670	--
16.610	Regional Information Sharing Systems	5,798	--	5,798	--	5,798
16.710	Public Safety Partnership and Community Policing Grants	1,077,094	3,640	1,080,734	1,080,734	--
16.727	Enforcing Underage Drinking Laws Program	306,066	192,000	498,066	498,066	--
16.735	Protecting Inmates and Safeguarding Communities Discretionary Grant Program	385,010	--	385,010	385,010	--
16.741	DNA Backlog Reduction Program	743,057	--	743,057	743,057	--
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	255,144	--	255,144	255,144	--
16.745	Criminal and Juvenile Justice and Mental Health Collaboration Program	15,260	37,516	52,776	37,516	15,260
16.750	Support for Adam Walsh Act Implementation Grant Program	1,763	--	1,763	1,763	--
16.751	Edward Byrne Memorial Competitive Grant Program	3,778	--	3,778	3,778	--
16.752	Economic High-Tech and Cyber Crime Prevention	4,054	21,426	25,480	25,480	--
16.754	Harold Rogers Prescription Drug Monitoring Program	39,070	--	39,070	39,070	--
16.801	ARRA - State Victim Assistance Formula Grant Program	428	--	428	428	--
16.812	Second Chance Act Prisoner Reentry Initiative	26,929	175,084	202,013	175,942	26,071
16.813	NICS Act Record Improvement Program (NARIP)	1,117,160	--	1,117,160	1,117,160	--
16.816	John R. Justice Prosecutors and Defenders Incentive Act	9,220	--	9,220	9,220	--
16.922	Equitable Sharing Program	364,653	--	364,653	364,653	--
Total Department of Justice		**$ 8,170,147**	**$ 8,443,247**	**$ 16,613,394**	**$ 16,285,557**	**$ 327,837**
Department of Labor						
17.002	Labor Force Statistics	$ 1,217,228	$ --	$ 1,217,228	$ 1,217,228	$ --
17.005	Compensation and Working Conditions	208,515	--	208,515	208,515	--
17.225	ARRA - Unemployment Insurance	(1,302,250)	--	(1,302,250)	(1,302,250)	--
17.225	Unemployment Insurance	1,320,347,903	--	1,320,347,903	1,320,347,903	--
17.235	Senior Community Service Employment Program	35,091	1,253,436	1,288,527	1,288,527	--
17.245	Trade Adjustment Assistance	8,262,838	--	8,262,838	8,262,838	--
17.260	ARRA - WIA Dislocated Workers	(151)	62,478	62,327	62,327	--
17.260	WIA Dislocated Workers	--	(2)	(2)	(2)	--
17.261	WIA Pilots, Demonstrations, and Research Projects	292,669	--	292,669	--	292,669
17.271	Work Opportunity Tax Credit Program (WOTC)	303,518	--	303,518	303,518	--
17.273	Temporary Labor Certification for Foreign Workers	90,789	--	90,789	90,789	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
17.275	ARRA - Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors		101,844	1,431,908	1,533,752	1,525,800	7,952
17.277	Workforce Investment Act (WIA) - National Emergency Grants		2,800	164,887	167,687	167,687	--
17.503	Occupational Safety and Health State Program		6,532,567	--	6,532,567	6,532,567	--
17.600	Mine Health and Safety Grants		107,589	--	107,589	107,589	--
17.XXX	Other Department of Labor Programs						
		GS10F0042M	40,000	--	40,000	--	40,000
17.XXX	Total Other Department of Labor Programs		$ 40,000	$ --	$ 40,000	$ --	$ 40,000
Total Department of Labor			**$ 1,336,240,950**	**$ 2,912,707**	**$ 1,339,153,657**	**$ 1,338,813,036**	**$ 340,621**
Department of State							
19.010	Academic Exchange Programs - Hubert H. Humphrey Fellowship Program		$ 235,285	$ --	$ 235,285	$ --	$ 235,285
19.017	Environmental and Scientific Partnerships and Programs		61,155	--	61,155	61,155	--
19.022	Educational and Cultural Exchange Programs Appropriation Overseas Grants		(529)	--	(529)	(529)	--
19.400	Academic Exchange Programs -Graduate Students		79,703	--	79,703	--	79,703
19.408	Academic Exchange Program-Teachers		208,175	--	208,175	208,175	--
19.421	Academic Exchange Programs - English Language Program		1,630,736	347	1,631,083	1,502,130	128,953
19.500	Middle East Partnership Initiative (MEPI)		234,244	--	234,244	234,244	--
Total Department of State			**$ 2,448,769**	**$ 347**	**$ 2,449,116**	**$ 2,005,175**	**$ 443,941**
Department of Transportation							
20.106	Airport Improvement Program		$ 2,125,893	$ --	$ 2,125,893	$ 2,125,893	$ --
20.215	Highway Training and Education		67,021	--	67,021	67,021	--
20.218	National Motor Carrier Safety		2,277,138	444,701	2,721,839	2,721,839	--
20.232	Commercial Driver's License Program Improvement Grant		396,179	--	396,179	396,179	--
20.240	Fuel Tax Evasion-Intergovernmental Enforcement Effort		24,291	--	24,291	24,291	--
20.319	ARRA - High-Speed Rail Corridors and Intercity Passenger Rail Service – Capital Assistance Grants		1,468,608	1,898,536	3,367,144	3,367,144	--
20.505	Metropolitan Transportation Planning		25,536	1,041,305	1,066,841	1,066,841	--
20.509	ARRA - Formula Grants for Rural Areas		3,631,621	485,787	4,117,408	4,117,408	--
20.509	Formula Grants for Rural Areas		1,733,434	10,362,760	12,096,194	12,096,194	--
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated		254,639	176,990	431,629	291,358	140,271
20.614	National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants		76,021	--	76,021	76,021	--
20.700	Pipeline Safety Program State Base Grant		359,619	--	359,619	359,619	--
20.701	University Transportation Centers Program		117,141	--	117,141	36,518	80,623
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants		214,795	117,992	332,787	332,787	--
Total Department of Transportation			**$ 12,771,936**	**$ 14,528,071**	**$ 27,300,007**	**$ 27,079,113**	**$ 220,894**

Department of the Treasury											
21.XXX	Other Department of Treasury Programs										
		ASSET FORFEITURE	$	213,640	$	--	$	213,640	$	213,640	$ --
		NFMC		58,300		394,942		453,242		453,242	--
21.XXX	Total Other Department of Treasury Programs		$	271,940	$	394,942	$	666,882	$	666,882	$ --
Total Department of the Treasury			**$**	**271,940**	**$**	**394,942**	**$**	**666,882**	**$**	**666,882**	**$ --**
Office of Personnel Management											
27.011	Intergovernmental Personnel Act (IPA) Mobility Program		$	204,104	$	--	$	204,104	$	204,104	$ --
Total Office of Personnel Management			**$**	**204,104**	**$**	**--**	**$**	**204,104**	**$**	**204,104**	**$ --**
Equal Employment Opportunity Commission											
30.001	Employment Discrimination_Title VII of the Civil Rights Act of 1964		$	494,450	$	--	$	494,450	$	494,450	$ --
Total Equal Employment Opportunity Commission			**$**	**494,450**	**$**	**--**	**$**	**494,450**	**$**	**494,450**	**$ --**
General Services Administration											
39.002	Disposal of Federal Surplus Real Property		$	--	$	22,047	$	22,047	$	22,047	$ --
39.003	Donation of Federal Surplus Personal Property			98,452		3,243,412		3,341,864		3,341,864	--
Total General Services Administration			**$**	**98,452**	**$**	**3,265,459**	**$**	**3,363,911**	**$**	**3,363,911**	**$ --**
Library of Congress											
42.XXX	Other Library of Congress Programs										
		FED11-022	$	3,028	$	--	$	3,028	$	--	$ 3,028
42.XXX	Total Other Library of Congress Programs		$	3,028	$	--	$	3,028	$	--	$ 3,028
Total Library of Congress			**$**	**3,028**	**$**	**--**	**$**	**3,028**	**$**	**--**	**$ 3,028**
National Aeronautics and Space Administration											
43.XXX	Other NASA programs										
		M Freilich IPA	$	83,822	$	--	$	83,822	$	83,822	$ --
		OCI-0934232		(37,488)		--		(37,488)		(37,488)	--
43.XXX	Total Other NASA programs		$	46,334	$	--	$	46,334	$	46,334	$ --
Total National Aeronautics and Space Administration			**$**	**46,334**	**$**	**--**	**$**	**46,334**	**$**	**46,334**	**$ --**
National Endowment for the Arts											
45.024	Promotion of the Arts_Grants to Organizations and Individuals		$	28,010	$	--	$	28,010	$	28,010	$ --
45.025	Promotion of the Arts_Partnership Agreements			127,116		824,850		951,966		906,248	45,718
Total National Endowment for the Arts			**$**	**155,126**	**$**	**824,850**	**$**	**979,976**	**$**	**934,258**	**$ 45,718**
National Endowment for the Humanities											
45.129	Promotion of the Humanities_Federal/State Partnership		$	150	$	--	$	150	$	--	$ 150
45.149	Promotion of the Humanities_Division of Preservation and Access			203,526		13,508		217,034		169,968	47,066
45.160	Promotion of the Humanities_Fellowships and Stipends			4,000		--		4,000		4,000	--
45.163	Promotion of the Humanities_Professional Development			(22)		--		(22)		(22)	--
Total National Endowment for the Humanities			**$**	**207,654**	**$**	**13,508**	**$**	**221,162**	**$**	**173,946**	**$ 47,216**

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Institute Of Museum and Library Services							
45.301	Museums for America		$ 116,126	$ --	$ 116,126	$ 116,126	$ --
45.303	Conservation Project Support		46,716	--	46,716	46,716	--
45.310	Grants to States		984,541	974,102	1,958,643	1,958,643	--
45.312	National Leadership Grants		10,545	15,343	25,888	26,135	(247)
Total Institute Of Museum and Library Services			**$ 1,157,928**	**$ 989,445**	**$ 2,147,373**	**$ 2,147,620**	**$ (247)**
National Science Foundation							
47.041	Engineering Grants		$ 25,381	$ --	$ 25,381	$ 25,381	$ --
47.049	Mathematical and Physical Sciences		541	--	541	--	541
47.050	Geosciences		225,382	157,810	383,192	380,393	2,799
47.070	Computer and Information Science and Engineering		9,400	--	9,400	9,400	--
47.074	Biological Sciences		(36,500)	--	(36,500)	(36,500)	--
47.075	Social, Behavioral, and Economic Sciences		170,984	--	170,984	170,984	--
47.076	Education and Human Resources		774,550	26,638	801,188	732,905	68,283
47.078	Polar Programs		189,520	--	189,520	189,520	--
47.080	Office of Cyberinfrastructure		404,436	--	404,436	404,436	--
47.082	ARRA - Trans-NSF Recovery Act Research Support		240,390	--	240,390	240,390	--
Total National Science Foundation			**$ 2,004,084**	**$ 184,448**	**$ 2,188,532**	**$ 2,116,909**	**$ 71,623**
Small Business Administration							
59.037	Small Business Development Centers		$ 107,233	$ --	$ 107,233	$ --	$ 107,233
59.061	State Trade and Export Promotion Pilot Grant Program		174,652	258,278	432,930	432,930	--
59.XXX	Other Small Business Administration Programs						
		SBAHQ06I0066	(82,960)	--	(82,960)	(82,960)	--
59.XXX	Total Other Small Business Administration Programs		$ (82,960)	$ --	$ (82,960)	$ (82,960)	$ --
Total Small Business Administration			**$ 198,925**	**$ 258,278**	**$ 457,203**	**$ 349,970**	**$ 107,233**
Department of Veterans Affairs							
64.005	Grants to States for Construction of State Home Facilities		$ 18,080	$ --	$ 18,080	$ 18,080	$ --
64.015	Veterans State Nursing Home Care		5,633,140	--	5,633,140	5,633,140	--
64.125	Vocational and Educational Counseling for Servicemembers and Veterans		57,338	--	57,338	57,338	--
64.XXX	Other Department of Veterans Affairs Programs						
		9999	158,488	--	158,488	158,488	--
		V101223CP4749	90	--	90	90	--
64.XXX	Total Other Department of Veterans Affairs Programs		$ 158,578	$ --	$ 158,578	$ 158,578	$ --
Total Department of Veterans Affairs			**$ 5,867,136**	**$ --**	**$ 5,867,136**	**$ 5,867,136**	**$ --**
Environmental Protection Agency							
66.032	State Indoor Radon Grants		$ 78,678	$ --	$ 78,678	$ 78,678	$ --

66.034	Surveys, Studies, Research, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	961,061	60,882	1,021,943	1,021,943	--
66.039	National Clean Diesel Emissions Reduction Program	3,117	484,522	487,639	487,639	--
66.040	ARRA - State Clean Diesel Grant Program	5,085	206,098	211,183	211,183	--
66.040	State Clean Diesel Grant Program	6,241	441,369	447,610	447,610	--
66.202	Congressionally Mandated Projects	14,941	--	14,941	14,941	--
66.419	Water Pollution Control State and Interstate Program Support	56,152	--	56,152	56,152	--
66.432	State Public Water System Supervision	1,019,546	544,144	1,563,690	1,563,690	--
66.454	Water Quality Management Planning	198,484	--	198,484	198,484	--
66.458	Capitalization Grants for Clean Water State Revolving Funds	55,792,325	6,128,361	61,920,686	61,920,686	--
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds	--	(84,176)	(84,176)	(84,176)	--
66.460	Nonpoint Source Implementation Grants	150,561	862,006	1,012,567	1,012,567	--
66.461	Regional Wetland Program Development Grants	117,093	--	117,093	116,717	376
66.468	ARRA - Capitalization Grants for Drinking Water State Revolving Funds	33,850	--	33,850	33,850	--
66.468	Capitalization Grants for Drinking Water State Revolving Funds	24,968,198	6,731,361	31,699,559	31,699,559	--
66.471	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs	27,714	--	27,714	27,714	--
66.472	Beach Monitoring and Notification Program Implementation Grants	180,000	--	180,000	180,000	--
66.514	Science to Achieve Results (STAR) Fellowship Program	62,976	--	62,976	62,976	--
66.605	Performance Partnership Grants	5,878,397	--	5,878,397	5,878,397	--
66.608	Environmental Information Exchange Network Grant Program and Related Assistance	192,387	--	192,387	192,387	--
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	459,024	--	459,024	459,024	--
66.707	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals	401,087	--	401,087	401,087	--
66.708	Pollution Prevention Grants Program	34,342	9,536	43,878	43,878	--
66.709	Multi-Media Capacity Building Grants for States and Tribes	51,371	--	51,371	51,371	--
66.802	Superfund State, Political Subdivision, and Indian Tribe Site_Specific Cooperative Agreements	493,166	--	493,166	493,166	--
66.804	Underground Storage Tank Prevention, Detection, and Compliance Program	413,000	--	413,000	413,000	--
66.805	Leaking Underground Storage Tank Trust Fund Corrective Action Program	1,199,781	--	1,199,781	1,199,781	--
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	125,000	--	125,000	125,000	--
66.817	State and Tribal Response Program Grants	1,024,207	--	1,024,207	1,024,207	--
66.818	Brownfields Assessment and Cleanup Cooperative Agreements	38,004	535,186	573,190	573,190	--
66.950	National Environmental Education Training Program	102,684	--	102,684	--	102,684
66.951	Environmental Education Grants	33,798	58,753	92,551	83,715	8,836
Total Environmental Protection Agency		**$ 94,122,270**	**$ 15,978,042**	**$ 110,100,312**	**$ 109,988,416**	**$ 111,896**
Department of Energy						
81.041	ARRA - State Energy Program	$ 176,956	$ 19,729	$ 196,685	$ 196,685	$ --
81.041	State Energy Program	397,447	--	397,447	397,447	--
81.042	ARRA - Weatherization Assistance for Low-Income Persons	140,158	731,025	871,183	871,183	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
81.042	Weatherization Assistance for Low-Income Persons		128,104	1,713,429	1,841,533	1,841,533	--
81.086	Conservation Research and Development		242,128	30,000	272,128	272,128	--
81.087	ARRA - Renewable Energy Research and Development		507,101	--	507,101	--	507,101
81.087	Renewable Energy Research and Development		940,553	--	940,553	925,791	14,762
81.104	Environmental Remediation and Waste Processing and Disposal		704,244	5,600	709,844	709,844	--
81.112	Stewardship Science Grant Program		8,477	--	8,477	--	8,477
81.119	State Energy Program Special Projects		6,161	--	6,161	--	6,161
81.121	Nuclear Energy Research, Development and Demonstration		136	--	136	136	--
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis		1,267,245	--	1,267,245	1,267,245	--
81.128	ARRA - Energy Efficiency & Conservation Block Grant Program		271,852	1,232,307	1,504,159	1,504,159	--
81.XXX	Other Department of Energy Programs						
		12 48	10,173	--	10,173	--	10,173
		12 67	376,433	--	376,433	--	376,433
		13 46	18,576	--	18,576	--	18,576
		13 47	47,599	--	47,599	--	47,599
		13 52	430,567	--	430,567	--	430,567
		13 56	269,007	--	269,007	--	269,007
		13 67	113,634	--	113,634	--	113,634
		13 68	220,913	--	220,913	--	220,913
		13 77	526,458	--	526,458	--	526,458
		1984 021 0060620	489,011	--	489,011	489,011	--
		1984 025 00	287,330	--	287,330	287,330	--
		1988 053 05	(593)	--	(593)	(593)	--
		1988 053 08	131,978	--	131,978	131,978	--
		1989 035 00	917,912	--	917,912	917,912	--
		1992 026 04	972,538	--	972,538	972,538	--
		1993 066 00 59142	24,798	--	24,798	24,798	--
		1994 042 00	326,700	--	326,700	326,700	--
		1998 016 00	240,007	--	240,007	240,007	--
		2007 299 00 60985	289,356	--	289,356	289,356	--
		2007 404 00	276,506	--	276,506	276,506	--
		2008 718 00	195,105	--	195,105	195,105	--
		2010 035 00	236,688	--	236,688	236,688	--
		2012 002 00	108,791	--	108,791	108,791	--
		44552	155,613	1,323,110	1,478,723	1,478,723	--
		54833 1993 060 00	705,738	--	705,738	705,738	--
		55089 2007 404 00	6,343	--	6,343	6,343	--
		59270	81,212	--	81,212	81,212	--
		59392 1989 024 01	338,223	--	338,223	338,223	--
		59444 1996 040 00	27,289	--	27,289	27,289	--
		59445 1993 040 00	267,161	--	267,161	267,161	--

	59559	1,167,932	--	1,167,932	1,167,932	--
	59607 1988 053 08	126,940	--	126,940	126,940	--
	59608	40,795	--	40,795	40,795	--
	59618	99,868	--	99,868	99,868	--
	59665	142,084	--	142,084	142,084	--
	59738 1988 053 04	386,542	--	386,542	386,542	--
	59806 1998 016 00	508,851	--	508,851	508,851	--
	59961	57,446	--	57,446	57,446	--
	60082 2007 404 00	193,820	--	193,820	193,820	--
	60131 1987 100 02	276,105	--	276,105	276,105	--
	60158 1990 005 00	464,250	--	464,250	464,250	--
	60212 1993 066 00	877,582	--	877,582	877,582	--
	60326 1998 007 04	153,566	--	153,566	153,566	--
	60418 2011 004 00	84,451	--	84,451	84,451	--
	60432 2011 004 00	473,381	--	473,381	473,381	--
	60447 2011 004 00	378,646	--	378,646	378,646	--
	60629 2011 006 00	104,294	--	104,294	104,294	--
	68396-02	35,474	--	35,474	--	35,474
	IGA 402 000	135,662	--	135,662	--	135,662
81.XXX	Total Other Department of Energy Programs	$ 13,798,755	$ 1,323,110	$ 15,121,865	$ 12,937,369	$ 2,184,496
Total Department of Energy		**$ 18,589,317**	**$ 5,055,200**	**$ 23,644,517**	**$ 20,923,520**	**$ 2,720,997**
Department of Education						
84.002	Adult Education_Basic Grants to States	$ 1,117,591	$ 3,781,051	$ 4,898,642	$ 4,898,642	$ --
84.011	Migrant Education_State Grant Program	1,424,387	9,063,696	10,488,083	10,488,083	--
84.013	Title I State Agency Program for Neglected and Delinquent Children and Youth	27,330	655,805	683,135	683,135	--
84.015	National Resource Centers Program for Foreign Language and Area Studies or Foreign Language and International Studies Program and Foreign Language and Area Studies Fellowship Program	666,415	--	666,415	666,415	--
84.016	Undergraduate International Studies and Foreign Language	62,511	--	62,511	62,511	--
84.032	Federal Family Education Loans	11,471,162	--	11,471,162	11,471,162	--
84.048	Career and Technical Education_Basic Grants to States	1,716,581	11,768,517	13,485,098	13,485,098	--
84.116	Fund for the Improvement of Postsecondary Education	587,524	--	587,524	558,442	29,082
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States	38,266,904	--	38,266,904	38,266,904	--
84.129	Rehabilitation Long_Term Training	534,665	--	534,665	534,665	--
84.141	Migrant Education_High School Equivalency Program	493,831	--	493,831	493,831	--
84.144	Migrant Education_Coordination Program	28,016	--	28,016	28,016	--
84.160	Training Interpreters for Individuals who are Deaf and Individuals who are Deaf-Blind	239,034	152,507	391,541	391,541	--
84.169	Independent Living_State Grants	110,720	--	110,720	110,720	--
84.177	Rehabilitation Services_Independent Living Services for Older Individuals Who are Blind	500,456	--	500,456	500,456	--
84.181	Special Education_Grants for Infants and Families	200,310	4,745,699	4,946,009	4,882,592	63,417
84.184	Safe and Drug-Free Schools and Communities_National Programs	119,419	--	119,419	74,244	45,175
84.186	Safe and Drug-Free Schools and Communities_State Grants	4,538	--	4,538	--	4,538

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
84.187	Supported Employment Services for Individuals with the Most Significant Disabilities		299,678	--	299,678	299,678	--
84.195	Bilingual Education Professional Development		171,872	--	171,872	171,872	--
84.196	Education for Homeless Children and Youth		165,067	634,000	799,067	799,067	--
84.213	Even Start_State Educational Agencies		--	833	833	833	--
84.224	Assistive Technology		42,556	385,322	427,878	372,867	55,011
84.235	Rehabilitation Services Demonstration and Training Programs		421,543	--	421,543	421,543	--
84.265	Rehabilitation Training_State Vocational Rehabilitation Unit In_Service Training		59,564	--	59,564	59,564	--
84.282	Charter Schools		--	541,169	541,169	541,169	--
84.287	Twenty-First Century Community Learning Centers		344,457	9,242,044	9,586,501	9,586,501	--
84.299	Indian Education-Special Programs for Indian Children		611,280	--	611,280	611,280	--
84.305	Education Research, Development and Dissemination		68,145	--	68,145	68,145	--
84.323	Special Education - State Personnel Development		550,643	158,671	709,314	642,417	66,897
84.324	Research in Special Education		1,020,959	1,261,145	2,282,104	2,214,524	67,580
84.325	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities		2,599,260	4,000	2,603,260	2,552,995	50,265
84.326	Special Education_Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities		4,423,663	2,010,820	6,434,483	6,146,430	288,053
84.330	Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)		365,405	--	365,405	365,405	--
84.331	Grants to States for Workplace and Community Transition Training for Incarcerated Individuals		10,392	--	10,392	10,392	--
84.333	Demonstration Projects to Support Postsecondary Faculty, Staff, and Administrations in Educating Students with Disabilities		(969)	--	(969)	(969)	--
84.334	ARRA - Gaining Early Awareness and Readiness for Undergraduate Programs		4,000	(4,000)	--	--	--
84.334	Gaining Early Awareness and Readiness for Undergraduate		2,497,251	675,215	3,172,466	3,160,216	12,250
84.335	Child Care Access Means Parents in School		183,589	--	183,589	183,589	--
84.350	Transition to Teaching		226,958	--	226,958	226,958	--
84.357	Reading First State Grants		(11,951)	--	(11,951)	--	(11,951)
84.358	Rural Education		2,416	1,621,380	1,623,796	1,623,796	--
84.365	English Language Acquisition State Grants		305,067	6,638,734	6,943,801	6,943,801	--
84.366	Mathematics and Science Partnerships		(26,964)	944,101	917,137	917,137	--
84.367	Improving Teacher Quality State Grants		1,179,680	21,823,230	23,002,910	22,928,018	74,892
84.368	Grants for Enhanced Assessment Instruments		35,597	--	35,597	35,597	--
84.369	Grants for State Assessments and Related Activities		4,456,266	--	4,456,266	4,456,266	--
84.371	Striving Readers		1,955	--	1,955	1,955	--
84.378	College Access Challenge Grant Program		699,999	413,122	1,113,121	1,113,121	--
84.410	ARRA - Education Jobs Fund		--	4,822,797	4,822,797	4,822,797	--
84.412	Race to the Top – Early Learning Challenge		172,060	301,207	473,267	473,267	--
84.928	National Writing Project		5,579	--	5,579	--	5,579

84.XXX	Other Department of Education Programs										
	00055190		45,093		--		45,093		45,093		--
	00060313		23,027		--		23,027		23,027		--
	ED08CO0071		115,136		--		115,136		115,136		--
	Not Available		1,803		--		1,803		--		1,803
	XCESSED03CO0078		(2,908)		--		(2,908)		(2,908)		--
84.XXX	Total Other Department of Education Programs	$	182,151	$	--	$	182,151	$	180,348	$	1,803
Total Department of Education		**$**	**78,638,562**	**$**	**81,641,065**	**$**	**160,279,627**	**$**	**159,527,036**	**$**	**752,591**
National Archives and Records Administration											
89.003	National Historical Publications and Records Grants	$	90,652	$	--	$	90,652	$	90,652	$	--
Total National Archives and Records Administration		**$**	**90,652**	**$**	**--**	**$**	**90,652**	**$**	**90,652**	**$**	**--**
Elections Assistance Commission											
90.401	Help America Vote Act Requirements Payments	$	1,916,454	$	100,474	$	2,016,928	$	2,016,928	$	--
Total Elections Assistance Commission		**$**	**1,916,454**	**$**	**100,474**	**$**	**2,016,928**	**$**	**2,016,928**	**$**	**--**
United States Institute of Peace											
91.001	Annual Grant Competition	$	15,737	$	--	$	15,737	$	15,737	$	--
91.004	Public Education for Peacebuilding Awards Program		2,197		--		2,197		2,197		--
Total United States Institute of Peace		**$**	**17,934**	**$**	**--**	**$**	**17,934**	**$**	**17,934**	**$**	**--**
Department of Health and Human Services											
93.041	Special Programs for the Aging_Title VII, Chapter 3_Programs for Prevention of Elder Abuse, Neglect, and Exploitation	$	3,328	$	50,273	$	53,601	$	53,601	$	--
93.042	Special Programs for the Aging_Title VII, Chapter 2_Long Term Care Ombudsman Services for Older Individuals		116,907		--		116,907		116,907		--
93.043	Special Programs for the Aging_Title III, Part D_Disease Prevention and Health Promotion Services		--		176,550		176,550		176,550		--
93.048	Special Programs for the Aging_Title IV and Title II_Discretionary Projects		422,946		7,650		430,596		430,596		--
93.051	Alzheimer's Disease Demonstration Grants to States		36,135		228,490		264,625		264,625		--
93.052	National Family Caregiver Support, Title III, Part E		69,415		1,722,057		1,791,472		1,791,472		--
93.069	Public Health Emergency Preparedness		4,096,310		4,020,584		8,116,894		8,116,894		--
93.070	Environmental Public Health and Emergency Response		830,736		338,815		1,169,551		1,069,551		100,000
93.086	Healthy Marriage Promotion and Responsible Fatherhood Grants		5,189		--		5,189		--		5,189
93.088	Advancing System Improvements to Support Targets for Healthy People 2010		30,000		--		30,000		--		30,000
93.089	Emergency System for Advance Registration of Volunteer Health Professionals		235,962		19,944		255,906		255,906		--
93.090	ARRA - Guardianship Assistance		26,273		--		26,273		26,273		--
93.090	Guardianship Assistance		4,755,746		--		4,755,746		4,755,746		--
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program		235,502		356,459		591,961		591,961		--
93.103	Food and Drug Administration_Research		536,103		--		536,103		536,103		--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		161,539	--	161,539	--	161,539
93.110	Maternal and Child Health Federal Consolidated Programs		234,483	--	234,483	234,483	--
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs		477,089	124,267	601,356	601,356	--
93.127	Emergency Medical Services for Children		146,435	--	146,435	146,435	--
93.130	Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices		224,111	--	224,111	224,111	--
93.136	Injury Prevention and Control Research and State and Community Based Programs		728,613	272,946	1,001,559	1,001,559	--
93.150	Projects for Assistance in Transition from Homelessness (PATH)		25,791	567,160	592,951	592,951	--
93.161	Health Program for Toxic Substances and Disease Registry		169,542	--	169,542	169,542	--
93.204	Surveillance of Hazardous Substance Emergency Events		143,087	--	143,087	143,087	--
93.217	Family Planning_Services		726,575	2,276,907	3,003,482	3,003,482	--
93.235	Affordable Care Act (ACA) Abstinence Education Program		525,625	449	526,074	526,074	--
93.236	Grants to States to Support Oral Health Workforce Activities		66,975	18,000	84,975	84,975	--
93.240	State Capacity Building		314,569	--	314,569	314,569	--
93.241	State Rural Hospital Flexibility Program		30,000	--	30,000	--	30,000
93.243	Substance Abuse and Mental Health Services_Projects of Regional and National Significance		995,307	3,155,113	4,150,420	4,150,420	--
93.251	Universal Newborn Hearing Screening		266,718	--	266,718	266,718	--
93.256	State Health Access Program		2,253,338	--	2,253,338	2,253,338	--
93.262	Occupational Safety and Health Program		212,397	94,527	306,924	306,924	--
93.268	Immunization Cooperative Agreements		41,593,732	40,611	41,634,343	41,634,343	--
93.270	Adult Viral Hepatitis Prevention and Control		206,204	47,961	254,165	254,165	--
93.275	Substance Abuse and Mental Health Services-Access to Recovery		2,592,216	--	2,592,216	2,592,216	--
93.283	Centers for Disease Control and Prevention_Investigations and Technical Assistance		10,455,048	689,223	11,144,271	11,144,271	--
93.296	State Partnership Grant Program to Improve Minority Health		(7,299)	257,935	250,636	250,636	--
93.414	ARRA - State Primary Care Offices		116,841	--	116,841	116,841	--
93.500	Pregnancy Assistance Fund Program		169,846	769,714	939,560	939,560	--
93.505	Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program		1,781,624	1,278,777	3,060,401	3,060,401	--
93.507	PPHF 2012 National Public Health Improvement Initiative		1,735,132	325,764	2,060,896	2,060,896	--
93.511	Affordable Care Act (ACA) Grants to States for Health Insurance Premium Review		1,308,653	--	1,308,653	1,308,653	--
93.517	Affordable Care Act – Aging and Disability Resource Center		174,677	39,393	214,070	214,070	--
93.518	Affordable Care Act - Medicare Improvements for Patients and Providers		52,320	--	52,320	52,320	--
93.519	Affordable Care Act (ACA) – Consumer Assistance Program Grants		350,358	--	350,358	350,358	--
93.520	Centers for Disease Control and Prevention - Affordable Care Act (ACA) - Communities Putting Prevention to Work		20,573	78,063	98,636	98,636	--

93.521	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	1,269,600	108,786	1,378,386	1,378,386	--
93.525	State Planning and Establishment Grants for the Affordable Care Act (ACA)'s Exchanges	47,200,657	--	47,200,657	47,128,462	72,195
93.538	Affordable Care Act - National Environmental Public Health Tracking Program-Network Implementation	1,026,024	--	1,026,024	1,026,024	--
93.539	PPHF 2012 - Prevention and Public Health Fund (Affordable Care Act) - Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by 2012 Prevention and Public Health Funds	753,627	1,025,500	1,779,127	1,779,127	--
93.544	The Patient Protection and Affordable Care Act of 2010 (ACA) Authorizes Coordinated Chronic Disease Prevention and Health Promotion Program	56,118	25,228	81,346	81,346	--
93.556	Promoting Safe and Stable Families	3,754,646	1,421,249	5,175,895	5,175,895	--
93.563	Child Support Enforcement	38,604,899	9,212,299	47,817,198	47,817,198	--
93.566	Refugee and Entrant Assistance_State Administered Programs	3,476,121	--	3,476,121	3,476,121	--
93.568	Low-Income Home Energy Assistance	668,654	38,357,594	39,026,248	39,026,248	--
93.569	Community Services Block Grant	357,672	5,021,721	5,379,393	5,379,393	--
93.576	Refugee and Entrant Assistance_Discretionary Grants	369,136	--	369,136	369,136	--
93.584	Refugee and Entrant Assistance_Targeted Assistance Grants	461,703	--	461,703	461,703	--
93.586	State Court Improvement Program	504,975	--	504,975	504,975	--
93.587	Promote the Survival and Continuing Vitality of Native American Languages	38,651	--	38,651	--	38,651
93.590	Community-Based Child Abuse Prevention Grants	269,608	--	269,608	269,608	--
93.597	Grants to States for Access and Visitation Programs	47,006	52,112	99,118	99,118	--
93.599	ARRA - Chafee Education and Training Vouchers Program (ETV)	147,778	--	147,778	147,778	--
93.599	Chafee Education and Training Vouchers Program (ETV)	677,781	--	677,781	677,781	--
93.600	Head Start	1,193,028	--	1,193,028	1,193,028	--
93.601	Child Support Enforcement Demonstration and Special Projects	8,378	4,297	12,675	12,675	--
93.603	Adoption Incentive Payments	457,041	--	457,041	457,041	--
93.605	Family Connection Grants	4,700	--	4,700	4,700	--
93.617	Voting Access for Individuals with Disabilities_Grants to States	7,049	59,394	66,443	66,443	--
93.618	Voting Access for Individuals with Disabilities_Grants for Protection and Advocacy Systems	(11)	(133)	(144)	(144)	--
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance	97,335	--	97,335	97,335	--
93.630	Developmental Disabilities Basic Support and Advocacy Grants	671,878	--	671,878	671,878	--
93.632	University Centers for Excellence in Developmental Disabilities Education, Research, and Service	555,712	--	555,712	555,712	--
93.643	Children's Justice Grants to States	176,937	--	176,937	176,937	--
93.645	Stephanie Tubbs Jones Child Welfare Services Program	2,448,929	--	2,448,929	2,448,929	--
93.648	Child Welfare Research Training or Demonstration	1,001,475	--	1,001,475	--	1,001,475
93.652	Adoption Opportunities	4,388	--	4,388	4,388	--
93.658	ARRA - Foster Care_Title IV-E	(40,347)	--	(40,347)	(40,347)	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.658	Foster Care_Title IV-E		81,815,012	918,999	82,734,011	82,734,011	--
93.659	ARRA - Adoption Assistance		246,036	--	246,036	246,036	--
93.659	Adoption Assistance		37,697,103	--	37,697,103	37,697,103	--
93.667	Social Services Block Grant		16,017,953	5,559,198	21,577,151	21,577,151	--
93.669	Child Abuse and Neglect State Grants		201,638	--	201,638	201,638	--
93.671	Family Violence Prevention and Services/Grants for Battered Women's Shelters_Grants to States and Indian Tribes		3,619	1,322,751	1,326,370	1,326,370	--
93.674	Chafee Foster Care Independence Program		2,254,075	--	2,254,075	2,254,075	--
93.701	ARRA - Trans-NIH Recovery Act Research Support		35,217	--	35,217	--	35,217
93.702	National Center for Research Resources, Recovery Act Construction Support		(589,059)	--	(589,059)	(589,059)	--
93.708	ARRA - Head Start		9,254	--	9,254	9,254	--
93.708	Head Start		393,389	19,550	412,939	412,939	--
93.712	ARRA - Immunization		605,761	53,095	658,856	658,856	--
93.717	ARRA - Preventing Healthcare-Associated Infections		(331)	--	(331)	(331)	--
93.719	ARRA - State Grants to Promote Health Information Technology		1,299,370	--	1,299,370	1,299,370	--
93.723	ARRA - Prevention and Wellness_State, Territories and Pacific Islands		(203,133)	--	(203,133)	(203,133)	--
93.724	ARRA - Prevention and Wellness_Communities Putting Prevention to Work Funding Opportunities Announcement (FOA)		207,305	--	207,305	207,305	--
93.725	ARRA - Communities Putting Prevention to Work_Chronic Disease Self-Management Program Communities Putting Prevention to Work: Chronic Disease Self-Management Program		17,169	--	17,169	17,169	--
93.733	Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance – financed in part by the Prevention and Public Health Fund (PPHF-2012)		215,515	--	215,515	215,515	--
93.734	Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs – financed by 2012 Prevention and Public Health Funds (PPHF-2012)		36,284	5,000	41,284	41,284	--
93.735	State Public Health Approaches for Ensuring Quitline Capacity – Funded in part by 2012 Prevention and Public Health Funds (PPHF-2012)		83,210	--	83,210	83,210	--
93.744	PPHF 2012: Breast and Cervical Cancer Screening Opportunities for States, Tribes and Territories solely financed by 2012 Prevention and Public Health Funds		93,519	--	93,519	93,519	--
93.745	PPHF-2012: Health Care Surveillance/Health Statistics – Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by 2012 Prevention and Public Health Funds (PPHF-2012)		176,412	--	176,412	176,412	--
93.767	Children's Health Insurance Program		157,284,189	--	157,284,189	157,284,189	--

93.768	Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	408,359	--	408,359	408,359	--
93.779	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	941,240	445,965	1,387,205	1,387,205	--
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	2,082,904	--	2,082,904	2,082,904	--
93.853	Extramural Research Programs in the Neurosciences and Neurological Disorders	9,789	--	9,789	--	9,789
93.859	Biomedical Research and Research Training	2	--	2	2	--
93.889	National Bioterrorism Hospital Preparedness Program	3,383,435	1,513,145	4,896,580	4,896,580	--
93.917	HIV Care Formula Grants	2,590,211	1,556,718	4,146,929	4,146,929	--
93.928	Special Projects of National Significance	37,549	--	37,549	37,549	--
93.938	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	169,533	--	169,533	169,533	--
93.940	HIV Prevention Activities - Health Department Based	1,636,014	1,086,927	2,722,941	2,722,941	--
93.944	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	589,139	442,954	1,032,093	1,032,093	--
93.945	Assistance Programs for Chronic Disease Prevention and Control	315,956	27,500	343,456	343,456	--
93.946	Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	196,644	(20,000)	176,644	176,644	--
93.958	Block Grants for Community Mental Health Services	894,903	3,726,109	4,621,012	4,621,012	--
93.959	Block Grants for Prevention and Treatment of Substance Abuse	1,080,944	19,636,873	20,717,817	20,717,817	--
93.969	PPHF-2012 Geriatric Education Centers	86,365	--	86,365	--	86,365
93.977	Preventive Health Services_Sexually Transmitted Diseases Control Grants	1,548,066	--	1,548,066	1,548,066	--
93.991	Preventative Health and Health Services Block Grant	449,906	84,397	534,303	534,303	--
93.994	Maternal and Child Health Services Block Grant to the States	3,348,437	4,499,942	7,848,379	7,848,379	--
93.XXX	Other Department of Health and Human Services Programs					
	HHSM500201100039C	316,199	--	316,199	316,199	--
93.XXX	Total Other Department of Health and Human Services Programs	$ 316,199	$ --	$ 316,199	$ 316,199	$ --
Total Department of Health and Human Services		**$ 503,908,921**	**$ 113,124,802**	**$ 617,033,723**	**$ 615,463,303**	**$ 1,570,420**
Corporation For National and Community Service						
94.003	State Commissions	$ 237,968	$ --	$ 237,968	$ 237,968	$ --
94.006	Americorps	370,866	1,919,403	2,290,269	2,271,161	19,108
94.007	Program Development and Innovation Grants	32,992	--	32,992	31,992	1,000
94.009	Training and Technical Assistance	9,683	--	9,683	9,683	--
94.013	Volunteers in Service to America	42,129	--	42,129	--	42,129
94.XXX	Other Corporation for National and Community Service					
	09KSPOR001	2,075	211	2,286	2,286	--
94.XXX	Total Other Corporation for National and Community Service	$ 2,075	$ 211	$ 2,286	$ 2,286	$ --
Total Corporation For National and Community Service		**$ 695,713**	**$ 1,919,614**	**$ 2,615,327**	**$ 2,553,090**	**$ 62,237**

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Office of National Drug Control Policy Reauthorization Act of 2006							
95.001	High Intensity Drug Trafficking Areas Program		$ 1,778,958	$ 1,417,946	$ 3,196,904	$ 3,196,904	$ --
Total Office of National Drug Control Policy Reauthorization Act of 2006			**$ 1,778,958**	**$ 1,417,946**	**$ 3,196,904**	**$ 3,196,904**	**$ --**
Social Security Administration							
96.008	Social Security_Work Incentives Planning and Assistance Program		$ 62,827	$ --	$ 62,827	$ 62,827	$ --
Total Social Security Administration			**$ 62,827**	**$ --**	**$ 62,827**	**$ 62,827**	**$ --**
Department of Homeland Security							
97.001	Pilot Demonstration or Earmarked Projects		$ 24,590	$ 398,406	$ 422,996	$ 399,093	$ 23,903
97.005	State and Local Homeland Security National Training Program		54,745	--	54,745	54,745	--
97.008	Non-Profit Security Program		41,934	6,551,036	6,592,970	6,591,569	1,401
97.012	Boating Safety Financial Assistance		420,867	1,333,468	1,754,335	1,754,335	--
97.023	Community Assistance Program_State Support Services Element (CAP-SSSE)		170,175	--	170,175	170,175	--
97.029	Flood Mitigation Assistance		179,007	84,494	263,501	263,501	--
97.036	Disaster Grants_Public Assistance (Presidentially Declared		651,340	22,892,385	23,543,725	23,543,725	--
97.039	Hazard Mitigation Grant		1,588,010	2,218,512	3,806,522	3,806,522	--
97.040	Chemical Stockpile Emergency Preparedness Program		16,724	(30,509)	(13,785)	(13,785)	--
97.041	National Dam Safety Program		117,244	--	117,244	117,244	--
97.042	Emergency Management Performance Grants		558,955	4,203,389	4,762,344	4,762,344	--
97.043	State Fire Training Systems Grants		21,814	--	21,814	21,814	--
97.044	Assistance to Firefighters Grant		503,927	--	503,927	503,927	--
97.045	Cooperating Technical Partners		1,361,880	--	1,361,880	1,361,880	--
97.047	Pre-Disaster Mitigation		2,827,850	496,913	3,324,763	3,324,763	--
97.052	Emergency Operations Centers		4,820	362,389	367,209	367,209	--
97.053	Citizens Community Resilience Innovation Challenge		107,915	121,544	229,459	229,459	--
97.055	Interoperable Emergency Communications		15,943	498,139	514,082	514,082	--
97.070	Map Modernization Management Support		127,186	--	127,186	127,186	--
97.071	Metropolitan Medical Response System		14,084	449,220	463,304	463,304	--
97.073	State Homeland Security Program (SHSP)		2,265,390	4,654,103	6,919,493	6,704,489	215,004
97.082	Earthquake Consortium		52,892	--	52,892	52,892	--
97.089	Driver's License Security Grant Program		93,401	--	93,401	93,401	--
97.103	Degrees at a Distance Program		6,219	--	6,219	6,219	--
97.110	Severe Repetitive Loss Program		--	135,333	135,333	135,333	--
Total Department of Homeland Security			**$ 11,226,912**	**$ 44,368,822**	**$ 55,595,734**	**$ 55,355,426**	**$ 240,308**
United States Agency for International Development							
98.XXX	Other USAID Programs						
		0770-SO11-61	$ (90)	$ --	$ (90)	$ --	$ (90)
		10140	(12,030)	--	(12,030)	--	(12,030)

	11-425	18,668	--	18,668	--	18,668
98.XXX	Total Other USAID Programs	$ 6,548	$ --	$ 6,548	$ --	$ 6,548
Total United States Agency for International Development		**$ 6,548**	**$ --**	**$ 6,548**	**$ --**	**$ 6,548**
SNAP Cluster						
10.551	ARRA - Supplemental Nutrition Assistance Program	$ (121,271)	$ --	$ (121,271)	$ (121,271)	$ --
10.551	Supplemental Nutrition Assistance Program	1,254,972,180	--	1,254,972,180	1,254,972,180	--
10.561	State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	78,982,018	--	78,982,018	78,982,018	--
Total SNAP Cluster		**$ 1,333,832,927**	**$ --**	**$ 1,333,832,927**	**$ 1,333,832,927**	**$ --**
Child Nutrition Cluster						
10.553	School Breakfast Program	$ 399,082	$ 32,861,934	$ 33,261,016	$ 33,261,016	$ --
10.555	National School Lunch Program	751,051	108,488,593	109,239,644	109,239,644	--
10.556	Special Milk Program for Children	--	111,622	111,622	111,622	--
10.559	Summer Food Service Program for Children	1,572,809	5,932,753	7,505,562	7,505,562	--
Total Child Nutrition Cluster		**$ 2,722,942**	**$ 147,394,902**	**$ 150,117,844**	**$ 150,117,844**	**$ --**
Food Distribution Cluster						
10.565	Commodity Supplemental Food Program	$ 14,246	$ 567,688	$ 581,934	$ 581,934	$ --
10.568	Emergency Food Assistance Program (Administrative Costs)	70,131	637,268	707,399	707,399	--
10.569	Emergency Food Assistance Program (Food Commodities)	--	8,387,431	8,387,431	8,387,431	--
Total Food Distribution Cluster		**$ 84,377**	**$ 9,592,387**	**$ 9,676,764**	**$ 9,676,764**	**$ --**
Food Service Schools and Roads Cluster						
10.665	Schools and Roads_Grants to States	$ 847,407	$ 63,022,707	$ 63,870,114	$ 63,037,575	$ 832,539
Total Food Service Schools and Roads Cluster		**$ 847,407**	**$ 63,022,707**	**$ 63,870,114**	**$ 63,037,575**	**$ 832,539**
Economic Development Cluster						
11.307	Economic Adjustment Assistance	$ 7,102,429	$ --	$ 7,102,429	$ 7,102,429	$ --
Total Economic Development Cluster		**$ 7,102,429**	**$ --**	**$ 7,102,429**	**$ 7,102,429**	**$ --**
CDBG - Entitlement Grants Cluster						
14.218	Community Development Block Grants/Entitlement Grants	$ 105,537	$ --	$ 105,537	$ --	$ 105,537
Total CDBG - Entitlement Grants Cluster		**$ 105,537**	**$ --**	**$ 105,537**	**$ --**	**$ 105,537**
CDBG - State Administered CDBG Cluster						
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	$ 426,651	$ 11,040,910	$ 11,467,561	$ 11,467,561	$ --
Total CDBG - State Administered CDBG Cluster		**$ 426,651**	**$ 11,040,910**	**$ 11,467,561**	**$ 11,467,561**	**$ --**
Fish and Wildlife Cluster						
15.605	Sport Fish Restoration Program	$ 8,203,838	$ 119	$ 8,203,957	$ 8,203,957	$ --
15.611	Wildlife Restoration and Basic Hunter Education	7,304,394	375	7,304,769	7,304,769	--
Total Fish and Wildlife Cluster		**$ 15,508,232**	**$ 494**	**$ 15,508,726**	**$ 15,508,726**	**$ --**

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
JAG Program Cluster							
16.738	Edward Byrne Memorial Justice Assistance Grant Program		$ 381,305	$ 2,021,378	$ 2,402,683	$ 2,293,936	$ 108,747
16.803	ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program_Grants to States and Territories		826,053	5,382,119	6,208,172	6,208,172	--
16.803	Edward Byrne Memorial Justice Assistance Grant (JAG) Program_Grants to States and Territories		516,732	--	516,732	(481)	517,213
Total JAG Program Cluster			**$ 1,724,090**	**$ 7,403,497**	**$ 9,127,587**	**$ 8,501,627**	**$ 625,960**
Employment Service Cluster							
17.207	Employment Service/Wagner-Peyser Funded Activities		$ 2,309,073	$ --	$ 2,309,073	$ 2,309,073	$ --
17.801	Disabled Veterans' Outreach Program (DVOP)		2,049,756	--	2,049,756	2,049,756	--
17.804	Local Veterans' Employment Representative Program		435,221	--	435,221	435,221	--
Total Employment Service Cluster			**$ 4,794,050**	**$ --**	**$ 4,794,050**	**$ 4,794,050**	**$ --**
WIA Cluster							
17.258	WIA Adult Program		$ 469,081	$ 9,962,545	$ 10,431,626	$ 10,431,626	$ --
17.259	WIA Youth Activities		386,982	9,863,196	10,250,178	10,250,178	--
17.278	WIA Dislocated Worker Formula Grants		2,606,207	11,611,222	14,217,429	14,217,429	--
Total WIA Cluster			**$ 3,462,270**	**$ 31,436,963**	**$ 34,899,233**	**$ 34,899,233**	**$ --**
Highway Planning and Construction Cluster							
20.205	ARRA - Highway Planning and Construction		$ 4,707,141	$ 329,466	$ 5,036,607	$ 5,036,607	$ --
20.205	Highway Planning and Construction		395,892,295	23,800,803	419,693,098	418,858,613	834,485
20.219	Recreational Trails Program		342,596	1,272,731	1,615,327	1,615,327	--
Total Highway Planning and Construction Cluster			**$ 400,942,032**	**$ 25,403,000**	**$ 426,345,032**	**$ 425,510,547**	**$ 834,485**
Federal Transit Cluster							
20.500	Federal Transit Capital Investment Grants		$ --	$ 1,274,842	$ 1,274,842	$ 1,274,842	$ --
Total Federal Transit Cluster			**$ --**	**$ 1,274,842**	**$ 1,274,842**	**$ 1,274,842**	**$ --**
Highway Safety Cluster							
20.600	State and Community Highway Safety		$ 1,660,982	$ 992,178	$ 2,653,160	$ 2,525,699	$ 127,461
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I		878,698	732,328	1,611,026	1,440,108	170,918
20.602	Occupant Protection Incentive Grants		283,638	209,413	493,051	420,359	72,692
20.609	Safety Belt Performance Grants		75,713	20,521	96,234	98,243	(2,009)
20.610	State Traffic Safety Information System Improvement Grants		47,675	203,293	250,968	235,968	15,000
20.612	Incentive Grant Program to Increase Motorcyclist Safety		2,053	--	2,053	2,053	--
20.613	Child Safety and Child Booster Seats Incentive Grants		375	155,970	156,345	156,345	--
Total Highway Safety Cluster			**$ 2,949,134**	**$ 2,313,703**	**$ 5,262,837**	**$ 4,878,775**	**$ 384,062**

Transit Services Programs Cluster						
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	$ --	$ 21,777,197	$ 21,777,197	$ 21,777,197	$ --
20.516	Job Access and Reverse Commute Program	--	1,001,658	1,001,658	1,001,658	--
20.521	New Freedom Program	--	977,208	977,208	977,208	--
Total Transit Services Programs Cluster		**$ --**	**$ 23,756,063**	**$ 23,756,063**	**$ 23,756,063**	**$ --**
Title I, Part A Cluster						
84.010	Title I Grants to Local Educational Agencies	$ 1,489,664	$ 139,557,223	$ 141,046,887	$ 141,046,887	$ --
84.389	ARRA - Title I - Grants to Local Educational Agencies	322,110	304,894	627,004	627,004	--
Total Title I, Part A Cluster		**$ 1,811,774**	**$ 139,862,117**	**$ 141,673,891**	**$ 141,673,891**	**$ --**
Special Education Cluster (IDEA)						
84.027	Special Education_Grants to States	$ 6,767,774	$ 122,485,928	$ 129,253,702	$ 129,250,659	$ 3,043
84.173	Special Education_Preschool Grants	167,200	2,577,066	2,744,266	2,743,634	632
Total Special Education Cluster (IDEA)		**$ 6,934,974**	**$ 125,062,994**	**$ 131,997,968**	**$ 131,994,293**	**$ 3,675**
TRIO Cluster						
84.042	TRIO_Student Support Services	$ 1,666,129	$ --	$ 1,666,129	$ 1,666,129	$ --
84.044	TRIO_Talent Search	324,790	--	324,790	324,790	--
84.047	TRIO_Upward Bound	365,342	--	365,342	365,342	--
84.217	TRIO_McNair Post_Baccalaureate Achievement	669,872	--	669,872	669,872	--
Total TRIO Cluster		**$ 3,026,133**	**$ --**	**$ 3,026,133**	**$ 3,026,133**	**$ --**
Educational Technology State Grants Cluster						
84.318	Education Technology State Grants	$ 1,310	$ 419,769	$ 421,079	$ 421,079	$ --
84.386	ARRA - Education Technology State Grants	12,327	470,622	482,949	482,949	--
Total Educational Technology State Grants Cluster		**$ 13,637**	**$ 890,391**	**$ 904,028**	**$ 904,028**	**$ --**
Statewide Data Systems Cluster						
84.372	Statewide Data Systems	$ 704,895	$ 350,686	$ 1,055,581	$ 1,055,581	$ --
84.384	ARRA - Statewide Data Systems	1,585,115	431,799	2,016,914	2,016,914	--
84.384	Statewide Data Systems	371,024	82,758	453,782	453,782	--
Total Statewide Data Systems Cluster		**$ 2,661,034**	**$ 865,243**	**$ 3,526,277**	**$ 3,526,277**	**$ --**
School Improvement Grants Cluster						
84.377	School Improvement Grants	$ 143,264	$ 9,657,924	$ 9,801,188	$ 9,801,188	$ --
84.388	ARRA - School Improvement Grants	548,790	5,505,756	6,054,546	6,054,546	--
Total School Improvement Grants Cluster		**$ 692,054**	**$ 15,163,680**	**$ 15,855,734**	**$ 15,855,734**	**$ --**
Aging Cluster						
93.044	Special Programs for the Aging_Title III, Part B_Grants for Supportive Services and Senior Centers	$ 323,875	$ 4,630,580	$ 4,954,455	$ 4,954,455	$ --
93.045	Special Programs for the Aging_Title III, Part C_Nutrition Services	421,606	7,279,303	7,700,909	7,700,909	--
93.053	Nutrition Services Incentive Program	--	1,818,400	1,818,400	1,818,400	--
Total Aging Cluster		**$ 745,481**	**$ 13,728,283**	**$ 14,473,764**	**$ 14,473,764**	**$ --**

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
TANF Cluster							
93.558	Temporary Assistance for Needy Families		$ 179,703,924	$ 577,715	$ 180,281,639	$ 180,281,639	$ --
Total TANF Cluster			**$ 179,703,924**	**$ 577,715**	**$ 180,281,639**	**$ 180,281,639**	**$ --**
CCDF Cluster							
93.575	Child Care and Development Block Grant		$ 24,622,832	$ 2,579,450	$ 27,202,282	$ 27,202,282	$ --
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund		38,633,320	2,588,138	41,221,458	41,221,458	--
Total CCDF Cluster			**$ 63,256,152**	**$ 5,167,588**	**$ 68,423,740**	**$ 68,423,740**	**$ --**
Medicaid Cluster							
93.775	State Medicaid Fraud Control Units		$ 1,297,334	$ --	$ 1,297,334	$ 1,297,334	$ --
93.777	State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare		4,124,616	--	4,124,616	4,124,616	--
93.778	ARRA - Medical Assistance Program		26,974,756	--	26,974,756	26,974,756	--
93.778	Medical Assistance Program		3,491,449,842	273,085	3,491,722,927	3,491,608,230	114,697
Total Medicaid Cluster			**$ 3,523,846,548**	**$ 273,085**	**$ 3,524,119,633**	**$ 3,524,004,936**	**$ 114,697**
Disability Insurance/SSI Cluster							
96.001	Social Security_Disability Insurance		$ 25,316,194	$ --	$ 25,316,194	$ 25,316,194	$ --
Total Disability Insurance/SSI Cluster			**$ 25,316,194**	**$ --**	**$ 25,316,194**	**$ 25,316,194**	**$ --**
Student Financial Assistance Programs							
84.007	Federal Supplemental Education Opportunity Grants		$ 4,071,636	$ --	$ 4,071,636	$ 4,071,636	$ --
84.033	Federal Work-Study Program		4,490,347	--	4,490,347	4,490,097	250
84.038	Federal Perkins Loan Program-Federal Capital Contributions		79,307,178	--	79,307,178	79,307,178	--
84.063	Federal Pell Grant Program		127,802,753	--	127,802,753	127,802,753	--
84.268	Federal Direct Student Loans		572,496,586	--	572,496,586	572,496,586	--
84.379	Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)		1,568,876	--	1,568,876	1,568,876	--
84.408	Postsecondary Education Scholarships for Veteran's Dependents		832	--	832	832	--
93.925	Scholarships for Health Professions Students from Disadvantaged Backgrounds		(2,554)	--	(2,554)	(2,554)	--
Total Student Financial Assistance Programs			**$ 789,735,654**	**$ --**	**$ 789,735,654**	**$ 789,735,404**	**$ 250**
Research and Development Cluster							
10.001	Agricultural Research_Basic and Applied Research		$ 2,478,044	$ --	$ 2,478,044	$ 2,309,338	$ 168,706
10.025	Plant and Animal Disease, Pest Control, and Animal Care		50,501	--	50,501	50,501	--
10.170	Specialty Crop Block Grant Program - Farm Bill		58,631	--	58,631	--	58,631
10.200	Grants for Agricultural Research, Special Research Grants		1,353,869	141,546	1,495,415	1,025,977	469,438
10.202	Cooperative Forestry Research		1,061,001	--	1,061,001	1,061,001	--
10.203	Payments to Agricultural Experiment Stations Under the Hatch Act		2,507,523	--	2,507,523	2,507,523	--

10.206	Grants for Agricultural Research_Competitive Research Grants	585,286	7,878	593,164	502,428	90,736
10.207	Animal Health and Disease Research	62,369	--	62,369	62,369	--
10.210	Higher Education-Graduate Fellowships Grant Program	66,863	--	66,863	36,023	30,840
10.212	Small Business Innovation Research	33,333	--	33,333	--	33,333
10.215	Sustainable Agriculture Research and Education	158,661	--	158,661	--	158,661
10.217	Higher Education-Institution Challenge Grants	39,674	--	39,674	3,443	36,231
10.219	Biotechnology Risk Assessment Research	232,839	5,000	237,839	237,839	--
10.220	Higher Education Multicultural Scholars Program	54,882	--	54,882	54,882	--
10.225	Community Food Projects	16,500	--	16,500	16,500	--
10.250	Agricultural and Rural Economic Research, Cooperative Agreements and Collaborations	122,750	10,679	133,429	133,429	--
10.255	Research Innovation and Development Grants in Economic (RIDGE)	31,605	--	31,605	--	31,605
10.303	Integrated Programs	190,169	7,336	197,505	156,895	40,610
10.304	Homeland Security_Agricultural	55,140	--	55,140	30,208	24,932
10.305	International Science and Education Grants	30,184	--	30,184	30,184	--
10.307	Organic Agriculture Research and Extension Initiative	991,405	534,706	1,526,111	1,188,056	338,055
10.309	Specialty Crop Research Initiative	987,546	796,116	1,783,662	1,450,801	332,861
10.310	Agriculture and Food Research Initiative (AFRI)	5,798,686	311,807	6,110,493	3,187,281	2,923,212
10.311	Beginning Farmer and Rancher Development Program	237,464	77,056	314,520	303,868	10,652
10.312	Biomass Research and Development Initiative Competitive Grants Program (BRDI)	59,776	--	59,776	--	59,776
10.320	Sun Grant Program	115,523	236,378	351,901	351,901	--
10.417	Very Low-Income Housing Repair Loans and Grants	21,104	--	21,104	21,104	--
10.455	Community Outreach and Assistance Partnership Program	55,844	--	55,844	55,844	--
10.500	Cooperative Extension Service	545,881	5,651	551,532	411,856	139,676
10.558	Child and Adult Care Food Program	5,098	--	5,098	5,098	--
10.652	Forestry Research	201,972	27,414	229,386	229,386	--
10.664	Cooperative Forestry Assistance	197,574	178,010	375,584	375,584	--
10.675	Urban and Community Forestry Program	140,452	--	140,452	140,452	--
10.680	Forest Health Protection	68,300	--	68,300	68,300	--
10.688	Wildland Fire Management	551,760	--	551,760	551,760	--
10.769	Rural Business Enterprise Grants	4,868	--	4,868	4,868	--
10.868	Rural Energy for America Program	91,800	--	91,800	91,800	--
10.902	Soil and Water Conservation	244,041	245,124	489,165	489,165	--
10.907	Snow Survey and Water Supply Forecasting	258,186	--	258,186	258,186	--
10.912	Environmental Quality Incentives Program	103,022	--	103,022	103,022	--
10.921	Conservation Security Program	84,950	--	84,950	84,950	--
10.XXX	Other Department of Agriculture Programs					
	01-12-OSU	10,656	--	10,656	--	10,656
	06-CR-11061000-043	115,805	--	115,805	115,805	--
	07-JV-11261952-471 PNW	1,869	--	1,869	1,869	--
	07-JV-11272138-032	(88)	--	(88)	(88)	--
	08-CR-11061500-033	29,722	--	29,722	29,722	--
	08-CR-11061800-017	2	--	2	2	--
	08-JV-11261951-487 PNW	48,856	--	48,856	48,856	--
	08-JV-11261952-502 PNW	19,920	--	19,920	19,920	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		08-JV-11261953-492 PNW	28,442	--	28,442	28,442	--
		08-JV-11261967-084 PNW	3,091	--	3,091	3,091	--
		08-JV-11261975-353 PNW	33,267	--	33,267	33,267	--
		08-JV-11261979-349 PNW	27,320	--	27,320	27,320	--
		09-CA-11261951-023 PNW	252	--	252	252	--
		09-CA-11261952-030 PNW	150,001	--	150,001	150,001	--
		09-CA-11261953-022 PNW	397	--	397	397	--
		09-CR-11061800-035	15,574	--	15,574	15,574	--
		09-CR-11061800-039	132	--	132	132	--
		09-CR-11061800-050	5,400	--	5,400	5,400	--
		09-CS-11050650-021	31,468	--	31,468	31,468	--
		09-JV-11221611-264	33,692	--	33,692	33,692	--
		09-JV-11261952-012 PNW	154,739	--	154,739	154,739	--
		09-JV-11261952-014 PNW	207,885	--	207,885	207,885	--
		09-JV-11261952-031 PNW	17,544	--	17,544	17,544	--
		09-JV-11261952-043 PNW	134	--	134	134	--
		09-JV-11261952-048 PNW	27,542	--	27,542	27,542	--
		09-JV-11261952-051 PNW	43,659	--	43,659	43,659	--
		09-JV-11261952-065 PNW	23,971	--	23,971	23,971	--
		09-JV-11261953-063 PNW	22,844	--	22,844	22,844	--
		09-JV-11261955-042 PNW	5,103	--	5,103	5,103	--
		09-JV-11261955-044 PNW	37,765	--	37,765	37,765	--
		09-JV-11261955-067 PNW	9,400	--	9,400	9,400	--
		09-JV-11261957-021 PNW	24,106	--	24,106	24,106	--
		09-JV-11261975-013 PNW	4,372	--	4,372	4,372	--
		09-JV-11261975-070 PNW	4,458	--	4,458	4,458	--
		09-JV-11261976-015 PNW	85,251	--	85,251	85,251	--
		09-JV-11261985-050 PNW	2,307	--	2,307	2,307	--
		09-JV-11272138-030	734	--	734	734	--
		09-JV-11272162-054 PNW	8,929	--	8,929	8,929	--
		10_JV-11261957046 PNW	63,333	--	63,333	63,333	--
		10-7453-0774-CA	(550)	--	(550)	(550)	--
		10-CR-11221633-217	10,545	--	10,545	10,545	--
		10-CR-11261900-009 PNW	5,478	--	5,478	5,478	--
		10-CS-11221632-281	128,105	--	128,105	128,105	--
		10-CS-11261952-022 PNW	10,509	--	10,509	10,509	--
		10-JV-11221635-242	37,698	--	37,698	37,698	--
		10-JV-11242306-125	11,535	--	11,535	11,535	--
		10-JV-11242309-084	485	--	485	485	--
		10-JV11242309-116	73,012	--	73,012	73,012	--
		10-JV-11261900-058 PNW	19,704	--	19,704	19,704	--
		10-JV-11261952-078	168,803	--	168,803	168,803	--

10-JV-11261952-085 PNW	24,884	--	24,884	24,884	--
10-JV-11261952-104 PNW	40,163	--	40,163	40,163	--
10-JV-11261953-015 PNW	41,112	--	41,112	41,112	--
10-JV-11261953-021 PNW	57,100	--	57,100	57,100	--
10-JV-11261953-023 PNW	164,154	--	164,154	164,154	--
10-JV-11261953-035 PNW	14,233	--	14,233	14,233	--
10-JV-11261953-043 PNW	141,316	--	141,316	141,316	--
10-JV-11261953-062 PNW	11,449	--	11,449	11,449	--
10-JV-11261953-067 PNW	33,430	--	33,430	33,430	--
10-JV-1126-1953-091	32,813	--	32,813	32,813	--
10-JV-11261955-018 PNW	35,659	--	35,659	35,659	--
10-JV-11261955-053 PNW	6,520	--	6,520	6,520	--
10-JV-11261955-064 PNW	5,000	--	5,000	5,000	--
10-JV-11261955-102	137,508	--	137,508	137,508	--
10-JV-11261957-094	96,472	--	96,472	96,472	--
10-JV-11261976-082 PNW	14,867	--	14,867	14,867	--
10-JV-11261991-055 PNW	34,317	--	34,317	34,317	--
10-JV-11272138-066	69,204	--	69,204	69,204	--
11-7453-0854-CA	(796)	--	(796)	(796)	--
11-8130-0043-CA	21,077	--	21,077	21,077	--
11-CR-11060200-006	4,022	--	4,022	4,022	--
11-CS-11061200-025	6,038	--	6,038	6,038	--
11-JV-11060600-014	20,018	--	20,018	20,018	--
11-JV-11111129-137	12,922	--	12,922	12,922	--
11-JV-11221635-139	28,222	--	28,222	28,222	--
11-JV-11221636-190	38,118	--	38,118	38,118	--
11-JV-11242305-110	71,192	--	71,192	71,192	--
11-JV-11261917-099 PNW	8,448	--	8,448	8,448	--
11-JV-11261952-027 PNW	193,856	--	193,856	193,856	--
11-JV-11261952-029	43,512	--	43,512	43,512	--
11-JV-11261952-033 PNW	23,614	--	23,614	23,614	--
11-JV-11261952-047 PNW	15,170	--	15,170	15,170	--
11-JV-11261952-048	4,239	--	4,239	4,239	--
11-JV-11261952-054 PNW	6,533	--	6,533	6,533	--
11-JV-11261952-078	23,774	--	23,774	23,774	--
11-JV-11261952-088 PNW	43,164	--	43,164	43,164	--
11-JV-11261953-069	22,513	--	22,513	22,513	--
11-JV-11261953-074 PNW	25,820	--	25,820	25,820	--
11-JV-11261955-076	10,231	--	10,231	10,231	--
11-JV-11261955-085	3,475	--	3,475	3,475	--
11-JV-11261959-091 PNW	166,420	--	166,420	166,420	--
11-JV-11261967-064	51,643	--	51,643	51,643	--
11-JV-11261976-101	189,209	--	189,209	189,209	--
11-JV-11261985-073	5,000	--	5,000	5,000	--
12-7453-0854-CA	63,205	--	63,205	63,205	--
12-8130-0043-CA	13,728	--	13,728	13,728	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		12-CA-11060600-014	10,360	--	10,360	10,360	--
		12-CR-11061500-015	6,006	--	6,006	6,006	--
		12-CR-11061800-024	20,860	--	20,860	20,860	--
		12-DG-11261944-093	11,924	--	11,924	11,924	--
		12-JV-11221632-066	54,539	--	54,539	54,539	--
		12-JV-11261904-019	58,749	--	58,749	58,749	--
		12-JV-11261904-027	17,981	--	17,981	17,981	--
		12-JV-11261952-013	32,925	--	32,925	32,925	--
		12-JV-11261952-037	33,383	--	33,383	33,383	--
		12-JV-11261953-011	7,674	--	7,674	7,674	--
		12-JV-11261959-057	112,792	--	112,792	112,792	--
		12-JV-11261962-048	27,538	--	27,538	27,538	--
		12-JV-11261967-033	52,142	--	52,142	52,142	--
		12-JV-11261975-014	120,997	--	120,997	120,997	--
		12-JV-11261975-092	1,270	--	1,270	1,270	--
		12-JV-11261979-047	8,310	--	8,310	8,310	--
		12-JV-11261979-050	4,590	--	4,590	4,590	--
		12-JV-11261979-062	51,103	--	51,103	51,103	--
		12-JV-11261979-083	22,136	--	22,136	22,136	--
		12-JV-11261987-010	77,412	--	77,412	77,412	--
		12-JV-11261989-051	23,776	--	23,776	23,776	--
		12-JV-11272139-050	18,659	--	18,659	18,659	--
		12-PA-11061400-024	5,700	--	5,700	5,700	--
		13-JV-11261953-026 PNW	24,240	--	24,240	24,240	--
		2007 CIPF	3,071	--	3,071	3,071	--
		2009-65107-05928	69,547	--	69,547	69,547	--
		2012-CA-11062754-002	37,895	--	37,895	37,895	--
		2012-JV-11261955-056	12,460	--	12,460	12,460	--
		2012-JV-11261975-054	2,169	--	2,169	2,169	--
		2012-JV-11261985-073	5,093	--	5,093	5,093	--
		2013-1117	1,233,424	--	1,233,424	1,233,424	--
		2013-1498	21,409	--	21,409	--	21,409
		2013-JV-11261953-011	1,923	--	1,923	1,923	--
		20718	272	--	272	--	272
		4500016738	368,751	--	368,751	368,751	--
		68-0436-11-154	10,725	--	10,725	10,725	--
		68-0436-2-146	1,124	--	1,124	1,124	--
		68-7482-10-533	8,653	--	8,653	8,653	--
		AG-04GG-P-12-0055	17,861	--	17,861	17,861	--
		AG-04T0-P-11-0057	4,903	--	4,903	4,903	--
		MO-OR-0436-2001	19,655	--	19,655	19,655	--
		NFS 09-CR-11060102-037	7,739	--	7,739	7,739	--

	NFS 09-CR-11062754-018	1,968	--	1,968	1,968	--
	NFS 11-CR-11062756-019	1,251,677	--	1,251,677	1,251,677	--
	NFS 12-CR-11062754-017	94,172	--	94,172	94,172	--
	Not Available	243,147	--	243,147	100,027	143,120
	ORFO - - 4/24/13-01-AA	937	--	937	--	937
	RA133F11SE1213	6	--	6	6	--
10.XXX	Total Other Department of Agriculture Programs	$ 8,063,393	$ --	$ 8,063,393	$ 7,886,999	$ 176,394
11.008	NOAA Mission-Related Education Awards	31,648	--	31,648	--	31,648
11.012	Integrated Ocean Observing System (IOOS)	760,400	--	760,400	--	760,400
11.307	Economic Adjustment Assistance	223,423	--	223,423	39,803	183,620
11.312	Research and Evaluation Program	129,471	31,061	160,532	160,532	--
11.417	Sea Grant Support	2,860,382	190,616	3,050,998	3,009,964	41,034
11.419	Coastal Zone Management Administration Awards	252,081	--	252,081	--	252,081
11.420	Coastal Zone Management Estuarine Research Reserves	22,298	--	22,298	22,298	--
11.429	Marine Sanctuary Program	1,037	--	1,037	--	1,037
11.431	Climate and Atmospheric Research	1,084,875	220,811	1,305,686	1,266,778	38,908
11.432	National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	3,194,579	680,880	3,875,459	3,857,482	17,977
11.433	Marine Fisheries Initiative	15,515	--	15,515	15,515	--
11.437	Pacific Fisheries Data Program	111,200	--	111,200	111,200	--
11.439	Marine Mammal Data Program	197,018	4,480	201,498	177,699	23,799
11.440	Environmental Sciences, Applications, Data, and Education	630,869	--	630,869	630,869	--
11.452	Unallied Industry Projects	67,045	--	67,045	67,045	--
11.454	Unallied Management Projects	39,497	--	39,497	39,497	--
11.460	Special Oceanic and Atmospheric Projects	93,430	--	93,430	64,684	28,746
11.463	Habitat Conservation	(3,082)	--	(3,082)	--	(3,082)
11.468	Applied Meteorological Research	51,362	--	51,362	51,362	--
11.472	Unallied Science Program	529,424	66,640	596,064	308,657	287,407
11.473	Coastal Services Center	24,212	--	24,212	--	24,212
11.478	Center for Sponsored Coastal Ocean Research_Coastal Ocean Program	274,902	--	274,902	274,902	--
11.481	Educational Partnership Program	255,305	--	255,305	--	255,305
11.557	ARRA - Broadband Technology Opportunities Program	301,244	875,624	1,176,868	1,176,868	--
11.557	Broadband Technology Opportunities Program (BTOP)	87,550	--	87,550	59,145	28,405
11.XXX	Other Department of Commerce Programs					
	AB133F11SE2917	10,505	--	10,505	10,505	--
	AB133F12SE1112	29,967	--	29,967	29,967	--
	DG133W10SE3639	(238)	--	(238)	(238)	--
	DG133W12SE0127	73,654	--	73,654	73,654	--
	HC12568	230	--	230	--	230
	Not Available	7,199	--	7,199	--	7,199
	WE133R11SE2231	13,497	--	13,497	13,497	--
11.XXX	Total Other Department of Commerce Programs	$ 134,814	$ --	$ 134,814	$ 127,385$	7,429

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
12.104	Flood Plain Management Services		9,321	--	9,321	9,321	--
12.107	Navigation Projects		73,412	--	73,412	--	73,412
12.114	Collaborative Research and Development		13,575	--	13,575	13,575	--
12.300	Basic and Applied Scientific Research		8,681,351	421,597	9,102,948	7,934,193	1,168,755
12.351	Basic Scientific Research - Combating Weapons of Mass Destruction		123,333	--	123,333	--	123,333
12.420	Military Medical Research and Development		2,177,539	3,594	2,181,133	2,174,268	6,865
12.431	Basic Scientific Research		591,387	--	591,387	201,424	389,963
12.551	National Security Education Program David L. Boren Scholarships		58,396	144,286	202,682	--	202,682
12.630	Basic, Applied, and Advanced Research in Science and Engineering		265,485	--	265,485	260,509	4,976
12.800	Air Force Defense Research Sciences Program		2,038,840	1,743	2,040,583	1,944,696	95,887
12.900	Language Grant Program		89,872	--	89,872	79,557	10,315
12.910	Research and Technology Development		1,045,441	362,430	1,407,871	996,667	411,204
12.XXX	Other Department of Defense Programs						
		102142	32,616	--	32,616	--	32,616
		119254	74,154	--	74,154	--	74,154
		11-SUBC-440-000225544	5,315	--	5,315	--	5,315
		12-SUBC-440-0000254797	42,473	--	42,473	--	42,473
		13705 / PO 9500009782	138,746	--	138,746	--	138,746
		13-BGCA-Army-OSU	117,733	--	117,733	--	117,733
		13-SUBC-440-0000277815	23,701	--	23,701	--	23,701
		1723-S4	29,824	--	29,824	--	29,824
		2011-1512	2,381	--	2,381	--	2,381
		2012-1497/PO VPA1994A	45,649	--	45,649	--	45,649
		2013-1693	26,668	--	26,668	--	26,668
		2013-665	29,974	--	29,974	--	29,974
		2525SA10	53,955	--	53,955	--	53,955
		2691-ARM-1S/OSU	47,748	--	47,748	--	47,748
		691994	142,243	--	142,243	--	142,243
		8200150018	4,050	--	4,050	--	4,050
		APL 109717 CLIN M5D02	63,157	--	63,157	--	63,157
		FA8718-09-C-0004	162,309	--	162,309	162,309	--
		H98230-08-C-0329	444,835	--	444,835	444,835	--
		HR0011-11-C-0074	35,196	33,974	69,170	69,170	--
		KG112-UO-1	80,997	--	80,997	--	80,997
		N62583-09-C-0109	109,706	--	109,706	109,706	--
		Not Available	112,555	--	112,555	95,413	17,142
		P308393/D12PC00435	333,719	9,466	343,185	--	343,185
		PO 10083638	464,767	--	464,767	--	464,767
		PO 153878	20,989	--	20,989	--	20,989
		PO 925035	(1,031)	--	(1,031)	--	(1,031)
		PO-0004697	42,610	--	42,610	--	42,610
		SC55353-1704	323	--	323	--	323

	VU-DSR #21806-S5 Neema	84,059	--	84,059	--	84,059
	VU-DSR-21807-S10	39,555	--	39,555	--	39,555
	W909MY-10-C-0073	99,873	--	99,873	99,873	--
	W911NF-10-1-0325- OSU-01	(22)	--	(22)	--	(22)
	W9127N-0820001	541,954	287,523	829,477	829,477	--
	W9127N-10-2-0002	3,009	--	3,009	3,009	--
	W9127N-12-2-0006	5,349	--	5,349	5,349	--
	W912DW-12-C-0028	87,878	--	87,878	87,878	--
	W912EF-09C0013	198,036	134,538	332,574	332,574	--
	W912EF-13-C-0008	85,246	32,430	117,676	117,676	--
	W912HQ-11-C-0006	174,661	237,904	412,565	412,565	--
	W912HQ-11-C-0049	214,894	62,062	276,956	276,956	--
	W912HQ-12-C-0004	274,501	81,410	355,911	355,911	--
	W912HZ-09-P-0050	5,700	--	5,700	5,700	--
	W912HZ-13-2-0001	757,212	123,919	881,131	881,131	--
12.XXX	Other Department of Defense Programs	$ 5,259,267	$ 1,003,226	$ 6,262,493	$ 4,289,532	$ 1,972,961
14.252	Section 4 Capacity Building for Community Development and Affordable Housing	25,221	--	25,221	--	25,221
14.704	Community Challenge Planning Grants and the Department of Transportation's TIGER II Planning Grants	16,578	--	16,578	--	16,578
14.881	Moving to Work Demonstration Program	21,689	--	21,689	--	21,689
14.XXX	Other Department of Housing and Urban Development					
	H-21646 RG	35,043	--	35,043	35,043	--
14.XXX	Total Other Department of Housing and Urban Development	$ 35,043	$ --	$ 35,043	$ 35,043	$ --
15.224	Cultural Resource Management	118,599	--	118,599	118,599	--
15.227	Distribution of Receipts to State and Local Governments	9,521	--	9,521	--	9,521
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	4,409	--	4,409	4,409	--
15.230	Invasive and Noxious Plant Management	5,436	--	5,436	5,436	--
15.231	Fish, Wildlife and Plant Conservation Resource Management	665,685	1,500	667,185	667,185	--
15.232	Wildland Fire Research and Studies Program	143,802	--	143,802	143,802	--
15.233	Forests and Woodlands Resource Management	138,256	--	138,256	138,225	31
15.234	Secure Rural Schools and Community Self-Determination	22,407	--	22,407	22,407	--
15.236	Environmental Quality and Protection Resource Management	60,207	8,871	69,078	69,078	--
15.238	Challenge Cost Share	60,006	--	60,006	60,006	--
15.423	Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	472,247	2,777	475,024	475,024	--
15.517	Fish and Wildlife Coordination Act	663,447	--	663,447	663,447	--
15.608	Fish and Wildlife Management Assistance	74,182	--	74,182	74,182	--
15.630	Coastal Program	18,322	--	18,322	18,322	--
15.642	Challenge Cost Share	1,254	--	1,254	1,254	--
15.649	Service Training and Technical Assistance (Generic Training)	32,716	--	32,716	32,716	--
15.650	Research Grants (Generic)	262,794	--	262,794	262,794	--
15.652	Undesirable/Noxious Plant Species	41,807	--	41,807	41,807	--

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
15.655	Migratory Bird Monitoring, Assessment and Conservation		45,745	--	45,745	45,745	--
15.657	Endangered Species Conservation - Recovery Implementation Funds		85,994	--	85,994	85,994	--
15.664	Fish and Wildlife Coordination and Assistance Programs		8,939	--	8,939	8,939	--
15.673	Wildlife Without Borders – Critically Endangered Animal Conservation Fund		22,885	--	22,885	22,885	--
15.805	Assistance to State Water Resources Research Institutes		153,550	--	153,550	153,550	--
15.807	Earthquake Hazards Reduction Program		94,455	--	94,455	94,455	--
15.808	U.S. Geological Survey_Research and Data Collection		1,551,605	7,385	1,558,990	1,184,028	374,962
15.812	Cooperative Research Units Program		721,569	--	721,569	721,569	--
15.820	National Climate Change and Wildlife Science Center		268,623	111,477	380,100	380,100	--
15.904	Historic Preservation Fund Grants-In-Aid		14,242	--	14,242	14,242	--
15.915	Technical Preservation Services		197,532	--	197,532	197,532	--
15.916	Outdoor Recreation_Acquisition, Development and Planning		2,358	--	2,358	2,358	--
15.945	Cooperative Research and Training Programs - Resources of the National Park System		625,655	--	625,655	617,298	8,357
15.XXX	Other Department of the Interior Programs						
		13420BJ102/F11AC00093	7,792	--	7,792	7,792	--
		2010-3402	6,933	--	6,933	--	6,933
		2011-2000	18,259	--	18,259	--	18,259
		5600-OSU	10	--	10	--	10
		AG-04T0-P-11-0017	4	--	4	4	--
		COOP 10-083	1	--	1	--	1
		G10AC00702	252,068	366,811	618,879	618,879	--
		G12PX00614	10,668	--	10,668	10,668	--
		G12PX01031	8,989	--	8,989	8,989	--
		GS09T13BHD0052	138,633	--	138,633	138,633	--
		H8W07060001 / P06AC00021	(3,540)	--	(3,540)	(3,540)	--
		H8W07060001 / P10AC00405	71,322	--	71,322	71,322	--
		H8W07060001 / P10AC00423	44,745	--	44,745	44,745	--
		H8W07060001 / P10AC00485	118,922	--	118,922	118,922	--
		H8W07060001 J8W07090011	30,269	--	30,269	30,269	--
		H8W07060001 J8W07100006	21,646	--	21,646	21,646	--
		H8W07060001 J8W07100051	12,524	--	12,524	12,524	--
		H8W07060001/P10AC00484	149,383	--	149,383	149,383	--
		H8W07060001/P10AC00563	7,519	--	7,519	7,519	--
		H8W07060001/P10AC00565	62,283	--	62,283	62,283	--
		H8W07060001/P10AC00579	16,147	--	16,147	16,147	--
		H8W07060001J8W07080022	3,839	--	3,839	3,839	--
		J8W07090016 / P09AC00268	21,822	--	21,822	21,822	--
		J8W07100012 / P10AC00407	75,191	--	75,191	75,191	--
		J8W07100029 / P10AC00567	96,589	--	96,589	96,589	--
		J8W07100031/H8W07060001	123	--	123	123	--

	L10AC20520	179	--	179	179	--
	L11PX02055	16,674	--	16,674	16,674	--
	Not Available	(13,412)	--	(13,412)	--	(13,412)
	R10PC40037	45,373	--	45,373	45,373	--
	TASK J8W07080013 / P08AC00187	57,304	--	57,304	57,304	--
	TASK J8W07080020 / P08AC00155	47,377	--	47,377	47,377	--
	US-OR-201-1	6,741	--	6,741	--	6,741
	WYGF49768 - OREGON	1,699	--	1,699	--	1,699
15.XXX	Total Other Department of the Interior Programs	$ 1,334,076	$ 366,811	$ 1,700,887	$ 1,680,656	$ 20,231
16.541	Part E - Developing, Testing and Demonstrating Promising New Programs	585,939	20,250	606,189	606,189	--
16.548	Title V_ Delinquency Prevention Program	124,130	90,101	214,231	214,231	--
16.560	National Institute of Justice Research, Evaluation, and Development Project Grants	31,475	--	31,475	31,475	--
16.726	Juvenile Mentoring Program	183,152	--	183,152	7,400	175,752
16.731	Tribal Youth Program	15,931	--	15,931	--	15,931
17.268	H-1B Job Training Grants	14,496	--	14,496	--	14,496
17.XXX	Other Department of Labor Programs					
	2013-1911	3,001	--	3,001	--	3,001
	S9101-PSU C-6222	94,999	--	94,999	--	94,999
17.XXX	Total Other Department of Labor Programs	$ 98,000	$ --	$ 98,000	$ --	$ 98,000
19.401	Academic Exchange Programs_Scholars	10,442	--	10,442	--	10,442
19.415	Professional and Cultural Exchange Programs_Citizen Exchange	134,935	--	134,935	134,935	--
20.109	Air Transportation Centers of Excellence	90,971	--	90,971	90,971	--
20.200	Highway Research and Development Program	23,049	8,571	31,620	20,743	10,877
20.205	Highway Planning and Construction	85,590	73,328	158,918	--	158,918
20.215	Highway Training and Education	14,869	--	14,869	14,879	(10)
20.507	Federal Transit Formula Grants	5,694	--	5,694	--	5,694
20.514	Public Transportation Research	65,143	--	65,143	56,778	8,365
20.701	University Transportation Centers Program	3,751,747	177,601	3,929,348	3,096,226	833,122
20.761	Biobased Transportation Research	371,549	462,923	834,472	834,472	--
20.XXX	Other Department of Transportation Programs					
	12SUBC-440-0000250200	12,504	--	12,504	--	12,504
	1547379/PO 77158	56,955	--	56,955	--	56,955
	20-05(43-09)	21,416	3,500	24,916	--	24,916
	21-10-07	21,208	--	21,208	--	21,208
	DTFR53-11-C-00013	44,144	--	44,144	44,144	--
	GCA6766	93,315	--	93,315	--	93,315
	HR 15-44	78,580	65,610	144,190	--	144,190
	HR-03-99	6,088	25,993	32,081	--	32,081
	Mueller-DTFH64-12-G-00048	4,417	--	4,417	4,417	--
	NCHRP-161	89,684	--	89,684	--	89,684

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		Not Available	(1,311)	--	(1,311)	(1,311)	--
		TCRPC-20	84,088	55,444	139,532	--	139,532
20.XXX	Total Other Department of Transportation Programs		$ 511,088	$ 150,547	$ 661,635	$ 47,250	$ 614,385
27.011	Intergovernmental Personnel Act (IPA) Mobility Program		40,364	--	40,364	40,364	--
43.001	Science		1,950,053	29,847	1,979,900	1,578,382	401,518
43.002	Aeronautics		187,057	--	187,057	--	187,057
43.007	Space Operations		94,999	--	94,999	94,999	--
43.008	Education		177,490	--	177,490	137,799	39,691
43.009	Cross Agency Support		8,917	2,917	11,834	11,834	--
43.XXX	Other NASA programs						
		11-99-2009-152	17,285	--	17,285	--	17,285
		11DHK055	67,619	--	67,619	--	67,619
		1283976	(794)	--	(794)	--	(794)
		1453508	75,082	--	75,082	--	75,082
		1475568	32,226	--	32,226	--	32,226
		1723	53,326	--	53,326	--	53,326
		1990036-303291	34,536	--	34,536	--	34,536
		3001735413	(15,949)	--	(15,949)	--	(15,949)
		488256	200,509	--	200,509	--	200,509
		702013	60,514	--	60,514	--	60,514
		GRANT NNX09AL86G	43,955	--	43,955	43,955	--
		KK9106	192,873	--	192,873	--	192,873
		NNA11AC01G	11,492	--	11,492	11,492	--
		NNC08QA05P	40,179	--	40,179	40,179	--
		NNX08AF10G	132,306	--	132,306	132,306	--
		NNX08AG04G	1,340	350	1,690	1,690	--
		NNX08AH57G	10,404	20,841	31,245	31,245	--
		NNX08AI80G	25,822	--	25,822	25,822	--
		NNX08AO22G	(5,231)	--	(5,231)	(5,231)	--
		NNX08AR37G	477,994	--	477,994	477,994	--
		NNX08AR40G	149,267	--	149,267	149,267	--
		NNX08AT84G	(119)	--	(119)	(119)	--
		NNX09AC03G	7,575	--	7,575	7,575	--
		NNX09AF20G	25,189	--	25,189	25,189	--
		NNX09AJ98G	3,067	--	3,067	3,067	--
		NNX09AK30G	101,013	35,406	136,419	136,419	--
		NNX09AK88G	82,635	--	82,635	82,635	--
		NNX09AL30G	81,064	--	81,064	81,064	--
		NNX09AL51G	30,947	--	30,947	30,947	--
		NNX09AN92H	7,282	--	7,282	7,282	--
		NNX09AP66A	52,495	--	52,495	52,495	--

	NNX09AR39G	89,490	--	89,490	89,490	--
	NNX09AR59G	(7)	--	(7)	(7)	--
	NNX10A092G	237,945	8,246	246,191	246,191	--
	NNX10A093G	125,107	53,176	178,283	178,283	--
	NNX10A098G	157,687	--	157,687	157,687	--
	NNX10AE91G	158,446	--	158,446	158,446	--
	NNX10AH81G	102,484	--	102,484	102,484	--
	NNX10AJ92G	2,339	--	2,339	2,339	--
	NNX10AK68H	333,200	1,500	334,700	334,700	--
	NNX10AM70G	138,854	--	138,854	138,854	--
	NNX10AN49H	(1,667)	--	(1,667)	(1,667)	--
	NNX10AP79G	84,768	6,430	91,198	91,198	--
	NNX10AR15G	129,000	--	129,000	129,000	--
	NNX10AT70G	326,494	56,154	382,648	382,648	--
	NNX10AT82A	87,752	--	87,752	87,752	--
43.XXX	Total Other NASA programs	$ 3,967,795	$ 182,103	$ 4,149,898	$ 3,432,671	$ 717,227
45.160	Promotion of the Humanities_Fellowships and Stipends	113,510	--	113,510	113,510	--
45.161	Promotion of the Humanities_Research	40,906	--	40,906	--	40,906
45.312	National Leadership Grants	278,406	--	278,406	242,819	35,587
47.041	Engineering Grants	5,043,732	135,300	5,179,032	3,512,911	1,666,121
47.049	Mathematical and Physical Sciences	8,558,817	808,917	9,367,734	9,219,837	147,897
47.050	ARRA - Geosciences	46,472	--	46,472	--	46,472
47.050	Geosciences	21,985,543	1,190,669	23,176,212	18,693,938	4,482,274
47.070	Computer and Information Science and Engineering	5,255,028	61,860	5,316,888	5,080,031	236,857
47.074	Biological Sciences	8,363,929	721,087	9,085,016	7,983,011	1,102,005
47.075	Social, Behavioral, and Economic Sciences	1,436,495	103,833	1,540,328	1,520,982	19,346
47.076	Education and Human Resources	5,712,791	166,566	5,879,357	5,354,610	524,747
47.078	Polar Programs	2,467,176	53,296	2,520,472	2,402,964	117,508
47.079	Office of International and Integrative Activities	386,561	541,063	927,624	912,643	14,981
47.080	Office of Cyberinfrastructure	722,986	--	722,986	328,129	394,857
47.082	ARRA - Trans-NSF Recovery Act Research Support	4,082,339	345,333	4,427,672	4,171,011	256,661
47.XXX	Other National Science Foundation Programs					
	2011-791	(11,953)	--	(11,953)	--	(11,953)
	NEES-4101-38424	286,460	--	286,460	--	286,460
	Not Available	43,811	--	43,811	31,105	12,706
	PO T331A11	10,152	--	10,152	--	10,152
	T337B11	7,535	--	7,535	--	7,535
	T341A11	15,007	--	15,007	--	15,007
	T341B11	20,836	--	20,836	--	20,836
	T344A11	28,018	--	28,018	--	28,018
	T344B11	54,101	--	54,101	--	54,101
47.XXX	Total Other National Science Foundation Programs	$ 453,967	$ --	$ 453,967	$ 31,105	$ 422,862

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
64.XXX	Other Department of Veterans Affairs Programs						
		648C24008	64,477	--	64,477	64,477	--
64.XXX	Total Other Department of Veterans Affairs Programs		$ 64,477	$ --	$ 64,477	$ 64,477	$ --
66.041	Climate Showcase Communities Grant Program		23,248	--	23,248	--	23,248
66.119	West Coast Estuaries Initiative		6,619	--	6,619	--	6,619
66.123	Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program		46,296	--	46,296	--	46,296
66.439	Targeted Watersheds Grants		(2)	--	(2)	--	(2)
66.460	Nonpoint Source Implementation Grants		8,856	--	8,856	--	8,856
66.461	Regional Wetland Program Development Grants		44,752	51,836	96,588	96,588	--
66.469	Great Lakes Program		136,242	--	136,242	--	136,242
66.509	Science to Achieve Results (STAR) Research Program		440,604	106,406	547,010	547,010	--
66.510	Surveys, Studies, Investigations and Special Purpose Grants within the Office of Research and Development		37,087	--	37,087	37,087	--
66.514	Science to Achieve Results (STAR) Fellowship Program		75,772	--	75,772	75,772	--
66.516	P3 Award: National Student Design Competition for Sustainability		35,892	--	35,892	35,892	--
66.708	Pollution Prevention Grants Program		2,677	10,000	12,677	12,677	--
66.714	Regional Agriculture IPM Grants		19,554	--	19,554	19,554	--
66.716	Research, Development, Monitoring, Public Education, Training, Demonstrations, and Studies		1,115,000	11,064	1,126,064	1,076,350	49,714
66.XXX	Other Environmental Protection Agency Programs						
		2011-2051	90,919	--	90,919	--	90,919
		4783-RFA09-1/09-4	131,649	--	131,649	--	131,649
		HQ-596-13-15	13,459	--	13,459	13,459	--
		Not Available	46,829	--	46,829	--	46,829
		PO No 10514	11,155	--	11,155	--	11,155
		TEP DEV-11-05	47,170	--	47,170	--	47,170
66.XXX	Total Other Environmental Protection Agency Programs		$ 341,181	$ --	$ 341,181	$ 13,459	$ 327,722
77.006	U. S. Nuclear Regulatory Commission Nuclear Education Grant Program		2,091,245	--	2,091,245	2,091,245	--
77.008	U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program		88,522	--	88,522	88,522	--
77.XXX	Other Nuclear Regulatory Commission Programs						
		NRC-HQ-11-C-04-0011	242,247	--	242,247	242,247	--
77.XXX	Total Other Nuclear Regulatory Commission Programs		$ 242,247	$ --	$ 242,247	$ 242,247	$ --
81.049	ARRA - Office of Science Financial Assistance Program		194,784	--	194,784	194,784	--
81.049	Office of Science Financial Assistance Program		5,958,505	893,721	6,852,226	6,626,549	225,677
81.064	Office of Scientific and Technical Information		(77)	--	(77)	--	(77)
81.079	Regional Biomass Energy Programs		11,336	--	11,336	--	11,336

81.087	ARRA - Renewable Energy Research and Development	266,785	--	266,785	--	266,785
81.087	Renewable Energy Research and Development	2,720,339	640,444	3,360,783	3,011,850	348,933
81.089	Fossil Energy Research and Development	359,092	386,000	745,092	311,239	433,853
81.104	Environmental Remediation and Waste Processing and Disposal	99,086	--	99,086	--	99,086
81.113	Defense Nuclear Nonproliferation Research	75,129	63,163	138,292	138,292	--
81.117	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	552,553	--	552,553	552,553	--
81.121	Nuclear Energy Research, Development and Demonstration	584,177	--	584,177	530,682	53,495
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	93,189	11,167	104,356	--	104,356
81.128	ARRA - Energy Efficiency & Conservation Block Grant Program	211	--	211	--	211
81.135	Advanced Research and Projects Agency_Energy	398,857	28,020	426,877	324,404	102,473
81.XXX	ARRA - Other Department of Energy Programs					
	57494-120679	10,626	--	10,626	--	10,626
81.XXX	Total ARRA - Other Department of Energy Programs	$ 10,626	$ --	$ 10,626	$ --	$ 10,626
81.XXX	Other Department of Energy Programs					
	00044868-00010	287,892	--	287,892	--	287,892
	00044868-00015	521,167	--	521,167	521,167	--
	00044868-00018	440,000	--	440,000	--	440,000
	00044868-00020	10,376	--	10,376	--	10,376
	00044868-00021	182,876	--	182,876	--	182,876
	00044868-00022	19,497	--	19,497	--	19,497
	00044868-00023	124,076	--	124,076	--	124,076
	00044868-00024	48,250	--	48,250	--	48,250
	00044868-00025	51,780	--	51,780	--	51,780
	00044868-00026	61,111	--	61,111	--	61,111
	00044868-00027	51,260	--	51,260	51,260	--
	00044868-00028	72,377	--	72,377	--	72,377
	00044868-00029	280,735	--	280,735	--	280,735
	00044868-00030	2,641	--	2,641	--	2,641
	00044868-00031	721	--	721	--	721
	00058865/2003-054-00	224,159	--	224,159	224,159	--
	09-113	7,895	--	7,895	--	7,895
	107557 TASK 112144	(64)	--	(64)	--	(64)
	11-180E	48,720	--	48,720	--	48,720
	12-308C	63,234	--	63,234	--	63,234
	128748	119,855	--	119,855	--	119,855
	135748	86,024	--	86,024	--	86,024
	155073 AMEND. 3	2,746	--	2,746	--	2,746
	167975	3,099	--	3,099	--	3,099
	176503	26,895	--	26,895	--	26,895
	18029	24,220	--	24,220	--	24,220
	199062-202090	19,946	--	19,946	--	19,946
	199062-204923	22,110	--	22,110	--	22,110
	2010-114	795	--	795	--	795

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		2012-1287	22,067	--	22,067	--	22,067
		2013-2140	45,073	--	45,073	--	45,073
		347K771	99,619	--	99,619	--	99,619
		36864 / 1997-024-00	(340)	--	(340)	(340)	--
		40427	51,005	--	51,005	--	51,005
		51286	24,000	--	24,000	24,000	--
		53808 / 1998-014-00	144,303	--	144,303	144,303	--
		54599	142,516	--	142,516	142,516	--
		55010	124,059	--	124,059	124,059	--
		56884 / 1997-024-00	256,797	63,524	320,321	320,321	--
		58234	33,555	--	33,555	33,555	--
		59611	235,703	--	235,703	235,703	--
		59885 / 1998-014-00	168,362	--	168,362	168,362	--
		60846 / 1997-024-00	229,345	34,988	264,333	264,333	--
		60945	21,066	--	21,066	21,066	--
		68396-02	32,278	--	32,278	--	32,278
		7033440	92,215	--	92,215	--	92,215
		82602-001-10	19,080	--	19,080	--	19,080
		B588270	55,231	--	55,231	--	55,231
		C09-13 / PO C0901340	(266)	--	(266)	--	(266)
		C12-27 / PO C1202730	177,472	--	177,472	--	177,472
		C13-11 / PO C1301130	43,854	--	43,854	--	43,854
		DE-AC52-09NA29324	297,736	--	297,736	297,736	--
		EAI-R-03	20,216	--	20,216	--	20,216
		MASTER 107557; TO 183148	19,995	--	19,995	--	19,995
		Not Available	122,195	--	122,195	73,433	48,762
		PO 1256445	48,938	--	48,938	--	48,938
		PO 1276073	65,797	--	65,797	--	65,797
		PO 1355324	971	--	971	--	971
		PROJECT #254	9,188	--	9,188	9,188	--
		RES1000163	(73)	--	(73)	--	(73)
		RES1100426	5,182	--	5,182	--	5,182
		RES1100426 / 002	56,322	--	56,322	--	56,322
		RES1100426 / 003	18,916	--	18,916	--	18,916
		RES1100426 / 004	363,525	--	363,525	--	363,525
		RES1100426 / 005	19,357	--	19,357	--	19,357
		RES1100426 / 006	24,929	--	24,929	--	24,929
		RES1100426 / 007	11,623	--	11,623	--	11,623
		RES1100426/009	37,820	--	37,820	--	37,820
		SPO 1217293	17,881	--	17,881	--	17,881

	XCI-0-40426-01	410,519	--	410,519	--	410,519
	ZAM-0-40896-01	131,054	--	131,054	--	131,054
81.XXX	Total Other Department of Energy Programs	$ 6,503,478	$ 98,512	$ 6,601,990	$ 2,654,821	$ 3,947,169
84.011	Migrant Education_State Grant Program	42,975	--	42,975	--	42,975
84.017	International Research and Studies	19,035	--	19,035	19,035	--
84.027	Special Education_Grants to States	26,180	--	26,180	--	26,180
84.042	TRIO_Student Support Services	249,376	--	249,376	249,376	--
84.047	TRIO_Upward Bound	275,681	--	275,681	275,681	--
84.116	Fund for the Improvement of Postsecondary Education	471	--	471	--	471
84.133	National Institute on Disability and Rehabilitation Research	2,084,309	135,222	2,219,531	2,027,600	191,931
84.149	Migrant Education_College Assistance Migrant Program	433,560	--	433,560	433,560	--
84.184	Safe and Drug-Free Schools and Communities_National Programs	86,683	--	86,683	--	86,683
84.195	Bilingual Education Professional Development	72,895	4,945	77,840	77,840	--
84.229	Language Resource Centers	261,976	--	261,976	261,976	--
84.287	Twenty-First Century Community Learning Centers	15,505	--	15,505	--	15,505
84.293	Foreign Language Assistance	11,022	--	11,022	--	11,022
84.305	Education Research, Development and Dissemination	4,105,880	1,209,989	5,315,869	5,042,400	273,469
84.324	Research in Special Education	7,057,054	1,490,771	8,547,825	7,373,410	1,174,415
84.325	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	549,702	--	549,702	549,702	--
84.326	Special Education_Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	198,816	--	198,816	41,584	157,232
84.327	Special Education_Educational Technology Media, and Materials for Individuals with Disabilities	782,457	382,199	1,164,656	1,164,656	--
84.334	Gaining Early Awareness and Readiness for Undergraduate	5,102	--	5,102	--	5,102
84.365	English Language Acquisition State Grants	665,267	31,471	696,738	696,738	--
84.366	Mathematics and Science Partnerships	24,215	--	24,215	--	24,215
84.367	Improving Teacher Quality State Grants	758	--	758	--	758
84.XXX	Other Department of Education Programs					
	2013-1297	108,557	385,669	494,226	--	494,226
	3349K300	9,951	--	9,951	--	9,951
	418K714	28,479	--	28,479	--	28,479
	6	152	--	152	--	152
	Not Available	53,758	--	53,758	--	53,758
84.XXX	Total Other Department of Education Programs	$ 200,897	$ 385,669	$ 586,566	$ --	$ 586,566
85.601	Smithsonian Institution Fellowship Program	3,489	--	3,489	3,489	--
93.043	Special Programs for the Aging_Title III, Part D_Disease Prevention and Health Promotion Services	(835)	--	(835)	--	(835)
93.060	Competitive Abstinence Education (CAE)	10,117	--	10,117	--	10,117
93.087	Enhance the Safety of Children Affected by Substance Abuse	32,015	--	32,015	--	32,015
93.103	Food and Drug Administration_Research	13,402	--	13,402	13,402	--
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	325,779	--	325,779	--	325,779

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.110	Maternal and Child Health Federal Consolidated Programs		193,487	--	193,487	193,487	--
93.113	Environmental Health		2,919,838	--	2,919,838	2,508,696	411,142
93.114	Applied Toxicological Research and Testing		1,501,368	25,101	1,526,469	1,526,469	--
93.117	Preventive Medicine and Public Health Residency Training Program, Integrative Medicine Program, and National Coordinating Center for Integrative Medicine		29,550	--	29,550	--	29,550
93.121	Oral Diseases and Disorders Research		953,273	--	953,273	665,033	288,240
93.135	Centers for Research and Demonstration for Health Promotion and Disease Prevention		81,505	--	81,505	--	81,505
93.136	Injury Prevention and Control Research and State and Community Based Programs		50,295	--	50,295	50,295	--
93.143	NIEHS Superfund Hazardous Substances_Basic Research and Education		1,656,185	912,377	2,568,562	2,568,562	--
93.172	Human Genome Research		3,289,196	219,596	3,508,792	3,114,700	394,092
93.173	Research Related to Deafness and Communication Disorders		1,913,011	--	1,913,011	1,736,172	176,839
93.213	Research and Training in Complementary and Alternative Medicine		1,330,273	41,408	1,371,681	1,281,277	90,404
93.226	Research on Healthcare Costs, Quality and Outcomes		6,792	--	6,792	42,538	(35,746)
93.238	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		56,767	--	56,767	--	56,767
93.239	Policy Research and Evaluation Grants		3,448	--	3,448	--	3,448
93.242	Mental Health Research Grants		2,383,865	155,269	2,539,134	2,202,777	336,357
93.243	Substance Abuse and Mental Health Services_Projects of Regional and National Significance		381,065	--	381,065	--	381,065
93.262	Occupational Safety and Health Program		566,384	--	566,384	42,070	524,314
93.265	Comprehensive Geriatric Education Program(CGEP)		7,222	--	7,222	--	7,222
93.273	Alcohol Research Programs		217,857	134,614	352,471	352,471	--
93.279	Drug Abuse and Addiction Research Programs		1,476,208	197,461	1,673,669	1,511,849	161,820
93.281	Mental Health Research Career/Scientist Development Awards		116,797	--	116,797	116,797	--
93.282	Mental Health National Research Service Awards for Research Training		64,796	--	64,796	64,796	--
93.283	Centers for Disease Control and Prevention_Investigations and Technical Assistance		12,976	--	12,976	--	12,976
93.286	Discovery and Applied Research for Technological Innovations to Improve Human Health		830,413	363,977	1,194,390	1,194,390	--
93.307	Minority Health and Health Disparities Research		196,835	--	196,835	140,614	56,221
93.310	Trans-NIH Research Support		561,024	--	561,024	561,024	--
93.351	Research Infrastructure Programs		1,861,459	60,277	1,921,736	1,920,464	1,272
93.361	Nursing Research		(2,047)	--	(2,047)	--	(2,047)
93.389	National Center for Research Resources		1,507,093	105,976	1,613,069	1,397,538	215,531
93.393	Cancer Cause and Prevention Research		1,607,730	300,731	1,908,461	1,831,308	77,153
93.394	Cancer Detection and Diagnosis Research		147,844	--	147,844	147,844	--
93.395	Cancer Treatment Research		6,104	--	6,104	--	6,104

93.398	Cancer Research Manpower	70,170	--	70,170	33,521	36,649
93.399	Cancer Control	185,142	--	185,142	183,611	1,531
93.632	University Centers for Excellence in Developmental Disabilities Education, Research, and Service	77,787	5,572	83,359	--	83,359
93.670	Child Abuse and Neglect Discretionary Activities	45,848	--	45,848	--	45,848
93.701	ARRA - Trans-NIH Recovery Act Research Support	969,687	81,168	1,050,855	1,052,225	(1,370)
93.702	ARRA - National Center for Research Resources, Recovery Act Construction Support	7,518,218	--	7,518,218	7,518,218	--
93.708	ARRA - Head Start	16,782	--	16,782	--	16,782
93.715	ARRA - Comparative Effectiveness Research-AHRQ	171,913	--	171,913	--	171,913
93.789	Alternatives to Psychiatric Residential Treatment Facilities for Children	19,951	--	19,951	--	19,951
93.837	Cardiovascular Diseases Research	1,315,918	--	1,315,918	981,977	333,941
93.838	Lung Diseases Research	506,435	--	506,435	506,435	--
93.839	Blood Diseases and Resources Research	342,747	--	342,747	--	342,747
93.846	Arthritis, Musculoskeletal and Skin Diseases Research	1,019,836	--	1,019,836	1,019,836	--
93.847	Diabetes, Digestive, and Kidney Diseases Extramural Research	825,866	--	825,866	673,316	152,550
93.853	Extramural Research Programs in the Neurosciences and Neurological Disorders	594,993	115,189	710,182	710,182	--
93.855	Allergy, Immunology and Transplantation Research	2,915,869	285,549	3,201,418	2,975,028	226,390
93.856	Microbiology and Infectious Diseases Research	108,849	--	108,849	--	108,849
93.859	Biomedical Research and Research Training	9,528,772	413,477	9,942,249	9,389,478	552,771
93.865	Child Health and Human Development Extramural Research	4,221,871	366,003	4,587,874	4,272,022	315,852
93.866	Aging Research	1,521,702	309,366	1,831,068	1,693,844	137,224
93.867	Vision Research	315,118	--	315,118	315,118	--
93.928	Special Projects of National Significance	21,796	--	21,796	--	21,796
93.969	PPHF-2012 Geriatric Education Centers	82,351	--	82,351	--	82,351
93.989	International Research and Research Training	34,259	--	34,259	--	34,259
93.XXX	Other Department of Health and Human Services Programs					
	00994-02731.003,PO13RRG00006	53,371	--	53,371	--	53,371
	101217SB0N / TO 1	30,538	--	30,538	--	30,538
	200-2012-M-53392	4,730	--	4,730	4,730	--
	2011-1586	(1,150)	--	(1,150)	--	(1,150)
	2013-1596	58,348	--	58,348	--	58,348
	2013-1931	14,413	--	14,413	--	14,413
	211-2012-M-52370	7,043	--	7,043	7,043	--
	9007376_OSU	4,977	--	4,977	--	4,977
	96658NBS23 / B28950-2700	3,799	--	3,799	--	3,799
	Not Available	48,661	--	48,661	9,362	39,299
	PO# 65597	32,070	--	32,070	--	32,070
93.XXX	Total Other Department of Health and Human Services Programs	$ 256,800	$ --	$ 256,800	$ 21,135	$ 235,665
94.005	Learn and Serve America_Higher Education	(90)	--	(90)	--	(90)
94.XXX	Other Corporation for National and Community Service Programs					
	PC-11-8-064	(311)	--	(311)	(311)	--
94.XXX	Other Corporation for National and Community Service Programs	$ (311)	$ --	$ (311)	$ (311)	$ --

The accompanying notes are an integral part of this schedule.

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
97.XXX	Other Homeland Security Programs						
		OS HQ 12 0001	46,685	--	46,685	--	46,685
97.XXX	Total Other Homeland Security Programs		$ 46,685	$ --	$ 46,685	$ --	$ 46,685
98.001	USAID Foreign Assistance for Programs Overseas		82,564	--	82,564	62,997	19,567
98.XXX	Other USAID Programs						
		AID-OAA-LA-10-00006	15,430	102,791	118,221	118,221	--
		EPP-A-00-06-00012	1,168,665	1,857,166	3,025,831	3,025,831	--
		PO# 20199	39,765	--	39,765	--	39,765
98.XXX	Total Other USAID Programs		$ 1,223,860	$ 1,959,957	$ 3,183,817	$ 3,144,052	$ 39,765
Total Research and Development Cluster			**$ 245,502,699**	**$ 24,410,289**	**$ 269,912,988**	**$ 229,606,792**	**$ 40,306,196**
TOTAL EXPENDITURES OF FEDERAL AWARDS			**$ 8,932,134,542**	**$ 1,016,689,854**	**$ 9,948,824,396**	**$ 9,895,445,118**	**$ 53,379,278**

Notes to the Schedule
Expenditures of Federal Awards
For the Year Ended June 30, 2013

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the State of Oregon and is presented using the bases of accounting of the originating funds. These include both the modified accrual and accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Therefore, some amounts presented in the schedule may differ from the amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Reporting Entity

The financial statements of the State of Oregon include all fund types for all agencies, boards, commissions, authorities, courts, and colleges and universities that are legally part of the State's primary government and its component units. The Oregon Health and Science University (OHSU) is a legally separate component unit. For the year ended June 30, 2013, OHSU has issued separate financial statements and has obtained a separate single audit as outlined in Subpart E.500 of OMB Circular A-133. Therefore, the accompanying schedule does not include the federal grant activity of OHSU. A copy of these reports can be obtained from OHSU, 2525 SW Third Avenue, Suite 245, Portland, Oregon 97201.

Note 3. Programs Involving Non-Cash Assistance

Federal expenditures reported in the schedule include the following non-cash assistance programs. All values are either fair market value at the time of receipt or assessed value provided by the federal agency.

CFDA Number	Title	Type of Assistance	Value
10.555	National School Lunch Program	Commodities	$ 8,385,224
10.559	Summer Food Service Program for Children	Commodities	21,796
10.565	Commodity Supplemental Food Program	Commodities	454,048
10.567	Food Distribution Program on Indian Reservations	Commodities	130,188
10.569	Emergency Food Assistance Program	Commodities	8,387,431
39.003	Donation of Federal Surplus Personal Property	Donated Federal Surplus	3,341,863
93.268	Immunization Cooperative Agreements	Vaccines	37,425,434
	Total		$ 58,145,984

Note 4. Loans and Loan Guarantees

New loans made during the year ended June 30, 2013 are reported in the SEFA, as are prior year loans with outstanding balances and continuing compliance requirements. Loans outstanding as of June 30, 2013 are as follows:

CFDA Number	Title	Outstanding Balance as of June 30, 2013
14.239	HOME Investment Partnerships Program	$ 11,543,603
14.258	Tax Credit Assistance Program (TCAP)	27,171,353
66.458	Capitalization Grants for Clean Water State Revolving Funds	39,708,944
66.468	Capitalization Grants for Drinking Water State Revolving Funds	18,356,225
84.038	Federal Perkins Loan Program-Federal Capital Contributions	67,540,668
	Total	$ 164,320,793

Note 5. Unemployment Insurance

State unemployment tax revenues and the other governmental, tribal and non-profit reimbursements in lieu of State taxes are deposited into the Unemployment Trust Fund in the U.S. Treasury. These funds may only be used to pay benefits under federally approved State unemployment law. State unemployment insurance funds are included with federal funds in the total expenditures for CFDA 17.225 (Unemployment Insurance Program). Of the $1,319,045,654 reported as expenditure for the Unemployment Insurance program, $729,669,359 represented expenditures of State funds held in the Unemployment Trust Fund.

Note 6. Pass-Through Awards

The State of Oregon received the following amounts as a subrecipient of non-federal entities:

CFDA Number	Organization	Amount	ID Number
10.001	Columbia University	$ 131,013	2 (GG006033) / PO G02812
10.001	Intrn'l Crops Research Institute for the Semi-Arid Tropics	37,373	project 213
10.001	University of Nebraska	320	25-6235-0205-005
10.170	Columbia Gorge Fruit Growers	3,883	2011-2110
10.170	Washington State University	800	G002668
10.170	Washington State University	53,949	116477 G003014
10.200	Rutgers, The State University of New Jersey	12,197	2012-OR-BDP-Pscheidt
10.200	University of California, Davis	(191)	SA7644
10.200	University of California, Davis	2	200912415-OH/OSU-5
10.200	University of California, Davis	3	200912415-OH/OSU-2
10.200	University of California, Davis	158	SA7650
10.200	University of California, Davis	261	013145-06
10.200	University of California, Davis	454	201117720-OSU1
10.200	University of California, Davis	2,260	201223372-16-OSU-Peachey-ECS
10.200	University of California, Davis	2,770	201117720-OSU2
10.200	University of California, Davis	2,878	201223372-12-OSU-Santamaria-OH
10.200	University of California, Davis	4,348	201117720-OSU-4 ECS
10.200	University of California, Davis	12,151	201223372-11-OSU-Pscheidt-OH
10.200	University of California, Davis	12,951	201223372-10-OSU-DeFrancsco-OH
10.200	University of California, Davis	52,895	201223372-02-OSU-DFrncsc-FoodU
10.200	University of California, Davis	105,760	201117720-Oregon
10.200	University of Idaho	(522)	BAK305_SB_003 / P0028638
10.200	University of Idaho	3	BAK304_SB_002 / P0024069
10.200	University of Idaho	495	BAK307-SB-001 / PO P0037258
10.200	University of Idaho	3,225	BAK305_SB_001 / P0029924
10.200	University of Idaho	37,212	BAK306-SB-003 / P0033107
10.200	University of Washington	3,873	721198
10.200	University of Washington	4,257	2010-38500-21758
10.200	University of Washington	4,363	734595
10.200	Washington State University	(9,674)	114863_G002795
10.200	Washington State University	133	113241_G002580
10.200	Washington State University	200	113491_G002616
10.200	Washington State University	397	114863_G002793
10.200	Washington State University	1,292	114711_G002753
10.200	Washington State University	2,564	114863_G002792
10.200	Washington State University	6,432	113594_G002665
10.200	Washington State University	9,157	113594_G002733
10.200	Washington State University	19,993	114878 G002919

10.200	Washington State University	20,203	114878_G002863
10.200	Washington State University	23,613	114863_G002791
10.200	Washington State University	36,136	105577_G002804
10.200	Washington State University	39,389	11878_G002862
10.200	Washington State University	57,795	105577_G003125
10.206	Michigan State University	64,040	61-4244F
10.206	Pennsylvania State University	7,824	4365-OSU-USDA-8710
10.206	University of California, Davis	(5)	Sub07-000752-01
10.206	University of Massachusetts, Amherst	18,877	09-005358 B 00
10.210	University of Idaho	30,840	BJKH93-SB-002 / PO P0035020
10.212	Cibus, LLC	33,333	2013-94
10.215	Benton Soil and Water Conservation District	13,295	2012-492
10.215	Utah State University	(671)	80861040
10.215	Utah State University	788	100893039
10.215	Utah State University	1,866	120833005
10.215	Utah State University	5,028	100893033
10.215	Utah State University	25,245	110892013
10.215	Utah State University	29,145	90758034
10.215	Utah State University	31,080	100893007
10.215	Utah State University	32,499	90758005
10.215	Utah State University	51,466	90758008
10.217	University of Missouri	36,231	C00024574-2
10.225	Adelante Mujeres	255	Not Available
10.255	Mississippi State University	31,605	018000-321470-12
10.303	Montana State University	13,001	G193-12-W3778
10.303	University of California, Davis	9,683	201120630-ORE29
10.303	University of California, Davis	17,927	SA7733
10.303	Washington State University	(1)	112890_G002644
10.304	Department of Pant Pathology	501	06111230000000
10.304	Kansas State University	(20)	S08018
10.304	Purdue University	(890)	8000017968-AG
10.304	University of California, Davis	25,842	201223902-03
10.307	Auburn University	3,302	12-EPP-373011-OSU
10.307	Cornell University	24,751	67385-9952
10.307	Cornell University	36,084	64325-9780
10.307	North Carolina State University	524	2009-1655-01
10.307	Ohio State University	59,752	600030380
10.307	Pennsylvania State University	23,621	4736-OSU-USDA-0638
10.307	Rutgers, The State University of New Jersey	31,889	4832 / PO S1769900
10.307	University of California at Santa Cruz	27,612	S0183654
10.307	University of Wyoming	67,134	USDACSRE45108MM
10.307	Washington State University	7,049	20220
10.307	Washington State University	9,418	119028 G003171
10.307	Washington State University	46,919	110036_G002575
10.309	Carnegie Mellon University	31,893	1080198-220112
10.309	Cornell University	42,687	61314-9365
10.309	Michigan State University	(1,158)	61-4296G
10.309	Michigan State University	7,224	RC100888OSU
10.309	Michigan State University	25,815	RC102039B
10.309	University of California Berkeley	90,329	PO BB00104457 / sub 00006987
10.309	University of California, Davis	40,786	201013048-01
10.309	University of Florida	45,433	UF09152 / Proj 00080376

10.309	University of Wisconsin	11,923	350K862
10.309	Washington State University	58	111343_G002438
10.309	Washington State University	9,005	111356_G002640
10.309	Washington State University	13,855	111356_G002639
10.309	Washington State University	15,013	111349_G002606
10.310	Michigan State University	(7,471)	61-4206J
10.310	North Dakota State University	16,516	FAR-0015525-5
10.310	Oregon Health & Sciences University	20,510	1002187_PSU
10.310	Oregon Health & Sciences University	90,646	1002187_OSU
10.310	Pennsylvania State University	30,370	4603-OSU-USDA-0025
10.310	Pennsylvania State University	68,167	4574-OSU-USDA-0025
10.310	Purdue University	17,100	8000047951-AG
10.310	University of Alaska	73,259	UAF 12-0011
10.310	University of California Riverside	1,285	S-000477
10.310	University of California, Davis	14,494	200912493-02
10.310	University of California, Davis	206,341	201015718-19
10.310	University of Delaware	122,899	25866
10.310	University of Idaho	96,794	BJKH57-SB-001 / PO P0025252
10.310	University of Idaho	676,870	BJKL03-SB-001 / PO P0031110
10.310	University of Minnesota	523	H003346401
10.310	University of Washington	568,312	729759
10.310	University of Wisconsin	23,820	223K915
10.310	Virginia Tech	201,543	422262-19201
10.310	Washington State University	12,489	115320 G002932
10.310	Washington State University	688,743	115808 G002981
10.311	Entrepreneurial Development Services	10,651	Not Available
10.312	University of Hawaii	61,205	MA120041
10.500	Auburn University	13,399	12-USDA-Army-OSU
10.500	Auburn University	20,609	08-USDA-Army-OSU
10.500	Kansas State University	7,639	S12058
10.500	Kansas State University	13,059	S12048
10.500	Montana State University	405	G218-11-W3123
10.500	National 4-H Council	6	2011-1229
10.500	New Mexico State University	1,136	Q01461
10.500	University of Idaho	1,201	BJKL79-SB-002
10.500	University of Nebraska	12,033	25-6365-0040-120
10.500	University of Nebraska	12,385	25-6365-0040-109
10.500	University of Wyoming	1,627	UTSTUNV46467OR
10.500	University of Wyoming	2,962	1000781
10.500	University of Wyoming	2,993	1000782
10.500	University of Wyoming	4,649	1001769
10.500	University of Wyoming	6,525	1001381
10.500	Utah State University	33,145	110897008
10.500	Washington State University	5,904	108815 G002911
10.558	Head Start of Lane County	(130)	17976
10.558	Head Start of Lane County	10,382	19247
10.665	Clackamas County	341,808	1936002286000
10.665	Jackson County	294,420	1936002298000
10.665	Klamath Falls	18,226	1936002301
10.665	Linn County	180,000	1936002305000
10.693	South Santiam Watershed Council	12,483	19428
11.008	Colorado State University	18,648	G-1101-1

11.008	Consortium for Ocean Leadership	13,000	SA #13-16
11.012	University of Washington	760,400	730279
11.307	Built Environment and Sustainable Technologies	27,746	2012-BEST-EDA Task Order#1
11.307	Oregon BEST	22,103	MASTER 2012-PSU-BEST-EDA;TO#1
11.307	Oregon Nanoscience and Microtechnologies Institute	18,607	Task #2 to Master Agr 2012-EDA
11.307	Oregon Nanoscience and Microtechnologies Institute	40,000	2012-EDA Task Order #3
11.307	Portland Development Commission	17,351	2013-2459
11.307	Portland Development Commission	24,701	212109
11.307	Portland Development Commission	33,110	712003
11.417	University of Alaska	23,595	PO FP30062 / UAF 12-0083
11.417	University of Mississippi	17,439	Not Available
11.419	PRBO Conservation Science	93,251	Not Available
11.419	University of New Hampshire	158,829	11-040 AMEND. 1
11.429	National Marine Sanctuary Foundation	1,037	Not Available
11.431	University of Washington	38,908	742904
11.432	University of Miami	17,977	6-6440A-3712 / P131564
11.437	Pacific States Marine Fish Com	849,592	936002376
11.438	Pacific Salmon Comission	428,344	9909840528
11.439	National Fish and Wildlife Foundation	23,799	2010-0073-004
11.439	Pacific States Marine Fish Com	31,246	936002376
11.441	North Pacific Fishery Mgmt Con	27,008	920060367
11.441	Pacific Fishery Mgmt Council	150,242	910982918
11.441	Pacific States Marine Fish Com	50,292	936002376
11.460	University Corporation at Monterey Bay	28,746	PO# 7500004647
11.463	Cascade Pacific RC&D	(3,082)	2007-13
11.472	North Pacific Research Board	4,847	1205 / F5205-00
11.472	North Pacific Research Board	7,913	806 / F3806-00
11.472	North Pacific Research Board	19,609	1004 / F4004-02
11.472	North Pacific Research Board	25,778	1105 / F4015-01
11.472	North Pacific Research Board	32,613	B67 - year 3 / F4967-04
11.472	North Pacific Research Board	35,238	1011 / F4011-00
11.472	North Pacific Research Board	36,925	B77 (year 3) / F4977-06
11.472	North Pacific Research Board	54,281	1014 / F4014-00
11.472	North Pacific Research Board	70,204	904 / F4904-00
11.473	University of Washington	24,212	702285
11.481	University of Maryland Eastern Shore	84,323	PO U156442
11.481	University of Maryland Eastern Shore	170,982	Not Available
11.557	Crook County Oregon	28,405	1
12.106	Pacific States Marine Fish Com	66,812	936002376
12.107	Washington Department of Ecology	(22)	C1200113
12.107	Washington Department of Ecology	73,434	C1300095
12.300	Cascadia Research Collective	6,264	411-2
12.300	Cascadia Research Collective	7,623	411-1
12.300	Georgia Institute of Technology	80,670	RB857-G1 AMEND. 2
12.300	Massachusetts Institute of Technology	8,706	5710002560 MOD #3
12.300	University of California, San Diego	7,155	38513698 / PO S9000246
12.300	University of Washington	26,152	740898
12.300	University of Washington	914,845	710505
12.300	Woods Hole Oceanographic Institution	117,340	A100908
12.351	Radiation Monitoring Devices, Inc - DTRA	123,333	HDTRA 1-11-1-0045
12.420	University of Illinois, Urbana-Champaign	6,865	2009-02748-01, A2435
12.431	Academy of Applied Science, Inc	1,259	41637

12.431	Organization for Economic Initiatives Inc	30,432	ARL10-NWMI-PSU 120610
12.431	Organization for Economic Initiatives Inc	87,281	Not Available
12.431	University of Connecticut	155,063	UCHC6-35019356
12.431	University of Washington	31,486	548644
12.431	University of Washington	84,442	715233 MOD. #5
12.550	Institute of International Education	54,401	NSEP-U631023-PDX-RUS-08-D12
12.550	Institute of International Education	369,422	NSEP-U631073-PDX-RUS
12.551	Institute of International Education	202,682	NSEP-U631033-UO-CHN MOD. 3
12.551	Institute of International Education	691,425	NSEP-U631073-UO-CHN-K12
12.630	Academy of Applied Science, Inc	4,191	Not Available
12.630	Stanford University	2,730	PO 20109120/SPO#36615-A
12.630	University of California	2,246	PO # : S9000212
12.800	Brown University	11,750	104 / PO P996645
12.800	The University of Texas at Austin	24,332	SUB: UTA12-001068
12.800	University of Arizona	8,956	PO Y560317
12.800	University Politecnico di Milano	50,849	2013-1400
12.900	University of Maryland	10,315	H98230-13-1-0017
12.910	BAE Systems	160,479	776911
12.910	HRL Laboratories LLC	125,694	8036-801884-BS PH.2
12.910	University of California, Los Angeles	125,856	1015 G PA090
12.910	University of Florida	12,763	UF-EIES-1105038-PSU
14.218	Portland Development Commission	105,537	PSU-EOI
14.235	Lane County	19,598	40000000000004
14.239	City of Salem	33,458	40000000000011
14.252	Cedar Sinai Park	25,221	Not Available
14.703	Lane Council of Governments	37,284	18331
14.703	Lane Council of Governments	58,507	18514
14.704	City of Beaverton	16,578	2688-12
14.881	Home Forward	21,689	Not Available
15.227	Benton County	20,572	1936002285
15.227	Josephine County	9,521	2011-12 SRS2008
15.233	The Nature Conservancy	31	ORFO-1/23/12-01TS
15.234	Clackamas County	39,997	1936002286000
15.234	Columbia Soil & Water Conserva	25,174	1930988772000
15.234	Josephine County	10,348	1936002300
15.615	Marion County Public Works	130,612	00003840700000
15.808	Oregon Health & Sciences University	330,107	GEBSN0060A1
15.808	Southern California Earthquake Center	44,855	Y80786 MOD #1
15.812	University of Wyoming	32,204	DOIUSGS43626-OREGON
15.945	University of California, Davis	8,357	201120800-05
16.582	Natl Assoc Voca Asst Administration	4,476	1682
16.585	Columbia County	38,523	1022
16.585	Josephine County	56,152	1018
16.585	Yamhill County	11,340	1012
16.590	Lane County	59,474	1013
16.610	State of California	3,888	9900
16.726	National 4-H Council	24,404	2012-13_NMP3
16.726	National 4-H Council	47,147	Not Available
16.726	National 4-H Council	88,534	2012-1426
16.726	University of Illinois	15,666	2010-06487-01-00 KN
16.731	National 4-H Council	15,931	Not Available
16.803	Benton County	89,869	1025

16.803	Douglas County	33,106	1026
16.803	Harney County	66,188	1023
16.803	Josephine County	3,733	1018
16.803	Lincoln County	34,733	1028
16.803	Linn County	52,961	1016
16.803	Marion County	108,575	1029
16.803	Mid-Williamette Val Commaction	69,654	1031
16.803	Ontrack Inc	44,347	1027
16.803	Union County	14,045	1011
16.812	Clackamas County	5,414	1030
16.812	Jackson County	20,657	1008
17.261	Ctr 4 Empymnt Security An Itsc	292,669	00000000053000
17.268	Worksystems, Inc	14,496	12-60805
17.275	Worksystems Inc	7,952	Not Available
19.010	Institute of International Education	111,447	Not Available
19.010	Institute of International Education	123,838	18933
19.400	Institute of International Education	79,703	Not Available
19.401	Institute of International Education	10,442	2013-987
19.421	Hawai'i Pacific University	34,168	Not Available
19.421	University of Maryland	94,785	10299
20.200	Regents of the University of Idaho	10,877	Not Available
20.205	Kittelson & Associates, Inc	2,841	TASK ORDER #1
20.205	National Academy of Sciences	81,168	SHRP C-06(B)
20.205	University Of Nevada	39,287	886000024
20.205	University of Southern Florida	74,909	2117-1406-00-A
20.205	University of Wyoming	6,629	1001785 - OREGON
20.215	National Academy of Sciences	(10)	HR 17-38
20.507	Home Forward	5,694	Not Available
20.514	National Academy of Sciences	8,365	TRANSIT-57
20.701	Oregon Transportation Research & Ed Consortium	(211)	2011-B-06/2011-434
20.701	Oregon Transportation Research & Ed Consortium	112	CY-B-05
20.701	Oregon Transportation Research & Ed Consortium	399	NITC-UO-01
20.701	Oregon Transportation Research & Ed Consortium	747	NITC-UO-08
20.701	Oregon Transportation Research & Ed Consortium	887	2012-B-05/2012-523
20.701	Oregon Transportation Research & Ed Consortium	1,699	2012-B-04/2012-525
20.701	Oregon Transportation Research & Ed Consortium	2,943	2011-B-07
20.701	Oregon Transportation Research & Ed Consortium	4,617	CY-B-04
20.701	Oregon Transportation Research & Ed Consortium	5,533	NITC-UO-02
20.701	Oregon Transportation Research & Ed Consortium	9,828	CY-B-03
20.701	Oregon Transportation Research & Ed Consortium	9,832	NITC-UO-04
20.701	Oregon Transportation Research & Ed Consortium	10,500	NITC-UO-03
20.701	Oregon Transportation Research & Ed Consortium	14,564	2012-B-01/2012-524 MOD #1
20.701	Oregon Transportation Research & Ed Consortium	19,648	CY-B-02
20.701	Oregon Transportation Research & Ed Consortium	29,587	NITC-UO-07
20.701	Oregon Transportation Research & Ed Consortium	38,666	NITC-UO-05
20.701	Oregon Transportation Research & Ed Consortium	83,916	2012-B-02/2012-483
20.701	Oregon Transportation Research & Ed Consortium	109,899	2012-B-06/2012-480
20.701	University of Alaska	1,336	UAF 13-0133
20.701	University of Washington	16,233	739437-11
20.701	University of Washington	19,110	739437-3
20.701	University of Washington	19,357	739437-7
20.701	University of Washington	19,959	739437-9

20.701	University of Washington	33,178	739437-8
20.701	University of Washington	36,885	739437-6
20.701	University of Washington	39,997	739437-10
20.701	University of Washington	56,165	739437-4
20.701	University of Washington	65,023	739437-5
20.701	University of Washington	74,016	739437-1
20.701	University of Washington	83,444	739437-2
20.701	University Transportation Center	12,413	Not Available
20.701	University Transportation Center	98,574	PSU/OTREC RITA
43.001	Resources for the Future	52,967	RFF #1611
43.001	Southwest Research Institute	7,630	F99004AU
43.001	The University of Texas at Austin	73,476	UTA11-000570
43.001	University of Maine	34,739	UM-S883
43.001	University of Texas at Austin	13,109	UTA12-001014
43.001	University of Texas at Austin	171,364	UTA12-001012
43.001	University of Virginia	27,442	GP10162-138186
43.001	University of Washington	19,252	732969
43.001	Woods Hole Oceanographic Institution	1,539	A101010
43.002	Jet Propulsion Lab	29,453	1294728
43.002	Jet Propulsion Lab	42,326	1249878
43.002	Jet Propulsion Lab	115,278	1450091
43.008	University of Alabama, Huntsville	39,691	SUB2012-052
45.025	Oregon Arts Commission	296	FY12-DES-10642
45.025	Oregon Arts Commission	3,500	FY13-OSG-11343
45.025	Oregon Arts Commission	15,000	FY13-OSG-11450
45.025	Oregon Arts Commission	25,014	FY13-DES-11540
45.025	Western States Arts Federation (WESTAF)	(92)	TW20110074
45.025	Western States Arts Federation (WESTAF)	2,000	TW20120078
45.129	Oregon Humanities	150	455
45.149	University of Delaware	47,066	26367
45.161	Massachusetts Historical Society	40,906	Not Available
45.312	Philadelphia Museum of Art	29,503	Not Available
45.312	Purdue University	5,838	4112-46075
47.041	Boise State University	77,301	5020-A
47.041	Carnegie Mellon University	10,007	1121858-295904
47.041	Carnegie Mellon University	53,506	1121711-277808
47.041	CSD-Nano	40,266	2013-1389
47.041	Georgia Institute of Technology	2,378	RB061-G2
47.041	Georgia Institute of Technology	4,100	Not Available
47.041	Purdue University	45,025	NEES-4101-39854
47.041	Purdue University	1,061,275	NEES-4101-31879
47.041	SupraSensor Technologies	9,097	19219
47.041	Trillium FiberFuels, Inc	52,830	2013-1199
47.041	University of Colorado	4,989	1549503
47.041	University of Hawaii	166,045	MA110005
47.041	University of Massachusetts, Amherst	14,735	PO#0001265191 09-005423 A 02
47.041	Virginia Tech	1,030	478714-19201
47.041	Washington State University	48,258	10353 G002834
47.041	Washington State University	75,279	116505 G002970
47.049	California Institute of Technology	33,329	75ADV-1090013
47.049	Missouri University of Science and Technology	13,304	00037161-01
47.049	University of Delaware	53,715	27187

47.049	University of Minnesota	34,734	CPS#00002006227
47.049	University of Notre Dame	541	Not Available
47.049	University of Wisconsin-Milwaukee	626	123405553
47.049	University of Wisconsin-Milwaukee	12,189	123405548
47.050	Appalachian State University	24,034	08-0258 (A-4)
47.050	California Institute of Technology	7,406	52-1091689
47.050	Columbia University	14,499	2 (Acct. #5-24334)
47.050	Consortium for Ocean Leadership	6,841	T334B11
47.050	Consortium for Ocean Leadership	11,885	T340B11
47.050	Consortium for Ocean Leadership	14,080	SA12-11/WBS 1.8.4.1.6
47.050	Consortium for Ocean Leadership	15,368	T340A11
47.050	Consortium for Ocean Leadership	21,287	SA12-11/WBS 1.8.3.1
47.050	Consortium for Ocean Leadership	22,246	SA12-11/WBS 1.8.4.1.3.2
47.050	Consortium for Ocean Leadership	23,239	T330A11
47.050	Consortium for Ocean Leadership	38,139	SA12-11 WBS 1.8.3
47.050	Consortium for Ocean Leadership	38,176	SA12-11/WBS 1.8.4.5
47.050	Consortium for Ocean Leadership	39,685	SA12-11/WBS 1.8.5
47.050	Consortium for Ocean Leadership	40,194	T339A11
47.050	Consortium for Ocean Leadership	41,010	SA12-11/WBS 1.8.4.2.3.1
47.050	Consortium for Ocean Leadership	43,153	SA12-11/WBS 1.8.7.2
47.050	Consortium for Ocean Leadership	43,914	SA12-11
47.050	Consortium for Ocean Leadership	64,444	SA12-11/WBS 1.8.7
47.050	Consortium for Ocean Leadership	75,458	SA-11-08
47.050	Consortium for Ocean Leadership	93,098	SA12-11/WBS 2.2.1
47.050	Consortium for Ocean Leadership	95,735	SA12-11/WBS 1.8.3.2
47.050	Consortium for Ocean Leadership	107,231	SA 12-11/WBS 1.8.2.4
47.050	Consortium for Ocean Leadership	162,441	SA12-11/WBS 1.8.2.3
47.050	Consortium for Ocean Leadership	176,613	SA12-11/WBS 2.8.1.3
47.050	Consortium for Ocean Leadership	223,353	SA12-11/WBS 1.8.4.1.3.1
47.050	Consortium for Ocean Leadership	227,948	SA12-11/WBS 1.8.3.3
47.050	Consortium for Ocean Leadership	236,186	SA12-11/WBS 1.8.1.3
47.050	Consortium for Ocean Leadership	267,972	SA 12-11/WBS 1.8.4.1.4
47.050	Consortium for Ocean Leadership	273,804	SA12-11/WBS 1.8.1.4
47.050	Consortium for Ocean Leadership	488,345	SA12-11/WBS 1.8.4.2.1
47.050	Florida International University	159,634	800001121-01
47.050	Incorporated Research Institution for Seismology	23,842	54-DMS
47.050	Incorporated Research Institution for Seismology	945,581	75-MT
47.050	Oregon Health & Sciences University	(4,925)	GSTCN0001A7.OSU
47.050	Oregon Health & Sciences University	2,799	ASTCN0029 PSU
47.050	Oregon Health & Sciences University	60,492	GSTCN0106S4
47.050	Oregon Health & Sciences University	455,473	GSTCN010651
47.050	Research Foundation of the State University of New York	18,237	1078175-2-49921
47.050	University Corporation for Atmospheric Research	1,311	Z10-80383
47.050	University of Alaska	241,486	PO FP802513 / UAF 08-0037
47.050	University of California at Santa Cruz	22,848	S0184031
47.050	University of California, San Diego	228,857	34828061 / PO S9000109
47.050	University of Hawaii	46,472	Z924982
47.050	University of Southern California	271	156232
47.050	University of Southern California	20,000	Y83116
47.050	University of Southern California	26,472	33897890/PO 10043427
47.050	US Science Support Program	(125)	TO T322A11
47.050	US Science Support Program	(1)	TO T323A11

47.050	Woods Hole Oceanographic Institution	(48,871)	AI00653/WBS 1.3.2.7
47.050	Woods Hole Oceanographic Institution	(782)	A100653/WBS 2.3.1.1.1.3
47.050	Woods Hole Oceanographic Institution	(244)	A100653/WBS 2.3.1.1
47.050	Woods Hole Oceanographic Institution	(179)	A100653/WBS 2.3.1.1.1
47.050	Woods Hole Oceanographic Institution	(90)	A100653/WBS 1.3.2.3
47.050	Woods Hole Oceanographic Institution	11,834	A100900
47.070	Computing Research Association	35,682	CIF-C-211
47.070	Computing Research Association	42,367	CIF-D-003
47.070	Computing Research Association	78,570	CIF-E-003
47.070	The University of Texas at Austin	31,206	UTA11-000948
47.070	University of California, Los Angeles	(1,007)	0070 G JE855 AMEND. 2
47.070	University of California, Los Angeles	55,709	0070 G PC456 MOD #2
47.074	American Museum of Natural History	6,707	40634
47.074	Carnegie Insitute	89,976	6-2091-02
47.074	Cold Spring Harbor Lab	47,946	22930414/PO 920560-SV
47.074	Cold Spring Harbor Lab	287,910	52930113/213/PO 920802-SV
47.074	Michigan State University	(1,550)	61-2556OU
47.074	North Dakota State University	82,918	15444-1
47.074	University of California, Davis	80,281	201015754-01
47.074	University of Hawaii	274,804	PO Z795332/Z925587
47.074	University of Pennsylvania	51,227	555558
47.074	University of Pittsburgh	37,243	0005463(011312-01)
47.074	University of South Dakota	34,234	USD-1201 AMEND. #1
47.074	University of Washington	1,980	728677
47.074	Virginia Tech	13,292	478784-19201
47.074	Virginia Tech	17,042	478718-19201
47.074	Yale University	77,995	C13D11578(D01820)
47.075	American Sociological Assn	5,805	Not Available
47.075	Arizona State University	13,540	11-469
47.076	Dartmouth College	9,992	751
47.076	Denver Museum of Nature and Science	11,941	2013-1390
47.076	El Camino Community College	(791)	NSF 0168669
47.076	El Camino Community College	90	EL CAMINO COLLEGE(NSF1003637)
47.076	El Camino Community College	49,463	PO610285
47.076	Franklin Institute Science Museum	2,379	Not Available
47.076	George Washington University	302	30857/2/CCLS20557F
47.076	Georgia State University	18,730	SP00010602-12
47.076	Mathematical Assn of America	44,319	DRL-0910240
47.076	Oregon Museum of Science and Industry	(1,215)	D09-02 (PO 92225)
47.076	Oregon Museum of Science and Industry	25,871	D10-07
47.076	Purdue University	9,559	4101-29673
47.076	Rogue Community College	5,449	ATE-NSF 1002822 9/1/11
47.076	Teachers Development Group	18,249	04-DRL02
47.076	Teachers Development Group	60,593	04-DRL01
47.076	University of California Berkeley	2,482	6880
47.076	University of California, Los Angeles	66,255	0070 G PD877
47.076	University of California, San Diego	10,957	PO 10296221
47.076	University of Colorado	12,337	1548961
47.076	University of Colorado	12,564	1547120
47.076	University of Washington	89,040	658615
47.076	University of Washington	92,722	658608
47.076	University of Wisconsin - Madison	40,849	446K464

47.076	Wichita State University	8,218	SUB5163-1
47.078	HT Harvey and Associates	20,473	Project # 3426-01
47.078	Regents of University of Colorado	86,732	1548194 SPO 0000077305
47.078	University of Nebraska	311	25-0505-0010-002
47.078	Woods Hole Oceanographic Institution	9,992	A100858
47.079	Michigan Technological University	11,575	1110090Z7 P0090366
47.079	The Research Foundation of State Univ of New York	3,406	R782912
47.080	University of California, Los Angeles	266,436	0145 G MB061 AMEND. 2
47.080	University of Hawaii	32,528	MA120047
47.080	University of Illinois, Urbana-Champaign	95,893	2010-07189-01 MOD #3
47.082	Hunter College	6,016	40558-A
47.082	Rutgers, The State University of New Jersey	72,641	4-32571 / 4127 / PO S1411525
47.082	Trustees of Princeton Univ	78,575	1688
47.082	University of California, Los Angeles	61,113	0070 G ME275 AMEND 2 ARRA
47.082	University of New Mexico	13,750	976021-874U-2
47.082	University of New Mexico	30,003	976021-874U
47.082	Woods Hole Oceanographic Institution	(3,529)	AI00653/1.3.3.7
47.082	Woods Hole Oceanographic Institution	(1,140)	A100653/WBS 1.3.2.2.4
47.082	Woods Hole Oceanographic Institution	(735)	AI000653/WBS 1.3.1.2
47.082	Woods Hole Oceanographic Institution	(33)	A100653/WBS 1.3.2.2.1.1
59.037	Lane Community College	8,202	SUB OF: SBAHQ-10-V-0004
59.037	Lane Community College	9,731	12-154-1 REV1 7.12.12
59.037	Lane Community College	15,000	12-3-154V(REVISED 4/6/12)
59.037	Lane Community College	31,150	SBAHQ-12-B-0069
59.037	Lane Community College	43,150	CONTRACT NO 13-154
66.041	City of Corvallis	23,248	2011-1734
66.119	Kitsap County, Washington	6,619	KC-355-09
66.123	Washington Dept of Fish & Wildlife	46,296	PRIME:R10-PS-1007;SUB:12-1525
66.439	Skagit County Washington	(2)	C20090581
66.460	Columbia Gorge Fruit Growers	8,856	2012-1930
66.461	Lane Council of Governments	376	Not Available
66.469	Central Michigan University	83,359	2011-1086
66.469	Loyola University Chicago	52,883	511045
66.716	IPM Institute of North America, Inc	1,137	Not Available
66.716	Washington State University	48,577	117644 G003088
66.950	N Amer Assoc for Envir Ed	16,998	NT-83497401
66.950	N Amer Assoc for Envir Ed	85,686	18911
66.951	Lane Transit District	8,836	2012-49
81.049	Montana State University	168,045	G130-12-W3521
81.049	OnTo Technology LLC	7,029	2012-DE-SC0006336
81.049	Pacific Northwest National Lab	32	53501
81.049	Regents of UC - Davis	30,106	DE-SC0008937,201223767-PSU
81.049	Trillium FiberFuels, Inc	18,462	2012-1882
81.049	University of Wisconsin	2,002	174K790 AMEND. 04
81.064	National Renewable Energy Lab	(77)	Not Available
81.079	South Dakota State University	638	3TB160
81.079	South Dakota State University	10,698	3TA160
81.087	Alta Rock Energy, Inc	1	2011-1766
81.087	Alta Rock Energy, Inc	75,501	2013-535
81.087	Arizona Geological Survey	525,851	00005
81.087	Bay Area Photovoltaic Consortium (BAPVC)	7,030	Not Available
81.087	Bob Lawrence & Associates	122,553	SUBCONTRACT NO: 2741-001

81.087	Boise State University	140,359	014G106215-D (DE-EE0001120)
81.087	Columbia Power Technologies	40,359	2013-1354
81.087	Columbia Power Technologies	61,787	2010-1906
81.087	Columbia Power Technologies	70,776	2010-1698
81.087	Daimler Trucks North America	36,328	2011-462
81.087	Ormat Technologies, Inc	3,874	2010-1955
81.087	Pacific Energy Ventures	57,152	2010-1718
81.087	University of Nevada Reno	14,762	UNR-11-06/(DOE DE-EE0003063)
81.089	Research Partnership to Secure Energy for America	427,875	08121-2801-02
81.089	Southern Methodist University	5,978	G001244-7500
81.104	Vanderbilt University	99,086	19067-S2
81.112	Western Governor's Association	(40,000)	0840747227000
81.119	Washington State University	6,185	00000000000076
81.121	Idaho National Laboratory	53,553	00044868-00001
81.121	Savannah River National Laboratory	(58)	AC 54326 O
81.122	Centralia College	92,092	Not Available
81.122	University of Minnesota	12,264	A000211535
81.128	King County	211	T03344T
81.135	Sharp Laboratories of America	21,191	2013-2150
81.135	University of California Santa Barbara	38,778	KK1335
81.135	University of California, Santa Barbara	42,503	KK1336
84.011	Forest Grove School District	5,131	3
84.011	Forest Grove School District	30,943	5
84.011	Woodburn Schools	6,900	4
84.027	Lebanon Community School District	26,180	2013-1650
84.027	Nevada Department of Education	3,043	18356
84.033	Mt Hood Community College	250	Not Available
84.116	Regents of Univ of Michigan	471	3002042570
84.116	University of Denver	4,449	SC36537A-01-03
84.116	Virginia Commonwealth University	2,228	PT105805-SC102420
84.116	Willamette University	7,376	SUB AG WU-FIPSE02-12
84.133	Cin Chil Hospital Med Center	30,787	SUBAWARD 107354
84.133	Cin Chil Hospital Med Center	96,634	SUBAWARD NO 107354
84.133	Obslap Research, LLC	(1,390)	Not Available
84.133	Oregon Health & Sciences University	36	GCDRC0139A J
84.133	Oregon Health & Sciences University	23,056	9007327-PSU
84.133	University of Cincinnati	49,836	107354
84.173	Lane Education Service District	631	249090
84.181	Alaska Department of Health & Social Services	63,417	0613-028
84.184	Linn Benton Lincoln Ed Svc Dis	44,836	20000000000009
84.184	Linn Benton Lincoln ESD	86,683	Not Available
84.186	Multnomah County	4,538	46-7403
84.224	Access Technologies Inc	55,011	Not Available
84.287	Metropolitan Family Services	15,505	16108
84.293	Memphis City Schools	202	2012-0027
84.293	Portland Public Schools	9,534	58306 AMENDMENT 2
84.293	San Francisco Unified School District	1,287	SFU-0000103091
84.305	Florida State University	46,083	R01296 AMEND. 2
84.305	University of Virginia	65,264	GM10128-139152
84.305	WestEd	162,121	S12-022 MOD #1
84.323	Napa County Office of Education	66,897	Not Available
84.324	IRIS Media Inc	67,567	18899

84.324	Oregon Research Institute	499,536	R324A090111, MOD 5
84.324	University of Connecticut	498,752	7169
84.324	University of North Carolina at Chapel Hill	125,701	5-39253
84.324	University of Wisconsin - Madison	50,425	409K640
84.325	Salus University	14,562	SALAS SUBCON 83402
84.325	Salus University	35,703	83401
84.326	California State University Northridge	28,963	CSUN SUB F-11-2963WOU
84.326	California State University Northridge	92,401	SUBAWARD F-11-2963-WOU
84.326	University of Connecticut	31,112	UCHC6-36186474
84.326	University of Kansas Center for Research, Inc	86,925	FY2013-042
84.326	University of North Carolina at Chapel Hill	48,250	5-39294
84.326	University of North Carolina at Chapel Hill	157,232	5-54391 AMEND. #4
84.334	Portland Public Schools	5,102	Not Available
84.334	Portland Public Schools	12,250	M-54890-TO-11
84.366	Lincoln County School District	22,868	Not Available
84.366	Teachers Development Group	1,347	101-19902-A
84.367	National Writing Project	5,040	92-OR01-SEED2012
84.367	National Writing Project	28,586	92-OR03-SEED2012
84.367	National Writing Project	40,000	92-OR03-SEED2012 AMEND. 2
84.367	Pacific University	758	17023 AMEND. 3
84.367	The National Writing Project Corporation	1,266	92-OR02-SEED2012
84.928	The National Writing Project Corporation	(2,375)	#26/92-OR01
84.928	The National Writing Project Corporation	5,577	92-OR03 AMEND #26 REV
93.043	Rogue Valley Council of Governments	(835)	Not Available
93.060	Northwest Family Services	10,117	19550
93.086	Northwest Family Services	5,189	18546
93.087	Multnomah County	32,015	4600006965
93.088	Futures Without Violence	30,000	40000000000012
93.104	Multnomah Educational Service District	(419)	08-0717
93.104	Native American Rehabilitation Association	326,348	FY02 19149
93.104	Northwest Portland Area Indian Health Board	(150)	C09-44
93.104	Northwest Portland Area Indian Health Board	23,994	C 12-17
93.104	Northwest Portland Area Indian Health Board	86,042	C13-02, PO # 22184
93.104	Washington State Department of Social and Health Services	51,502	1265-49256
93.113	Arizona State University	360	Not Available
93.113	Dahl Natural, LLC	87,695	2013-792
93.113	Pennsylvania State University	83,473	4597-OSU-DHHS-9964
93.113	University of Alaska, Anchorage	165,400	PO# P0418820 AMEND #4
93.113	University of Wisconsin-Milwaukee	74,214	113405534
93.117	Oregon Health & Sciences University	29,550	9005907-APHPM0177-PSU
93.121	Mayo Clinic	12,143	5R01DE014036-09
93.121	Mayo Clinic	50,704	2R01DE014036-10
93.121	Oregon Health & Sciences University	87,890	AB10M0046 OSU
93.121	University of Colorado, Denver	107,784	FY10.530.001 AMEND. 5
93.121	University of Michigan, Ann Arbor	29,720	3002420859
93.135	West Virginia University	81,505	03-606F-OSU
93.172	Fred Hutchinson Cancer Research Center	45,386	756692
93.172	Lawrence Berkeley National Laboratory	63,110	6905761 MOD#3
93.172	University of Cambridge	146,033	RG60870
93.172	University of North Carolina at Chapel Hill	151,344	5-31042
93.173	Albert Einstein College of Medicine	113,279	9-526-6278
93.173	Oregon Health & Sciences University	(7,436)	AOTOL0164

93.173	Oregon Health & Sciences University	70,996	1001858_PSU
93.213	Oregon Health & Sciences University	(41)	ANEUR0567_9005145_OSU
93.213	University of Illinois, Chicago	77,862	2010-02881-03
93.213	University of Western States	12,543	GR01AT006330-PSU
93.226	Oregon Health & Sciences University	(35,746)	GORPN0014A A
93.238	The University of Montana	56,767	PG10-67272-03
93.239	Stanford University	3,448	60209585-104354-H
93.241	Oregon Health & Science University	30,000	20000000000011
93.242	Dartmouth College	59,951	909
93.242	Oregon Health & Sciences University	13,811	PRIME:R01MH100001;SUB:1002
93.242	Pennsylvania State University	152	Not Available
93.242	University of Minnesota	262,443	A000285204 AMEND. 8
93.243	Cascadia Behavioral Healthcare	32,561	Not Available
93.243	Mental Health Association of Oregon	12,015	PSU-2-2011
93.243	Mental Health Association of Oregon	15,985	201SOW279
93.243	Multnomah Educational Service District	43,129	C00683
93.243	Multnomah Educational Service District	58,696	MESD #: C01041
93.243	Multnomah Educational Service District	73,769	C01040
93.243	Native American Rehabilitation Association	18,559	Not Available
93.243	Outside In	56,119	Not Available
93.243	Yellowhawk Tribal Health Center	70,732	Not Available
93.262	Center for Construction Research and Training	847	13-2-PS
93.262	Oregon Health & Sciences University	31,567	GCROE02008_OSU
93.262	Oregon Health & Sciences University	33,079	GCROE0147A AMEND. 4
93.262	Oregon Health & Sciences University	53,641	GCROE0200A_UO MOD #1
93.262	Oregon Health & Sciences University	324,203	GCROE0200A_PSU
93.262	University of Washington	12,158	745822
93.262	Washington State Labor & Industries	68,818	K2379
93.265	Oregon Health & Sciences University	7,222	ASONO0287-PSU
93.279	University of Miami	6,690	IS-01-101
93.279	University of Pennsylvania	21,994	559481 PO#2925362
93.279	University of Pittsburgh	133,137	0004523 AMEND #5
93.283	Association of University Centers on Disabilities	12,976	449
93.307	Bauer Labs	2,931	2013-2233
93.307	Central State University	(2,694)	8429-001
93.307	Central State University	(1,638)	8428-001
93.307	Central State University	(647)	8427-001
93.307	Oregon Law Center	58,270	Not Available
93.351	Louisiana State University	1,272	75904
93.361	Oregon Health & Sciences University	(2,047)	ASONO0191-PSU
93.389	Core Twelve	7,130	C122628-MOD2
93.389	Kineta, Inc	93,965	3327 AMEND. 1
93.389	Oregon Health & Sciences University	103,194	GPHYP0150
93.389	University of Delaware	11,242	26870
93.393	Oregon Health & Sciences University	55,731	GCROE0152A
93.393	Texas A & M University	4,092	S110008
93.393	University of Southern California	17,330	Not Available
93.395	Fred Hutchinson Cancer Research Center	6,104	764831
93.398	Oregon Health & Sciences University	36,649	9004125-OSU
93.399	University of Michigan, Ann Arbor	1,531	3002557848
93.525	Oregon Health Ins Exchange	72,195	44670000000000
93.587	Confederated Tribes of the Grand Ronde	2,455	18581

93.587	Confederated Tribes of the Grand Ronde	16,124	19233
93.587	Mississippi Band of Choctaw Indians	20,073	19517
93.632	Association of University Centers on Disabilities	12,132	18463
93.632	University of Missouri-Kansas City	71,228	0044374/00010547
93.648	The Research Foundation of State Univ of New York	45,570	90CT0145-04 SUB 11-41
93.648	The Research Foundation of State Univ of New York	91,349	AWARD # 1105807-16-62495
93.648	The Research Foundation of State Univ of New York	339,554	90CT0145-01 SUB 11-26
93.648	The Research Foundation of State Univ of New York	525,001	AWARD # 1105807-24-62495
93.670	Northwest Professional Consortium Inc dba NPC Research	45,848	Not Available
93.701	Oregon Health & Sciences University	35,217	GEMME0099AST_PSU
93.701	Salk Institute for Biological Studies	(1,370)	RC2NS069464/PO#P0029206ARRA
93.708	Oregon Childhood Development Coalition	16,908	LETTER OF AGREEMENT
93.715	Oregon Health & Sciences University	171,913	ASMM10126ST
93.778	Lane Education Service District	266,783	MEDICAID
93.789	University of Washington	19,951	735480
93.837	Elex Biotech LLC	87,074	Not Available
93.837	Oregon Health & Sciences University	26,713	GCROE0192A_PSU
93.837	University of Minnesota	20,031	D002108601
93.837	University of Toledo Health Science Center	200,123	N-2009-48
93.839	Oregon Health & Sciences University	342,747	GPEDI0500A/GPEDI0472A
93.847	Cornell University	87,664	56938-8961
93.847	Pacific Diabetes Technologies, Inc	64,886	2013-1459
93.855	DesignMedix Inc	(1,124)	209PEY149
93.855	Oregon Health & Sciences University	45,493	GMMBI0187A
93.855	University of Texas Southwestern	4,235	130602 PO RGC0000000407
93.855	University of Texas Southwestern	80,264	120606
93.855	University of Wisconsin - Madison	97,522	358K212 MOD #1
93.856	DesignMedix Inc	108,849	201PEY329
93.859	Dartmouth College	841	1173
93.859	Dartmouth College	50,260	986
93.859	Quintessence Chemicals	42,838	18895
93.859	Texas A & M University	213,723	S090064 AMEND. 3
93.859	University of Florida	89,579	00093919/UF11153
93.859	University of New Mexico	20,946	04809W-2RX67C/04809W-70C1
93.859	University of Pennsylvania	10,132	555217
93.859	Vanderbilt University	15,464	VUMC36260
93.859	Virginia Tech	6,785	431698-19201
93.859	Wake Forest University	102,203	WFUHS13114
93.865	Brown University	7,982	501/PO 277096
93.865	Duke University	20,049	13-NIH-1051
93.865	Georgia State University	106,591	SP00010461-04
93.865	Harvard University	3,587	114119.50711
93.865	Kaiser Foundation Research Institute	12,182	Not Available
93.865	Oregon Center for Applied Science	2,378	Not Available
93.865	Oregon Health & Sciences University	100,202	1002131-OSU
93.865	Oregon Social Learning Center	52,035	AMENDMENT 3
93.865	Seattle Children's Hospital	13,936	10581SUB
93.866	Boston University	90,232	4418-5/9500227912
93.866	World Health Organization	46,992	Not Available
93.928	University of North Carolina at Chapel Hill	21,796	PRIME:5H97HA15148-04;SUB:5-
93.969	Oregon Health & Sciences University	9,806	SUB#:9006177_PSU
93.969	Oregon Health & Sciences University	76,558	ASONO0303-PSU

93.969	Oregon Health & Sciences University	82,351	ASONO0303-OSU
93.989	Smithsonian Institution	34,259	09-SUBC-440-0000172121
94.005	Oregon Campus Compact	(90)	54571-1
94.006	Cow Creek Band of Umpqua Tribe of Indians	19,108	19357
94.007	Oregon Campus Compact	1,000	Not Available
94.013	Corp For Ntl & Comm Service	42,129	
97.008	Portland State Univ Foundation	1,401	Not Available
97.073	Douglas County, Oregon	959	27339
97.073	Douglas County, Oregon	19,137	27932
98.001	University of California	3,930	00008194 BB00213826
98.001	Virginia Tech	15,636	425976-19201
10.XXX	Mercy Corps	21,409	2013-1498
10.XXX	Northwest Center for Alternatives to Pesticides	10,656	01-12-OSU
10.XXX	Pheasants Forever	143,120	Not Available
10.XXX	The Nature Conservancy	937	ORFO - - 4/24/13-01-AA
10.XXX	Washington State University	272	20718
11.XXX	East West Center	230	HC12568
11.XXX	National Marine Sanctuary Foundation	7,199	Not Available
12.XXX	Auburn University	117,733	13-BGCA-Army-OSU
12.XXX	BBN Technologies	138,746	13705 / PO 9500009782
12.XXX	DTI Associates Inc	42,610	PO-0004697
12.XXX	Geo-Marine Inc	53,955	2525SA10
12.XXX	HDR One Company	74,154	119254
12.XXX	Johns Hopkins University	32,616	102142
12.XXX	Johns Hopkins University	63,157	APL 109717 CLIN M5D02
12.XXX	Luna Innovations	47,748	2691-ARM-1S/OSU
12.XXX	Northrop Grumman	4,050	8200150018
12.XXX	Northwest UAV	2,381	2011-1512
12.XXX	Oregon Biomedical Engineering Institute, Inc	(22)	W911NF-10-1-0325-OSU-01
12.XXX	Palo Alto Research Center	343,185	P308393/D12PC00435
12.XXX	Pennsylvania State University	(1,031)	PO 925035
12.XXX	Physical Sciences Incorporated	323	SC55353-1704
12.XXX	Prewitt & Associates, Inc	15,725	Not Available
12.XXX	Science Applications International Corporation	464,767	PO 10083638
12.XXX	Seattle Insitute for Biomedical and Clinical Research/DOD	80,997	KG112-UO-1
12.XXX	Smithsonian Institution	5,315	11-SUBC-440-000225544
12.XXX	Smithsonian Institution	23,701	13-SUBC-440-0000277815
12.XXX	Smithsonian Institution	42,473	12-SUBC-440-0000254797
12.XXX	University of Southern California	20,989	PO 153878
12.XXX	University of Washington	142,243	691994
12.XXX	Vanderbilt University	29,824	1723-S4
12.XXX	Vanderbilt University	39,555	VU-DSR-21807-S10
12.XXX	Vanderbilt University	84,059	VU-DSR #21806-S5 Neema
12.XXX	Voxtel, Inc	29,974	2013-665
12.XXX	Voxtel, Inc	45,649	2012-1497/PO VPA1994A
12.XXX	Wasatch Molecular, Inc	26,668	2013-1693
15.XXX	Alaska Department of Fish and Game	1	COOP 10-083
15.XXX	Ducks Unlimited	6,741	US-OR-201-1
15.XXX	Industrial Economics	10	5600-OSU
15.XXX	Pacific Energy Ventures	6,933	2010-3402
15.XXX	Parametrix	18,259	2011-2000
15.XXX	Tualatin River Watershed Council	4,588	Not Available

15.XXX	University of Wyoming	1,699	WYGF49768 - OREGON
17.XXX	Community Services Consortium	3,001	2013-1911
17.XXX	Economic Systems Inc	40,000	40000000000011
17.XXX	JBS International Inc	94,999	S9101-PSU C-6222
20.XXX	National Academy of Sciences	24,916	20-05(43-09)
20.XXX	National Academy of Sciences	32,081	HR-03-99
20.XXX	National Academy of Sciences	89,684	NCHRP-161
20.XXX	National Academy of Sciences	139,532	TCRPC-20
20.XXX	National Academy of Sciences	144,190	HR 15-44
20.XXX	Oil Spill Recovery Institute	21,208	21-10-07
20.XXX	Smithsonian Institution	12,504	12SUBC-440-0000250200
20.XXX	University of Colorado	56,955	1547379/PO 77158
20.XXX	Washington State Dept of Transportation	93,315	GCA6766
42.XXX	National Film Preservation Foundation	3,028	FED11-022
43.XXX	Ball Aerospace	67,619	11DHK055
43.XXX	Carnegie Mellon University	34,536	1990036-303291
43.XXX	Earth and Space Research	17,285	11-99-2009-152
43.XXX	Jet Propulsion Lab	(794)	1283976
43.XXX	Jet Propulsion Lab	32,226	1475568
43.XXX	Jet Propulsion Lab	75,082	1453508
43.XXX	Princeton University	53,326	1723
43.XXX	University of California, Santa Barbara	192,873	KK9106
43.XXX	University of Michigan	(15,949)	3001735413
43.XXX	University of Southern California	200,509	488256
43.XXX	University of Washington	60,514	702013
47.XXX	Consortium for Ocean Leadership	7,535	T337B11
47.XXX	Consortium for Ocean Leadership	10,152	PO T331A11
47.XXX	Consortium for Ocean Leadership	15,007	T341A11
47.XXX	Consortium for Ocean Leadership	20,836	T341B11
47.XXX	Consortium for Ocean Leadership	28,018	T344A11
47.XXX	Consortium for Ocean Leadership	54,101	T344B11
47.XXX	Denver Museum of Nature and Science	(11,953)	2011-791
47.XXX	Past Global Changes (PAGES)	4,892	Not Available
47.XXX	Purdue University	286,460	NEES-4101-38424
47.XXX	Suitland Technology Education Engagement Resource Ctr. Inc	5,814	Not Available
47.XXX	Technology Education Research Center	2,000	Not Available
66.XXX	City of Lowell	90,919	2011-2051
66.XXX	Great Lakes Environmental Center	11,155	PO No 10514
66.XXX	Health Effects Institute	131,649	4783-RFA09-1/09-4
66.XXX	Tetra Tech, Inc	46,829	Not Available
66.XXX	Tillamook Estuaries Partnership	47,170	TEP DEV-11-05
81.XXX	Battelle Memorial Institute	(64)	107557 TASK 112144
81.XXX	Battelle Memorial Institute	19,995	MASTER 107557; TO 183148
81.XXX	Brookhaven National Laboratory	2,746	155073 AMEND. 3
81.XXX	Columbia River Inter-Tribal Fish Commission	(266)	C09-13 / PO C0901340
81.XXX	Columbia River Inter-Tribal Fish Commission	43,854	C13-11 / PO C1301130
81.XXX	Columbia River Inter-Tribal Fish Commission	208,950	C12-27 / PO C1202730
81.XXX	Confed Tribes Umatilla Indian	126,600	930624734
81.XXX	Confederated Tribes of the Umatilla Indian Reservation	22,067	2012-1287
81.XXX	Confederated Tribes Warm Springs	48,762	Not Available
81.XXX	Earth Advantage Institute	20,216	EAI-R-03
81.XXX	Idaho National Laboratory	721	00044868-00031

81.XXX	Idaho National Laboratory	2,641	00044868-00030
81.XXX	Idaho National Laboratory	10,376	00044868-00020
81.XXX	Idaho National Laboratory	19,497	00044868-00022
81.XXX	Idaho National Laboratory	67,752	68396-02
81.XXX	Idaho National Laboratory	72,377	00044868-00028
81.XXX	Idaho National Laboratory	119,855	128748
81.XXX	Idaho National Laboratory	124,076	00044868-00023
81.XXX	Idaho National Laboratory	182,876	00044868-00021
81.XXX	Idaho National Laboratory	280,735	00044868-00029
81.XXX	Idaho National Laboratory	287,892	00044868-00010
81.XXX	Idaho National Laboratory	440,000	00044868-00018
81.XXX	Idaho State University	48,720	11-180E
81.XXX	Idaho State University	63,234	12-308C
81.XXX	Lawrence Berkeley National Lab	92,215	7033440
81.XXX	Lawrence Livermore National Laboratory	55,231	B588270
81.XXX	Los Alamos National Laboratory	19,080	82602-001-10
81.XXX	National Renewable Energy Lab	3,099	167975
81.XXX	National Renewable Energy Lab	17,881	SPO 1217293
81.XXX	National Renewable Energy Lab	26,895	176503
81.XXX	National Renewable Energy Lab	48,250	00044868-00024
81.XXX	National Renewable Energy Lab	51,780	00044868-00025
81.XXX	National Renewable Energy Lab	61,111	00044868-00026
81.XXX	National Renewable Energy Lab	131,054	ZAM-0-40896-01
81.XXX	National Renewable Energy Lab	410,519	XCI-0-40426-01
81.XXX	Northwest Energy Efficiency Alliance Inc	51,005	40427
81.XXX	Oregon Nanoscience and Microtechnologies Institute	795	2010-114
81.XXX	Pacific Northwest National Lab	10,626	57494-120679
81.XXX	Pacific Northwest National Lab	19,946	199062-202090
81.XXX	Pacific Northwest National Lab	22,110	199062-204923
81.XXX	Pacific Northwest National Lab	86,024	135748
81.XXX	Pacific States Marine Fish Com	2,016,349	936002376
81.XXX	Pacific States Marine Fisheries Commission	7,895	09-113
81.XXX	Sandia National Laboratories	971	PO 1355324
81.XXX	Sandia National Laboratories	48,938	PO 1256445
81.XXX	Sandia National Laboratories	65,797	PO 1276073
81.XXX	Terraqua, Inc	45,073	2013-2140
81.XXX	University of Wisconsin - Madison	99,619	347K771
81.XXX	URS Corporation	(73)	RES1000163
81.XXX	URS Corporation	5,182	RES1100426
81.XXX	URS Corporation	11,623	RES1100426 / 007
81.XXX	URS Corporation	18,916	RES1100426 / 003
81.XXX	URS Corporation	19,357	RES1100426 / 005
81.XXX	URS Corporation	24,929	RES1100426 / 006
81.XXX	URS Corporation	37,820	RES1100426/009
81.XXX	URS Corporation	56,322	RES1100426 / 002
81.XXX	URS Corporation	363,525	RES1100426 / 004
81.XXX	Voxtel, Inc	24,220	18029
84.XXX	Forest Grove School District	152	6
84.XXX	George Mason University	494,226	2013-1297
84.XXX	Lane County SD 4J	1,803	Not Available
84.XXX	University of Wisconsin - Madison	9,951	3349K300
84.XXX	University of Wisconsin - Madison	28,479	418K714

84.XXX	WestEd	53,758	Not Available
93.XXX	American Institutes for Research	53,371	00994-02731.003,PO13RRG00006
93.XXX	Booz Allen Hamilton	3,799	96658NBS23 / B28950-2700
93.XXX	Booz Allen Hamilton	30,538	101217SB0N / TO 1
93.XXX	Confederated Tribes of Siletz Indians of Oregon	14,413	2013-1931
93.XXX	Confederated Tribes of Siletz Indians of Oregon	33,459	Not Available
93.XXX	Coordinated Program Development, LLC	(1,150)	2011-1586
93.XXX	Coordinated Program Development, LLC	58,348	2013-1596
93.XXX	National Network of Libraries of Medicine	5,840	Not Available
93.XXX	Oregon Health & Sciences University	4,977	9007376_OSU
93.XXX	Yellowhawk Tribal Health Center	32,070	PO# 65597
97.XXX	STARR, A Joint Venture	46,685	OS HQ 12 0001
98.XXX	AECOM International Development, Inc	(90)	0770-SO11-61
98.XXX	America-Mideast Education & Training Services, Inc	(12,030)	10140
98.XXX	Arizona State University	18,668	11-425
98.XXX	Development Alternatives, Inc	39,765	PO# 20199
		$ 52,409,704	

Note 7. Supplemental Nutrition Assistance Program (SNAP) (CFDA No. 10.551)

The reported expenditures for benefits under the Supplemental Nutrition Assistance Program (SNAP) (CFDA No. 10.551) are supported by both regularly appropriated funds and incremental funding made available under section 101 of the American Recovery and Reinvestment Act of 2009. The portion of total expenditures for SNAP benefits that is supported by Recovery Act funds varies according to fluctuations the cost of the Thrifty Food Plan, and to changes in participating households' income, deductions, and assets. This condition prevents USDA from obtaining the regular and Recovery Act components of SNAP benefits expenditures through normal program reporting processes. As an alternative, USDA has computed a weighted average percentage to be applied to the national aggregate SNAP benefits provided to households in order to allocate an appropriate portion thereof to Recovery Act funds. This methodology generates valid results at the national aggregate level but not at the individual State level. Therefore, we cannot validly disaggregate the regular and Recovery Act components of our reported expenditures for SNAP benefits. At the national aggregate level; however, Recovery Act funds account for 7.79 percent of USDA's total expenditures for SNAP benefits in the Federal fiscal year ended September 30, 2013.

Note 8. Revolving Loan Fund (RLF) Grant (CFDA 11.307)

The Expenditures for the Revolving Loan Fund (RLF) Grant (CFDA 11.307) made during the year ended June 30, 2013 are calculated as follows:

1)	Balance of RLF loans outstanding at the end of the fiscal year	$ 6,636,627
2)	Cash and investment balance in the RLF at the end of fiscal year	2,639,677
3)	Administrative expenses paid out of RLF income during the recipient's fiscal year	9,378
4)	The unpaid principal of all loans written off during the fiscal year	0
	Total	$ 9,285,682
5)	The Federal Share of RLF (2,000,000/2,667,000)	75%
6)	Federal Awards Expended during the fiscal year	$ 6,964,262

State of Oregon
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	☒ yes	☐ no
Significant deficiency(ies) identified that are not considered to be material weaknesses?	☒ yes	☐ none reported
Noncompliance material to financial statements noted?	☐ yes	☒ no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	☒ yes	☐ no
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	☒ yes	☐ none reported

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

Qualified – Temporary Assistance for Needy Families, Low Income Home Energy Assistance Program, Foster Care Title IV-E, Adoption Assistance, Medicaid Cluster

Unmodified – All Other Major Programs

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	☒ yes	☐ no

Identification of Major Programs

CFDA#	Name of Federal Program or Cluster
10.558	Child and Adult Care Food Program
12.401	National Guard Military Operations and Maintenance (O&M) Projects
17.225	Unemployment Insurance
93.268	Immunization Cooperative Agreements
93.525	State Planning and Establishment Grants for the Affordable Care Act (ACA)'s Exchanges
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance
93.658	Foster Care Title IV-E
93.659	Adoption Assistance
97.036	Disaster Grants Public Assistance (Presidentially Declared Disasters)
cluster	Supplemental Nutrition Assistance Program (SNAP) Cluster
cluster	Child Nutrition Cluster
cluster	Forest Service Schools and Roads Cluster
cluster	Highway Planning and Construction Cluster
cluster	Temporary Assistance for Needy Families (TANF) Cluster
cluster	Community Services Block Grant (CSBG) Cluster
cluster	Medicaid Cluster

Dollar threshold used to distinguish between type A and type B programs: $29,846,473

Auditee qualified as low-risk auditee? ☐ yes ☒ no

Section II – Financial Statement Findings

Management Response and Corrective Action Plans were not subjected to auditing procedures.

2013-001 Department of Human Services/Oregon Health Authority
Controls in Receipting Unit Should Be Strengthened
Material Weakness

The department receipts millions in revenues in paper checks annually. The Oregon Accounting Manual 10.20.00 PR .123 specifies the fundamental rules for attaining control over cash and checks (hereafter referred to as checks), which includes separating check handling from record keeping.

Although two administrative employees within the department's Office of Financial Services pick up the checks from the mailroom, sort them into category types, and write down the number of checks received, they do not write down the amounts of the checks by category type or in total. The administrative staff deliver the checks by category type to individuals in the Receipting Unit who are each solely responsible for the custody and recording of checks for their category type in the accounting records. The number of checks received is not reconciled to the number of checks deposited nor is the dollar amount of checks received, either in total or by category type, independently reconciled to amounts deposited.

Department management is responsible for establishing adequate controls and safeguards to ensure all checks are properly accounted for and controlled. Due to the weakness in the design of controls over the receipting process, management lacks assurance that all checks received are deposited into the bank and appropriately recorded in the financial records.

We recommend department management improve controls in the Receipting Unit to ensure all checks are safeguarded, properly tracked and accounted for in the financial records.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We disagree with the materiality of the finding, although we agree that operational controls can be improved.

The agency appropriately segregates the duties of handling checks in its Salem facility. Under the current system, checks received by mail are sorted by category, recorded by count and delivered to the staff member that is responsible for that category. The item count can be reconciled from the online deposit system reports to an excel spreadsheet created by the unit.

The count and amount of checks received through this process is a small portion of the total revenue recorded by the Receipting unit. No eases of lost or stolen checks have been identified. There is sufficient control, in the process to ensure that there would not be a material misstatement of the financial statements.

While we agree that internal controls can be strengthened, listing this finding as a material weakness is claiming "a deficiency in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, detected or corrected in a timely bases". As such, we do not believe that the potential effect or risk posed by this issue rises to the level of a material weakness.

We have strengthened internal controls on the handoff of checks by including, in addition to a count of checks, the dollar amount, reconciliation, and a check redistribution log.

Anticipated Completion Date: March 3, 2014

2013-002 Department of Human Services/Oregon Health Authority
Ensure Expenditures are Recorded in the Proper Fiscal Year
Material Weakness

The department routinely adjusts revenues and expenditures by making transfers between funds. These adjustments (balance transfers) are inherent in the department's business processes and are often due to budgetary refinancing events. Department policy is to move expenditures out of the General Fund and into the Health and Social Services Fund when other revenue sources become available. When making adjustments that cross fiscal years, the department routinely moves expenditures without the use of prior period adjustments that would ensure expenditures are recorded in the proper accounting period; this practice often results in large misstatements of expenditures. Governmental accounting standards require expenditures to be recognized in the period in which the liability is incurred.

The department adjusted expenditures in fiscal year 2013 that were originally recorded in fiscal year 2012 without the use of a prior period adjustment, causing an understatement in General Fund expenditures and a related overstatement in Health and Social Services fund. An audit adjustment was required to correct the misstatement of $306.3 million in fiscal year 2013.

We recommend department management align policies and procedures with governmental accounting standards to record expenditures in the proper period and we recommend management provide training to staff to ensure that prior period adjustments are utilized when appropriate.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We disagree with the finding since the agency followed Oregon Accounting Manual (OAM), Governmental Accounting Standards Board (GASB) standards, and Department of Administrative Services, Statewide Accounting and Reporting Services (SARS) advice that existed during the reporting period.

Each year the agency records, regular routine transactions to refinance revenue and expenditures related to lagged receipt of various revenue sources. As mentioned in the audit finding, these are normal transactions that occur as part of our regular business process.

In 2009, due to the large dollar amount of these transactions, the agency asked for advice from the Department of Administrative Services, Statewide Accounting and Reporting Services (SARS) on the proper use of prior period adjustments for these transactions. In response, SARS stated, "it's not appropriate to incorporate a prior period adjustment into a routine practice. Prior period adjustments should be reserved for (those infrequent) corrections of errors." This advice was consistent with both the Oregon Accounting Manual (OAM) 15.85.00.PO and related governmental accounting standards outlined in Governmental Accounting Standards Board (GASB) circulars.

Citations:

OAM 15.85.00.PO
.102 Prior period adjustments are made to reflect the correction of material errors in a prior financial statement. Examples of errors that could results in a prior period adjustment are:

a. *Errors in mathematical calculations.*
b. *Errors in application of an accounting principle, e.g. not accruing revenue that was measurable and available in a governmental fund type.*
c. *Errors in the use of known facts.*

GASB APB Opinion No.9 Paragraph 24
Treatment as prior period adjustments should not be applied to the normal, recurring corrections and adjustments which are the natural results of the use of estimates inherent in the accounting process….the Board (APB) believes that prior period adjustment will be rare.

During 2010, the agency met with Secretary of State Auditors and shared both the SARS advice and its interpretation of GASB. Based on the advice and the meeting, the agency continued its practice of only recording prior period adjustments only to correct material errors in prior financial statements. During the statewide financial audit for fiscal years 2011 and 2012 auditors recommended multiple prior period adjustments for routine transactions involving refinancing of expenditures. Again, the agency challenged the use of prior period adjustments based on the OAM and GASB.

During the 2013 statewide financial audit, auditors again recommended prior period adjustments for routine transactions. On December 3, 2013, the agency, Secretary of State Auditors and SARS met again to discuss the issue. At the meeting, SARS leadership agreed with the auditors that these transactions could, most likely, require prior period adjustments. The agency stated their belief that use of prior period adjustments for routine transactions was contrary to the OAM and GASB.

To ensure that the agency was not in violation of OAM, the agency stated that it would change the practice of recording prior period adjustments (to include material routine transactions) if the OAM were updated to reflect the change.

On December 5, 2013, SARS updated OAM 15.85.00 to include new language on when to record a prior period adjustment for these types of transactions.

Because the SARS advice was reversed and the OAM language was changed after the end of the audit period and the agency followed the policy advice and the OAM language that existed during the period of the audit, the agency was in compliance and no finding is warranted. The agency has changed its procedure to comply with the revised OAM rule in the fiscal year 2014 reporting period.

Anticipated Completion Date: March 3, 2014

2013-003 Department of Human Services/Oregon Health Authority
Improve Revenue and Expenditure Accrual Methodologies
Material Weakness

Governmental funds such as the Health and Social Services (HSS) fund should recognize revenues and expenditures and their related receivables and liabilities using the modified accrual basis of accounting. When actual amounts cannot be determined an estimate should be used. Revenues are susceptible to accrual if they are available to finance current period expenditures. For the State, the availability period is 90 days from fiscal year end. Likewise, governmental fund expenditures should also be accrued to the extent they are normally expected to be liquidated with available financial resources.

We reviewed the reasonableness of significant revenue and expenditure accruals by comparing the accruals to the actual amounts of revenues and expenditures recorded within the HSS fund in the 90 days following fiscal year end (accrual period). Our review showed the following significant differences:

- The healthcare provider tax (HPT) revenues are a quarterly revenue stream. The fourth quarter HPT revenue was received within the fiscal year 2013 accrual period, and therefore, was a known amount. Management focused on budgetary cash flow projections rather than following accounting principles and chose not to record an accrual for the fourth quarter revenue; thus, resulting in an understatement of the HPT revenue and related receivable of $119.4 million.
- The department records the total amount of drug rebate revenue receivable, which is allocated between current and long-term, using an estimate of how much the department believes it will receive in the accrual period. Again, the department focused on budgetary cash flow projections, resulting in underestimating the receivable by $10.1 million.
- The department's accrual methodologies overestimated special payments expenditures during the accrual period by approximately $17.4 million and underestimated the services and supplies expenditure accrual by approximately $7.5 million.
- The accrual for the expenditures processed through the Medicaid Management Information System was incorrectly comprised of expenditures occurring 60 days after year-end rather than the full 90 day accrual period, resulting in a $3.4 million understatement.

Furthermore, we also found that the agency does not have a process in place to retrospectively review the reasonableness of their accrual estimates. Department management is responsible for establishing, maintaining and improving department internal controls. Internal controls must be adequate to provide reasonable assurance that transactions are accurate.

We recommend department management review and revise accrual methodologies for revenues and expenditures, as necessary, and perform periodic retrospective comparisons of accruals to actual amounts to ensure the accrual methodologies are reasonable.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Due to an error during year-end reporting the healthcare provider tax (HPT) revenue, drug rebate revenue and Medicaid Management Information Systems, expenditure accrual estimates were based on a 60-day rather than a 90-day availability period. This accounted for three of the four audit comments in this finding.

As a corrective action, beginning in fiscal year 2014, the Statewide Financial Reporting unit will modify its processes to ensure all governmental fund accrual calculations are based on the 90-day availability period. If actual HPT revenues are not known during month 13 financial adjustment periods, the agency will use estimates such as trends and projections that are based on Generally Accepted Accounting Principles (GAAP). The estimates will be compared to actuals for reasonableness.

Statewide financial reporting timelines require agencies to record accrual estimates within approximately 30 days after the end of the fiscal year even though the accrual period doesn't end until 90 days after the end of the fiscal year. This timeframe produces variances between the estimates and actuals. The fiscal year 2013 variances were partially due to the inherent nature of using estimates. The $17.4 million and the $7.5 million variances seem high, but only make up 6.4% and 2.8% of the total accrual of $270 million. The State has not established a range defining when the estimation error becomes material either in percentage variance or amount.

Although variances of actual and estimates are expected, the agency agrees that accrual amounts should be compared to actuals, and future accrual modifications should be implemented as needed. Therefore, as a corrective action, beginning in 2014 the Statewide Financial Reporting unit will implement a yearly review of its operating statements to document variances and adjust accruals if needed.

Anticipated Completion Date: June 30, 2014

2013-004 Department of Human Services/Oregon Health Authority
Improve Controls Over Insurance Premium Revenue

Department management is responsible for establishing and maintaining adequate internal controls over revenue. At a minimum, these controls should provide evidence that all revenue transactions are recorded, nothing has been excluded, and revenue is properly classified in the accounting system.

The department collects insurance premiums for the Oregon Medical Insurance Pool and the Federal Medical Insurance Pool programs. The calculation, billing, collection, and remittance of these insurance premiums are performed by a service organization, Regence BlueCross BlueShield (Regence). Regence remits the insurance premiums to the department and the department records the premiums in the accounting records as revenue. Although the department performs a cash reconciliation to ensure all cash remitted by Regence is completely recorded in its accounting system, the department does not have adequate assurance that all insurance premiums due to the department are remitted by Regence. Additionally, internal controls are not adequate to determine the source of cash remitted by Regence and how to appropriately record the cash received.

We also found that $5 million in repayments of overpayments were recorded in the insurance premium revenue account that should have been recorded as reductions of expenditures.

We recommend department management implement internal controls to ensure that all insurance premium revenue due to the department is received, properly classified, and properly recorded.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The agency reported the correct amount of Oregon Medical Insurance Pool (OMIP) and the Federal Medical Insurance Pool (FMIP) cash in Fiscal Year 2013. We agree that $5 million of this cash was incorrectly classified as insurance premium revenue, and instead should have been classified as a reduction of expenditures. However, it is important to note the incorrect classification had no equity impact on the GAAP fund.

The error occurred primarily because the agency received incomplete revenue reports from Regence in fiscal year 2013. Therefore, beginning in fiscal year 2014, as a corrective action the agency will obtain detailed reports from Regence and adjust its records to correctly classify and report the insurance premiums and reductions of expenditures.

The agency will also ensure all premium revenue due to the agency is received by utilizing the audit methodology used in the audit analysis, multiplying monthly member contract counts by the relevant premium rates, and reconciling the results with amounts reported and deposited by Regence for the months the programs were open in fiscal year 2014.

The FMIP program closed at the end of fiscal year 2013, but the OMIP program was open through the end of December 2013, and the six months of operation will be included in the agency analysis.

Anticipated Completion Date: June 30, 2014

2013-005 Department of Human Services/Oregon Health Authority
Improve Accounting Controls Over Buildings and Accumulated Depreciation

The Oregon State Hospital grounds have several buildings, many of which have been in existence for decades. The department uses a spreadsheet to track buildings, related improvements to buildings and accumulated depreciation. The amounts recorded in the financial records for buildings, improvements and related accumulated depreciation did not agree to the amounts on the spreadsheet. As a result, the building and building improvement account was overstated by $3.6 million and the accumulated depreciation account was overstated by $2 million. Department management was unable to determine the nature of the differences, although they suspect the differences were due to the demolition of certain buildings.

Agency management is responsible for ensuring the proper accounting and reporting of capital assets and ensuring that disposed assets are appropriately removed from the accounting records and any related accumulated depreciation.

We recommend department management improve controls to ensure account balances are accurately stated and reconciled to supporting documentation.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

We have inventoried and affirmed the existence of the assets in the building and building improvement account. We have not identified any other buildings or building improvements that had not been listed. We have reviewed the calculations on the asset spreadsheet and corrected any errors identified. We have implemented controls to ensure accuracy going forward including post-review of recorded entries to documentation and calculations.

Anticipated Completion Date: March 3, 2014

2013-006 Department of Human Services
Improve Year-end Financial Reporting

The department instituted OR-Kids, a new information technology system, during fiscal year 2012 to process child welfare related information and transactions. Since the inception of OR-Kids, there has been a data processing error resulting in certain transactions being incorrectly funded between federal, general, or other funds. This processing error resulted in a liability to the federal government for the amount incorrectly funded with federal funds. As early as March 2013 the Office of Financial Services became aware of the data processing error; preliminary estimates of the magnitude of the error were not made until August 2013 and a final estimate was not made until February 2014.

Department management is responsible for designing and maintaining internal controls that provide reasonable assurance regarding the reliability of financial reporting, including reporting liabilities as soon as they are incurred. In the absence of known amounts, liabilities should be estimated.

The exact amount of the data processing error is not known, but in August 2013 OR-Kids project management estimated the error to be between $10 and $30 million. As of December 31, 2013, department management responsible for financial reporting had not recorded the liability in the department's financial records.

We recommend department management timely estimate and properly record liabilities in the department's financial records. We also recommend department management implement adequate internal controls to ensure all liabilities are appropriately reported in the financial statements.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We disagree with the finding since the agency did not have an estimate of liability that met Generally Accepted Accounting principles (GAAP) until after the close of the financial reporting period. However, we agree that the existing year-end review process for liabilities can be improved.

The estimate cited in the finding from August 2013 was from a rough range estimate by an IT project staff person and was not based on a clear, appropriate methodology and was not detailed

enough to estimate the impact by fund. The complexity of the analysis resulted in an actual estimate that was provided to leadership and validated by financial staff in January 2014, after the close to the financial reporting period. It is not normal practice of the agency to place estimates of liability on the financial statements that do not meet GAAP standards.

When the agency had an adequate remediation estimate, it followed the appropriate process and provided the Department of Administrative Services, Statewide Accounting and Reporting Services the following subsequent event disclosure:

The Department of Human Services has initiated a data remediation project to correct data conversion issues in ORKIDS related to eligibility and payment records. Subsequent to completion of the financial statements the agency developed a methodology to estimate the potential financial impact of the remediation. A rough estimate of the magnitude is $20 million refinancing from state general fund to various federal grants. The remediation methodology was approved on January 15th (2014). The estimate of specific state and federal grant level impact is expected in February 2014. It is expected that actual data remediation efforts will begin later in calendar year 2014.

We believe that since the estimate was generated after the close of the fiscal period and reported in the current fiscal year following the appropriate process under GAAP standards, there is no basis for a finding. However, as part of the year-end process, the Statewide Financial Reporting unit will strengthen its review of potential liabilities for financial reporting purposes.

Anticipated Completion Date: June 30, 2014

2013-007 Department of Human Services/Oregon Health Authority
Improve Controls Over Drug Rebate Revenues

The department receives drug rebate revenues for prescription drugs purchased for department clients. Department management is responsible for establishing and maintaining adequate internal controls over revenue. At a minimum, these controls should be designed to ensure that all revenue transactions are completely and accurately recorded in the accounting system. Drug rebate revenues are determined in two different ways.

First, for clients of the CAREAssist program, a program operated within the Public Health Division, the program compiles drug utilization information and supplies the pharmaceutical companies with this information. The pharmaceutical companies calculate and remit the rebate to the program. The program does not have adequate controls in place to ensure the pharmaceutical companies are calculating or remitting the correct amounts to the program. Program management stated that a federal oversight agency performs reviews of the pharmaceutical companies, but program management does not receive the results of these reviews because the federal oversight agency treats the rebates for the CAREAssist products as confidential and does not make them available to the state.

Second, for prescriptions filled by pharmacies paid through the Medicaid Management Information System (MMIS), a service provider, Hewlett Packard, determines the drug rebates and sends invoices to the pharmaceutical companies on behalf of the department. As the rebates are received, the department inputs rebate revenue into the MMIS, which matches it to the

invoices and calculates any expected future receivables. To determine how the MMIS calculates, records, and tracks drug rebate revenues we had to contact Hewlett Packard representatives because the department does not maintain an adequate understanding of the controls over this process, nor receive adequate assurance over the design and effectiveness of these controls from a third party.

Of the drug rebate revenue recorded for fiscal year 2013, $7.5 million was for the CAREAssist program and $133.4 million was processed through the MMIS. Without adequate internal controls in place, drug rebate revenue could be incomplete or incorrectly recorded.

We recommend department management gain a better understanding of the controls already in place and implement the necessary complimentary controls to provide assurance that all drug rebate revenue is correctly calculated, invoiced, received, and recorded in the accounting system.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The audit finding addresses two Oregon Health Authority programs that collect drug rebates. The CAREAssist program is administered by the Office of Pharmacy Programs. CAREAssist staff prepare all the invoicing for 340B pharmaceutical rebates. The program uses prescription claims data to establish the utilization for each drug code and submits that information directly to the manufacturer. Because the amount of rebate to which the program is entitled from each manufacturer and drug is confidential and set based on negotiations between the manufacture, the Centers for Medicare and Medicaid Services (CMS) and the Health Services and Resources Administration (HRSA), Office of Pharmacy Affairs (OPA), it is impossible for the program to know if the amount returned to the program (calculated by the manufacturers) is accurate. Additionally, the rebate rate is specific to each drug code and may change multiple times within a quarter or year. The rebate paid is based on the date CAREAssist incurred the cost for the drug, and not the date of rebate request generation.

The program has started a dialogue with HRSA/Office of Pharmacy Affairs to understand what mechanism that federal agency uses to assure that CAREAssist receives the appropriate rebate amounts. Additionally the program has asked HRSA/OPA for guidance to determine if it is possible for CAREAssist to develop a means to verify the rebate amounts independent of any existing process at the federal level. If the federal Office of Pharmacy Affairs agrees to provide information and guidance, the program will develop and implement a process to verify that the amounts calculated by the manufacture matches the amounts the Office of Pharmacy Affairs says they have negotiated.

The Medicaid Pharmacy program is administered through the Division of Medical Assistance Programs (DMAP). The prior primary policy analyst assigned to the DMAP Pharmacy program left state service just prior to the beginning of this year's audit. This left the pharmacy program staff without resources to consult, except for the contractor that was charged with respective Drug Rebate functions. In some instances, program staff knowledge, at the time of audit inquiry, was such that staff were not able to articulate to the auditors that there were processes indeed carried out to monitor some of the concerns identified regarding drug rebates. Subsequently, DMAP Pharmacy program staff have identified a number of reports that have been reviewed and

continue to be reviewed at a quarterly rebate check-in meeting conducted by DMAP with the contractor responsible for drug rebate collection. During the check-in, program staff review the Invoice Summary Activity report RBT-2011-Q with the contractor to ensure that the activity the contractor presents is aligned with what is produced from this MMIS report. Additionally, program staff review and approve the drug rebate excluded provider listing and approve changes before it is utilized in the invoicing process by the contractor. Further, the RBT-1001-Q report is utilized to populate the state agency's website to communicate which entities' claims will be exempt from the invoicing process as require by federal mandate. Additional review of past invoicing and outstanding invoices is conducted by reviewing with the contractor reports RBT-3005-M & RBT-3006-M. Finally, program staff utilized RBT-4002-Q report to assess drug rebate aging. This last report is utilized to help estimate collections and project what collections will be in the coming quarters. All of these reviews mentioned above lacked a formal process, and lacked formal documentation of the review. Program staff will be developing formal processes to adequately oversee the contractor's invoicing of drug rebate. Program staff will work to develop sound methods of documenting the drug rebate invoicing process. Program staff is also working with the contractor to develop additional controls around disposition of payments and delinquent payment by developing and using existing MMIS reports for review. This process will begin prior to June 30, 2014.

The agency has historically contracted with a third-party vendor to provide independent assurance over the controls utilized by Hewlett Packard for the Medicaid Management Information System. The agency will reassess the adequacy of this current assurance as it relates to drug rebate specific controls and make adjustments as appropriate.

Anticipated Completion Date: September 30, 2014

2013-008 Department of Administrative Services
Improve Treasury Fund 0401 Reconciliation Procedures

Department management is responsible for ensuring the cash balance in the accounting system reconciles to the Treasury cash balance for fund 0401. During our audit, we found the department's procedures for the reconciliation of fund 0401 did not encompass all deposits in GL account 0065, "Unreconciled Deposits". By not including all deposits in GL account 0065 in the reconciliation process, there is a potential for misstatement of the reported cash balance due to the timing of deposits.

We recommend department management incorporate procedures into the current reconciliation of fund 0401 to encompass unreconciled deposits in GL account 0065.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
DAS generally agrees with this recommendation.

The current written reconciliation procedures include information regarding the exclusion of GL 0065 and note that the majority of the unreconciled deposits in GL 0065 at June 30, 2013 cleared with Treasury in July 2013. The agency will take corrective action to include GL 0065 in the reconciliation. This will require the creation of a new statewide report to monitor detailed transactions using GL 0065 and their matching process through the deposit reconciliation

program in the Statewide Financial Management Application. Statewide Financial Management Services (SFMS) staff are currently working with Enterprise Technology Services application programmers to develop this new report to be used to monitor the balance at a detail level in GL 0065.

Anticipated Completion Date: June 30, 2014

2013-009 Department of Administrative Services
Improve Accounting Procedures around Buildings and Building Improvements

The Department owns and operates approximately $340 million worth of buildings. During our audit, we found that the review processes were not always adequate to ensure the proper recording of buildings and building improvements. Specifically, we noted the following:

- Two instances where the estimated disposal amount for a replaced asset was not adequately supported, resulting in an adjustment to increase building assets by approximately $300,000 and related accumulated depreciation accounts by approximately $225,000.
- One instance where repair and maintenance expenses were inappropriately capitalized. This resulted in an overstatement in the buildings and related accumulated depreciation accounts of approximately $61,000 and $3,000, respectively.
- Two instances where projects were not capitalized timely as required by general accounting principles. This resulted in an understatement in the buildings and related accumulated depreciation accounts of approximately $910,000 and $12,000, respectively.
- Two instances where the Enterprise Asset Management staff's review of projects being capitalized was not documented.

We recommend department management strengthen review processes over the capitalization and disposal of buildings and building improvements to prevent similar errors from occurring in the future.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
DAS generally agrees with the recommendation, but does not agree with one specific item mentioned in the audit letter. Specific items identified in the audit letter are addressed below.

- *Audits Division staff noted two instances where the estimated disposal amount for a replaced asset was not adequately supported. Updates to the software used to track buildings and building improvements were made during the last year. Staff are now able to keep documentation in the tracking database with the building record instead of keeping separate paper files. This allows staff to attach documents to the capitalization file including associated reconciliations and the capitalization form. This change was implemented during the audit.*
- *Audits Division staff noted one instance where repair and maintenance expenses were inappropriately capitalized. DAS does not agree with the analysis and assumptions made*

during the audit work and believes these items should be capitalized. The type of work identified in the audit letter was classified as a capitalization because it increases life of the asset by 10 years and DAS believes this expense will continue to be a capital improvement. If these items are not capitalized it will affect the way DAS does business in the future. DAS would be willing to further discuss capitalization of these types of items with Audits Division staff if needed.

- *Audit Division staff identified two instances where projects were not capitalized timely as required by general accounting principles. DAS understands the need to have these items tracked in a timely manner. A large part of the delay was due to a lack of staff to keep files up to date. The program has streamlined old processes within the tracking software and also works to enter information as it occurs. This should allow agency personnel to get the information for recording capitalizations in the correct period. This change is in the process of being implemented.*
- *Audit Division staff identified two instances where the Enterprise Asset Management staff's review of projects being capitalized was not documented. DAS agrees that documentation in these two instances was not available; though in both cases the decision made was appropriate. The changes in the software allow staff to document any decisions about the asset, including who made the decision. This change was implemented during the audit.*

Anticipated Completion Date: June 30, 2014

2013-010 Department of Administrative Services
SFMA Access Review Process Should Be Strengthened

Effective segregation of duties is designed to prevent the possibility that a single individual could be responsible for important functions in such a way that errors or misappropriations could occur and not be detected timely. Although segregation of duties alone will not adequately ensure that only authorized activities occur, inadequate segregation of duties increases the risk that erroneous or fraudulent transactions could be processed.

To help ensure appropriate segregation of duties in SFMA, the department has established user classes that allow authorized state employees (users) to perform different tasks within the system. In addition, the department has developed policies indicating which user classes, if granted together, would pose a segregation of duties conflict. The department's Statewide Accounting and Reporting Services (SARS) unit is responsible for ensuring user classes are appropriately granted by reviewing and approving access requests.

We reviewed the user classes granted to all active SFMA users and found one individual who was granted conflicting user classes that allowed entry and approval of payment producing transactions. Department policy specifically prohibits this combination of user classes because users with this access potentially could misappropriate state funds and the action may not be readily detected. Further review showed this user had the conflicting access for about six months, but did not use it. When we brought this situation to management's attention, the conflicting access was revoked in a timely manner. SARS' staff perform manual reviews by viewing system information and comparing existing access to requested access for each new

request. Manual processes are prone to human error, and it appeared this was the cause of SARS granting the conflicting access.

We recommend management consider automating the process for preventing conflicting access or otherwise strengthen its manual review process to help ensure effective segregation of duties in SFMA.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The Department of Administrative Services(DAS)/Chief Financial Office/SARS generally agrees with this audit finding and recommendation.

SARS management will undertake a review to determine the feasibility of establishing an automated "prevent" control within SFMA versus creating an automated report that would "red flag" individuals granted conflicting user classes.

Anticipated Completion Date: June 30, 2014

2013-011 Oregon State Treasury
Improve Internal Controls Over Financial Reporting
Material Weakness

Treasury management is responsible for establishing and maintaining internal controls to ensure the Oregon Short-Term Fund (OSTF) financial statements and accompanying note disclosures are complete, accurate and prepared in accordance with generally accepted accounting principles.

We identified the following inaccuracies in OSTF's financial statements and note disclosures, which impact financial reporting but not individual participant's accounts:

- Participants' contributions and participants' withdrawals were both understated by $354 million as Treasury had netted the impact of several transaction codes for financial reporting purposes;
- Securities lending collateral and obligations under securities lending were both overstated by $253 million as Treasury had reported securities received as collateral as an OSTF asset and liability which is prohibited by accounting standards;
- The securities lending note disclosure did not disclose the securities received as collateral; and
- Cash and participants' contributions were understated in fiscal year 2013 by $52 million as deposits made into treasury accounts at depository institutions on the last day of the fiscal year were not recorded in OSTF records until July 1. It was determined this also occurred in the prior year resulting in a net understatement to participants' contribution of $7 million and a prior period adjustment of $45 million.

To prepare the OSTF financial statements, Treasury prepares many manual adjustments based on various documentation. Although Treasury has a process in place to review the preparation of the financial statements and disclosures these errors were not identified during that review

process. Further, the procedures followed in preparing the financial statements could include more robust explanations for calculating the participant contributions and withdrawals.

We recommend Treasury management strengthen its financial statement review process, including the review of detail behind significant adjustments and disclosures, and consider whether financial reporting procedures could be more robust in certain areas.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

The inaccuracies noted above have been corrected and properly presented within the OSTF financial statements and notes. Associated procedures will be enhanced to address these specific concerns. Treasury will also strengthen the overall review process to provide greater structure and depth for this review.

2013-012 Oregon Military Department
Accruals Reporting Process Should Be Improved

Management is responsible for establishing internal controls to ensure transactions are accurate, properly recorded, and executed in accordance with management's authorizations. The quality of the state's financial information at year end depends on the accuracy and completeness of year-end closing activities, including accruals recorded in the last period of the fiscal year. In addition, documentation of transactions must be complete and accurate and must allow a transaction to be traced from the source documentation, through its processing, to the financial reports.

In fiscal year 2013, the department accrued approximately $890,000 in federal expenditures for the disaster grant. Although the department's documentation for the accruals was sufficient, its process for preparing the accruals seemed informal and lacked management oversight; no evidence of management's review and approval of the accruals was documented. Furthermore, the same employee entered and released the accruals into the state accounting system.

Much of the condition described above was due, in part, to the department not having a written policy and methodology to provide staff with guidance for preparing accruals for this program. As a result, the department runs the risk of inconsistent accrual reporting from year to year, and the possibility of posting accruals that contain errors.

We recommend department management develop and implement written policy and methodology for preparing and reviewing accruals for the Disaster Grant to ensure accurate year-end reporting.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

OMD grant accounting staff will develop a formalized process to determine which expenditures will be accrued at fiscal year-end. All accrual documents will be provided to the Mitigation and Recovery Services Manager for review and approval prior to entry into SFMS. OMD grant accounting staff

posting the accrual into SFMS will provide the document to another grant accountant for review and release.

Anticipated Completion Date: June 30, 2014

2013-013 Department of Education
Review Accrual Processes

According to the Oregon Accounting Manual, and in compliance with generally accepted accounting principles, expenditures are subject to accrual if they are expected to be paid within 90 days after fiscal year-end. Additionally, revenues received within 90 days of fiscal year-end for expenditures that occurred during the fiscal year should be recognized in the year in which the expenditures occurred.

The Department has a process at year-end to identify and accrue revenue and expenditures in the proper period. Part of the process includes preparing, for select expenditures, a post-close adjustment for reimbursement requests received from school districts after the close of the fiscal year-end. The department may also update the prior year post close amount as part of this process based on availability of additional information. During our review of the department's process for multiple accounts, we identified the following:

- The department does not evaluate and prepare a post close adjustment for all of its significant expenditure accounts. As a result, in the General Fund, the department did not accrue $5.2 million of distributions to local districts.
- Subsequent to audit, the department updated a fiscal year 2012 post close entry for a distribution to local school districts account in the Education Support Fund. The department's update caused the fiscal year 2013 account to be understated $1.2 million.

Additionally, based on a prior year audit recommendation, the department made adjustments in fiscal year 2013 to ensure federal revenue accruals at the grant level would be correct. When making the adjustments, the department did not make the related adjustment to accounts receivable. As a result, accounts receivable was overstated $40 million in the Education Support Fund.

We recommend department management review the accrual process and incorporate assessments of all significant accounts when determining whether post-close adjustments should be made to record transactions in the correct period. We also recommend the department not update the prior year post close adjustment unless it was determined to be materially incorrect. Finally, we also recommend management ensure its accrual process includes appropriate adjustments to accounts receivable to ensure the balance is correct in the next fiscal year.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and your recommendation that department management review its accrual process and treatment of post-close adjustments.

Our planned corrective action is to update our accounting procedures to ensure the following:

1) *ODE incorporates assessments of all significant accounts when determining whether post-close adjustments should be made to record transactions in the correct period;*
2) *ODE does not update the prior year post-close adjustments unless we determine the prior adjustment was materially incorrect; and*
3) *ODE's accrual process includes appropriate adjustments to accounts receivable to ensure the balance is correct in the next fiscal year.*

Anticipated Completion Date: September 15, 2014

2013-014 Department of Forestry
Long-Term Accounts Receivable Accruals
Material Weakness

The state's accounting policy directs that revenue, within governmental funds, be recognized using the modified accrual basis of accounting. Under this basis of accounting, revenue recorded in the current year must be both measurable and available to finance current period expenditures. For the state, revenue is considered "available" if it is collected within 90 days of the fiscal year end. The receivable associated with revenue that is collected after the 90 day accrual period is recorded as a long-term receivable.

Department management records all receivables at fiscal year end as current receivables. Management has not developed a methodology to estimate and accrue, as long-term, the portion of its receivable balance that is expected to be received after the state's 90-day accrual period. Consequently, current accounts receivable, and related revenue, were overstated by nearly $6.4 million.

We recommend management develop a methodology to estimate and accrue, as long-term, the portion of its receivable balance it expects to receive after the state's 90-day accrual period.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The department agrees with this finding.

As part of our year-end process we will develop a methodology to project the estimated receivables that will realistically be collected in the 90 days following the end of the fiscal year. The methodology will include reviewing collection history as well as reviewing receivables to determine the normal payment of that type of receivable. Receivable balances deemed not to be realizable within 90 days after year-end shall be reclassified to Long-Term Receivables for financial statement purposes. The exact methodology will be refined and enhanced as we go through each year-end close in the future.

Anticipated Completion Date: August 2014

2013-015 Department of Transportation
Transporting Process for IRP Receipts Should Be Strengthened
Material Weakness

The department's Motor Carrier Transportation Division (MCTD) is responsible for registering trucking companies (carriers) domiciled in Oregon. MCTD participates in the International Registration Plan (IRP), which is a reciprocity agreement among states of the United States, the District of Columbia, and provinces of Canada providing for payment of apportionable fees on the basis of total distance operated in all jurisdictions. Oregon carriers pay MCTD registration fees related to the jurisdictions the carriers will be traveling in. MCTD collects and remits the fees to the appropriate jurisdictions.

Of the $57 million IRP receipts collected by MCTD during fiscal year 2013, $33.5 million was received in check form. These receipts arrived at a local post office box, were collected by a manager on her way to work each morning, and delivered to MCTD headquarters for processing. The Oregon Accounting Manual specifies that controls and safeguards must be adequate to provide management with a reasonable degree of assurance that cash and cash related transactions will be properly accounted for and controlled. Because only one person collects and transports a large volume of receipt to MCTD, additional control procedures may be warranted, such as dual custody. Involving two people in a critical cash handling task encourages cash handlers to monitor each other, reduces the opportunity for robbery and theft, and if a loss does occur, cash handlers are protected from unwarranted suspicion.

We recommend department management implement controls to ensure IRP receipts are appropriately controlled when transported to MCTD.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

Controls have been implemented to ensure IRP receipts have appropriate controls in place. MCTD management has contracted with Loomis Armored Car Service to pick-up mail at the Post Office each day and they deliver the receipts to the MCTD office in a secured/sealed bag.

Anticipated Completion Date: August 20, 2013

2013-016 Department of Transportation
Managerial Reviews of Cost Allocations Should Be Improved

The department frequently purchases goods and services that may be used for multiple programs or projects. For example, the department may purchase a truck that will be used for multiple construction projects over the life of the asset. As part of the cost accounting for the department's operations, staff make entries to the accounting system to allocate the overall cost of that truck to the various projects for which it is used. Department policy requires that these allocations to various cost centers be reviewed by an appropriate level of management.

During our testing, we identified four of 41 sample items in which there was not evidence of management review and approval of the allocations. While the department's procedures and internal controls provide assurance that the initial cost to acquire the assets was

appropriate, without evidence of managerial review of allocations of costs, management has less assurance that the final disposition of those costs is appropriate. In addition, many of the department's construction projects are partially funded with federal funds. Failure to perform reviews of allocations increases the potential for incorrect costs being charged to the federal grants, which may lead to noncompliance with federal program requirements and limitations.

We recommend department management ensure that proper review and approval of cost allocations occurs.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

Management will put in place oversight protocols to ensure employees with delegated expenditure decision authority about the need for proper review and approval of payment documents for cost allocation to programs and projects. Financial Services is working with the Federal Highway Administration (FHWA) to develop review and audit methodologies in order to conduct unannounced compliance reviews to assure proper coding of financial transactions associated with these projects.

Anticipated Completion Date: June 30, 2014

2013-017 Department of Transportation
Fixed Asset Controls Should Be Strengthened

The department is responsible for tracking and recording over $1.8 billion of fixed assets, including land, equipment, machinery, and buildings. Department management is responsible for establishing and maintaining internal controls to provide reasonable assurance that transactions related to fixed assets are accurately and properly recorded. The department has established controls over the fixed asset accounts, including performing reconciliations and providing managerial reviews of accounting transactions. However, we noted several areas where controls could be strengthened.

We reviewed ODOT's land, equipment and machinery, and buildings account balances for June 30, 2013 and found the following:

- An entry to remove the value of land from the accounting system due to a land sale was not correctly calculated, resulting in an overstatement of $2.8 million.
- Transactions to record proceeds from land sales were not recorded in the proper account, resulting in an overstatement of $487,400.
- The annual reconciliation between ODOT's Fixed Asset System and the accounting system was not completed and reviewed timely, resulting in several undetected errors at the close of the fiscal year.

We recommend department management strengthen its reconciliation process and review of fixed asset transactions to ensure appropriate and accurate financial reporting.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

The Department has provided additional resources within Financial Services to assist with fixed asset accounting reconciliation and processes during the annual asset physical inventory period. The Department will continue to provide training to new managers on their responsibilities with respect to asset accounting. Management has modified and strengthened financial policies related to the annual physical inventory process to ensure more timely submission of asset inventories. Financial Services has improved methodologies to accurately account for land sales.

Anticipated Completion Date: June 30, 2014

2013-018 Department of Transportation
Documentation of System Changes Should Be Maintained

The department's Transportation Application Development (TAD) division is responsible for implementing system changes for the Financial Services Branch of the department.

During fiscal year 2013, TAD made changes affecting two major departmental systems: the Fixed Asset System (FAS) and the Motor Fuels Tax System (MFTS). The department uses FAS for recording its fixed assets such as equipment and machinery, buildings, and land. The second system, MFTS, calculates taxes due from motor fuel sales. The Oregon Accounting Manual requires that adequate controls over system changes include maintaining appropriate documentation of the change, which should include testing methodologies and pre-implementation approvals. We requested testing and approvals documentation for the changes to the two systems. TAD was unable to provide this documentation because its current process for system changes does not require documentation of testing and approvals be maintained for smaller, less complex projects (those estimated to need fewer than 400 hours to complete). Without evidence that proper testing and approvals occurred, management has less assurance that system changes were made correctly and programming errors were detected, both of which help ensure proper financial reporting.

We recommend department management ensure TAD follow state policy and maintain adequate documentation of all system changes.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

The Department Information Systems management has met with the TEAMS software developers, employees and contractors to review the existing procedures for requesting, evaluating, testing, approving and documenting all modifications to the TEAMS code.

Based on this review, Information Systems management has established a Compliance Review on a quarterly basis to assess compliance with procedures for requesting, evaluating, testing, approving and documenting all modifications to code. In addition, Information System management, as well as Team Leads will do unannounced compliance reviews with IS developers, employees and contractors who are responsible for coding.

Anticipated Completion Date: February 28, 2014

2013-019 Department of Transportation
Annual Fee Test Processes Could Be Improved

Member jurisdictions of the International Registration Plan (IRP) are required to participate in an annual fee test administered by IRP, Inc., the oversight body for the IRP. The test is to help ensure that registration fees are calculated correctly for all jurisdictions. IRP, Inc. creates test cases for each jurisdiction to run through their system. IRP, Inc. makes the results available for each jurisdiction to review for calculation errors. Each jurisdiction is responsible for contacting other jurisdictions to correct any errors noted.

We requested the department's policy for reviewing the annual fee test and found no formal policy existed. Additionally, we found the department had not maintained documentation showing the annual fee test had been reviewed for 2013. We reviewed the results of the 2013 annual fee test and noted six jurisdictions with calculation errors for Oregon registration fees. Although the department had contacted each of the jurisdictions to inform them of the errors, no further follow up was performed to ensure the errors were corrected. Uncorrected calculation errors may result in the department receiving incorrect registration fees from other jurisdictions.

We recommend department management implement policies and procedures to ensure reviews of annual fee tests are documented and error notifications to other jurisdictions are followed up on.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

The MCTD has developed a policy covering IRP Fee Module Processing. The policy is undergoing management review and subsequent approval. The new policy will contain a process to follow up with jurisdictions to ensure that errors were corrected.

Anticipated Completion Date: February 28, 2014

2013-020 Department of Transportation
Federal Revenue Accruals Should Be Complete

During fiscal year 2013, the department implemented an indirect cost plan. The plan allows the department to draw federal funds for indirect costs relating to construction projects under the Highway Planning and Construction program. Under this agreement, the department is allowed to draw an additional 9.5% of the reimbursable costs to pay for indirect costs.

In preparing the year end accruals, the department did not record an accrual for the additional federal revenues relating to the indirect cost plan. As a result, the federal revenues and accounts receivable were both understated by approximately $1.4 million.

Accounting standards require that the department recognize the federal revenue in the accounting period in which it is eligible to be drawn from the federal government.

We recommend department management revise the existing policies and procedures for year end accruals for federal revenues to include an accrual for the eligible indirect cost reimbursements.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding and recommendation.

The Department has incorporated the 9.5% indirect cost recovery into the fiscal year end federal revenue accrual procedures. The Department has updated its methodology with these procedures for fiscal year 2014 closing.

Anticipated Completion Date: February 28, 2014

2013-021 Department of State Lands
Internal Control Over Financial Reporting

Condition: The Agency failed to perform reconciliation of significant accounts in a timely or accurate manner.

Criteria: Internal controls should be in place to ensure that reconciliation of significant accounts is completed in a timely and accurate manner.

Cause: The procedures that were in place did not ensure that significant accounts were reconciled in a timely or accurate manner.

Effect: Because of the failure to perform reconciliation of significant accounts in a timely manner or accurate manner, significant accounts did not have correct balances.

Recommendation: Procedures should be implemented to ensure significant accounts are reconciled in a timely or accurate manner and reviewed by a supervisor.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
Agency management agrees with the finding and is taking appropriate action to address the situation.

2013-022 Oregon University System
Transfer of Completed Projects from Construction in Progress to a Depreciable Category

Criteria: While large construction projects are underway, costs associated with the projects are accounted for as "construction in progress" and not depreciated. Once the project is substantially complete and placed into service, the asset should be transferred to a depreciable category and depreciation expense should be recognized annually.

Condition: During test work over construction in progress, we noted several instances in which projects were completed prior to year-end; yet, the balance remained in construction in progress and were not being depreciated. Specifically, we noted two of four projects tested for Portland State University (PSU) and one of four projects tested for Oregon State University (OSU) that were improperly classified as construction in process. Upon our request, Portland State University reviewed the remainder of projects in construction in process and noted an additional six projects improperly included in construction in progress. In summary, as a result of our audit procedures, we noted a total of nine projects which had been completed as far back as 2009 which were still in construction in progress and not being properly depreciated.

Cause: The Business Offices of certain universities of the System generally rely on the project managers to inform them when projects are completed. Project managers may not have a good understanding of when a project is deemed completed for accounting purposes. Currently, Business Office processes to review construction in progress balances are not sufficient to identify all completed projects.

Effect: An audit adjustment was posted to the System's financial statements to transfer completed projects totaling $23.4 million from construction in progress to a depreciable category of capital assets. Additionally, the audit adjustment recorded related depreciation expense of $1.3 million, some of which related to prior periods.

We recommend the Business Offices of the various universities review controls surrounding the timely transfer of construction in progress to a depreciable category upon substantial completion. Such controls should include a period review (quarterly or biannually) by the Business Office of projects within construction in progress to determine if any of those projects should be transferred from construction in progress to a depreciable asset so that depreciation can begin timely for the project.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
Management concurs with the recommendation and recognizes the importance of the timely transfer of construction in progress to a depreciable category upon substantial completion. Both Portland State University and Oregon State University Business Offices have reviewed their current controls for capitalizing projects. As a result of those reviews, process revisions were made as necessary. Process revisions include, but are not limited to, regular meetings between Facilities and Business Office staff and forwarding Certificates of Substantial Completion to the Business Office. We anticipate process revisions will be implemented prior to June 30, 2014.

Anticipated Completion Date: June 30, 2014

Section III – Federal Awards Findings and Questioned Costs

Management Response and Corrective Action Plans were not subjected to auditing procedures.

2013-023 Department of Human Services
OR-Kids System Weaknesses

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Foster Care Title IV-E (93.658) Adoption Assistance (93.659)
Federal Award Numbers and Year:	1201OR1401; 2012, 1301OR1401; 2013, 1201OR1407; 2012, 1301OR1407; 2013
Compliance Requirement:	Activities Allowed or Unallowed; Eligibility
Type of Finding:	Material Weakness, Material Noncompliance
Questioned Costs:	$13,010

OR-Kids, Oregon's automated system for supporting Foster Care and Adoption Assistance case management, was implemented by the Department of Human Services (department) in August 2011. Information systems should be designed and implemented to ensure data input into the application is complete, accurate, and valid. As with any significant program or system, management should have an adequate understanding of the processes and controls they are relying on and should obtain assurance those processes and controls are functioning as intended.

The department has been working to correct issues with OR-Kids that we reported as part of our fiscal year 2012 audit. While reviewing the department's compliance with Foster Care and Adoption Assistance program requirements for fiscal year 2013, we identified the following errors related to OR-Kids processes:

- Due to data conversion issues and incorrect coding of data from the prior child welfare system, duplicate claims for federal reimbursement may result when OR-Kids refinances past transactions see OR-Kids Refinancing Results in Duplicate Claims (*finding 2013-024*) for more detail.
- User's access to the system did not align with their job responsibilities, which could result in greater system access than necessary to perform their job duties for 15 employees. Department policy requires immediate revocation of access privileges when changes occur and the user no longer requires the same access privileges.
- One user had two user IDs with different access for a period of time.
- Some administrative costs' service codes (50% federal match rate) were coded as a recurring service type (FMAP federal match rate, over 62%). These coding errors resulted in department incorrectly requesting an additional $13,000 in federal reimbursement.
- For 9 of 60 Adoption Assistance cases the child was correctly determined eligible, but OR-Kids changed the cases to ineligible. The department identified this as a known problem. When closing the pre-adoptive case and opening the adoptive home case, OR-Kids inappropriately closes the federal adoption assistance eligibility.

- For 1 of 60 Foster Care cases the child was incorrectly determined ineligible as the wrong information was selected for conversion, creating an "eligibility" gap where OR-Kids determined the child was ineligible due to lack of information.
- For 1 of 60 Foster Care cases, the department had identified that a payment was made in error, and subsequently established an overpayment adjustment in OR-Kids. However, the OR-Kids adjustment to recover the payment did not process for the amount of the original payment, resulting in a net overpayment to the provider of $10.

We recommend department management review user access to OR-Kids, ensure services are coded correctly in OR-Kids, review Adoption Assistance and Foster Care cases to verify eligibility is correct in OR-Kids, and ensure overpayment adjustments process correctly. We also recommend department management reimburse the federal agency for unallowable costs.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The Child Welfare Systems Innovations Manager is managing an effort to review and improve the partner access agreements, determine appropriate level of access, specific user roles and procedures to ensure compliance. The Federal Compliance Unit will continue to work with Office of Business Intelligence (OBI), Office of Financial Services (OFS), Office of Information Services (OIS) and OR-Kids System Analysts to mitigate eligibility conversion issues whether through Data Remediation or manual clean-up. The Post Adoption Services Manager will work with OFS, OIS and OR-Kids System Analysts to correct the technical issues causing incorrect closure of Title IV-E eligibility on the Adoption Assistance cases, to identify all cases affected, and to correct the eligibility on the affected cases. The non-recurring services will be corrected and any inappropriate claims will be resubmitted to correct the claim on the CB-496 report. The service coding corrections and reimbursement adjustments will be completed by June 1, 2014. A change request has been submitted to address the incorrect processing of overpayments that involved an Enhanced Supervision rate. The completion date of this request will be based on availability of programmers and the prioritization of work to be completed by OIS.

Office of Child Welfare, OFS and OIS will continue to analyze system conversion issues and determine the most appropriate actions needed to remediate the conversion issues.

Anticipated Completion Date: December 31, 2014

2013-024 Department of Human Services
OR-Kids Refinancing Results in Duplicate Claims

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Foster Care Title IV-E (93.658)* Adoption Assistance (93.659)* Temporary Assistance for Needy Families (93.558) Medicaid Cluster (93.720, 93.777, 93.778) Centers for Disease Control and Prevention Investigations and Technical Assistance (93.283) Stephanie Tubbs Jones Child Welfare Services Program (93.645) Promoting Safe and Stable Families (93.556) Social Services Block Grant (93.667) Chafee Foster Care Independence Program (93.674)
Federal Award Numbers and Year:	Various
Compliance Requirement:	Activities Allowed or Unallowed
Type of Finding:	Material Weakness, Material Noncompliance*
Questioned Costs:	$23.4 million

OR-Kids, Oregon's automated system for supporting Foster Care and Adoption Assistance case management, was implemented in August 2011. OR-Kids was designed to assist the department in maximizing its use of federal funds by refinancing transactions when triggered by another action in the system, such as retroactive changes to eligibility, new trust money, or cancellation of a payment. Currently, OR-Kids will refinance transactions that originated as far back as January 1, 2008, when the prior child welfare system was in place.

OR-Kids contains data from the prior case management system. While the original transactions were recorded correctly in the prior system, the data in OR-Kids was converted incorrectly and recorded transactions from different funding sources than the original transactions. Due to the incorrectly converted data in OR-Kids, the refinanced payments are causing the department to request duplicate federal reimbursement for payments that had already been claimed prior to the implementation of OR-Kids. The department was aware in fiscal year 2012 of data conversion issues, however, the department did not make any adjustments to the OR-Kids data or accounting records during fiscal year 2013 to correct the duplicate federal claims.

The department performed an analysis of the financial impact of the duplicate claims and estimated it owes the federal government $23.4 million related to multiple federal programs as of December 31, 2013. The majority of this liability is related to Temporary Assistance for Needy Families ($5.8 million), Adoption Assistance ($5.6 million), Medicaid ($5.6 million), and Foster Care ($4.7 million).

In addition to the programs noted above, the following five programs also had questioned costs that exceed $10,000: Chafee Foster Care Independence Program ($1.4 million), Stephanie Tubbs Jones Child Welfare Services Program ($141,000), Social Services Block Grant ($128,000), Promoting Safe and Stable Families ($41,000) and Centers for Disease Control and Prevention Investigations and Technical Assistance ($17,000).

We recommend department management identify and correct data conversion issues and repay the federal government for the duplicate claims.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

On January 30, 2014, the Office of Financial Services posted a remediation estimate in the accounting system in the amount of $23.3 million, thereby refunding the duplicate payment amounts to the federal government. The Office of Financial Services, Office of Information Systems, OR-Kids System Unit and the Federal Compliance Unit will continue to analyze the conversion issues and determine the most appropriate action to take to remediate the financial conversion issues. The department will complete this analysis and take the necessary action to mitigate any remaining financial claiming issues by December 31, 2014.

Anticipated Completion Date: December 31, 2014

2013-025 Department of Human Services
Reimbursements Claimed Outside Period of Availability

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Foster Care Title IV-E (93.658) Adoption Assistance (93.659)
Federal Award Numbers and Year:	1201OR1401; 2012, 1301OR1401; 2013, 1201OR1407; 2012, 1301OR1407; 2013
Compliance Requirement:	Period of Availability
Type of Finding:	Material Weakness, Material Noncompliance

Per federal requirements, to be eligible for federal funding, claims must be submitted for reimbursement within two years after the calendar quarter in which the department made the expenditure. There is no time limit imposed for adjustments that would decrease federal funding.

During our audit, we determined the department's information system, OR-Kids, refinances transactions as far back as January 1, 2008. The system was not designed to prevent the department from claiming reimbursement for claims outside the allowable timeframe.

During fiscal year 2013, the department was able to create a report from the OR-Kids system in order to better identify which adjustment transactions exceeded the time requirement. For the quarter ended June 30, 2013, the department excluded $327,000 in Foster Care and $4 million in Adoption Assistance from the reports for expenditures claimed by the department outside the period of availability. However, as no corrections were made to the accounting records, it did not prevent the department from incorrectly requesting federal reimbursement.

We recommend department management make appropriate corrections and adjustments to the accounting records to prevent the department from requesting federal reimbursement for expenditures incurred outside the period of availability.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Prior to the implementation of OR-Kids, the agency would reconcile all federal draws at the end of the quarter to what was reported. Due to outstanding remediation issues, this process was discontinued. Now that the agency has a remediation estimate in the accounting system, we will again reconcile the draws to what is reported. For any unallowable expenditure, an entry will be done in the accounting system to reconcile it to the federal report and draws.

Anticipated Completion Date: April 30, 2014

2013-026 Department of Human Services
CB-496 Report Not Supported

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Foster Care Title IV-E (93.658)
Federal Award Numbers and Year:	1201OR1401; 2012, 1301OR1401; 2013
Compliance Requirement:	Matching, Reporting
Type of Finding:	Significant Deficiency, Material Noncompliance

The department is responsible for reporting quarterly financial information for the Foster Care program on the CB-496 report. The report contains multiple sections, including sections for reporting expenditures and prior quarter expenditure adjustments. Expenditures are actual payments made to vendors, service providers and contractors or for administrative, personnel, and other cost items. The expenditures must be actual, verifiable transactions supported by readily available accounting records and source documentation.

We found the report submitted by the department for the quarter ending June 30, 2013 was not supported by accounting records or other source documentation. We found:

- For multiple lines, the reported amounts were not supported by accounting records. The department did not maintain documentation to support the original reports and could not explain the discrepancies between the reported amounts and the amounts in the accounting records. Based on accounting records, the largest discrepancies were In-Placement Administrative Costs – Agency Management, which were underreported by $85,000 and Demonstration Project Costs, which were underreported by $15,000.
- The reported expenditures did not include all expenditures incurred. Expenditures incurred and reimbursed for transactions outside of the period of availability were recorded in the accounting system, but excluded as expenditures on the report. See Reimbursements Claimed Outside Period of Availability (*finding 2013-025*).

Reporting issues for the Foster Care program were also noted in the prior year, see prior year finding 12-23 in the Statewide Single Audit Report 2013-07. We were able to verify that the department materially met the matching requirements for the quarter ending June 30, 2013, however, based on the department's reported status to the prior year finding, prior reports have not been adjusted and resubmitted, and we cannot verify that matching funds were supported and adequate for the prior fiscal year or all of fiscal year 2013.

We recommend department management ensure CB-496 reports are complete, accurate, and adequately supported.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The Office of Financial Services (OFS) has modified its query process to ensure that all costs for the entire grant are reported on the correct line in the 496 report. OFS will also ensure all documentation used to support the federal report will be kept with the report.

Anticipated Completion Date: April 30, 2014

2013-027 Department of Human Services
Certification of Eligibility Not Supported

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Foster Care Title IV-E (93.658)
Federal Award Numbers and Year:	1201OR1401; 2012, 1301OR1401; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$5,100

Federal regulations require that the department meet certain requirements to receive Foster Care funding for certain child welfare claims. The department is required to determine child eligibility and maintain documentation of that determination, as well as ensuring the foster home is fully licensed, which includes completing a home study for initial and continuing certification of foster parents.

We reviewed a sample of 60 cases to determine whether eligibility was supported and found the following:

- In one instance, the child's eligibility file could not be located. However, the department was able to provide other scanned documentation to support the child's eligibility for Foster Care.
- Two cases where the required home study was not completed or reviewed prior to claiming Foster Care reimbursement. The department uses the certification approval date in OR-Kids as the date for determining when a provider is certified. In these two instances, the certification approval date in OR-Kids occurred prior to the date the home study was certified, and the department was unable to provide documentation to support the certification approval date that was documented in OR-Kids, resulting in known questioned costs of $5,100 and projected errors that total more than $300,000.

We recommend department management ensure all required documentation is completed, reviewed and maintained, and that certification dates in OR-Kids are supported by corroborating documentation. We also recommend department management reimburse the federal agency for costs paid to providers who were not certified at the time of payment.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department is issuing an Informational Memorandum providing clarification on the documentation of the certification dates to record for a Certificate of Approval issued. The Informational Memorandum covers the initial and any subsequent Certificate of Approval. The department has also updated the OR-Kids Business Process Guides to clarify the documentation of certification dates in OR-Kids and filing of the Certificate of Approval in the OR-Kids online file cabinet. The department will research the two cases referenced in the finding and make any adjustments necessary to our accounting record. The Informational Memorandum will be completed by April 1, 2014. Any inappropriate claiming will be corrected and adjustments made by June 30, 2014.

Anticipated Completion Date: June 30, 2014

2013-028 Department of Human Services
CB-496 Report Not Complete

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Adoption Assistance (93.659)
Federal Award Numbers and Year:	1201OR1407; 2012, 1301OR1407; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

The department is responsible for reporting quarterly financial information for the Adoption Assistance program on the CB-496 report. The report contains multiple sections, including sections for reporting expenditures and prior quarter expenditure adjustments. Expenditures are actual payments made to vendors, service providers and contractors or for administrative, personnel, and other cost items. The expenditures must be actual, verifiable transactions supported by readily available accounting records and source documentation. The report also includes reporting the average monthly number of children assisted.

We found the report submitted by the department for the quarter ending June 30, 2013 was not completed correctly. We found:

- The report line item for Adoption Assistance Non-recurring Administrative Costs was not correct. The department's accounting system is intended to facilitate the reporting of expenditures on the report; however, the specific codes in the accounting system for Adoption Assistance Non-recurring Administrative Costs were not turned on, causing the $36,000 in expenditures not to be reported for this line item, but they were reported in other expenditure lines of the report.
- The report line item for the Number of Children: Title IV-E Non-Recurring Administrative Cost Expenses was underreported by an average of 47 children due to the inappropriate exclusion of a code for non-recurring expenses;
- The reported expenditures did not include all expenditures incurred. Expenditures incurred and reimbursed for transactions outside of the period of availability were

recorded in the accounting system, but excluded as expenditures on the report. See Reimbursements Claimed Outside Period of Availability (*finding 2013-025*).

We recommend department management ensure CB-496 reports are complete, accurate, and adequately supported. We also recommend department management implement processes to ensure the numbers reported for the average number of children assisted are accurate.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

For line items on the report which have no expenditures, OFS will confirm with program this information is correct. Adjustments will be completed as necessary to ensure all expenditures are reported on the correct line.

The counts of children with non-recurring Adoption Assistance administrative expenses are calculated using OR-Kids expenditure data for those Adoption Assistance services with "non-recurring" in their title. An error was made when the service types were set up in OR-Kids, such that one service that should have been designated as "nonrecurring" was not. On March 12, 2014, that service type title was corrected in OR-Kids. Counts for children receiving this service will be included in the Title IV-E Non-Recurring Administrative Cost Expenses line in future CB-496 reports.

Anticipated Completion Date: April 30, 2014

2013-029 Department of Human Services
Improve Documentation of Required Income and Benefit Verifications

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Material Weakness, Noncompliance

Federal regulations require each state to participate in the Income Eligibility and Verification System (IEVS), which includes using income and benefit screens accessible through the department's client maintenance system, when making TANF eligibility determinations. The verification of using these screens is to be documented by the caseworker in the case file for each client.

Of 60 files randomly selected for fiscal year 2013 testing, 22 showed no evidence IEVS screens were verified when determining eligibility. We verified the 22 clients did meet TANF financial eligibility criteria. However, by not documenting verification of the IEVS screens, the department increases the risk of providing benefits to individuals who are not eligible to receive benefits. The inconsistent documentation of caseworker verification of income has been an on-going issue since State Fiscal Year 2009.

We recommend department management ensure verification of income with IEVS screens is clearly documented in client case files when determining client eligibility.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We partially agree with the finding.

TANF program policy requires Self-Sufficiency workers to verify and document eligibility. Staff are also required to use the information from the IEVS screens, as well as other documentary evidence (oral or written), in determining and verifying financial and non-financial eligibility. This is consistent with federal guidance.

While the department agrees that verification of financial and non-financial requirements must be adequately documented when determining client eligibility, the department disagrees that the use of IEVS-related screens must be independently and specifically documented for every client. In fact, some partners such as the Social Security Administration that provide information used in screening applications, require in our state agreement with them that we do not document that we obtained specific information from their screens.

However, the department agrees with the need to reinforce the importance of narrating that relevant information on income was verified using the IEVS screens. The department will continue to reinforce the importance of narrating when issues with narrating this factor are identified through the current Quality Assurance and Quality Control reviews.

Training materials will be reviewed and updated as appropriate, and a message will be sent to all staff determining TANF eligibility reinforcing the need to narrate that the appropriate IEVS screens were reviewed.

Anticipated Completion Date: June 30, 2014

2013-030 Department of Human Services
Improve Compliance with Work Verification Plan

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Material Weakness, Noncompliance

Federal regulations require each state to maintain adequate documentation, verification, and internal control procedures to ensure accuracy of data used in calculating work participation rates. Each state must have procedures to count and verify reported actual hours of work activities and must comply with its Work Verification Plan as approved by the Department of Health and Human Services (HHS). Oregon's Work Verification Plan states employment attendance will be documented and verified in one of four ways: pay stubs, time cards, sign-in sheets or other specific attendance records, or by documenting a phone conversation with the employer. If a client has stable employment, the department may use a six-month projection of actual hours. However, if the department receives information that actual hours have changed,

the department is required to re-verify the current average and update the projection as needed.

We randomly selected 25 participating clients and reviewed case file documentation for verification of work activity participation for one month during the fiscal year. We found the following seven exceptions:

- For three clients the department was informed the client was no longer employed but continued to report projected hours of participation.
- For one client the department projected inaccurate hours of participation.
- For one client the department reported a standardized amount of hours instead of actual hours and did not report the hours in the appropriate work activity.
- For two clients the department did not accurately enter work hours into the automated data processing system.

These inaccurate hours were used in calculating the work participation rate reported to HHS. If the state fails to follow the approved Work Verification Plan, HHS may penalize the state. This is a repeat finding.

We recommend department management strengthen controls to ensure projected hours of participation appropriately reflect the client's employment status, reported activity participation reflects actual hours, and data entered into the automated data processing system is accurate and complete.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department identified that one of the reasons for the work hour inaccuracies is due to how the weeks are programmed in the TRACS system. The department has already begun to make programming changes to correct the automated week calendar so that it aligns with the federal report.

With respect to the errors in projected hours and client employment status, the department plans to strengthen controls and build upon current efforts to maximize accuracy in the reporting of data. Work Verification Plan reviews are currently conducted annually. This internal control process reviews for compliance with the federal participation requirements for the TANF and SSP-MOE data reports, validating accuracy of data and documentation. In addition to statewide communication on best practices as well as error trends, the department has identified point persons in each district who will help communicate to staff the correct coding of participation related information.

Quality Assurance reviews have recently begun on TANF cases across the state as a means to strengthen controls for TANF case management accuracy in the Self Sufficiency programs. These reviews will continue as resources allow, providing a review of participation practices. The elements of acting on reported changes to update projected hours accurately, as well as ensuring documented hours are input into TRACS accurately, will be specifically called out and added to the review tool. In addition, case management training materials will be reviewed to provide clear

expectations for coding the employment status, projecting hours and accurately reporting the participation hours related to employment on Self Sufficiency TANF cases.

Anticipated Completion Date: December 31,2014

2013-031 Department of Human Services
Implement Controls to Ensure Emergency Assistance Does Not Exceed Maximum Level

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$229,457

Federal regulations permit states to use federal Temporary Assistance for Needy Families (TANF) funds for activities previously authorized in a September 30, 1995, approved plan. The authorized plan permits the department to provide emergency child welfare intervention services up to $25,350 for a period of not more than 365 days. The department's procedure is to re-determine eligibility for child welfare clients every twelve months to determine if an emergent need still exists. If the re-determination is not completed within 30 days from when the review is due, emergency assistance is not authorized. The department uses its statewide automated child welfare information system, OR-Kids, to make client payments and track client information.

We reviewed child welfare client data and identified 7 cases where TANF benefits exceeded $25,350 for fiscal year 2013. Total questioned costs for these cases for the fiscal year were $220,947. When brought to their attention, department management transferred these costs to fund them with state funds instead of federal funds. In addition, we randomly selected 25 child welfare cases for testing and found the department did not perform eligibility re-determinations timely for 12 cases. Of these, 5 received TANF benefits past their eligibility re-determination dates resulting in fiscal year 2013 total questioned costs of $8,510.

These 19 exceptions were due to:

- OR-Kids coding issues causing incorrect claiming of expenditures as TANF, and/or
- OR-Kids automated notifications, intended to alert caseworkers when required re-determinations are due or the $25,350 threshold is reached, not operating effectively.

Exceptions related to child welfare payments exceeding the benefit threshold and untimely re-determinations have been on-going issues since fiscal year 2007. Further, the department has been aware of the OR-Kids ineffective operating system notifications since 2012.

We recommend department management prioritize the correction of OR-Kids coding errors and completion of monitoring reports to ensure the benefit threshold of $25,350 is not exceeded and re-determinations are completed timely.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The corrections to the seven clients who exceeded the $25,350 limit were corrected and adjustments completed to TANF in February 2014. A total of $465,040.50 was refinanced to another funding source from TANF.

Analysis determined the five clients where re-determinations were not completed timely had the re-determinations completed prior to when the sample was pulled. For these clients, their TANF eligibility ended because their re-determinations were not completed. However, the last of these client re-determinations was completed July 9, 2013. This resulted in the need to make funding adjustments in the quarters in which re-determinations were made. The current report workarounds are helping identify TANF clients that need a re-determination and they are being completed. The Federal Compliance Unit has been completing internal audits and providing findings to the Federal Revenue Specialist and Supervisor for corrective action. Information from audit findings and daily technical assistance is used to develop topics for bi-weekly conference calls between the Federal Compliance Unit and Federal Revenue Specialists. The Federal Compliance Unit also provides quarterly one-day trainings to the Federal Revenue Specialists and Supervisors to review policy and procedure.

The Federal Compliance Unit continues to work with the Office of Business Intelligence, Office of Information Services and OR-Kids to prioritize critical reports to ensure Federal Revenue Specialists have the tools they need to manage their workload and complete TANF re-determinations timely and accurately.

Anticipated Completion Date: August 31, 2014

2013-032 Department of Human Services
Improve Accuracy and Completeness of Performance Data Reports

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations require the department collect monthly, and report quarterly in the ACF-199 report, certain non-financial data elements for services paid with TANF federal funding. Federal regulations also require the department to report data quarterly, in the ACF-209 report, for TANF eligible clients whose benefits are paid with designated state funds called separate state program maintenance of effort (SSP-MOE). Reports should include all activity of the reporting period and should be supported by applicable performance records.

We reviewed data submitted on the ACF-199 reports and identified the following inaccuracies:

- The July to September 2012 quarterly report included cases that should have been reported in the separate state program maintenance of effort report.

- The July to September 2012 quarterly report did not report cases exempted from the federal time limit due to living in "Indian country" where at least 50% of the adults were not employed.
- Reported hours of work participation were inaccurately reported in 6 of 25 randomly sampled cases.

Additionally, the department did not include any data for TANF funded child welfare cases in fiscal year 2013 ACF-199 reports because child welfare system coding issues were causing data inconsistencies.

We also reviewed data submitted on ACF-209 quarterly reports and identified instances of cases being reported twice with conflicting information. For example, a client's reported work participation status indicated "participating and meeting the minimum requirements" in one entry and a second entry indicated the client was "required to participate but not meeting minimum requirements." The department is researching why certain line items are not reported accurately. This finding has been on-going since fiscal year 2010.

We recommend department management ensure complete and accurate client information is used to compile the quarterly data reports.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department agrees that the data populating the ACF-199 and ACF-209 reports need to be as accurate and complete as possible. Currently, a team of Office of Information Services (OIS), Office of Business Intelligence (OBI), Self-Sufficiency Business Analysts, and Self-Sufficiency Program (SSP) staff meets weekly to address known or presenting data quality issues for these federal reports. Significant progress has been achieved over the past year to increase the data accuracy and completeness of these reports. This includes resolving several of the items listed in this audit findings report. DHS recognizes that a continued effort is still necessary in order to resolve known data quality and data completeness issues.

The inaccurate reporting of Maintenance of Effort (MOE) clients in the FTANF report was corrected in May 2013 with a change to the selection criteria for each federal report. In addition, an alert report process was implanted to notify financial staff of clients needing to have their funding source changed. Unfortunately, the updated data was not incorporated in time for the Federal Fiscal Year (FFY) 2012 file resubmissions. This data will be correctly reported for the FFY 2013 quarters.

The department started correctly reporting cases exempted from the federal time limit due to living in "Indian country" to the Administration for Children and Families (ACF) federal reports in FFY 2013. The department implemented these changes in April 2013. Unfortunately, the updated data was not incorporated in time for the FFY 2012 file resubmissions. For FFY 2013 and forward this data will be correctly reported.

The specifics for the reported hour inaccuracies issue was investigated in early 2014. The error that was identified was that the TRACS application had a week that started counting hours from Saturday through Friday, while the data extraction coding had an alternate start day, resulting in

a mismatch of hours reported for a week. This system issue was corrected in February 2014. This fix will be reported in the rerun for the first quarter 2014 and in all subsequent files.

TANF-funded child welfare cases continue to be excluded from the ACF-199 report due to the child welfare system coding issues. A corrective action to this known issue is being actively worked. There is a team consisting of a Child Welfare Business Analyst, OBI, and Self-Sufficiency Business Analyst staff who are working to refine the requirements and data extraction coding for the data needed from the Child Welfare case management system. Progress has been made to correctly identify the population needed in the federal reports from the child welfare system, though complete data accuracy has not yet been achieved.

The TANF Policy Unit and other team members continue to work with the OBI, OIS, the Self-Sufficiency Business Analyst Team to prioritize critical data and coding changes needed to ensure accurate and complete reporting in the ACF-199 and ACF-209 federal reports.

Anticipated Completion Date: July 31, 2014

2013-033 Department of Human Services
Ensure Sufficient Supporting Documentation is Readily Available

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency

The department's Family Services Manual requires each TANF client to complete and sign an application both at the initial application and at eligibility re-determination. Completing the application form is key in determining a client's TANF eligibility. By signing the application, the client assigns rights to support received from any other person to the department, as required for eligibility by federal regulations, and agrees to actively pursue any asset for which they have a legal right or claim.

Of 60 clients randomly selected for testing, the department was unable to readily provide signed applications needed for eligibility determination for 4 of the clients. Although we were able to verify other eligibility criteria were met through review of clients' case files, we were not able to verify clients' assignment of support received and/or their agreement to pursue other assets. By not maintaining adequate documentation, the department may not be able to demonstrate compliance with all eligibility requirements.

We recommend department management coordinate resources to better maintain and more readily provide sufficient application documentation.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department is moving toward an electronic case document storage system. We believe that a coordinated and consistent process for electronic case document storage will provide more readily accessible application documentation. This effort will involve training, archiving and transfer agreements, business process development, communication plans, and technology installs. The anticipated completion date for all Self Sufficiency offices to be fully functioning with electronic case document storage is predicted to be December 31, 2014.

Anticipated Completion Date: December 31, 2014

2013-034 Department of Human Services
Questionable Interpretation of Federal Five-Year Time Limit

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Temporary Assistance for Needy Families (93.558)
Federal Award Numbers and Year:	2012G996115; 2012, 2012G991524; 2012 2013G996115; 2013, 2013G991524; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Noncompliance

The department may not be in compliance with federal regulations over TANF as it is using a different definition for eligibility than specified in the TANF regulations. The TANF federal regulations specify no state may use any of its federal TANF funds to provide assistance to a family that includes an adult head-of-household or a spouse of the head-of-household who has received federal assistance for a total of five years (i.e., 60 cumulative months, whether or not consecutive). The federal regulations over TANF also specify that states may not count toward the five-year limit any month of assistance received by an adult while living in "Indian country," as defined in section 1151 of title 18, United States Code where at least 50% of adults were not employed.

Rather than use the US Code to define "Indian country," the department uses the Bureau of Indian Affairs (BIA) definition of "service areas" as defined by 25 CFR, which is broader than "Indian country" and encompasses 24 of 36 Oregon counties. The department was directed by the US Department of Health and Human Services to seek guidance from the BIA and the Office of the Solicitor in the US Department of Interior on determining Oregon's "Indian country". The department requested guidance from BIA, who noted they did not use the term "Indian country" and provided the definition of "service area" per CFR 25.

Consequently, there may be TANF clients improperly receiving federal assistance that have exceeded the five-year time limit. Most recently, 5 of the counties in BIA's designated "service areas" had more than 50% of adults not employed. Based on this determination, for October 2012 through June 2013 the department exempted an average of approximately 2,300 total cases each month, out of approximately 25,250 statewide cases, from the federal time limit monthly count.

We recommend the department seek additional guidance from the federal government to ensure five-year time limit monthly exemptions are being appropriately applied in accordance with federal regulations.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department is currently interpreting the "Indian Country" provisions of time limits according to the Bureau of Indian Affairs (BIA) designation of "service area." The TANF policy unit, in coordination with the department's Tribal Affairs Director, will consult with the U.S. Department of the Interior to determine which areas in Oregon constitute "Indian Country." The department will make the consultation by August 2014. The department will subsequently apply the "Indian Country" exemptions to time limits according to any new guidance for Federal Fiscal Year 2015, which begins in October 2014.

Anticipated Completion Date: October 1, 2014

2013-035 Department of Human Services
Provider Eligibility Documentation Not Maintained

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Material Weakness, Material Noncompliance
Questioned Costs:	$434,435

As part of the Medicaid cluster, provider eligibility requirements differ depending upon the type of services provided; all providers, however, are subject to specified database checks and are required to sign an adherence to federal regulations agreement (agreement). State requirements also include a background check for providers such as homecare workers, personal care providers, and adult foster homes. The Department of Human Services (department) is responsible for determining the eligibility of these Medicaid providers.

We tested 50 providers receiving Medicaid funds during fiscal year 2013 and found the department could improve its documentation supporting provider eligibility. Specifically we found:

- The department could not provide evidence of required database checks for 17 providers. We were able to verify these providers were eligible to provide services.
- For three providers the department could not locate the agreements, resulting in questioned costs of $15,697.
- For one provider the department could not locate the background check, resulting in $1,532 in questioned costs.
- For six providers the department could not locate their provider file; therefore, neither an agreement nor evidence of a background check was available, resulting in questioned costs of $417,206.

We recommend department management strengthen controls to ensure all documentation supporting a provider's eligibility determination is retained. For current providers with missing documentation, we recommend the department verify they are eligible to provide services.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Department management will educate managers and staff of the regulations, policies, applications and documentation required to enroll and maintain Medicaid providers and the retention process for the provider record. This will occur at the APD Program Managers meeting, the APD Supervisory Quarterly meeting and will be followed up with an "In the Loop" newsletter article. APD will partner with the OPAR to train on this topic at the Regional meetings. Provider Relations Unit will also provide resources and education for the Developmental Disability program providers. These actions are much the same as last year's audit response, but APD has not had sufficient time elapse to see the direct result of these corrective actions. For the specific problems noted, APD will research the samples identified, review available documentation, and make any necessary adjustments to our federal claiming based on our review.

Anticipated Completion Date: November 2014

2013-036 Department of Human Services
Nursing Facility Audit Procedures Should Be Improved

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Material Weakness, Material Noncompliance

Federal regulations require the Department of Human Services (department) perform periodic audits of nursing facilities receiving Medicaid funds, with specific audit requirements outlined in Oregon's Medicaid State Plan. The purpose of these audits is to ensure nursing facilities are paid at reasonable rates to cover costs incurred by efficiently and economically operated facilities. According to the State Plan, the department meets this requirement by performing annual reviews of a sample of nursing facility financial statements.

We met with department staff responsible for ensuring the annual reviews are performed and found that documented procedures for performing the annual reviews did not exist. The department indicated that the process for fiscal year 2013 included a desk review of all nursing facilities. This review consisted of verifying the financial statements submitted by the nursing facilities were complete. The department then performed a more detailed full review of selected nursing facilities. Full reviews included ensuring adjustments were made to limit or exclude certain expenditures used in calculating the annual payment rate for nursing facilities. Full reviews were subject to supervisory review and approval.

We sampled 25 of 129 nursing facilities to verify the department's process was followed. Our sample consisted of 9 full reviews and 16 desk reviews. Based on our testing, we identified the following:

- For one facility, a full review was not completed as required per the department's methodology. When we reviewed the facility in accordance with the department's process, we found expenditure adjustments were not made.
- For two of the full reviews, it was unclear why the expenditure adjustments were not made during the course of the review.
- There was no documentation of supervisory review and approval related to the full reviews conducted.

Additionally, we found that desk reviews did not include a review of adjustments that could affect the annual payment rate. For example, under the fiscal year 2013 process, desk reviews performed did not include a review of certain expenditures the department had identified should be excluded or subject to limits.

We recommend department management document procedures for completing annual reviews and strengthen the process for conducting desk reviews to include reviewing and making adjustments that could affect the annual payment rate. We also recommend department management ensure full reviews are completed and adequately documented and evidence of supervisory review and approval is retained.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Documentation was provided on which facilities were audited and how those facilities were selected for this audit cycle. APD shared the number of facilities reviewed and draft procedures that APD will use for performing future reviews. APD will finalize procedures by the beginning of the next annual review. In addition, APD will make all adjustments that could affect the annual payment rates. APD will also document supervisory review of the process.

Anticipated Completion Date: July 2014

2013-037 Oregon Health Authority
MMIS Key Edits Should be Periodically Tested

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Material Weakness

The Oregon Health Authority (authority) is responsible for managing the Medicaid Management Information System (MMIS), which processed over $2 billion in Medicaid federally funded

claims during fiscal year 2013. To ensure payments from the MMIS are made in accordance with state and federal regulations, MMIS contains numerous edits to prevent improper payments.

Our audit of the Medicaid Cluster for fiscal year 2012 identified that certain edits related to age and gender were not functioning as intended, allowing claims totaling over $500,000 in fiscal year 2012 to be paid that should have been rejected for additional review to ensure claims were appropriate. Additionally, we found the authority only reviews new MMIS edits and does not perform testing of key system edits currently in operation to ensure they are still functioning as intended.

In response to the prior year finding, the authority requested a change to MMIS to address the age and gender edits that were not functioning. This change was not implemented by the end of fiscal year 2013 and the authority did not perform additional review of the fiscal year 2012 or 2013 claims that should have been rejected to verify those claims were appropriate. According to the authority, although it had developed a plan to address the testing of prior edits in operation, adequate resources were not available and the plan was not fully implemented during fiscal year 2013, as intended. In addition, the plan did not adequately identify and test key system edits.

We recommend authority management develop a plan that identifies key MMIS edits and implement procedures to periodically test key system edits to ensure they are functioning as intended. We also recommend management review the claims that should have been rejected by the age and gender restriction panel edits to verify those claims are appropriate.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Correct adjudication of Medicaid claims and encounters is a priority for the Oregon Health Authority (OHA). In early 2013, auditors found that the system functionality within the Medicaid Management Information System (MMIS) regarding age and gender restrictions was not as expected. A change request to correct this functionality was discussed. Recognizing the immediate need, a more expedient work-around response to strengthen the rules around age and gender procedures was created. Modifications to these claim rule tables for age and gender restrictions were put in place until the MMIS Restrictions Panel could be corrected. These diagnosis restrictions were inserted into the claim rule tables on February 19, 2013.

In an attempt to confirm that these rules were functioning correctly, a process to randomly pull 35 claims per quarter to be manually checked by staff was initiated using dates of service starting in the first quarter of 2013. The goal of this process was to see if each claim adjudicated properly based on its unique data parameters, including age and gender restrictions. No issues were found processing the claims dataset from the first quarter of 2013. Review of subsequent quarters has been delayed due to heavy workloads brought about by Coordinated Care Organization (CCO) evolutions to cover dental and mental health, ICD-10 implementation work and the manual enrollment processes associated with the Patient Protection and Affordable Care Act of 2010 (ACA) Medicaid expansion. While the manual review has been delayed, the random sample of claims has been captured each quarter. Going forward, the random claim pull will be modified to specifically focus on age and gender related procedures and other key edits, such as provider and client

eligibility. Additionally, the manual review of these claim data sets will be prioritized higher until the permanent panel correction can be finalized.

With the claim rule table modifications completed, the lack of functionality of the MMIS Restriction Panel was again brought forth in late 2013. Work on the permanent correction to the Restriction Panel began in December 2013, with the creation of a change request. Now recognized as a high priority requirement, the notice to proceed for change request was authorized on March 4, 2013. It is anticipated the correct panel functionality will be restored as of June 30, 2014.

Anticipated Completion Date: June 30, 2014

2013-038 Department of Human Services
Medicaid Payments Not Sufficiently Supported

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 97.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Allowable Costs/Cost Principles; Eligibility
Type of Finding:	Significant Deficiency; Noncompliance
Questioned Costs:	$79

Federal regulations require certain conditions be met for the Department of Human Services (department) to receive Medicaid funding for medical claims, including a written and signed application. In addition, for certain clients in community based care, the department calculates a client liability, which is a share of their monthly cost of care.

We tested 79 fiscal year 2013 Medicaid claims and found the following:

- For two clients, the department could not locate and provide applications. Through review of available documentation, we were able to determine that the clients were eligible for Medicaid.
- For one client, the social security benefits documented by the department in the client file and used to calculate the client's liability did not agree to the income per the Social Security Administration. The use of an inaccurate income amount resulted in the client liability being calculated as $20 per month less than it should have been beginning in January 2013. This error resulted in known questioned costs of $75.
- For one client, the department incorrectly entered the client's income in the system used to calculate client liability. This keying error resulted in the client's liability being calculated as $1 per month less than it should have been beginning in January 2013. This error resulted in known questioned costs of $4.

We recommend department management strengthen controls to ensure sufficient documentation is maintained to demonstrate compliance with federal requirements, and ensure the client liability is calculated accurately.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Department management will remind managers and staff of the policies, documentation and applications required to determine eligibility for our program and the forms that must be retained within the client files. These reminders will occur at the Aging and People with Disabilities (APD) Program Managers meeting, the APD Supervisory Quarterly meeting and will be followed up with an "In the Loop" newsletter article. APD will partner with the Office of Payment Accuracy and Recovery (OPAR) to train on this topic at the Regional meetings. These actions are much the same as last year's audit response, but APD has not had sufficient time elapse to see the direct result of these corrective actions. For the specific problems noted, APD will research the samples identified, review available documentation, and make any necessary adjustments to our federal claiming based on our review.

Anticipated Completion Date: November 2014

2013-039 Department of Human Services
Incorrect Federal Medical Assistance Percentage Rate Used

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Matching
Type of Finding:	Significant Deficiency; Noncompliance
Questioned Costs:	$35,983

The Federal Medical Assistance Percentage (FMAP) rates are used to determine the amount of federal matching funds a state can claim for allowable Medicaid expenditures. These rates are updated yearly by the federal government and are effective October 1. According to federal regulations, the Department of Human Services (department) should use the FMAP rate in effect when the transaction is processed.

For transactions processed by the state's accounting system, instead of another system such as MMIS, the department creates new transaction coding that should be used by staff to apply the FMAP rate in effect**.** We tested 43 Medicaid transactions processed by the accounting system. For two transactions processed in October 2012, the department used the coding for the prior FMAP rate, which had not been inactivated. Based on these results, we performed procedures to identify other transactions inappropriately using prior year coding and found two additional transactions. As the FMAP rate decreased in fiscal year 2013 from the prior year, the department incorrectly claimed $35,983 as federal expenditures for the four transactions. At the time of our inquiry, the department had not identified or corrected these transactions.

We recommend department management correct the transactions processed with this incorrect coding. We also recommend department management ensure system coding is appropriately updated to allow only current FMAP rates to be used.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department has implemented a process change related to Program Cost Account (PCA) structure. The Office of Financial Services (OFS) now enters an `effective end date' on PCA's to prevent a PCA from being used on a transaction after the grant period has closed.

The four identified transactions have been corrected in the accounting system with balance transfers. Additional research is being done to ensure there are no additional documents that need adjustment.

Anticipated Completion Date: The change in process was implemented March, 2014.

2013-040 Department of Human Services
Nursing Facility Provider Health and Safety Standard Surveys Not Performed Timely

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP;2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP;2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

According to federal regulations, the Department of Human Services (department) must conduct surveys of nursing facilities receiving federal monies to determine compliance with applicable federal requirements. The survey should include prescribed health and safety standards and occur at a survey interval of no greater than 15 months.

We reviewed 25 of the 145 nursing facilities receiving federal monies to verify the department performed the surveys and at an interval not exceeding 15 months. For 3 of the 25 facilities, the surveys were not completed within the 15 month interval, but were two to three months late.

According to the department, the reviews were not completed timely due to limited staffing resources. Without completing surveys in the time frame stipulated by federal regulations, there is an increased risk that Medicaid clients could receive substandard care.

We recommend management develop a plan based on current resources to ensure the timely completion of provider health and safety standard surveys for nursing facilities.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Oregon has a long history of meeting the Centers for Medicare and Medicaid Services (CMS) performance standards related to surveying facilities in fewer than 15.9 months. The Nursing Facility Licensing Unit is dedicated to bringing our CMS performance standard back into compliance and we are anticipating reaching compliance in early 2016. Over the past four years various staffing resource issues, such as the position freeze and mandatory furloughs, have significantly affected our ability to complete our work timely. In fact, our vacancy rate for

surveyors reached 34% by the end of the freeze. Implementation of the Quality Indicator Survey (QIS) also contributed to our failure to meet the CMS performance standards. In addition to the general difficulties inherent of a new process and system, this new federally mandated survey process has increased our required survey team size (particularly for small facilities), increased training requirements, and lengthened total survey time.

Over the past three years we have implemented several continuous improvement activities that have resulted in efficiency gains to the survey process, in turn reducing the amount of time it takes to survey a provider. Those efficiencies have resulted in a 33% reduction in new surveyor training time. We have made efforts to minimize survey related travel and made a 10% reduction in report writing time. We have also implemented an Electronic document workflow process, streamlined our report review process to facilitate a faster turnaround time between surveys, and provided provider training on how they can prepare for the new QIS process.

Over the coming two years, we will take a number of steps to bring the department into compliance. By May 2014, we plan to have all six current surveyor vacancies filled. By April 30, 2015, all new surveyors will be trained, Surveyor Minimum Qualifications Test (SMQT) certified and QIS registered. During this time we will also assess the survey and training teams to optimize production, optimize survey and surveyor turnaround time, evaluate utilization of CMS approved survey contractor to help us complete surveys and evaluate our surveyor recruitment process to enable us to reach better and more qualified applicants.

Our goal is to achieve compliance, and to have no facility with a survey interval over 12.9 months (which is well below the required 15.9 months). We estimate this will be achieved in early 2016.

Anticipated Completion Date: March 31, 2016

2013-041 Oregon Health Authority
Required Provider Screening Not Documented

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Eligibility; Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations require the Oregon Health Authority (authority) to screen all Medicaid enrolled providers by ensuring providers are not listed in any of the following four federal databases: the Social Security Administration's Death Master File (DMF), the National Plan and Provider Enumeration System (NPPES); the List of Excluded Individuals/Entities (LEIE) and the Excluded Parties List System (EPLS).

During our review, we found that the authority did not maintain adequate documentation of their provider screenings. Authority management stated all required database checks were occurring; however, documentation of those checks was not maintained and the authority was unable to provide other documentation demonstrating its compliance with the required

screening. Providers not screened in accordance with federal requirements could be ineligible for Medicaid funds, which would require the authority to repay the federal government for any funds the authority awarded to the ineligible providers.

We recommend authority management maintain evidence of the initial and renewing database checks for enrolled providers.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

It is important to the Division of Medical Assistance Programs (DMAP) that all program integrity requirements to keep excluded persons or entities from participating in the Medicaid programs be followed. Checking the multiple exclusion databases for newly enrolling Medicaid providers has been operational since March, 2011, when the Patient Protection and Affordable Care Act of 2010 (ACA) became effective. The processes necessary to comply with these checks are documented within the provider enrollment policy and procedures manual.

In addition to newly enrolling providers, all providers within the Medicaid Management Information System (MMIS) are checked against the Medicare Exclusion Database (MED) on a monthly basis. This monthly MED search results in a report being produced that indicates possible matches to excluded individuals or entities. This report is then worked by staff who are tasked to make a determination on the validity of a possible match. If the match is verified, the excluded individual or entity would immediately be terminated from the Medicaid program. These processes contribute to the high levels of confidence that no excluded individuals or entities are participating in the Oregon Medicaid programs.

A prior audit found that historical documentation of these database checks was not sufficient. To address this, an MMIS change request was written on March 28, 2013. This change request will expand the provider panel to include a series of check boxes where the enrollment staff could record what databases were checked and when they were checked. The initial estimated completion date for change request was October 31, 2013.

Unfortunately, all available resources, including those working on the change request, were redirected to support the alternative enrollment methods employed to meet the January 1, 2014, deadline for the Medicaid expansion brought about by the ACA. While the expansion was successful, work to get the change request completed did not occur until late March 2014. It is now estimated that the change request will be completed by June 30, 2014.

Once operational, these exclusion database check boxes will be applied to newly enrolling providers. All providers will be documented for exclusion checks upon the completion of the ACA provider revalidation requirement. This revalidation requirement is targeted for completion in March 2016.

Anticipated Completion Date: March 31, 2016

2013-042 Oregon Health Authority
ADP Risk Analyses and System Security Review Procedures Need Strengthening

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	05-1205OR5MAP; 2012, 05-1205OR5ADM; 2012, 05-1305OR5MAP; 2013, 05-1305OR5ADM; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulation (45 CFR §95.621) prescribes that states are responsible for the security of all operational Automatic Data Processing (ADP) systems involved in the administration of health and human service programs, including Medicaid. ADP requirements include establishing a security plan, biennially reviewing ADP system security installations involved in program administration, and establishing and maintaining a program for conducting periodic risk analyses, which include performing risk analyses whenever significant system changes occur.

Prior year findings, dating back to fiscal year 2007, indicate that the Oregon Health Authority (authority) has not devoted sufficient resources to fully comply with the federal requirement to perform ADP risk analyses and system security reviews. Inquiries with the authority during fiscal year 2013 revealed the following:

- The authority does not have a documented security plan addressing federally required components. The authority, however, does conduct vulnerability scans of the Medicaid Management Information System (MMIS) software at least every three years with the most recent scan performed in August 2012.
- The authority has not conducted reviews of the ADP system security installation on a biennial basis. The most recent review conducted over the MMIS system was in April 2011. Further, the authority has not conducted any other system security installation reviews of the other systems involved in the administration of the Medicaid program.
- The authority does not have a formalized risk analysis program in place to address all systems involved with the administration of the Medicaid program. The authority obtained a SSAE 16 Type II review of the MMIS from a third party for the audit period, which focused on user access and system security. The authority did not obtain a review of the several additional systems employed to administer the Medicaid program.

Without conducting ADP risk analyses and security reviews in accordance with federal regulations, the authority is less able to determine whether systems administering the Medicaid program are adequately safeguarding program assets and maintaining program integrity.

We recommend authority management develop a security plan that addresses all federally required components, develop and implement a formalized risk analysis program, and ensure system security reviews are conducted timely for all applicable systems involved in the administration of the Medicaid program.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

We agree the Department of Human Services and Oregon Health Authority have not completed all the elements of a formal ADP risk analysis and security review of the Medicaid systems. However, as we have previously communicated, the agencies have traditionally relied on third-party assessments (such as the SOC1 report from TKW), audits from Office of Inspector General, Secretary of State, and the Enterprise Security Office's Annual Information Systems Business Risk Assessment report to provide this information. Security control assessment is included in these assessments. Vulnerability assessment scans of the MMIS system software are periodically performed at least every three years or whenever major changes are made to the system. The last assessment took place in August 2012. The next assessment is scheduled for later in 2014. We use these audits and reports, as well as leveraging reports from the Privacy and Incident Response section, to assist in that determination. While not strictly a formal risk assessment per se, it does provide an analysis of controls from both a system as well as program perspective. In addition, Information Security and Privacy Office (ISPO) staff have conducted security walk-throughs of the State Data Center on a number of occasions as required by the Internal Revenue Service (IRS). The agencies also have the Change Activity Board (CAB) and the Architectural Review Board which gives/requires the Information Security and Privacy Office (ISPO) the opportunity to review proposals for security issues and impact on the IT security environment.

We also agree that we need to develop a formal risk assessment and security review program based in industry standards and best practices that assesses risks for programs as a whole and not on a system-by-system basis. ISPO has hired a position for this activity and expects to have it in operation by June 30, 2014. It is envisioned that this program will be policy based. The program will use tools and techniques based on National Institute of Technology and Standards (NIST) principles and standards. The overarching goal is to ensure that security risk analysis is conducted when appropriate on a regularly scheduled basis. It is expected that the program will work closely with the Internal Audits and Consulting Unit to ensure that peer review of findings is included as an integral part of the ongoing risk assessment program.

Anticipated Completion Date: December 31, 2014

2013-043 Oregon Health Authority
Obligations Incurred Outside of the Period of Availability

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Immunization Cooperative Agreements (93.268)
Federal Award Numbers and Year:	5H23IP022550-10; 2012
Compliance Requirement:	Period of Availability
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$87,930

Federal grants generally limit the availability of federal funding to a specified period of time. Under those regulations, expenditures may only be charged to an open grant phase for the program.

Due to the accounting system continuing to charge payroll and cost allocations to a closed grant phase, and due to inadequate review of balance transfers, expenditures continued to be charged to a grant phase beyond its period of availability.

The authority successfully reversed the payroll and cost allocation costs but missed $87,930 in phase 13 costs that remained incorrectly coded as phase 12 costs in the accounting system.

We recommend management strengthen its review of balance transfers to ensure costs are not charged to a grant outside of its period of availability. We further recommend management consider implementing a process to limit the charging of costs to a closed grant thereby minimizing the need for corrections.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Currently, the Immunization section follows the Center for Public Health Practice process, which is, as follows:

1. *Section fiscal analyst prepares documentation of the original transaction from SFMA with an explanation on why the transfer is requested.*
2. *Request is submitted to the Practice Program Support Manager (PSM) for review and approval.*
3. *If approved, PSM emails request to the Office of Financial Services (OFS).*
4. *Request is reviewed by OFS divisional liaison.*
5. *If approved, adjustment is entered by OFS.*

Going forward, step 1 above will be expanded to include attaching source documentation from the original documentation. This will allow confirmation that the adjustment is appropriate to the period of availability.

Anticipated Completion Date: April 1, 2014

2013-044 Oregon Health Authority
Federal Financial Reports Not Supported by Accounting Records

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Immunization Cooperative Agreements (93.268)
Federal Award Numbers and Year:	5H23IP022550-10; 2012, 3H23IP000693-01S1; 2012, 1H23IP000767-01; 2013, 1H23IP000785-01; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Quarterly and Final Federal Financial Reports are to include all activity of the reporting period and are to be supported by underlying accounting records. Final Federal Financial Reports are to report the entire amount authorized and disbursed by the end of the award period.

We reviewed the Final Federal Financial Report for the Immunization program and found that the authority reported the full award amount as obligated and disbursed by December 31, 2012. However, an error in certain county payments caused a delay in disbursement of some 2012 obligations until the first quarter of calendar year 2013. Consequently, the authority submitted the wrong report; an interim Federal Financial Report should have been submitted and the amount of un-liquidated obligations should have been annotated to reflect unpaid expenses.

Additionally, due to inadequate reconciliation procedures two of the three quarterly Federal Financial Reports reviewed contained quarterly expenditure totals that did not agree to the accounting records, indicating the accounting records could be in error.

We recommend management ensure the appropriate report is submitted at the end of a grant period. We also recommend management strengthen its reconciliations of Federal Financial Reports to ensure accounting records fully support reported amounts.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Management emphasized the need for staff to properly identify individual grant reporting requirements and stressed the need to communicate effectively between program staff and the Office of Financial Services (OFS). OFS will review adjustment requests for effective dates and invoice descriptions to determine validity of expenditures. OFS staff will review the Notice of Award and determine if the financial report should be an interim, quarterly, annual or final report. OFS staff will monitor grants after federal reporting has occurred to ensure no additional entries are made and make sure accounting structure is shut down to prevent future occurrences. OFS will expand queries of the datamart to measure expenditures by grant component.

Anticipated Completion Date: April 1, 2014

2013-045 Oregon Health Authority
Strengthen Controls Over Supporting Documentation

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Immunization Cooperative Agreements (93.268)
Federal Award Numbers and Year:	5H5H23IP022550-10; 2012, 3H23IP000693-01S1; 2012, 1H23IP000767-01; 2013, 1H23IP000785-01; 2013
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Significant Deficiency

Programs funded by the federal government generally have requirements regarding what types of goods and services are allowed to be purchased with federal funds. Payroll costs are generally allowable as long as the payroll costs are in line with the purpose of the program.

We reviewed a sample of 51 employee pay periods, which included reviewing employee timesheets and reports used to support payroll funding splits in the Oregon State Payroll Application (OSPA) to verify that the payroll expenditures were for program related purposes. The funding splits shown on four of the reports tested did not agree to the actual funding splits

used in the OSPA. In addition, the department was unable to locate and, thus, we were unable to review 11 of the reports used to support payroll funding splits in the OSPA.

Although the funding split differences identified in the audit did not exceed $10,000, inadequate retention of funding split reports and lack of verification of funding splits entered into OSPA may result in the authority charging and not detecting unallowable costs to Immunization grants.

We recommend management ensure controls are in place to review and retain reports used to justify payroll funding splits. Management should ensure funding splits entered into OSPA are appropriate, including those with differences noted during the audit.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The Oregon Immunization Program has developed a process for centralized tracking of payroll documents and assigned responsibility to specific positions. Immunization staff was trained on the improved workflow for payroll documents. This process was tested from July 2013 through January 2014, and formalized in Unit Guideline OPS001 (dated January 28, 2014).

Anticipated Completion Date: January 28, 2014

2013-046 Oregon Housing and Community Services Department
Review of Subrecipient Costs for Allowability Should be Improved

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (93.568)
Federal Award Numbers and Year:	2012G992201; 2012, 2013G992201; 2013
Compliance Requirement:	Activities Allowed or Unallowed; Subrecipient Monitoring
Type of Finding:	Material Weakness, Noncompliance

Federal regulations state that Oregon Housing and Community Services (OHCS), as a recipient of federal awards, must monitor the activities of subrecipients, as necessary, to ensure that federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements.

Management informed us that their control over allowable costs exists through the subrecipient monitoring function. We reviewed subrecipient monitoring files and found insufficient evidence to provide assurance that OHCS' control is effective at ensuring only allowable costs are reimbursed with federal funds. We reviewed financial information submitted by subrecipients through a sample of 40 Requests for Funds and identified the following instances of noncompliance, resulting in questioned costs that exceeded $10,000:

- Reimbursement of depreciation charges for assets purchased with federal funds
- Reimbursement of unallowable interest and late payment fees;

- Reimbursement of costs attributed to LIHEAP that should have been funded by non-federal sources; and
- Lack of support for indirect costs allocated to LIHEAP.

By not performing sufficient and effective subrecipient monitoring, OHCS may not detect inappropriate use of federal funds or inadequate tracking and monitoring of equipment.

We recommend OHCS management implement internal controls for subrecipient monitoring to ensure federal reimbursements are for allowable program activities.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

This relates to finding 2013-047. The program monitor's continued attention to detail documentation during annual visits coupled with the additional review by the grant specialist and program analyst of Request for Funds will increase sufficient and effective subrecipient monitoring. The enhanced process ensures federal reimbursements are for allowable activities.

Anticipated Completion Date: April 30, 2014

2013-047 Oregon Housing and Community Services Department
Strengthen Controls Over Cash Management

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (93.568) Community Services Block Grant (93.569)
Federal Award Numbers and Year:	2012G992201; 2012, 2013G992201; 2013, 2012G994002; 2012, 2013G994002; 2013
Compliance Requirement:	Cash Management
Type of Finding:	Material Weakness

Federal regulations require program costs be paid with entity funds before reimbursement is requested from the federal government. The exception to the cost reimbursement basis is the advancement of federal monies to meet immediate cash needs. When federal funds are provided prior to the expending of entity funds, recipients must minimize the time elapsing between the advancement and use of federal funds. Oregon Housing and Community Services (OHCS) is responsible for ensuring its subrecipients minimize the time between the draw-down and disbursement of federal funds for federal program purposes.

OHCS program coordinators review "Requests for Funds" (RFFs) at a summary level prior to approving the federal draw-down of funds, but do not have any detail or supporting documentation available to determine what the costs are or whether they were paid for with subrecipient funds prior to the reimbursement request or immediately after the advance of federal funds. OHCS management has attempted to implement cash management controls through the subrecipient monitoring function, which only occurs annually and provides little assurance that draws are on a reimbursement basis or that advances of federal funds are not held but expended soon after advanced.

By not ensuring cash management requirements are adhered to, OHCS may be providing cash advances for needs that are not immediate, reimbursing costs that have not yet occurred, and allowing subrecipients to be noncompliant with federal cash management requirements. This is a repeat finding.

We recommend OHCS management strengthen its controls to ensure RFFs are for allowable costs already paid for by the subrecipient, advances are made only to meet immediate cash needs, and advances are expended soon after advanced.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

The process of monitoring cash management controls currently includes review of detailed documentation by the program monitor during annual visits to each subrecipient. The agency is expanding the process to include review by the grant specialist for any anomalies of the requests for funds and then a random sampling selection by the program analyst that incorporates notification to subrecipients of additional documentation needed on Request for Funds at the time of submission. Enhancing the current process to include additional reviews by the grant specialist and program analyst will ensure compliance with cash management requirements.

Anticipated Completion Date: April 30, 2014

2013-048 Oregon Housing and Community Services Department
Improve Controls Over Subrecipient Cost Allocation Plans

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (93.568) Community Services Block Grant (93.569)
Federal Award Numbers and Year:	2012G992201; 2012, 2013G992201; 2013, 2012G994002; 2012, 2013G994002; 2013
Compliance Requirement:	Allowable Costs/Cost Principles; Subrecipient Monitoring
Type of Finding:	Material Weakness

Federal regulations state that Oregon Housing and Community Services (OHCS), as a recipient of federal awards, must monitor the activities of subrecipients, as necessary, to ensure that federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements. Federal cost principle circulars are applicable to OHCS subrecipients that receive federal pass-through funds and require the use of cost allocation plans or indirect cost rates for costs that are allocated to federal programs. OHCS is responsible for reviewing its subrecipients' cost allocation plans to ensure expenditures charged to federal programs are allowable and equitably distributed.

We reviewed 17 subrecipient fiscal monitoring files and found that although all files included a copy of a cost allocation plan, there was no evidence that the plans were reviewed for reasonableness or were appropriately applied when determining program costs.

Through a sample of 40 Request for Funds, we reviewed financial information submitted by subrecipients and found that cost allocation plans varied in their complexity. The uniqueness

and variety of cost allocation plans makes monitoring cost allocation transactions challenging and increases the risk that costs could be inappropriately allocated to federal programs.

Due to a lack of sufficient monitoring procedures to ensure subrecipients understand and apply appropriate cost allocation practices, OHCS' subrecipients may be routinely requesting reimbursement for allocated costs that are not unallowable. This is a repeat finding.

We recommend OHCS management develop procedures and provide training to staff to ensure the cost allocation plans of its subrecipients are sufficiently reviewed to determine whether the cost allocation plans provide for an equitable allocation of allowable costs to federal programs.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

Partial corrective action already taken includes the inspection and attachment of all current subrecipient cost allocation plans to the inspection files. In addition to the action already taken, further review and testing of subrecipient cost allocation practices incorporated into existing processes (e.g., Master Grant Agreement and annual subrecipient monitoring) will ensure alignment with the state cost principles that apply and allocation of allowable costs attributed to applicable federal programs.

Anticipated Completion Date: April 30, 2014

2013-049 Oregon Housing and Community Services Department
Improve Subaward Reporting under the Transparency Act

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (93.568) Community Services Block Grant (93.569)
Federal Award Numbers and Year:	2012G992201; 2012, 2013G992201; 2013, 2012G994002; 2012, 2013G994002; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

The Federal Funding Accountability and Transparency Act (FFATA) require Oregon Housing and Community Services (OHCS) to report subawards that meet certain criteria. The fiscal year 2013 LIHEAP and CSBG prime awards met the criteria for subaward reporting under FFATA. Subaward reports are required to be filed in the FFATA Subaward Reporting System (FSRS) no later than the end of the month following the month in which the subawards were made.

During our testing of CSBG we identified that four duplicate reports were submitted from February to May, resulting in OHCS over-reporting approximately $9.6 million on the federal reporting website. According to OHCS staff, this situation was caused by a system glitch. Once we notified OHCS of the issue, they corrected the amount reported.

For the LIHEAP 2013 grant, OHCS was not able to upload subaward information to the federal website. Although OHCS properly identified that the subaward met the requirements for reporting, the grant award was not available on the federal website.

In order to be compliant with federal requirements, OHCS should have notified the federal agency of the system issue so the grant award could be properly entered into the federal system. The LIHEAP FFATA report was due in December 2012. OHCS took steps to notify the federal agency in December 2013.

We recommend management implement a procedure to ensure that reports are not duplicated on the federal reporting website, and that management contact the federal awarding agency in a timely manner if they are unable to submit a report.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with this finding.

Improvements to the process for subaward reporting already occurred. The process now includes secondary review by an additional staff (i.e., Grants Unit leader or designee) of any subaward entries, federal website content review, and timely notification of a federal awarding agency if problems with entry or website features.

Anticipated Completion Date: December 2013

2013-050 Department of Justice
Strengthen Controls Over Reporting

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Child Support Enforcement (93.563)
Federal Award Numbers and Year:	1304OR4005; 2013, 1204OR4005; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Management is responsible for designing and implementing controls to provide reasonable assurance that reports of federal awards submitted to the federal awarding agency include all activity of the reporting period, are supported by underlying accounting records, and are fairly presented in accordance with program requirements.

We reviewed the Child Support Enforcement Program Expenditure Report for the quarter ended June 30, 2013, and were unable to determine if it was prepared entirely in accordance with program requirements. Our review determined that the agency considered about $791,000 more in expenditures when preparing the report than the auditor could independently confirm existed in the accounting records. The department was unable to provide sufficient documentation to demonstrate that the report was complete and accurate.

Additionally, we found four immaterial errors within the report that led to incorrect amounts reported on the administration costs, fees and recoveries, and collections lines.

We recommend department management strengthen controls to ensure that the reported amounts are complete, accurate, and agree to accounting records. We also recommend management review the reports submitted for fiscal year 2013 and submit corrections to the federal awarding agency if necessary.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We concur there is a need to strengthen controls to ensure that the reported amounts are complete, accurate, and agree with the accounting records. This will be carried out by:

- *Developing and documenting a process for preparing the Child Support Program 396A expenditure report. This process will ensure that all relevant transactions are included for the reporting period and that the same rules and measurements are followed in all of the periods being reported.*
- *Establishing a spreadsheet that provides the three-way reconciliation starting from the Statement of Financial Report (SFR) 425 to the 396A expenditure report and finally to the accounting records. Any resulting variance will be researched, documented, and given its final disposition.*
- *Implementing a review process with shared responsibilities between management from the Administrative Services Division (ASD) and the Child Support Program. The ASD Financial Services Accounting Manager will have the responsibility for reviewing the validity, accuracy, and completeness of the accounting information reported. The Child Support Program Performance, Budget, and Statistics Manager will review the report for program requirement compliance.*
- *Re-creating the 396A expenditure report and the 034A collections report for state fiscal year 2013 using the newly developed process. Management will review the reports on the basis of their shared responsibility.*

Anticipated Completion Date: Developing and documenting the new reconciliation process will be completed by May 31, 2014. Further, we anticipate reviewing and submitting corrections, if needed, for the 396A expenditure report and the 034A collections report for the state fiscal year ending June 30, 2013, by September 30, 2014.

2013-051 Department of Justice
Improve Documentation of Cash Draws

Federal Awarding Agency: U.S. Department of Health and Human Services
Program Title and CFDA Number: Child Support Enforcement (93.563)
Federal Award Numbers and Year: 1304OR4005; 2013, 1204OR4005; 2013
Compliance Requirement: Cash Management
Type of Finding: Significant Deficiency

Federal regulations require program costs be paid with entity funds before reimbursement is requested from the federal government. The exception to the cost reimbursement basis is the advancement of federal monies to meet immediate cash needs. When federal funds are provided prior to the expending of entity funds, recipients must minimize the time elapsing between the advancement and use of federal funds. Management is also responsible for maintaining a system of internal controls designed to provide reasonable assurance of the achievement of program requirements. A system of internal controls includes retaining documentation that supports the transactions and having it readily available for examination.

We reviewed 9 of the 55 cash draws representing $8,527,458 in federal funds that occurred during fiscal year 2013 and found that the supporting documentation retained for all 9 was insufficient to determine if the cash draw was for immediate cash needs and had been drawn in a manner to minimize the time elapsed between the draw and use of the funds.

We recommend department management improve procedures and controls to ensure cash draws are in compliance with federal program requirements and sufficient documentation is retained to support each cash draw.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We concur that the finding of insufficient documentation in connection with cash draws existed during the audit period ending June 30, 2013. We had previously noted this and had already implemented corrective actions. Those actions consist of:

- *All cash draws now provide complete supporting documentation. We have defined payroll estimates as prior month's actual payroll plus a small buffer of $25,000 for payroll adjustments and fluctuations. Print screens from the accounting system R*STARS are attached to corroborate actual payroll expenditure from prior month as well as mid-month recorded adjustments. Other supporting documentation to the payroll estimate such as retirements and new hires are provided by the Program's Budget Analyst through e-mail. Cash draws for actual invoice amounts are supported by copies of transaction documents such as voucher's payable or balanced transactions and approved invoices.*
- *The previous practice of drawing funds based on a predetermined schedule has been replaced with a new practice. Now Child Support recoveries and the federal portion of Program related service fees will be utilized for those expenditures that can be paid out of these funds, including payroll, in lieu of drawing federal funds. This practice reduces the frequency of federal fund draws. Funds are only drawn when the balance of recoveries and fee revenues are not sufficient, or when the expenditure, by program policy, must be paid out of federal funds. Closer monitoring of Program expenditures has enabled the Department to reduce the timeframe between the draw down and disbursement of federal funds.*
- *A spreadsheet that is maintained by the Child Support Grant Accountant provides information on the time elapsed between the request, receipt of, and disbursement of federal funds. The same spreadsheet provides a list of the expenditures paid by the funds drawn from the federal awarding agency. When using federal funds, the goal is to minimize the time elapsed between the receipt of the federal funds and the payments for Program purposes.*

2013-052 Department of Human Services
Controls Over EBT Card Security Were Not Followed

Federal Awarding Agency:	U.S. Department of Agriculture
Program Title and CFDA Number:	Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.561)
Federal Award Numbers and Year:	Undetermined
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

Clients participating in the SNAP program receive benefits electronically via EBT cards. Federal regulations require that the department provide certain minimum security and control procedures over EBT cards. The department has established procedures to meet the minimum requirements, including limiting access to EBT card stock to authorized personnel, conducting monthly inventory counts of cards and utilizing logs to record destruction of returned cards. These procedures are communicated to branch offices responsible for issuing EBT cards to clients through the Field Business Procedures Manual.

We visited 12 of 120 branch offices to determine if the department's procedures were being followed. Based on our visits, the department did not adequately monitor the branch offices to ensure that they were following established procedures. Specifically, we found:

- Two branch offices kept EBT card stock secured, however, the key to the locked cabinet was kept in a location known to more than authorized personnel.
- Six branch offices did not always perform the monthly inventories of EBT card stock. It ranged from one branch not performing inventory for three months to another branch not completing them for the entire year.
- One branch did not use the destruction log and was not aware of the requirement to use the log.

Failure to follow the established procedures could result in the misappropriation and misuse of EBT cards.

We recommend department management ensure branch offices are aware of and follow the established procedures for securing EBT cards.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

DHS is developing a Financial Desk Training for Aging and People with Disabilities (APD) and Self Sufficiency Program (SSP) staff, whose duties involve financial business process, and field managers. The Financial Desk Training will include a section on the established procedures for Electronic Benefit Transfer (EBT) card security. The Field Business Procedures Manual and the Business Review Tools are used as a basis for the training curriculum. Managers will receive training prior to June 2014, along with expectations for complying with EBT card security and inventory procedures. In addition, a communication will be provided to office leadership

regarding the importance of securing EBT cards and following the policy outlined in the Field Business Procedures Manual for monthly inventory.

Anticipated Completion Date: June 30, 2014

2013-053 Department of Education
Claims Paid Outside the Allowed Claim Window

Federal Awarding Agency:	U.S. Department of Agriculture
Program Title and CFDA Number:	Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559) Child and Adult Care Food Program (CACFP)(10.558)
Federal Award Numbers and Year:	7OR300OR3; 2013, 7OR300OR3; 2012
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$230,802

Federal regulations require sponsors participating in the Child Nutrition Program to claim reimbursement for meals to children within a specified timeframe of 60 days following the last day of the full month covered in the claim. Generally, late claims are not to be paid with federal program funds unless authorized by the federal Food and Nutrition Service office.

During fiscal year 2013, department management implemented a manual process to identify late claims processed in error by its online application. While implementing and refining the identification process, a number of late claims were missed and subsequently paid, resulting in the following overpayments:

- NSLP - Eight sponsors overpaid by approximately $230,090
- CACFP - One sponsor overpaid by approximately $712

We recommend department management strengthen its controls and ensure compliance with submission timeframe requirements of the program. We also recommend management work with the federal agency to resolve the overpayments.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

Program managers worked with all sponsors affected by the overpayment of claims and all were eligible for one-time exceptions for the late claims. All submitted acceptable corrective actions and the affected claims were reprocessed as one-time exceptions; therefore, there was no resulting overpayment.

Auditors were notified of the actions taken prior to audit closure; however, the report does not acknowledge that ODE remediated the issues during the audit.

The department has updated the process for reviewing claims to ensure that claims are paid within the allowed claim window, based on Secretary of State's recommendations. The department will run a query on approved claims to identify claims outside of the claim window; investigate the

reason for approval; process if eligible for payment; and take claims out of payment queue if not eligible for payment or one time exception. CNP managers will approve out-of-date claims that are eligible for payment and put a comment on the claim in activity log of CNPweb.

2013-054 Department of Education
FNS-777 Report - Not Reporting All Activity in the Period

Federal Awarding Agency:	U.S. Department of Agriculture
Program Title and CFDA Number:	Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559) Child and Adult Care Food Program (CACFP) (10.558)
Federal Award Numbers and Year:	7OR300OR3; 2013
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Federal guidelines require the department to use the FNS-777 form to report certain financial information related to the Child Nutrition Program Cluster and the Child and Adult Care Food program. Key items include total expenditures in excess of federal draws (unliquidated obligations) and the federal share of those obligations. Our review of the FNS-777 report for the period ending June 30, 2013, identified the following errors:

- Line 10h of the report did not include the unliquidated obligations, resulting in the following under-reported total expenditures:
  - NSLP $3,632,519
  - CACFP 523,687
  - SBP 1,206,101
  - SFSPC 374,254
  - SMPC 2,190
- Line 10j of the report is used for reporting the federal share of the unliquidated obligations from line 10h; however, on the June 30, 2013, report no amounts were reported on this line.

Department management did not ensure the report was prepared in accordance with program requirements.

We recommend department management strengthen existing controls to ensure federal FNS-777 reports are prepared in accordance with federal guidelines; specifically, ensuring the reports include all expenditures of the reporting period.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

The department did not properly report the total expenditures on the FNS-777 form for the Child Nutrition Program (CNP) cluster and the Child and Adult Care Food program. We reported only expenditures equal to the amount of federal funds drawn down as of the reporting date.

We have updated our reporting procedures to reflect a complete accounting of all expenditures and outstanding obligations on the FNS-777 for the period reported. We have provided additional

training to the staff responsible for reporting the FNS-777 expenditures. The process has been updated to accurately reflect expenditures in excess of federal draws.

2013-055 Oregon Employment Department
Overpayments to Claimants

Federal Awarding Agency:	U.S. Department of Labor
Program Title and CFDA Number:	Unemployment Insurance Program (17.225)
Federal Award Numbers and Year:	UI-22333-12-55-A-41; 2012, UI-23913-13-55-A-41; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations establish guidelines for the Unemployment Insurance Program and specify which benefit program a claimant is eligible to receive benefits from. The department is responsible for ensuring adequate controls are in place to ensure compliance with applicable federal laws and regulations.

During our fiscal year 2011 and 2012 audits we identified instances where claimants were overpaid and we made recommendations to the department to address these overpayments. During fiscal year 2013, the department made progress towards resolving overpayments by developing reports to identify duplicate payments; however, they were not run or reviewed consistently during the year. After our follow-up, the department generated the reports and of the 111 claimants our testing identified with an overpayment, the department identified and established an overpayment for only 74 of the claimants. The remaining 37 claimants were not captured on the reports and had the characteristics indicated below.

- For 28 claimants, a duplicate payment had been identified at some point but the overpayment was never established.
- For 9 claimants, neither the department's report nor other procedures had identified the duplicate payments.

Failure to identify and record overpayments inhibits the Department's ability to notify the appropriate individuals of their overpayment and recover the overpayments.

We recommend department management continue to work to establish adequate processes to prevent, identify, and timely process overpayments that occur.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

All overpayments identified in this finding have been established and are going through our regular collection procedures. We are running ad hoc reports to identify if there are similar types of situations that exist outside of the population of claims examined during the audit. This examination, and the establishment of any overpayments discovered as a result, will be completed by the end of July 2014.

To catch these types of duplicate payment errors in the future, we are working on three periodic reports:

1) *Most of these situations resulted from an overpayment being initially established (either on its own or as part of what we refer to as the 'combo process' which involves setting up an overpayment at the same time different benefit eligibility is being addressed so the two can be offset against each other as the decisions are issued). These overpayments were erroneously reversed. These cases should have appeared, but did not, on the report we regularly run showing claims where a decision creating an overpayment was issued, but no overpayment was established. The report was incorrectly considering an overpayment to have been set up even if that overpayment was subsequently reversed. This report was updated in January 2014, so these types of errors will now appear on the report so they can be identified and addressed much more quickly.*
2) *The second report we updated was designed to identify when a claimant was paid more than once for the same week. The report was not identifying all of these situations. Upon review, we determined that the report was looking at just the four most recently completed weeks and then checking to see if any of them had previously been paid. There were some cases where the person had an older week that was then more recently claimed. The report, as configured, did not identify these situations. The report was reconfigured in January 2014 so that it now looks at the last activity date, meaning if any week previously was paid, and is subsequently repaid, it will appear on this report.*
3) *The third situation is when a claim has been re-determined or canceled and as a result there is an overpayment. We previously made changes to our work flow processes to avoid those claims not having the overpayment be established. The audit revealed that this was still occurring in some situations. We are creating an additional report that will identify all claim cancelations that created overpayments and all redetermination that either created an overpayment or that require an adjustment check to be issued. We anticipate this report being completed and run monthly starting by the end of May 2014.*

Anticipated Completion Date: July 31, 2014

2013-056 Oregon Employment Department
Program Eligibility Not Consistently Documented

Federal Awarding Agency:	U.S. Department of Labor
Program Title and CFDA Number:	Unemployment Insurance Program (17.225)
Federal Award Numbers and Year:	UI-22333-12-55-A-41; 2012, UI-23913-13-55-A-41; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency

Federal regulations require that claimants meet certain eligibility requirements to receive program benefits. The department is required to determine and document eligibility for

program benefits based on factors such as exhausting all available regular (State funded) benefit programs.

During our testing of 62 paid benefit claims, we identified three instances related to the emergency unemployment compensation program and one related to the supplemental unemployment for dislocated workers program where the claimant's eligibility was not documented per department procedure. Neglecting to document eligibility information can result in ineligible claimants receiving Unemployment Insurance benefits. We were able to determine the four claimants were eligible for benefits at the time program benefits were paid.

We recommend department management ensure claimant eligibility for program benefits is documented.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with the finding.

We previously established standards for reviewing a random selection of work items, using a checklist to ensure items were handled appropriately. Using this tool would have identified that in some cases people did not properly document when they checked to ensure that regular benefits had been exhausted before moving them to some other benefit programs. The audited claims that did not have proper documentation were not reviewed using this checklist. Only a relatively small sample of all claims handled can be reviewed due to the number of claims filed.

A memo will be sent to UI staff reminding them of the importance of documenting that they properly verified benefit eligibility. UI Training Technicians will go over this memo in weekly stand up meetings. This will be completed by the end of April 2014.

Additionally, all programs that have exhaustion of regular benefits as an eligibility requirement will be reviewed for approximately one month to look for any errors or omissions in verifying eligibility and documenting that verification. Any claims with errors discovered will be corrected and appropriate follow up taken with the employees who made the errors. If there are errors in fewer than 3% of the claims during the last week of reviewing the claims, then from that point on instead of reviewing all claims each week, we will go to reviewing a sample of 25% of the claims. If additional benefit programs begin to be paid that would greatly increase the number of cases to be reviewed, this sampling size will be reexamined. This review will be in place starting by the end of May 2014.

Anticipated Completion Date: May 31, 2014

2013-057 Oregon Military Department
Federal Funding Accountability and Transparency Act Reporting Not Performed

Federal Awarding Agency:	U.S. Department of Homeland Security
Program Title and CFDA Number:	Disaster Grants-Public Assistance (Presidentially Declared Disasters) (97.036)
Federal Award Numbers and Year:	1733DRORP00000001; 2008, 1824DRORP00000001; 2009, 1956DRORP00000001; 2011, 1964DRORP00000001; 2011, 4055DRORP00000001; 2012
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations require recipients of federal awards to report certain grant information in the Federal Funding Accountability and Transparency Act (FFATA) reporting system no later than the end of the month when awards are made to a subrecipient totaling $25,000 or more.

When we inquired, the department had not filed any FFATA reports for fiscal year 2013 or two years prior. This was due, in part, to the department not having written policies and procedures in place and not designating staff to be primarily responsible for ensuring the required information was reported. As a result, the department was not in compliance with FFATA reporting requirements.

We recommend management develop and implement policies and procedures to ensure compliance with FFATA reporting requirements.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with the finding.

OMD is current with the Federal Funding Accountability and Transparency Act (FFATA) Reporting System as of January 31, 2014. OMD grant accounting staff will evaluate awards made to sub-recipients each month to determine if additions/modifications to FFATA are required. OMD grant accounting staff will initiate additions/modifications if required. A memorandum to the grant file will be completed monthly by OMD grant accounting staff to document whether additions/modifications were required.

Anticipated Completion Date: March 31, 2014

2013-058 Oregon Military Department
Report Preparation and Review Should Be Strengthened

Federal Awarding Agency:	U.S. Department of Homeland Security
Program Title and CFDA Number:	Disaster Grants-Public Assistance (Presidentially Declared Disasters) (97.036)
Federal Award Numbers and Year:	1733DRORP00000001; 2008, 1824DRORP00000001; 2009, 1956DRORP00000001; 2011, 1964DRORP00000001; 2011, 4055DRORP00000001; 2012
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency

Federal regulations require the department to submit quarterly financial reports to the Federal Emergency Management Administration (FEMA) for each disaster grant it administers. The reports are to be complete, supported by underlying accounting records, and fairly presented in accordance with program requirements.

During the period audited, there were five open disasters. We sampled and tested 8 of 20 quarterly reports the department submitted during state fiscal year 2013. Six of the reports examined (75%) contained errors as the amounts on the reports did not agree to underlying documentation. Other amounts were not supported by underlying documentation, although department staff provided further explanations for the differences.

The reports were signed as having been reviewed prior to being submitted, but the review may not have been adequate due to out-of-date and unclear procedures that did not describe the supporting documentation needed to accompany the report for the reviewer's use. As a result, the errors were not detected and corrected before the reports were submitted.

We recommend department management update and implement its reporting procedures to clarify documentation needed to ensure complete and accurate reporting, and effective review.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The agency agrees with the finding.

OMD grant accounting staff will ensure adequate and necessary supporting documentation is included as part of the quarterly reporting process. Supporting documentation will include screen prints from Statewide Financial Management System (SFMS), Emergency Management Mission Integrated Environment (EMMIE), internal databases, email messages between OMD and Federal Emergency Management Agency (FEMA) Region X and written summaries of telephone conversations between OMD and FEMA Region X detailing any discrepancies between source documentation and the submitted reports.

Anticipated Completion Date: March 31, 2014

Prior Year Financial Statement Findings

This section includes the current status reported by the department of all financial audit findings from fiscal year ended June 30, 2012. It also includes the current status reported by the department of all financial audit findings from fiscal year ended June 30, 2011 that were uncorrected at June 30, 2012.

Finding 12-01: **Oregon Health Authority**
Misclassification of Healthcare Provider Tax
Material Weakness

Recommendation: OHA management improve controls by considering the design and implementation of a reconciliation process to ensure transfer transactions are properly and completely recorded and ensuring adequate supervisory review of recorded transactions. Supervisory review could include a review of the SFMA to HPT tracking log to ensure all transfers are included and accurately reflected in SFMA.

Status: Corrective action was taken.

Finding 12-02: **Department of Human Services/Oregon Health Authority**
Overstated Revenues and Expenditures Due to Shared Services
Material Weakness

Recommendation: DHS and OHA management implement procedures for reviewing and evaluating program changes to identify any necessary revisions in financial reporting to ensure compliance with GAAP. We also recommend management consider the need to revise the billing process or prepare year-end adjustments to ensure transactions involving shared services are reported in conformity with generally accepted accounting principles.

Status: Corrective action was taken.

Finding 12-03: **Oregon Health Authority**
Insufficient Understanding of a New Program (PEBB)
Material Weakness

Recommendation: OHA management ensure staff obtain a better understanding of the PEBB program and timing of program related revenues and expenditures to ensure accurate and complete year-end reporting in compliance with GAAP. We also recommend management implement procedures for reviewing and evaluating program changes and ongoing business practices to identify any necessary revisions in financial reporting to ensure compliance with GAAP.

Status: Partial corrective action was taken. The agency response is as follow:

To ensure correct Fiscal Year 2013 GAAP classification of PEBB, on March 15, 2013, Shared Services staff met with SARS staff/management and discussed correct GAAP fund classification of the PEBB funds. PEBB Operations Fund 3456 was the remaining fund not yet reclassified to the Internal Services Fund. As a meeting outcome, SARS and Shared Services agreed to repoint fund 3456 to the Internal Services Fund. At Fiscal Year 2013 end, PEBB Operation Fund activity was reported in the Internal Service Fund.

To ensure correct accrual amounts, Fiscal Year 13 PEBB accrual amounts were calculated by Shared Services staff in consultation/review with PEBB staff.

Finding 12-04: **Department of Human Services**
Receivables Not Reclassified as Expenditures (OR-Kids)

Recommendation: DHS management establish a process to better ensure all year-end adjustments are properly posted to the accounting records in order to facilitate accurate financial reporting.

Status: Corrective action was taken.

Finding 12-05**:** **Department of Administrative Services**
Internal Controls over Preparation of the Schedule of Expenditures of Federal Awards Needs Improvement
Material Weakness

Recommendation: SARS management ensure established procedures are followed to ensure the SEFA is complete and accurate.

Status: Corrective action was taken.

Finding 12-06**:** **Oregon Department of Fish and Wildlife**
Federal Revenue Accruals
Material Weakness

Recommendation: Management strengthen its methodology for accruing federal revenue by ensuring its methodology reflects the delays in the federal revenue reimbursement process.

Status: Partial corrective action was taken. The agency response is as follows:

The department's billing system is in the final stages of being updated and will be operational during fiscal year 2014. The department has partially updated and documented its methodology for the fiscal year-end federal revenue accrual process. The department's accounts receivable aging reports were consistently monitored during fiscal year 2013. During fiscal

year-end, the department's accounts receivable were reclassified from current to long-term based on materiality and the likelihood of being collected within 90 days of June 30, 2013.

Finding 12-07**:** **Oregon Department of Fish and Wildlife**
Services and Supplies Expenditure Accruals

Recommendation: Department management develop a methodology to estimate and accrue expenditures expected to be paid within 90-days of the fiscal year end.

Status: Partial corrective action was taken. The agency response is as follows:

The department reviewed prior year expenditures to identify the accruals that were omitted in fiscal years 2011 and 2012. Based on that review, the department has developed a draft methodology to estimate and accrue expenditures expected to be paid within 90-days of the fiscal year end

Finding 11-03: **Oregon Department of Human Services**
Balance Transfers Misstate Fiscal Year 2011 Expenditures

Recommendation: Department management develop procedures to ensure that balance transfers pertaining to prior fiscal years are properly recorded and do not misstate current year fund balances.

Status: Corrective action was taken.

Finding 11-04: **Department of Administrative Services**
Method for Replacing Building Components Should be Improved

Recommendation: Department management determine how much of the current Buildings and Building Improvements account and its related depreciation continues to be in the accounting records for assets that are no longer in use, and appropriately adjust those accounts to reflect the correct balances. We also recommend that going forward, department management use one of the approved methods in the Oregon Accounting Manual when replacing building components.

Status: Corrective action was taken.

Finding 11-06: **Oregon Department of Revenue**
Cash Reconciliations Not Performed
Material Weakness

Recommendation: Department management comply with state policy and ensure the cash accounts in its subsidiary system are routinely reconciled to the state accounting system and to the Oregon State Treasury accounts.

Status: Corrective action was taken.

Finding 11-07: **Oregon Department of Revenue**
Strengthen Knowledge, Skills, and Abilities
Material Weakness

Recommendation: Department management ensure accounting staff have the requisite knowledge and skills to perform their assigned duties and ensure all accounting transactions result in accurate financial reporting.

Status: Corrective action was taken.

Finding 11-09: **Public Employees Retirement System**
Internal Control Over Financial Reporting and Compliance – Standard Retiree Health Insurance Account
Material Weakness

Recommendation: The System establish internal controls or evaluate the related third-party administrator's internal controls over the processing and recording of SRHIA fund transactions.

Status: Partial corrective action was taken. The agency response is as follows:

The third-party administrator contract has been amended and funds held by the third-party administrator have been spent down on medical claims. Reserves for SRHIA are now held at Oregon State Treasury. Based on legal advice, only amounts estimated for the current month's claims are held at U.S. Bank in an account designated as held for PERS and collateralized as public funds.

Finding 11-10: **Public Employees Retirement System**
Internal Control Over Financial Reporting – New Accounting Guidance

Recommendation: The System establish a process for identifying and properly accounting for new or unique transactions. The process should include formal documentation of the issue, pertinent background information, relevant legal and/or accounting guidance and the conclusions reached. The documentation should be prepared by personnel with sufficient experience and reviewed by appropriate management personnel. Formal documentation will reduce staff and audit inefficiencies and ensure that transactions are properly and consistently reported in the financial statements.

Status: Corrective action was taken.

Finding 11-11: **Public Employees Retirement System**
Internal Control Over Financial Reporting – Account Reconciliation

Recommendation: Accounting tasks such as monthly reconciliations play a key role in proving the accuracy of accounting data and information included in the financial statements. Therefore, we suggest that management employ the following processes:

- Establish more effective review and reconciliation policies and procedures as a customary part of the accounting process.
- Perform monthly or quarterly reconciliations between OST, the custodian bank, external investment managers and the investment consultant's records. Also establish a formal oversight function for the tasks completed by the investment consultants.
- Because the appraised value is one of the key components in determining the System's net asset value in real estate partnerships, a formal process should be established to verify that appraised values are properly reflected in the partner's financial statements. For real estate partnerships that were not appraised as of the System's fiscal year-end, appropriate personnel should review the partnerships' June 30 financial information to ensure significant changes in fair value are properly reflected in the partnerships' June 30 financial statements.
- Reconcile subsidiary ledgers to the general ledger to ensure the accuracy of financial information and minimize the risk of misstatement or misappropriation. Management should establish a policy, whereby all subsidiary ledgers are reconciled to the general ledger on a monthly basis. In addition, appropriate management-level personnel should review the reconciliations for accuracy and document evidence of their review for audit purposes.
- Any variances identified in the reconciliations should be investigated and resolved as soon as possible.

Status: Partial corrective action was taken. The agency response is as follows:

A. (1&2) Completed. OST will modify the review process to ensure that June 30th data is reviewed. This will cause a significant delay in when PERS receives the information needed to complete their financial statement preparation. OST will implement this change for FY12.

B. (3) OST has completed analysis of middle office functions. Budget was requested in the 2013 legislative session but not approved. OST plans on requesting additional budget authority from upcoming an E-Board. Due to limited OST staff, this recommendation will not be implemented without additional budget authorization.

C. (4&5) Completed. jClarety was not designed to report account balances except at the individual level. Reconciling jClarety to the G/L will require additional research and may require additional system modifications. We will work with our BPO's and ISD to determine a solution and implementation timeline. Monthly pension roll activity reported by jClarety has been reconciled to the G/L since implementation in June of 2011. Daily activity will be reviewed and a methodology will be developed by 6/30/13. Daily reconciliations of the 45901 payments was developed in April 2012 and reconciliations completed from January 2012 to date. Adjustments have been processed on a monthly basis.

Finding 11-14: **Oregon Department of Fish and Wildlife**
Methodology for Accruing Long-term Federal Revenue Receivables Could Be Strengthened

Recommendation: Management strengthen its methodology for accruing long-term federal revenue receivables. Specifically, we recommend management review the process for setting up and tracking awards in its PIE system, and modify its methodology to reflect delays inherent within the process.

Status: Partial corrective was action taken. The agency response is as follows:

The department has partially updated and documented its methodology for accruing long-term federal revenue receivables. Specifically, the department has modified its methodology to reflect historical delays in its federal revenue reimbursement. During fiscal year 2013, the department's accounts receivable aging reports were monitored to determine which federal revenues had the likelihood of being collected within 90 days of the fiscal year end and which revenues should be reclassified as long term receivables. In addition, the department's billing system is in the final stages of being updated and will be operational during fiscal year 2014.

Prior Year Federal Award Findings and Questioned Costs

This section includes the current status reported by the department of all federal audit findings from fiscal year ended June 30, 2012. It also includes the current status reported by the department of all federal audit findings from fiscal year ended June 30, 2011 that were uncorrected at June 30, 2012.

Finding 12-08: **Oregon Department of Education**
Allowable Costs – Incorrect System Coding Resulting in Overpayments
Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Child and Adult Care Food Program (10.558)
Allowable Costs/Costs Principles
Material Weakness, Material Noncompliance
Questioned Costs: $311,597

Recommendation: Department management ensure compliance with submission timeframe requirements of the program and work with the federal agency to resolve the overpayments.

Status Partial corrective action was taken. The agency response is as follows:

Completed June 30, 2013: Child Nutrition Programs is running a query from the CNPweb database to identify late claims. The query is run each week prior to paying claims. If the query identifies a claim was submitted after the due date, ODE removes the authorization to pay the claim.

In place July 23, 2013: The enhancement will correctly identify claims submitted after the Food and Nutrition Service-established deadline. Late claims will not be automatically paid without an approved exception.

Finding 12-09 **Oregon Department of Education**
Reporting – FNS-777 Not Reporting All Activity of Period
Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Child and Adult Care Food Program (10.558)
Reporting
Material Weakness, Material Noncompliance

Recommendation: Department management ensure that total expenditures for the period are reported. We also recommend department management develop a process to ensure that advances are included on the report.

Status: Partial corrective action was taken. The agency response is as follows:

The Department of Education (department) put in place a reconciliation process to capture outstanding advances for the Child and Adult Care Food program (CACFP) and developed a query to capture and analyze advances compared to reported expenditures. However, the department

underreported total expenditures on the FNS-777 form for the Child Nutrition Program cluster and the CACFP. The department will update its reporting procedure to reflect a complete accounting of all expenditures and outstanding obligations on the FNS-777 for the period reported. These actions will take place by April 30, 2014.

Finding 12-10: **Oregon Housing and Community Services Department**
Lack of Controls Over Equipment
Weatherization Assistance for Low-Income Persons (81.042)
ARRA – Weatherization Assistance for Low-Income Persons (81.042)
Low-Income Home Energy Assistance (93.568)
Equipment, Subrecipient Monitoring
Material Weakness, Material Noncompliance

Recommendation: OHCS management ensure that subrecipient monitoring activities include a thorough review of the subrecipient's equipment inventory. OHCS management should ensure that the master equipment list is a complete list of all equipment purchased with federal funds and that it contains accurate equipment descriptions. Management should ensure the files contain evidence of proper approvals and that proper procedures are followed for the acquisition, maintenance, security and disposal of equipment in accordance with federal requirements.

Status: Partial corrective action was taken. The agency response is as follows:

The partial corrective action already taken included the reconciliation of the Agency's master equipment list that ensured all equipment listed equaled $5,000 or greater. In addition, the master equipment list requires reconciliation after every subrecipient monitoring visit. This additional step is now included in the reconciliation process to ensure the master equipment list is up-to-date at all times.

Finding 12-11: **Oregon Housing and Community Services Department**
Subrecipient Monitoring – No Follow-Up Performed for A-133 Audit Findings
Weatherization Assistance for Low-Income Persons (81.042)
ARRA – Weatherization Assistance for Low-Income Persons (81.042)
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Subrecipient Monitoring
Material Weakness, Material Noncompliance

Recommendation: The fiscal monitor and financial manager receive training on the requirements of A-133 §400(d)(5) and OAM 30.40.00.PR. We also recommend OHCS immediately notify the Department of Environmental Quality of Finding 2011-03 identified in the Clackamas County "Audit of Federal Awards Performed in Accordance with U.S. Office of Management

and Budget Circular A-133 and Supplemental Information for the Fiscal Year Ended June 30, 2011."

Status: Corrective action was taken.

Finding 12-12: **Oregon Housing and Community Services Department**
Subrecipient Cost Allocation Plans Not Reviewed
Weatherization Assistance for Low-Income Persons (81.042)
ARRA – Weatherization Assistance for Low-Income Persons (81.042)
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Allowable Costs/Cost Principles, Subrecipient Monitoring
Significant Deficiency, Noncompliance

Recommendation: OHCS management develop procedures and provide training to staff to ensure the cost allocation plans of its subrecipients are sufficiently reviewed.

Status: Partial corrective action was taken. The agency response is as follows:

The partial corrective action taken included the attachment of all current subrecipient cost allocation plans to the inspection files. In addition to the action already taken, further review and testing of subrecipient cost allocation practices will ensure alignment with the state cost principles that apply. Incorporation of supplementary review of cost allocation plans will occur during subsequent subrecipient monitoring visits.

Finding 12-13: **Oregon Housing and Community Services Department**
LIHEAP Subrecipient Program Monitoring, Not Performed
Low-Income Home Energy Assistance (93.568)
Subrecipient Monitoring
Material Weakness, Material Noncompliance

Recommendation: OHCS management ensure that all required program monitoring activities are timely performed to ensure federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements.

Status: Corrective action was taken.

Finding 12-14: **Oregon Housing and Community Services Department**
Program Activities/Costs Not Reviewed for Allowability
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Activities Allowed or Unallowed; Subrecipient Monitoring
Material Weakness, Material Noncompliance

Recommendation: OHCS management implement internal controls over subrecipient monitoring to ensure subrecipients expend federal funds for allowable activities and allowable costs authorized by each federal program. Monitoring activities should encompass the review of subrecipients' RFFs in sufficient detail to ensure costs are for allowable activities.

Status: Partial corrective action was taken. The agency response is as follows:

The partial corrective action taken included review by the program monitor during the annual subrecipient monitoring visits to ensure appropriate reimbursement to subrecipients had occurred for allowable expenses. In addition to the action already taken, a random sampling of Requests for Funds, at the time of request, ensures the program coordinator also reviews detailed documentation for reimbursement of allowable expenses.

Finding 12-15: **Oregon Housing and Community Services Department**
Cash Management – Timing/Immediacy Not Reviewed
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Cash Management
Material Weakness, Material Noncompliance

Recommendation: OHCS management put a process in place to ensure RFFs are for allowable program expenditures already incurred and that advances are for an immediate need in order to minimize the time between draw-down and disbursement of funds. Management should also ensure the need for an advance is documented and verify that the subrecipient expended the funds to minimize time elapsed between the receipt of the funds and the subrecipient's use of the funds.

Status: Partial corrective action was taken. The agency response is as follows:

The partial corrective action taken included review by the program monitor during the annual subrecipient monitoring visits to ensure appropriate reimbursement to subrecipients had occurred for allowable expenses. In addition to the action already taken, a random sampling of Requests for Funds, at the time of request, ensures the program coordinator also reviews detailed documentation for reimbursement of allowable expenses.

Finding 12-16: **Oregon Housing and Community Services Department**
<u>LIHEAP Households Report, Data Inaccuracies</u>
Low-Income Home Energy Assistance (93.568)
Reporting
Significant Deficiency, Noncompliance

Recommendation: OHCS management assign a second staff member familiar with this federal report to review it for reasonableness and accuracy before filing the report with the federal government. OHCS staff preparing the report should also retain copies of all supporting queries, data, and documentation used to prepare the report, including confirmation that the report was filed.

Status: Corrective action was taken.

Finding 12-17: **Oregon Housing and Community Services Department**
<u>FFATA Reporting of Subawards Needs Improvement</u>
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Reporting
Significant Deficiency, Noncompliance

Recommendation: OHCS management ensure that subaward amounts are appropriately reviewed for accuracy before submitting the reports. OHCS management should also ensure the subaward is reported by the end of the month following the month the award was allocated to the subgrantee.

Status: Corrective action was taken.

Finding 12-18: **Oregon Housing and Community Services Department**
<u>Procurement, Suspension and Debarment – Not Monitored</u>
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Procurement, Suspension, and Debarment, Subrecipient Monitoring
Significant Deficiency, Noncompliance

Recommendation: OHCS management reinstate written monitoring procedures that include the review and documentation of procurement policies as well as testing of subrecipients' compliance with procurement and suspension and debarment requirements.

Status: Partial corrective action was taken. The agency response is as follows:

The partial corrective action taken focused on ensuring subrecipients used eligible contractors that met the federal government requirements. In addition to the corrective action already taken, the program monitor will test the procurement practices of subrecipients to ensure compliance with the federal government standards.

Finding 12-19: **Department of Administrative Services**
Unallowable Payments for Fines, Penalties, Damages, and Other Settlements
Multiple Federal Programs
Allowable Costs/Cost Principles
Material Weakness, Noncompliance
Questioned Costs: $2.5 - $3.5 million

Recommendation: Department management review and update its methodology to include prior year costs related to unallowable claims.

Status: Corrective action was taken.

Finding 12-20: **Department of Administrative Services**
Service Charges Exceeded Rate for Federal Surplus Property
Multiple Federal Programs
Allowable Costs/Cost Principles
Material Weakness, Noncompliance

Recommendation: Department management ensure the service charge is within the percentage range as documented in the cost allocation plan. Specifically, department management should (1) contact the federal agency to verify what authority, if any, the department has to change acquisition values without federal approval; (2) reevaluate whether the current methodology of equally allocating the acquisition amount to multiple items is always appropriate; and (3) determine if there are any changes that should be made to the cost allocation plan.

Status: Corrective action was taken.

Finding 12-21: **Oregon Health Authority**
PEBB Costs Not Fully Captured as Part of the Cost Allocation Plan
Multiple Federal Programs
Allowable Costs/Cost Principles
Material Weakness, Noncompliance

Recommendation: Department management fully capture all PEBB funds as part of the statewide cost allocation plan.

Status: Corrective action was taken.

Finding 12-22: **Department of Administrative Services**
Monitoring of Administrative Funds Should Be Improved
Multiple Federal Programs
Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance

Recommendation: Department management establish guidelines and monitor the administrative funds on an annual basis to ensure excessive funds are not being retained. Additionally, the department should ensure transfers to the State's General Fund are made by programs within the CAP instead of the administrative fund.

Status: Corrective action was taken.

Finding 12-23: **Department of Human Services**
Inaccurate Reporting and Unsupported Matching Funds
Foster Care Title IV-E (93.658)
Matching, Reporting
Material Weakness, Material Noncompliance
Questioned Costs: $1.6 million

Recommendation: The department maintain sufficient accounting records and other documentation as appropriate to support the federal and nonfederal expenditures reported for each quarterly report. Further, we recommend department management consider whether increased staff training is necessary. Finally, department management should submit corrected quarterly reports and reimburse the federal agency for any amounts owed due to insufficient matching funds.

Status: Partial corrective action was taken. The agency response is as follows:

Additional research is still being conducted to ensure the accuracy of the quarterly federal report. Some of the prior period increasing adjustments included in the total referenced in the finding may be offset with prior period decreasing adjustments, therefore reducing the amount needing to be returned to Administration for Children and Family (ACF). Any adjustment needed will be completed by December 31, 2014.

Finding 12-24: **Department of Human Services**
New Child Welfare System Has Significant Weaknesses
Foster Care Title IV-E (93.658)
Activities Allowed or Unallowed; Eligibility; Reporting
Material Weakness

Recommendation: Department management continue to work toward developing a stable system that meets business needs, has accurate and complete reporting, and helps ensure compliance with the Foster Care Title IV-E state and federal regulations.

Status: Partial corrective action was taken. The agency response is as follows:

Since January 3, 2013, the State of Oregon has been responsible for the maintenance of our Statewide Automated Child Welfare Information System (SACWIS). Due to the size, complexity and instability of the system, the learning curve has proven to be a slow process. The department recognizes the original timelines given to remediate the Foster Care IV-E 2012 findings was ambitious and the fixes are progressing slower than originally anticipated.

The department has incorporated monthly system downtime to work on system stability. This has helped with unexpected system downtime. The department continues to perform manual clean-up of placement, financial data and ongoing user error data fixes. The OR-Kids technical staff implemented and continues to work on stage 2 fixes and change requests, required to be implemented into production by our Federal partners.

Data remediation, although progressing, may not be completed as originally anticipated, due to the scope of work, resources and system instability. The department is proceeding with a strategy that should result in completion of data remediation by December 2014.

Finding 12-25: **Department of Human Services**
Eligibility – Required Verification of Age and Home Study Not Documented
Foster Care Title IV-E (93.658)
Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $869

Recommendation: The department ensure all required documentation is completed, reviewed and maintained prior to certifying providers or determining children eligible for Foster Care IV-E reimbursement.

Status: Partial corrective action was taken. The agency response is as follows:

The scheduled child welfare training occurred on March 20 – 21, 2013. On March 21, 2013 the IV- Eligibility Specialist also received their specific training. Accuracy was a topic of another OR-Kids overview where the expedited certification was reviewed.

An $824 adjustment for one of the identified providers was made on March 20, 2013. Based on further research a home study was located that had been completed by June 14, 2011. The child was not placed into this home until September 7, 2011, therefore the child met all Title IV-E eligibility criteria and no adjustment is necessary.

The audit findings will be discussed at the Program Manager's Meeting in September 2013.

The review of Licensed Child Placing Agencies and how they complete all required steps before licensing a foster home will be completed by December 2013.

Finding 12-26**:** **Department of Human Services**
Eligibility – Child Welfare, Exceeding Benefit Threshold
Temporary Assistance for Needy Families (93.558)
Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $102,334

Recommendation: Department management prioritize the completion of the development of a report to alert eligibility staff when a client is nearing or exceeding the $25,350 threshold, or when re-determinations are due. In addition, department management should determine the total amount of TANF funds paid on behalf of ineligible clients and ensure it is properly credited back to the federal program.

Status: Partial corrective action was taken. The agency response is as follows:

Federal Compliance Unit, Office of Business Intelligence, Office of Information Support and the Office of Financial Services continue to work on developing reports that Federal Revenue Specialists and the Federal Compliance Unit can use to monitor workload and compliance with TANF-EA eligibility rules.

The Federal Revenue Specialists (FRS) uses two methods to monitor when initial TANF determinations are required.

1. For children placed in foster care, the Office Managers in every branch have developed an email communication process to notify when there is a new placement and a change in placement for every child in foster care. The FRS rely on these emails to complete the initial TANF determination and then use a combination of the OR-Kids Tickler system and review of the case when changes in placement occur. Unfortunately, the OR-Kids Tickler system is not reliable and the Eligibility Report which would allow the FRS to monitor their workload is not yet available.
2. A new "EL-3010-D FRS Determination Notification" report was created to provide consistency in identifying the in-home cases that need a TANF determination completed. OR-Kids currently creates a Tickler for the FRS to complete a TANF determination when a case is opened. A majority of the cases that are opened on OR-Kids are closed at referral, which means DHS did not find any safety threats and no services are provided to the family. It is not appropriate to complete a TANF determination on these cases; therefore we had to develop a different mechanism to notify the FRS. A TANF determination should be completed when the DHS caseworker makes the decision that DHS

will provide services to the family to mitigate safety threats to the child. This is covered in the "Business Process Guide" that was provided to the FRS at training provided March 20 & 21, 2013.

The not-to-exceed $25,350 monitoring report is still being developed. The Federal Compliance Unit continues to work with the Office of Financial Services and OR-Kids Business Analysts and the Data Collection and Reporting Unit.. Estimated completion date of the new monitoring report is June 30, 2014. Based on the work to date, DHS continues to find inconsistency in how the financial data is processed in OR-Kids and then reported to the Statewide Financial Management System.

Annual redetermination notification continues to be an issue. The "Ticklers" created in OR-Kids are difficult to manage. Without a monthly report for the FRS's to be able to use, we may continue to miss annual redeterminations.

The Department is still trying to finalize the data remediation plan, which should correct most of the conversion issues identified. Based on the latest estimates, eligibility and financial data remediation is not going to be completed until late-2014. Office of Information System resources who are assigned to the data remediation efforts are the same employees who are assigned to developing reports and other system fixes.

The five cases identified in the audit have been corrected and adjustments made within the accounting system to adjust the federal funds. These adjustments were reflected in the TANF Federal Financial Reports for the quarter ending September 30, 2013

Finding 12-27: **Department of Human Services**
<u>Special Tests and Provisions – Income Eligibility Verification System</u>
Temporary Assistance for Needy Families (93.558)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Department management complete their corrective action plan to ensure that verification of IEVS required screens is documented when determining client eligibility.

Status: Partial corrective action was taken. The agency response is as follows:

The TANF program, in partnership with the Office of Program Integrity Quality Control, and the Training unit has taken steps to improve the usage and appropriate narration of IEVS screens. The following actions have taken place with efforts continuing beyond June 2013.

In October 2012, the Quality Control (QC) unit began randomly reviewing TANF cases each month state-wide. The purpose of these reviews is to ensure TANF eligibility was correctly determined. The QC reviewers

verify financial information using the same IEVS screens that workers use to determine eligibility. The completed reviews are sent to a TANF analyst to concur with the findings. Recently the TANF analyst began sending electronic mail reminders to field staff and their lead workers on the importance of narrating how income and other information was verified. The analysis includes a link to the Family Service Manual Worker Program Guide on narration.

In April of 2013, the Office of Program Integrity and the TANF program issued a special edition in the On-Target newsletter. The newsletter included an article on the QC reviews most common findings as well as articles on appropriate narration of verified income and other information. The TANF program also contributed to the June 2013 On-Target article on narration and use of Social Security Numbers.

The TANF program and QC continue to work closely with the Training unit on narration of financial information. The Training unit has expanded training on use and narration of IEVS screens to verify income and eligibility.

Beginning in September 2013 the Office of Program Integrity Quality Assurance, in partnership with the TANF program, will begin to pilot a Quality Assurance (QA) review tool for TANF eligibility. Experience in the pilot will inform a formal review structure for 2014. While the QA review will be broader than the QC reviews, QC will continue to review financial eligibility and use of IEVS screens.

Finding 12-28: **Department of Human Services**
<u>Special Tests and Provisions – Work Verification Plan Not Always Followed</u>
Temporary Assistance for Needy Families (93.558)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Department management ensure that hours of work are verified before being reported, as outlined in the state's HHS-approved Work Verification Plan.

Status: Partial corrective action was taken. The agency response is as follows:

The TANF program identified and created a list of JOBS Work Verification branch and district point staff in the Spring of 2013. The TANF unit has begun to relay information through the point staff list and will continue to use this practice whenever important updates need to be communicated. The TANF program continues to partner with the Office of Information Services and Self-Sufficiency business analysts to make improvements to the databases in order to ensure accuracy of information being transmitted to ACF.

The TANF program is currently performing the 2013 annual Work Verification JOBS Audits to ensure the performance standard continues to be above 90%. There are a total of 1,813 participation cases selected for this year's reviews. The site reviews this year include staff, leadership, and partner meetings to debrief the review findings as well as address other common questions and policy clarifications. The reviews and the debrief meetings are to be completed by December 31, 2013.

Finding 12-29: **Department of Human Services/Oregon Health Authority**
Required Provider Screening Not Documented
Medicaid Cluster (93.720, 93.777, 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Authority management maintain evidence of the initial and monthly database checks for enrolled providers and we recommend department management maintain evidence of the initial EPLS database checks.

Status: Partial corrective action was taken. The agency response is as follows:

The required screening for applying providers is occurring as outlined in the Division of Medical Assistance Programs' enrollment procedures. Additionally, to document this effort is occurring, a change request to our Medicaid Management Information System (MMIS) has been written and is actively being worked. This change request will modify the provider subsystem to allow an enrollment specialist to document within the MMIS that these required screening checks have been successfully completed. This change request is currently in the requirements stage of completing this system change. While the change request was initially delayed due to other priorities, it is anticipated this change will be completed and moved into production by June 30, 2014. This change will be applied to all new providers after that date. It is anticipated that all providers in MMIS will be reviewed as part of the ACA revalidated by March 2016.

Finding 12-30: **Department of Human Services/Oregon Health Authority**
Provider Eligibility Documentation Not Maintained
Medicaid Cluster (93.720, 93.777, 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance
Questioned Costs: $41,554

Recommendation: Department management strengthen controls to ensure that all documentation to support a provider's eligibility determination is retained and verify that providers with missing documentation are eligible to provide services.

Status: Partial corrective action was taken. The agency response is as follows:

Department management will remind managers and staff of the policies and documentation required to support a provider's eligibility and the forms that must be retained within the provider files. These reminders will occur at the Aging and People with Disabilities (APD) Program Managers meeting, the APD Supervisors Quarterly meeting and will be followed up with an "In the Loop" newsletter article. APD worked collaboratively with the Office of Payment Accuracy and Recovery (OPAR) to develop an informational/training module for the Regional meetings occurring in late summer and fall 2013. The module was built based on the recent audit findings. In addition, the department is in the process of researching the samples identified and will make any necessary adjustments to our federal claiming based on our review.

Finding 12-31: **Department of Human Services/Oregon Health Authority**
Procedures are Needed for Nursing Facility Audits
Medicaid Cluster (93.720, 93.777, 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Department management document the procedures for completing the annual reviews of nursing facilities and establish controls to ensure reviews are completed in accordance with these procedures.

Status: Partial corrective action was taken. The agency response is as follows:

The department had initially planned on contracting with a CPA firm to complete future Nursing Facility Cost Review. The department has reconsidered this approach, and will complete these reviews internally. The position that will be completing these reviews was filled in January 2014.

Finding 12-32: **Department of Human Services/Oregon Health Authority**
ARRA Award Inappropriately Charged
Medicaid Cluster (93.720; 93.777; 93.778)
Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance
Questioned Costs: $1,432,583

Recommendation: Department management implement procedures to ensure the department uses the federal financial participation rate in effect at the time a transaction is recorded and reimburses the federal agency for the overdrawn ARRA funds.

Status: Corrective action was taken.

Finding 12-33: **Department of Human Services/Oregon Health Authority**
Medicaid Payments Not Sufficiently Supported
Medicaid Cluster (93.720, 93.777, 73.778)
Allowable Costs/Cost Principles, Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $680

Recommendation: Department management strengthen controls to ensure documentation is maintained in the case files sufficient to demonstrate compliance with federal requirements.

Status: Partial corrective action was taken. The agency response is as follows:

Upon subsequent review, the department found all of the four self-sufficiency cases referenced above as missing information on private health insurance were not in error. We believed that the applications used to determine medical eligibility were completed and included answers to the private health insurance information questions. In the four instances the applications we reviewed indicated that the individual did not have private health insurance. Unfortunately, this information was not communicated prior to the issuance of the management letter. In an effort to provide continuing guidance on policies and procedures to eligibility staff, an article appeared in the self-sufficiency newsletter addressing the requirement to obtain private health insurance information at each eligibility determination.

Department management will remind managers and staff of the policies, appropriate documentation and applications needed to determine eligibility for our program, including the need to inquire regarding private health insurance, as well as what is required to be retained within the client's case file and for how long. These reminders will occur at the Aging and People with Disabilities (APD) Program Managers meeting, the APD Supervisors Quarterly meeting and have been addressed in newsletter articles. APD worked collaboratively with the Office of Payment Accuracy and Recovery (OPAR) to develop an informational/training module for the Regional meetings occurring in late summer and fall 2013. The module was built based on the recent audit findings. In addition, we have researched the samples identified and are making any necessary adjustments to our federal claiming based on our review.

Finding 12-34: **Department of Human Services/Oregon Health Authority**
Periodic Reviews of MMIS Edits are Needed
Medicaid Cluster (93.720; 93.777; 93.778)
Activities Allowed or Unallowed; Allowable Costs/Cost Principles; Eligibility; Special Tests and Provisions
Significant Deficiency

Recommendation: Management implement procedures to periodically test edits in the MMIS. We also recommend management review the claims that should have been rejected by these edits to determine their appropriateness.

Status: Partial corrective action was taken. The agency response is as follows:

Correct adjudication of Medicaid claims and encounters is a priority for the Oregon Health Authority (OHA). In early 2013, a change request to correct the system functionality within the Medicaid Management Information System (MMIS) regarding age and gender restrictions functionality was discussed. Recognizing the immediate need, a more expedient work-around response was created to strengthen the rules around age and gender procedures. Modifications to the claim rule tables for age and gender restrictions were put in place until the MMIS Restrictions Panel could be corrected. These diagnosis restrictions were inserted into the claim rule tables on February 19, 2013.

In an attempt to confirm that these rules were functioning correctly, a process to randomly pull 35 claims per quarter to be manually checked by staff was initiated using dates of service starting in the first quarter of 2013. The goal of this process was to see if each claim adjudicated properly based on its unique data parameters, including age and gender restrictions. No issues were found processing the claims dataset from the first quarter of 2013. Review of subsequent quarters has been delayed due to heavy workloads brought about by Coordinated Care Organization (CCO) evolutions to cover dental and mental health, ICD-10 implementation work and the manual enrollment processes associated with the Patient Protection and Affordable Care Act of 2010 (ACA) Medicaid expansion. While the manual review has been delayed, the random sample of claims has been captured each quarter. Going forward, the random claim pull will be modified to specifically focus on age and gender related procedures and other key edits, such as provider and client eligibility. Additionally, the manual review of these claim data sets will be prioritized higher until the permanent panel correction can be finalized.

With the claim rule table modifications completed, the lack of functionality of the MMIS Restriction Panel was again brought forth in late 2013. Work on the permanent correction to the Restriction Panel began in December 2013, with the creation of a change request. Now recognized as a high priority requirement, the notice to proceed for the change request

was authorized on March 4, 2013. It is anticipated the correct panel functionality will be restored as of June 30, 2014.

Finding 12-35: **Oregon Health Authority**
Suspension and Debarment Verification Process Needs Improvement
State Planning and Establishment Grants for the Affordable Care Act (ACA)'s Exchanges (CFDA 93.525)
Procurement, Suspension, and Debarment
Significant Deficiency, Noncompliance

Recommendation: Management implement and follow internal controls to ensure the review for suspension and debarment is performed and documented for all contracts, including price agreements.

Status: Corrective action was taken.

Finding 12-36: **Department of Human Services/Oregon Health Authority**
Unapproved Cost Allocation Plan Statistics
Medicaid Cluster (93.720, 93.777, 73.778);
Temporary Assistance for Needy Families (93.558);
Foster Care Title IV-E (93.658);
State Planning and Establishment Grants for the Affordable Care Act (ACA)'s Exchanges (93.525);
Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.561);
Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance

Recommendation: The department update the cost allocation plans to reflect current practices and ensure future changes are communicated timely.

Status: Corrective action was taken.

Finding 12-37: **Oregon Military Department**
Suspension and Debarment Verification Process Needs Improvement
National Guard Military Operation and Maintenance (12.401)
Procurement, Suspension, and Debarment
Significant Deficiency, Noncompliance

Recommendation: Management implement and follow internal controls to ensure the review for suspension and debarment is performed and documented for all contracts, including price agreements.

Status: Corrective action was taken.

Finding 12-38: **Oregon Employment Department**
Overpayments to Claimants
Unemployment Insurance Program (17.225)
Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $264,000

Recommendation: Department management continue to work to establish adequate processes to prevent, identify, and timely process overpayments that occur.

Status: Partial corrective action was taken. The agency response is as follows:

In July 2013 we discovered that most of the business intelligence (BI) tool reports mentioned in all of our corrective actions were either not working correctly or never setup. We had some key staff out of the office for an extended period of time, impairing our ability to locate data from prior reports. We were able to confirm that the report showing claims upon which the same week was paid more than once has been running since May 26, 2013. We have since created a new version of this report and it was initially run to check for potential overpayments since January 1, 2012. This new report has been reviewed and all overpayments were established by July 19, 2013. It is now generated on an ongoing, regular periodic basic to check for more recent potential overpayments.

Finding 12-39: **Oregon Employment Department**
EUC Benefit Payment Adjustments
Unemployment Insurance Program (17.225)
Special Tests and Provisions
Significant Deficiency, Noncompliance
Questioned Costs: $3,523

Recommendations: Department management ensure processes are adequate to ensure compliance with federal rules. We also recommend that department management work to establish methods to reduce and timely identify manual adjustment errors.

Status: Corrective action was taken.

Finding 12-40: **Oregon Employment Department**
Payroll Overpayments
Unemployment Insurance Program (17.225)
Activities Allowed or Unallowed; Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance
Questioned Costs: $225

Recommendation: Department management ensure employee time reflected in the state's payroll system is accurate and adequately supported.

Status: Corrective action was taken.

Finding 12-41: **Oregon Employment Department**
Inaccurate Cost Allocation Process
Unemployment Insurance Program (17.225)
Allowable Costs/Cost Principles
Significant Deficiency

Recommendation: Department management ensure that the cost allocation process is functioning as intended.

Status: Corrective action was taken.

Finding 11-15: **Oregon Department of Human Services**
Medicaid Payments Not Sufficiently Supported
Medicaid Cluster (93.720, 93.777, 73.778)
Allowable Costs, Eligibility
Significant Deficiency, Material Noncompliance
Questioned Costs: $9,145; $1,268 (ARRA)

Recommendation: Department management strengthen controls to ensure documentation is maintained in the case files sufficient to demonstrate compliance with federal requirements.

Status: Corrective action was taken.

Finding 11-17: **Oregon Department of Human Services**
Required Disclosures Missing From Provider Agreements
Medicaid Cluster (93.720; 93.777; 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Department management use the standardized contract language and ensure contractors include the standardized contract language with subcontractors to ensure compliance with federal regulations.

Status: Partial corrective action was taken. The agency response is as follows:

The department's contract and Intergovernmental Agreements (IGA) include standardized language with regard to compliance with federal regulations (exhibit G for the 2009-2011 contract period and exhibit F for the 2011-2013 contract period). The IGA or contract requires that exhibit F is attached to any sub-contract. The department will include review for this attachment with sub-contracts during field reviews with Community Developmental Disabilities Programs and Adult Support Services Brokerages. This updated process will begin with the field reviews scheduled in September 2013.

Finding 11-19: **Oregon Department of Human Services**
Cost Allocation Statistics Incorrectly Calculated
Medicaid Cluster (93.720, 93.777, 93.778)
Children's Health Insurance Program (93.767)
Temporary Assistance for Needy Families (93.558, 93.714)
Vocational Rehabilitation Cluster (84.126, 84.390)
Allowable Costs
Significant Deficiency

Recommendation: Department management ensure adequate review of the various calculations of the cost pool statistics is performed.

Status: Corrective action was taken.

Finding 11-21: **Oregon Housing and Community Services Department**
LIHEAP Program Monitoring
Low-Income Home Energy Assistance (93.568)
Subrecipient Monitoring
Significant Deficiency, Noncompliance

Recommendation: Department management comply with the Master Grant Agreement and ensure monitoring results are communicated to subrecipients within 60 days of the monitoring review, particularly when the review contains issues that could result in noncompliance with federal requirements.

Status: Corrective action was taken.

Finding 11-22: **Oregon Employment Department**
Overpayments to Claimants
Unemployment Insurance Program (17.225)
Eligibility
Significant Deficiency, Noncompliance
Questioned Cost: $5,939,469; $367,125 ARRA

Recommendation: Department management establish adequate processes to prevent overpayments and to timely recoup overpayments that occur. We also recommend that department management correct the system issue

resulting in claimants being paid in excess of the maximum benefit amount and ensure that future system modifications are working as intended. We further recommend that department management ensure that manual system modifications and/or adjustments retain payment history.

Status: Partial corrective action was taken. The agency response is as follows:

Recurring reports to detect potential overpayments have been setup and we are in the process of establishing overpayments.

In July 2013 we discovered that most of the business intelligence (BI) tool reports mentioned in all of our corrective actions were either not working correctly or never setup. We had some key staff out of the office for an extended period of time, impairing our ability to locate data from prior reports. We were able to confirm that the report showing claims upon which the same week was paid more than once has been running since May 26, 2013, but were not able to confirm that other reports had been run.

We have since created new reports to address the issues in the corrective actions. These new reports were initially run to check for any potential overpayments since January 1, 2012. The reports are now generated on an ongoing, regular periodic basis to check for more recent potential claim errors. Additionally, staffing and process changes have been implemented to avoid planned reports such as these not being regularly run and followed upon. We have reviewed approximately 65% of the claims from reports going back to January 1, 2012. We expect to have these completed by the end of October 2013.

Corrective action concerning claimants who received benefits in excess of their maximum weekly benefit amount due to system error initially involved establishing overpayments for the 30 claimants. Subsequently, the system error was corrected. In addition, Benefit Payment Control (BPC) management is in the process of developing a Business Intelligence system report to identify claimants receiving benefits in excess of their maximum weekly benefit amount (for any program). This will allow for the timely establishment of overpayments when required.

Corrective action concerning the 6 claimants overpaid when their claims were reopened after staff manually zeroed their records, began with establishing overpayments for the 6 individuals involved. The UI system was modified by IT to prevent future occurrences. In addition, the Benefit Payment Control (BPC) report noted above (corrective action concerning zero-out error) will allow for the timely establishment of overpayments when required.

Finding 11-25: **Oregon Department of Human Services**
Significant Deficiency in Internal Control for Inadequate Monitoring of Segregation of Duties for SNAP System Access
Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.651)
Significant Deficiency
Questioned Cost: $3,430

Recommendation: The department remove conflicting access rights where it can. In those instances where the conflict remains, the Department should develop and implement a detective control to specifically address those instances.

Status: Partial corrective action was taken. The agency response is as follows:

DHS management believes that most of this recommendation has been resolved through the following actions:

- Continued reinforcement by management of the importance of internal controls
- Limiting system access to that required to perform the duties of the position
- Monthly review of the RACF report by sub-administrators, managers or assigned personnel
- Regular business reviews in each of the field offices, ensuring that appropriate internal controls are followed
- Distribution of the conflicting access report, if there is an actual conflict on the report there is an expectation of immediate action/response

The DHS Data Collection and Reporting Unit (DCRU) has been providing a quarterly report to APD and SSP Field Administration showing if staff have conflicting access to a case over a span of several months. If a staff person had conflicting access at any time during the period, even if not in the same month, a record is returned that conflicting access might exist.

However, during this year's audit review a data timing issue was identified in our existing potential conflicting access report. When data was reprocessed for Calendar Year (CY) 2013, additional potential conflicting issuances were identified. To resolve this issue the report has been changed to report data through the most recent month available, but notes that the final three months of any period is preliminary for three months past when the month is originally reported. Corrected data reporting the possible conflicts was shared with both APD and SSP Field Administration. Further, the frequency of this report was increased to be monthly instead of quarterly. The changes to this report will be in effect April 2014.

SUMMARIES OF SIGNIFICANT AUDIT REPORTS ISSUED BY THE OREGON SECRETARY OF STATE AUDITS DIVISION

REPORT TITLE AND NUMBER: **Public Assistance: Improve Eligibility Procedures and Consider Approaches of Other States; Report No. 2013-10**

REPORT DATE: May 2013

RESULTS IN BRIEF: Public assistance programs provide a social safety net for Oregonians facing financial hardship. These programs include Medicaid, the Supplemental Nutritional Assistance Program (SNAP), and Temporary Assistance for Needy Families (TANF). Participation in these programs has increased significantly in recent years. Specifically, in 2011, approximately 1 in 3 Oregonians was served by one or more of these programs. According to 2011 census data, Oregon had the highest percent in the nation of individuals receiving SNAP, yet ranked 25th for the number of people meeting the federal definition of poverty during the same time period.

As participation in public assistance programs increased, so did expenditures, which are comprised of both state and federal funds. In 2012, federal and state expenditures for all three programs totaled approximately $6.6 billion. This total includes about $2 billion in state funds, although SNAP is largely federally funded, with the state paying only half of the administrative costs.

Federal laws, regulations, and waivers provide state agencies with various policy options to adapt their programs to meet the needs of their eligible low-income populations. In choosing among these options, it is important for states to balance accessibility with assurance that benefits are granted to those who are most in need.

The purpose of our audit was to compare public assistance records with various other data sets to identify potentially ineligible recipients and recommend ways to prevent improper payments. We found recipient matches among:

- Social Security Administration (SSA) death records;
- Oregon lottery winners;
- State prisoners;
- Public Employees Retirement System (PERS) retirees; and
- Department of Human Services (DHS) and Oregon Health Authority (OHA) employees.

During our review, we identified some ineligible recipients and improper payments, but we also learned that many individuals

were allowed benefits under Oregon's expansive eligibility criteria. For example, the SNAP eligibility criteria and reporting methods in Oregon are less restrictive than in many other states. Oregon allows individuals to remain eligible despite winning the lottery, receiving lump sum retirement payouts, or having a change in household members that could restrict eligibility.

Procedural deficiencies in the eligibility verification process led to some potentially ineligible recipients and overpayments. We found misunderstanding and disagreement in the central office about the verification steps occurring in field offices, as well as federal verification requirements. Additionally, we discovered that the agencies are not using social security number (SSN) verification tools that could help prevent improper payments and detect data entry errors. Overall, we found better procedures were needed to identify deceased and incarcerated recipients, and applicants using a false SSN. While caseworkers indicated their awareness and concerns about fraudulent applicants, we also observed a need for better information, training, resources, and tools to identify ineligible applicants and detect improper payments.

The data matches we performed were limited because we did not have access to important data sources. For example, federal law prohibited us from using the SSNs of living individuals and limited our access to income information reported to the Oregon Employment Department and the Oregon Department of Revenue. Consequently, the questionable payments we identified are likely understated in comparison to what we would have found if we had access to additional data sources.

We recommend DHS and OHA management work with the Legislature and Governor to consider changes to Oregon's public assistance eligibility and reporting options, balancing accessibility for the neediest with the most prudent use of public resources. We also recommend DHS and OHA improve SSN verification policies and procedures, continue reviewing data matches we provided to them, and take actions to recover any overpayments through collection efforts, up to and including prosecution.

REPORT TITLE AND NUMBER: **University of Oregon: Payroll Practices; Report No. 2013-30**

REPORT DATE: October 2013

RESULTS IN BRIEF: The University of Oregon (UO) administration became aware of potential payroll violations involving federal grants in January 2013 and requested a review by the Internal Audit Division for the Oregon University System (OUS).The audit uncovered inappropriate payroll adjustments for research personnel paid by federal grants in the Institute of Neuroscience (ION). In addition, several OUS payroll audits of universities, including UO specifically, recommended better payroll practices. The Secretary of State Audits Division was asked by OUS to determine the extent of payroll discrepancies.

We examined payroll records for a number of UO employees and obtained emails for the business or payroll managers of selected departments to examine for potential misuse of overtime and full-time equivalent (FTE) changes.

Based upon our review of the emails we received, we identified a number of concerns related to overtime and other payroll practices that we believe warrant UO leadership's attention; specifically, the use of overtime to circumvent payroll reductions due to state-enforced furloughs and salary freezes, and other adjustments to temporarily increase employees' pay. We also found a few instances where managers in academic and research units discussed FTE increases as an option to increase an employee's pay without a clear expectation the employee would work more hours.

We recommend UO leadership communicate general expectations and establish better controls over compensation, vacation time, and overtime. In addition, we recommend they review the other payroll issues we identified and consider seeking reimbursement from employees for unearned compensation.

REPORT TITLE AND NUMBER: **Temporary Assistance for Needy Families: High Expectations, Stronger Partnerships, and Better Data Could Help More Parents Find Work; Report No. 2014-08**

REPORT DATE: April 2014

RESULTS IN BRIEF: Oregon's Temporary Assistance for Needy Families (TANF) program sends monthly cash payments to thousands of the poorest families in the state. In return, TANF requires clients to find work or participate in activities to help them become more self-sufficient.

After the recession hit in 2008, Oregon, like other states, had to decide how to respond to growing demand for aid. With federal TANF contributions fixed, the state could restrict new applicants to conserve dwindling state money. Or it could leave the doors open and see cases and state spending rise.

Oregon, more than any other state, chose the latter approach. Growth in Oregon's TANF program, commonly known as welfare, led the nation from 2007 to 2013. Caseloads swelled, hitting up to 200 families per case manager.

That approach sent aid to far more families in deep poverty, typically single mothers with young children. At last count, Oregon provided benefits to a higher proportion of poor families than 41 other states, giving more parents a leg up to stabilize their homes.

To help cover aid for more families, however, the 2011 Legislature slashed money for services designed to help parents move toward work and self-sufficiency. Subsidized child care dropped. Three-quarters of the program's contractors were cut, including those who helped clients address addictions and mental health problems. Case managers found themselves with roughly twice as many clients to work with, and fewer tools to help them.

Despite the cuts and increased workload, we saw impressive success stories in our review, with case managers, contractors, and community partners helping impoverished parents find employment, at times after overcoming severe health or addiction problems.

We also found little to no progress in moving many clients toward self-sufficiency, a trend that increased after the 2011 reductions.

We saw lost years in case records, with clients asked to do nothing. Clients were often not held accountable for missed

appointments or not participating in program activities. There were gaps, months or years long, with no significant contact between case managers and clients. Oregon clients spend relatively few hours in self-sufficiency activities. In our test month of June 2013, two thirds of clients recorded no activity at all.

In general, the TANF program did not measure individual client progress. Case plans, intended as clients' detailed "road map to self-sufficiency," were reduced to a few words, if prepared at all. Five-year time limits, designed to build urgency into the system, had little to no effect. Because of state exemptions, in the 17 years since Congress passed welfare reform, no clients on TANF solely in Oregon have had their benefits reduced because of time limits.

The Department of Human Services (DHS), which runs the TANF program, is in a tough spot. The improved economy is gradually reducing TANF cases, but not fast enough to get back to pre-recession levels for many years. Absent more effective action to move more clients into jobs, the dollars dedicated to basic benefits will remain relatively high.

DHS is making improvements, among them converting eligibility worker positions in its budget to hire 162 more case managers. We identified other steps DHS management could take – and the Legislature could consider – to put Oregon's TANF program on more solid ground.

In general, we recommend that DHS significantly raise expectations of clients, build stronger partnerships with Coordinated Care Organizations and other groups to improve client services, and use available data to better assist clients, track their progress, and evaluate the performance of program initiatives.

The Legislature can help by revisiting decisions made during the recession, giving case managers more flexibility in managing uncooperative clients, reducing the sudden drop in benefits when TANF clients find work, and adding small-scale incentives that encourage clients to make progress.

ABOUT THE SECRETARY OF STATE AUDITS DIVISION

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Key Audit Personnel

Mary Wenger, CPA, Deputy Director

Dale Bond, CPA, Audit Manager

Julianne Kennedy, CPA, Audit Manager

Kelly Olson, CPA, Audit Manager

Michelle Searfus, CPA, Principal Auditor

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phone: 503-986-2255
mail: Oregon Audits Division
255 Capitol Street NE, Suite 500
Salem, OR 97310

The courtesies and cooperation extended by officials and employees of the State of Oregon during the course of this audit were commendable and sincerely appreciated.

Auditing to Protect the Public Interest and Improve Oregon Government