Statewide Single Audit Report

State of Oregon

For Fiscal Year Ended June 30,

2014

Secretary of State
Jeanne P. Atkins

Audits Division, Director
Gary Blackmer

Office of the Secretary of State

Jeanne P. Atkins
Secretary of State

Robert Taylor
Deputy Secretary of State

Audits Division

Gary Blackmer
Director

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The Honorable Kate Brown
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, 2014, and is required for the State to continue receiving federal financial assistance, which, as shown in this report, totals approximately $10.6 billion.

As required by the Single Audit Act, we issued a report dated December 29, 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, 2014.

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, 2014.

- *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, 2014, 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, 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 11 current year audit findings regarding internal control related to financial reporting. It also lists 42 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 2013.

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, 2014. 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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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 the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Oregon as of and for the year ended June 30, 2014, 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 December 29, 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, and Oregon Health and Science University. 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.

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.

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. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section 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. Given these limitations, during our audits we and the other auditors did not identify any deficiencies in internal control that we consider to be material weaknesses. We and the other auditors did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be significant deficiencies. Items 2014-001 through 2014-011.

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.

Office of the Secretary of State, Audits Division

State of Oregon
December 29, 2014

Office of the Secretary of State

Jeanne P. Atkins
Secretary of State

Robert Taylor
Deputy Secretary of State

Audits Division

Gary Blackmer
Director

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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, 2014. 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. We did not audit the State of Oregon's compliance with the following major federal programs:

CFDA#	Name of Federal Program or Cluster
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States
cluster	Workforce Investment Act (WIA) Cluster
cluster	Research and Development Cluster

Other auditors audited the State of Oregon's compliance with these programs' requirements and their reports thereon have been furnished to us. Our opinion, insofar as it relates to these programs, is based solely on the reports of the other auditors.

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, 2014. 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 and the reports of other auditors provide 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 Foster Care Title IV-E, Adoption Assistance Title IV-E, Medicaid Cluster

As described in Findings 2014-012 through 2014-015, and 2014-018 through 2013-021, 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
2014-012	93.658	Foster Care Title IV-E	Period of Availability
	93.659	Adoption Assistance Title IV-E	
2014-013	93.658	Foster Care Title IV-E	Reporting
	93.659	Adoption Assistance Title IV-E	
2014-014	93.658	Foster Care Title IV-E	Eligibility
2014-015	93.658	Foster Care Title IV-E	Activities Allowed or Unallowed
2014-018	93.777 93.778	Medicaid Cluster	Activities Allowed or Unallowed and Eligibility
2014-019	93.777 93.778	Medicaid Cluster	Special Tests and Provisions
2014-020	93.777 93.778	Medicaid Cluster	Special Tests and Provisions
2014-021	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 Foster Care Title IV-E, Adoption Assistance Title IV-E, 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 Foster Care Title IV-E, Adoption Assistance Title IV-E, and Medicaid Cluster for the year ended June 30, 2014.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, based on our audit and the reports of other auditors, 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, 2014.

Other Matters

The results of our auditing procedures and reports of other auditors 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 2014-024 through 2014-028, 2014-030 through 2014-034, 2014-039 through 2014-042, 2014-044 through 2014-048, and 2014-050 through 2014-052. 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 2014-012 through 2014-014, 2014-016, 2014-018 through 2014-019, 2014-022, 2014-024, and 2014-036 through 2014-038 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 and the other auditors consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2014-015, 2014-017, 2014-020, 2014-021, 2014-023, 2014-025, 2014-026, 2014-028 through 2014-035, 2014-039 through 2014-045, and 2014-047 through 2014-053 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, 2014, 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 December 29, 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.

Office of the Secretary of State, Audits Division

State of Oregon

March 10, 2015, except for the Schedule of Expenditures of
Federal Awards, as to which the date is December 29, 2014

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

State of Oregon
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

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		$ 2,381,770	$ 13,000	$ 2,394,770	$ 2,359,744	$ 35,026
10.069	Conservation Reserve Program		--	64,413	64,413	64,413	--
10.093	Voluntary Public Access and Habitat Incentive Program		89,222	--	89,222	89,222	--
10.163	Market Protection and Promotion		40,904	--	40,904	40,904	--
10.170	Specialty Crop Block Grant Program - Farm Bill		539,629	870,898	1,410,527	1,410,527	--
10.202	Cooperative Forestry Research		943,793	--	943,793	943,793	--
10.500	Cooperative Extension Service		4,395,003	--	4,395,003	4,395,003	--
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children		54,932,261	18,224,459	73,156,720	73,156,720	--
10.558	Child and Adult Care Food Program		360,842	33,069,797	33,430,639	33,422,376	8,263
10.560	State Administrative Expenses for Child Nutrition		2,979,525	--	2,979,525	2,979,525	--
10.567	Food Distribution Program on Indian Reservations		32,292	196,113	228,405	228,405	--
10.574	Team Nutrition Grants		--	5,507	5,507	5,507	--
10.576	Senior Farmers Market Nutrition Program		873,241	10,000	883,241	883,241	--
10.579	Child Nutrition Discretionary Grants Limited Availability		84,453	61,084	145,537	145,537	--
10.580	Supplemental Nutrition Assistance Program, Process and and Technology Improvement Grant		(19,689)	--	(19,689)	(19,689)	--
10.582	Fresh Fruit and Vegetable Program		29,874	2,244,868	2,274,742	2,274,742	--
10.588	Assessment of Alternatives to Face-to-Face Interviews in SNAP		17,846	--	17,846	17,846	--
10.604	Technical Assistance for Specialty Crops Program		1,771	--	1,771	1,771	--
10.652	Forestry Research		64,082	--	64,082	64,082	--
10.664	Cooperative Forestry Assistance		5,274,063	445,562	5,719,625	5,719,625	--
10.672	Rural Development, Forestry, and Communities		165	--	165	165	--
10.674	Wood Utilization Assistance		79,533	1,411	80,944	80,944	--
10.675	Urban and Community Forestry Program		73,592	--	73,592	73,592	--
10.676	Forest Legacy Program		62,527	--	62,527	62,527	--
10.678	Forest Stewardship Program		39,318	--	39,318	39,318	--
10.679	Collaborative Forest Restoration		122,857	--	122,857	122,857	--
10.680	Forest Health Protection		1,171,644	--	1,171,644	1,171,644	--
10.688	ARRA - Wildland Fire Management		248,570	--	248,570	248,570	--
10.693	Watershed Restoration and Enhancement Agreement Authority		6,382	--	6,382	--	6,382
10.868	Rural Energy for America Program		44,775	--	44,775	44,775	--
10.902	Soil and Water Conservation		129	23,543	23,672	23,672	--
10.XXX	Other Department of Agriculture Programs						
		11 CS 11060600 003	17,087	--	17,087	17,087	--
		AG0471 C 09 0011	17,789	--	17,789	17,789	--
		V-2013-001	131,942	--	131,942	--	131,942
		WRP-66-0436-2-095	252,757	--	252,757	252,757	--
10.XXX	Total Other Department of Agriculture Programs		$ 419,575	$ --	$ 419,575	$ 287,633	$ 131,942
Total Department of Agriculture			**$ 75,289,949**	**$ 55,230,655**	**$ 130,520,604**	**$ 130,338,991**	**$ 181,613**

Department of Commerce						
11.008	NOAA Mission-Related Education Awards	$ 13,073	$ --	$ 13,073	$ 13,073	$ --
11.303	Economic Development_Technical Assistance	130,172	10,000	140,172	140,172	--
11.407	Interjurisdictional Fisheries Act of 1986	86,825	--	86,825	--	86,825
11.419	Coastal Zone Management Administration Awards	2,184,438	295,660	2,480,098	2,282,299	197,799
11.420	Coastal Zone Management Estuarine Research Reserves	653,503	--	653,503	653,503	--
11.429	Marine Sanctuary Program	32,002	--	32,002	32,002	--
11.436	Columbia River Fisheries Development Program	6,061,757	--	6,061,757	6,061,757	--
11.437	Pacific Fisheries Data Program	702,112	--	702,112	--	702,112
11.438	Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program	4,173,314	3,987,685	8,160,999	6,699,049	1,461,950
11.439	Marine Mammal Data Program	43,334	--	43,334	9,275	34,059
11.441	Regional Fishery Management Councils	203,941	--	203,941	--	203,941
11.463	Habitat Conservation	24,344	--	24,344	24,344	--
11.467	Meteorologic and Hydrologic Modernization Development	82,777	--	82,777	82,777	--
11.472	Unallied Science Program	232,902	--	232,902	232,902	--
11.473	Coastal Services Center	124,946	--	124,946	124,946	--
11.549	State and Local Implementation Grant Program	232,924	--	232,924	232,924	--
11.558	ARRA - State Broadband Data and Development Grant Program	191,005	334,238	525,243	525,243	--
11.558	State Broadband Data and Development Grant Program	590,326	--	590,326	590,326	--
11.XXX	Other Department of Commerce Programs					
	14 16	35,785	--	35,785	--	35,785
	14 21	81,525	--	81,525	--	81,525
	14 25	41,713	--	41,713	--	41,713
	AB133F-12-CN-0084	660,474	--	660,474	660,474	--
	OR BASE 2013	15,656	--	15,656	--	15,656
	SSP 2014 6	440	--	440	--	440
11.XXX	Total Other Department of Commerce Programs	$ 835,593	$ --	$ 835,593	$ 660,474	$ 175,119
Total Department of Commerce		**$ 16,599,288**	**$ 4,627,583**	**$ 21,226,871**	**$ 18,365,066**	**$ 2,861,805**
Department of Defense						
12.106	Flood Control Projects	$ 1,662,915	$ 26,605	$ 1,689,520	$ 1,611,417	$ 78,103
12.113	State Memorandum of Agreement Program for the Reimbursement of Technical Services	55,893	--	55,893	55,893	--
12.400	Military Construction, National Guard	2,382,234	--	2,382,234	2,382,234	--
12.401	National Guard Military Operations and Maintenance (O&M) Projects	33,694,461	--	33,694,461	33,694,461	--
12.404	National Guard Challenge Program	4,006,295	--	4,006,295	4,006,295	--
12.550	The Language Flagship Grants to Institutions of Higher Education	901,443	389,679	1,291,122	--	1,291,122
12.XXX	Other Department of Defense Programs					
	00000000000000001000	6,003,149	--	6,003,149	6,003,149	--
	OR6213820917	(182,343)	(3,130)	(185,473)	(185,473)	--
	W911SR1320002	516,077	1,164	517,241	517,241	--
	W9127 N 12 2 0004	35,048	--	35,048	35,048	--
	W9127N 10 2 0008	4,266	--	4,266	4,266	--
	W9127N 10 2 00080015	581	--	581	581	--
	W9127N 10 2 00080019	376,212	--	376,212	376,212	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		W9127N 10 2 00080021	49,200	--	49,200	49,200	--
		W9127N 12 2 00040006	430,352	--	430,352	430,352	--
		W9127N 12 2 00040007	11,223	--	11,223	11,223	--
		W9127N 12 2 00040010	183,271	--	183,271	183,271	--
		W9127N 12 2 00041003	916,558	--	916,558	916,558	--
		W9127N 12 2 00041005	679,129	2,658	681,787	681,787	--
		W9127N 12 2 00041007	820,079	--	820,079	820,079	--
		W9127N 12 2 00041008	197,494	--	197,494	197,494	--
		W9127N 12 2 00041011	191,625	--	191,625	191,625	--
		W9127N 12 2 0005	231,498	--	231,498	231,498	--
		W9127N 12 2 10041004	529,850	1,030	530,880	530,880	--
		W9127N 122 0004 1013	380,335	--	380,335	380,335	--
		W9127N09200070010	141,675	--	141,675	141,675	--
		W9127N10 2 0008 0020	409,909	--	409,909	409,909	--
		W9127N10 2 0008 0022	169,767	--	169,767	169,767	--
		W9127N10 2 0008 0023	40,235	--	40,235	40,235	--
		W9127N10 2 0008 0024	81,484	--	81,484	81,484	--
		W9127N10200080017	15,029	--	15,029	15,029	--
		W9127N12200041001	1,373,072	1,123	1,374,195	1,374,195	--
		W9127N12200041002	1,607,938	--	1,607,938	1,607,938	--
		W9127N12200041009	595,798	--	595,798	595,798	--
		W9127N1320002	18,841	--	18,841	18,841	--
		W9127N200040012	22,360	--	22,360	22,360	--
12.XXX	Total Other Department of Defense Programs		$ 15,849,712	$ 2,845	$ 15,852,557	$ 15,852,557	$ --
Total Department of Defense			**$ 58,552,953**	**$ 419,129**	**$ 58,972,082**	**$ 57,602,857**	**$ 1,369,225**
Department of Housing and Urban Development							
14.231	Emergency Solutions Grants Program		$ 215,954	$ 1,629,420	$ 1,845,374	$ 1,845,374	$ --
14.235	Supportive Housing Program		89,902	--	89,902	89,902	--
14.239	Home Investment Partnerships Program		3,947,359	1,410,819	5,358,178	5,358,178	--
14.241	Housing Opportunities for Persons with AIDS		905,509	422,315	1,327,824	1,327,824	--
14.256	ARRA - Neighborhood Stabilization Program		127,170	--	127,170	127,170	--
14.400	Equal Opportunity in Housing		312,374	--	312,374	312,374	--
14.703	Sustainable Communities Regional Planning Grant Program		48,221	--	48,221	--	48,221
14.XXX	Other Department of Housing and Urban Development						
		B08DN410001	159,479	1,859,043	2,018,522	2,018,522	--
14.XXX	Total Other Department of Housing and Urban Development		$ 159,479	$ 1,859,043	$ 2,018,522	$ 2,018,522	$ --
Total Department of Housing and Urban Development			**$ 5,805,968**	**$ 5,321,597**	**$ 11,127,565**	**$ 11,079,344**	**$ 48,221**
Department of the Interior							
15.214	Non-Sale Disposals of Mineral Material		$ --	$ 396,250	$ 396,250	$ 396,250	$ --

15.225	Recreation Resource Management	135,528	232,619	368,147	368,147	--
15.227	Distribution of Receipts to State and Local Governments	17,325	129,119	146,444	129,119	17,325
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance	133,251	--	133,251	133,251	--
15.231	Fish, Wildlife and Plant Conservation Resource Management	1,714,379	--	1,714,379	1,714,379	--
15.233	Forests and Woodlands Resource Management	19,417	--	19,417	19,417	--
15.234	Secure Rural Schools and Community Self-Determination	58,837	--	58,837	53,998	4,839
15.238	Challenge Cost Share	39,951	--	39,951	39,951	--
15.504	Title XVI Water Reclamation and Reuse Program	312,686	--	312,686	312,686	--
15.517	Fish and Wildlife Coordination Act	40,563	--	40,563	40,563	--
15.608	Fish and Wildlife Management Assistance	25,406	--	25,406	25,406	--
15.614	Coastal Wetlands Planning, Protection and Restoration Program	7,957	137,672	145,629	145,629	--
15.615	Cooperative Endangered Species Conservation Fund	776,717	1,836	778,553	778,553	--
15.616	Clean Vessel Act Program	55,865	120,293	176,158	176,158	--
15.622	Sportfishing and Boating Safety Act	--	3,720	3,720	3,720	--
15.626	Enhanced Hunter Education and Safety Program	9,346	34,360	43,706	43,706	--
15.630	Coastal Program	407	--	407	407	--
15.634	State Wildlife Grants	876,619	--	876,619	876,619	--
15.647	Migratory Bird Conservation	112	--	112	112	--
15.650	Research Grants (Generic)	6,465	--	6,465	6,465	--
15.657	Endangered Species Conservation - Recovery Implementation Funds	133,570	--	133,570	133,570	--
15.661	Lower Snake River Compensation Plan	3,145,384	--	3,145,384	3,145,384	--
15.664	Fish and Wildlife Coordination and Assistance Programs	7,461	--	7,461	7,461	--
15.666	Endangered Species Conservation-Wolf Livestock Loss Compensation and Prevention	--	56,116	56,116	56,116	--
15.808	U.S. Geological Survey_Research and Data Collection	407,249	--	407,249	407,249	--
15.809	National Spatial Data Infrastructure Cooperative Agreements Program	11,669	--	11,669	11,669	--
15.810	National Cooperative Geologic Mapping Program	188,722	--	188,722	188,722	--
15.812	Cooperative Research Units Program	(2,204)	--	(2,204)	--	(2,204)
15.814	National Geological and Geophysical Data Preservation Program	13,448	--	13,448	13,448	--
15.904	Historic Preservation Fund Grants-In-Aid	715,699	69,634	785,333	785,333	--
15.916	Outdoor Recreation_Acquisition, Development and Planning	383,304	453,113	836,417	836,417	--
15.923	National Center for Preservation Technology and Training	13,137	--	13,137	13,137	--
15.944	Natural Resource Stewardship	(39,653)	--	(39,653)	(39,653)	--
15.945	Cooperative Research and Training Programs - Resources of the National Park System	18,833	--	18,833	18,833	--
15.946	Cultural Resources Management	14,228	--	14,228	14,228	--
15.954	National Park Service Conservation, Protection, Outreach, and Education	33,520	--	33,520	33,520	--
15.XXX	Other Department of the Interior Programs					
	-	41,503	--	41,503	41,503	--
	09FG1U1410	49,101	--	49,101	49,101	--
	277821	521	--	521	--	521
	27782A	4,371	--	4,371	--	4,371
	38542	54,019	--	54,019	54,019	--
	4112GP572	11,478	--	11,478	11,478	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		45000471715	88,599	--	88,599	88,599	--
		F12PX02925	10,882	--	10,882	10,882	--
		F13AP003023	311,000	--	311,000	311,000	--
		F13PC00293	9,046	--	9,046	9,046	--
		F14AC00219	3,408	--	3,408	3,408	--
		G13AC00009	112,950	--	112,950	112,950	--
		H1530080001	10,721	--	10,721	10,721	--
		H7700111012	15,300	--	15,300	15,300	--
		L09AC16024	1,909	--	1,909	1,909	--
		L10AC20502	11,434	--	11,434	11,434	--
		L13AC00209	9,488	--	9,488	9,488	--
		LOPTX	2,210	--	2,210	2,210	--
		R13AP11036	22,033	--	22,033	22,033	--
		R13AP13007	186,309	--	186,309	186,309	--
		USFW AGMT NAT HERIT	182,157	94,565	276,722	276,722	--
15.XXX	Total Other Department of the Interior Programs		$ 1,138,439	$ 94,565	$ 1,233,004	$ 1,228,112	$ 4,892
Total Department of the Interior			**$ 10,413,637**	**$ 1,729,297**	**$ 12,142,934**	**$ 12,118,082**	**$ 24,852**
Department of Justice							
16.017	Sexual Assault Services Formula Program		$ 26,235	$ 352,404	$ 378,639	$ 378,639	$ --
16.523	Juvenile Accountability Block Grants		2,662	268,255	270,917	270,917	--
16.525	Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus		106,731	--	106,731	106,731	--
16.540	Juvenile Justice and Delinquency Prevention_Allocation to States		290,433	153,715	444,148	444,148	--
16.543	Missing Children's Assistance		344,408	--	344,408	344,408	--
16.548	Title V_ Delinquency Prevention Program		3,190	--	3,190	3,190	--
16.550	State Justice Statistics Program for Statistical Analysis Centers		56,624	--	56,624	56,624	--
16.554	National Criminal History Improvement Program (NCHIP)		17,266	--	17,266	17,266	--
16.575	Crime Victim Assistance		373,942	4,458,428	4,832,370	4,832,370	--
16.576	Crime Victim Compensation		1,879,949	--	1,879,949	1,879,949	--
16.580	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program		250,338	--	250,338	1	250,337
16.582	Crime Victim Assistance/Discretionary Grants		3,350	--	3,350	--	3,350
16.585	Drug Court Discretionary Grant Program		144,904	453,976	598,880	460,746	138,134
16.588	Violence Against Women Formula Grants		312,308	1,324,690	1,636,998	1,636,998	--
16.590	Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program		40,171	--	40,171	--	40,171
16.593	Residential Substance Abuse Treatment for State Prisoners		23,812	130,252	154,064	154,064	--
16.595	Community Capacity Development Office		81,512	--	81,512	12,174	69,338
16.606	State Criminal Alien Assistance Program		3,828,504	--	3,828,504	3,828,504	--
16.608	Tribal Court Assistance Program		135,047	--	135,047	135,047	--

16.710	Public Safety Partnership and Community Policing Grants	297,233	--	297,233	297,233	--
16.727	Enforcing Underage Drinking Laws Program	158,153	--	158,153	158,153	--
16.735	PREA Program: Demonstration Projects to Establish "Zero Tolerance" Cultures for Sexual Assault in Correctional Facilities	125,687	--	125,687	125,687	--
16.741	DNA Backlog Reduction Program	746,727	--	746,727	746,727	--
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	132,952	--	132,952	132,952	--
16.750	Support for Adam Walsh Act Implementation Grant Program	111,622	--	111,622	111,622	--
16.751	Edward Byrne Memorial Competitive Grant Program	50,345	--	50,345	50,345	--
16.752	Economic High-Tech and Cyber Crime Prevention	512	8,410	8,922	8,922	--
16.754	Harold Rogers Prescription Drug Monitoring Program	(8,832)	--	(8,832)	(8,832)	--
16.812	Second Chance Act Prisoner Reentry Initiative	144,367	--	144,367	118,741	25,626
16.813	NICS Act Record Improvement Program (NARIP)	649,290	--	649,290	649,290	--
16.816	John R. Justice Prosecutors and Defenders Incentive Act	12,277	--	12,277	12,277	--
16.922	Equitable Sharing Program	8,001	--	8,001	8,001	--
Total	**Department of Justice**	**$ 10,349,720**	**$ 7,150,130**	**$ 17,499,850**	**$ 16,972,894**	**$ 526,956**
Department of Labor						
17.002	Labor Force Statistics	$ 1,127,906	$ --	$ 1,127,906	$ 1,127,906	$ --
17.005	Compensation and Working Conditions	165,556	--	165,556	165,556	--
17.225	ARRA - Unemployment Insurance	(1,357,800)	--	(1,357,800)	(1,357,800)	--
17.225	Unemployment Insurance	897,499,720	--	897,499,720	897,499,720	--
17.235	Senior Community Service Employment Program	48,866	1,210,810	1,259,676	1,259,676	--
17.245	Trade Adjustment Assistance	6,835,670	--	6,835,670	6,835,670	--
17.261	WIA Pilots, Demonstrations, and Research Projects	80,594	--	80,594	43,134	37,460
17.271	Work Opportunity Tax Credit Program (WOTC)	443,317	--	443,317	443,317	--
17.273	Temporary Labor Certification for Foreign Workers	106,394	--	106,394	106,394	--
17.275	ARRA - Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors	13,315	38,279	51,594	51,594	--
17.277	Workforce Investment Act (WIA) - National Emergency Grants	8,597	1,522,876	1,531,473	1,531,473	--
17.503	Occupational Safety and Health State Program	5,617,864	--	5,617,864	5,617,864	--
17.600	Mine Health and Safety Grants	83,391	--	83,391	83,391	--
17.XXX	Other Department of Labor Programs					
	GS10F0042M	68,529	--	68,529	--	68,529
17.XXX	Total Other Department of Labor Programs	$ 68,529	$ --	$ 68,529	$ --	$ 68,529
Total	**Department of Labor**	**$ 910,741,919**	**$ 2,771,965**	**$ 913,513,884**	**$ 913,407,895**	**$ 105,989**
Department of State						
19.017	Environmental and Scientific Partnerships and Programs	$ 9,315	$ --	$ 9,315	$ 9,315	$ --
19.040	Public Diplomacy Programs	9,170	--	9,170	9,170	--
19.401	Academic Exchange Programs_Scholars	75,518	--	75,518	75,518	--
19.421	Academic Exchange Programs - English Language Programs	1,524,514	--	1,524,514	1,524,514	--
19.500	Middle East Partnership Initiative (MEPI)	277,427	--	277,427	277,427	--
Total	**Department of State**	**$ 1,895,944**	**$ --**	**$ 1,895,944**	**$ 1,895,944**	**$ --**

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Department of Transportation							
20.106	Airport Improvement Program		$ 1,332,486	$ --	$ 1,332,486	$ 1,332,486	$ --
20.215	Highway Training and Education		57,598	--	57,598	57,598	--
20.218	National Motor Carrier Safety		2,176,386	633,159	2,809,545	2,809,545	--
20.232	Commercial Driver's License Program Improvement Grant		409,912	--	409,912	409,912	--
20.240	Fuel Tax Evasion-Intergovernmental Enforcement Effort		226,573	--	226,573	226,573	--
20.319	ARRA - High-Speed Rail Corridors and Intercity Passenger Rail Service – Capital Assistance Grants		1,147,004	652,329	1,799,333	1,799,333	--
20.505	Metropolitan Transportation Planning and State and and Non-Metropolitan Planning and Research		223,452	394,004	617,456	617,456	--
20.509	ARRA - Formula Grants for Rural Areas		2,960,661	223,461	3,184,122	3,184,122	--
20.509	Formula Grants for Rural Areas		1,187,051	10,793,949	11,981,000	11,981,000	--
20.520	Paul S. Sarbanes Transit in the Parks		--	56,917	56,917	56,917	--
20.608	Minimum Penalties for Repeat Offenders for Driving While Intoxicated		294,391	147,160	441,551	284,390	157,161
20.614	National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants		108,989	--	108,989	108,989	--
20.616	National Priority Safety Programs		780,890	155,045	935,935	901,591	34,344
20.700	Pipeline Safety Program State Base Grant		252,642	--	252,642	252,642	--
20.701	University Transportation Centers Program		61,377	--	61,377	19,414	41,963
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants		213,984	--	213,984	214,391	(407)
20.933	National Infrastructure Investments		5,262	--	5,262	5,262	--
Total Department of Transportation			**$ 11,438,658**	**$ 13,056,024**	**$ 24,494,682**	**$ 24,261,621**	**$ 233,061**
Department of the Treasury							
21.XXX	Other Department of Treasury Programs						
		ASSET FORFEITURE	$ 171,664	$ --	$ 171,664	$ 171,664	$ --
		NFMC	49,089	318,634	367,723	367,723	--
21.XXX	Total Other Department of Treasury Programs		$ 220,753	$ 318,634	$ 539,387	$ 539,387	$ --
Total Department of the Treasury			**$ 220,753**	**$ 318,634**	**$ 539,387**	**$ 539,387**	**$ --**
Office of Personnel Management							
27.011	Intergovernmental Personnel Act (IPA) Mobility Program		$ 161,129	$ --	$ 161,129	$ 161,129	$ --
Total Office of Personnel Management			**$ 161,129**	**$ --**	**$ 161,129**	**$ 161,129**	**$ --**
Equal Employment Opportunity Commission							
30.001	Employment Discrimination_Title VII of the Civil Rights Act of 1964		$ 398,750	$ --	$ 398,750	$ 398,750	$ --
Total Equal Employment Opportunity Commission			**$ 398,750**	**$ --**	**$ 398,750**	**$ 398,750**	**$ --**

General Services Administration						
39.002	Disposal of Federal Surplus Real Property	$ --	$ 44,473	$ 44,473	$ 44,473	$ --
39.003	Donation of Federal Surplus Personal Property	148,702	1,445,959	1,594,661	1,594,661	--
Total	**General Services Administration**	**$ 148,702**	**$ 1,490,432**	**$ 1,639,134**	**$ 1,639,134**	**$ --**
National Endowment for the Arts						
45.024	Promotion of the Arts_Grants to Organizations and Individuals	$ 73,779	$ --	$ 73,779	$ 73,779	$ --
45.025	Promotion of the Arts_Partnership Agreements	105,235	644,900	750,135	698,690	51,445
Total	**National Endowment for the Arts**	**$ 179,014**	**$ 644,900**	**$ 823,914**	**$ 772,469**	**$ 51,445**
National Endowment for the Humanities						
45.129	Promotion of the Humanities_Federal/State Partnership	$ 5,489	$ --	$ 5,489	$ --	$ 5,489
45.149	Promotion of the Humanities_Division of Preservation and Access	151,031	--	151,031	150,347	684
45.163	Promotion of the Humanities_Professional Development	99,698	--	99,698	99,698	--
Total	**National Endowment for the Humanities**	**$ 256,218**	**$ --**	**$ 256,218**	**$ 250,045**	**$ 6,173**
Institute Of Museum and Library Services						
45.301	Museums for America	$ 162,115	$ --	$ 162,115	$ 162,115	$ --
45.303	Conservation Project Support	76,463	--	76,463	76,463	--
45.310	Grants to States	1,117,592	926,797	2,044,389	2,044,389	--
45.312	National Leadership Grants	65,749	104,651	170,400	170,400	--
Total	**Institute Of Museum and Library Services**	**$ 1,421,919**	**$ 1,031,448**	**$ 2,453,367**	**$ 2,453,367**	**$ --**
National Science Foundation						
47.041	Engineering Grants	$ 10	$ --	$ 10	$ 10	$ --
47.049	Mathematical and Physical Sciences	2,348	--	2,348	--	2,348
47.050	Geosciences	246,271	79,061	325,332	325,332	--
47.070	Computer and Information Science and Engineering	100	--	100	100	--
47.075	Social, Behavioral, and Economic Sciences	27,909	--	27,909	27,909	--
47.076	Education and Human Resources	664,103	2,452	666,555	623,384	43,171
47.078	Polar Programs	693	--	693	693	--
47.080	Office of Cyberinfrastructure	714,972	--	714,972	714,972	--
47.082	ARRA - Trans-NSF Recovery Act Research Support	(1,785)	--	(1,785)	(1,785)	--
Total	**National Science Foundation**	**$ 1,654,621**	**$ 81,513**	**$ 1,736,134**	**$ 1,690,615**	**$ 45,519**
Small Business Administration						
59.037	Small Business Development Centers	$ 54,281	$ --	$ 54,281	$ --	$ 54,281
59.061	State Trade and Export Promotion Pilot Grant Program	66,464	207,564	274,028	274,028	--
Total	**Small Business Administration**	**$ 120,745**	**$ 207,564**	**$ 328,309**	**$ 274,028**	**$ 54,281**
Department of Veterans Affairs						
64.005	Grants to States for Construction of State Home Facilities	$ 17,017,752	$ --	$ 17,017,752	$ 17,017,752	$ --
64.015	Veterans State Nursing Home Care	6,063,755	--	6,063,755	6,063,755	--
64.125	Vocational and Educational Counseling for Servicemembers and Veterans	77,055	--	77,055	77,055	--

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, 2014 (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						
		9999	126	--	126	126	--
64.XXX	Total Other Department of Veterans Affairs Programs		$ 126	$ --	$ 126	$ 126	$ --
Total	**Department of Veterans Affairs**		**$ 23,158,688**	**$ --**	**$ 23,158,688**	**$ 23,158,688**	**$ --**
Environmental Protection Agency							
66.032	State Indoor Radon Grants		$ 56,204	$ --	$ 56,204	$ 56,204	$ --
66.034	Surveys, Studies, Research, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act		993,001	62,963	1,055,964	1,055,964	--
66.039	National Clean Diesel Emissions Reduction Program		1,205	--	1,205	1,205	--
66.040	State Clean Diesel Grant Program		5,973	109,896	115,869	115,869	--
66.419	Water Pollution Control State, Interstate, and Tribal Program Support		174,755	--	174,755	174,755	--
66.432	State Public Water System Supervision		904,459	327,268	1,231,727	1,231,727	--
66.454	Water Quality Management Planning		204,910	--	204,910	204,910	--
66.460	Nonpoint Source Implementation Grants		(1,847)	656,655	654,808	654,808	--
66.461	Regional Wetland Program Development Grants		150,818	--	150,818	145,981	4,837
66.472	Beach Monitoring and Notification Program Implementation Grants		245,709	--	245,709	245,709	--
66.514	Science to Achieve Results (STAR) Fellowship Program		23,285	--	23,285	23,285	--
66.605	Performance Partnership Grants		9,704,264	--	9,704,264	9,704,264	--
66.608	Environmental Information Exchange Network Grant Program and Related Assistance		193,290	--	193,290	193,290	--
66.700	Consolidated Pesticide Enforcement Cooperative Agreements		340,219	--	340,219	340,219	--
66.707	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals		185,990	--	185,990	185,990	--
66.709	Multi-Media Capacity Building Grants for States and Tribes		69,555	--	69,555	69,555	--
66.802	Superfund State, Political Subdivision, and Indian Tribe Site_Specific Cooperative Agreements		303,237	--	303,237	303,237	--
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		1,297,419	--	1,297,419	1,297,419	--
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		1,024,200	--	1,024,200	1,024,200	--
66.818	Brownfields Assessment and Cleanup Cooperative Agreements		31,341	83,973	115,314	115,314	--
66.950	National Environmental Education Training Program		87,821	--	87,821	--	87,821
66.951	Environmental Education Grants		22,694	12,529	35,223	35,223	--
Total	**Environmental Protection Agency**		**$ 16,556,502**	**$ 1,253,284**	**$ 17,809,786**	**$ 17,717,128**	**$ 92,658**
Department of Energy							
81.041	ARRA - State Energy Program		$ (179)	$ --	$ (179)	$ (179)	$ --

81.041	State Energy Program	472,282	--	472,282	472,282	--
81.042	Weatherization Assistance for Low-Income Persons	160,577	1,945,159	2,105,736	2,105,736	--
81.049	Office of Science Financial Assistance Program	4,114	--	4,114	4,114	--
81.087	Renewable Energy Research and Development	450,075	--	450,075	450,075	--
81.104	Environmental Remediation and Waste Processing and Disposal	787,109	--	787,109	787,109	--
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	76,152	--	76,152	--	76,152
81.112	Stewardship Science Grant Program	28,639	--	28,639	--	28,639
81.117	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	18,884	--	18,884	--	18,884
81.119	State Energy Program Special Projects	6,281	--	6,281	6,281	--
81.121	Nuclear Energy Research, Development and Demonstration	155	--	155	--	155
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	199,936	--	199,936	199,936	--
81.XXX	Other Department of Energy Programs					
	12 48	13,859	--	13,859	--	13,859
	12 67	269,628	--	269,628	--	269,628
	13 46	13,735	--	13,735	--	13,735
	13 47	51,081	--	51,081	--	51,081
	13 52	369,689	--	369,689	--	369,689
	13 67	130,050	--	130,050	--	130,050
	13 68	246,960	--	246,960	--	246,960
	13 77	624,277	--	624,277	--	624,277
	14 41	382,702	--	382,702	--	382,702
	1984 025 00	307,914	--	307,914	307,914	--
	1988 053 08	1,820	--	1,820	1,820	--
	1992 026 04	938,328	--	938,328	938,328	--
	1993 066 00 59142	22,886	--	22,886	22,886	--
	1994 042 00	330,585	--	330,585	330,585	--
	1998 016 00	314,594	--	314,594	314,594	--
	2007 299 00 60985	259,038	--	259,038	259,038	--
	2007 404 00	43,238	--	43,238	43,238	--
	2008 718 00	20,100	--	20,100	20,100	--
	2010 035 00	218,730	--	218,730	218,730	--
	2011 004 00	111,154	--	111,154	111,154	--
	44552	168,058	1,640,025	1,808,083	1,808,083	--
	56429021 0060620	431,133	--	431,133	431,133	--
	59270	82,332	--	82,332	82,332	--
	59445 1993 040 00	233,737	--	233,737	233,737	--
	59665	95,038	--	95,038	95,038	--
	60212 1993 066 00	772,684	--	772,684	772,684	--
	60326 1998 007 04	150,933	--	150,933	150,933	--
	60447 2011 004 00	175,680	--	175,680	175,680	--
	60629 2011 006 00	118,537	--	118,537	118,537	--
	60848	104,826	--	104,826	104,826	--
	62538 2011 004 00	753,450	--	753,450	753,450	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		62559 1988 053 04	441,048	--	441,048	441,048	--
		62674 1988 053 08	146,960	--	146,960	146,960	--
		62683	96,899	--	96,899	96,899	--
		62872 2007 404 00	216,831	--	216,831	216,831	--
		63090 2007 404 00	238,907	--	238,907	238,907	--
		63178 1988 053 08	132,034	--	132,034	132,034	--
		63186	1,137,864	--	1,137,864	1,137,864	--
		63214 2007 402 00	70,771	--	70,771	70,771	--
		63235	62,281	--	62,281	62,281	--
		63237 1993 060 00	726,687	--	726,687	726,687	--
		63378	868,986	--	868,986	868,986	--
		63486	438,235	--	438,235	438,235	--
		63516	463,588	--	463,588	463,588	--
		63517	532,359	--	532,359	532,359	--
		63615	187,566	--	187,566	187,566	--
		63616 1996 040 00	33,520	--	33,520	33,520	--
		64769	264,657	--	264,657	264,657	--
		68396-02	47,107	--	47,107	--	47,107
		IGA 402 000	150,001	--	150,001	--	150,001
		PO 1276073	6,200	--	6,200	--	6,200
81.XXX	Total Other Department of Energy Programs		$ 14,019,277	$ 1,640,025	$ 15,659,302	$ 13,354,013	$ 2,305,289
Total	**Department of Energy**		**$ 16,223,302**	**$ 3,585,184**	**$ 19,808,486**	**$ 17,379,367**	**$ 2,429,119**
Department of Education							
84.002	Adult Education_Basic Grants to States		$ 924,553	$ 4,118,320	$ 5,042,873	$ 5,042,873	$ --
84.010	Title I Grants to Local Educational Agencies		2,097,146	142,172,633	144,269,779	144,269,779	--
84.011	Migrant Education_State Grant Program		973,725	9,181,570	10,155,295	10,155,295	--
84.013	Title I State Agency Program for Neglected and Delinquent Children and Youth		11,283	1,455,785	1,467,068	1,467,068	--
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		692,809	--	692,809	692,809	--
84.016	Undergraduate International Studies and Foreign Language Programs		78,791	--	78,791	78,791	--
84.048	Career and Technical Education_Basic Grants to States		1,613,877	10,952,788	12,566,665	12,566,665	--
84.116	Fund for the Improvement of Postsecondary Education		15,653	--	15,653	1,184	14,469
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States		47,710,942	--	47,710,942	47,710,942	--
84.129	Rehabilitation Long_Term Training		356,003	--	356,003	356,003	--
84.141	Migrant Education_High School Equivalency Program		461,724	--	461,724	461,724	--
84.144	Migrant Education_Coordination Program		19,708	22,397	42,105	42,105	--
84.160	Training Interpreters for Individuals who are Deaf and Individuals who are Deaf-Blind		204,996	153,434	358,430	358,430	--

84.169	Independent Living_State Grants	479,558	--	479,558	479,558	--
84.177	Rehabilitation Services_Independent Living Services for Older Individuals Who are Blind	467,727	--	467,727	467,727	--
84.181	Special Education_Grants for Infants and Families	8,641,923	4,664,456	13,306,379	4,788,699	8,517,680
84.187	Supported Employment Services for Individuals with the Most Significant Disabilities	356,793	--	356,793	356,793	--
84.195	Bilingual Education Professional Development	224,112	--	224,112	224,112	--
84.196	Education for Homeless Children and Youth	173,877	449,215	623,092	623,092	--
84.224	Assistive Technology	9,773	428,511	438,284	430,747	7,537
84.235	Rehabilitation Services Demonstration and Training Programs	771,950	--	771,950	771,950	--
84.265	Rehabilitation Training_State Vocational Rehabilitation Unit In_Service Training	68,422	--	68,422	68,422	--
84.287	Twenty-First Century Community Learning Centers	316,747	12,385,711	12,702,458	12,702,458	--
84.299	Indian Education-Special Programs for Indian Children	392,739	--	392,739	392,739	--
84.305	Education Research, Development and Dissemination	48,864	--	48,864	48,864	--
84.323	Special Education - State Personnel Development	514,462	184,345	698,807	671,930	26,877
84.324	Research in Special Education	1,053,334	1,010,078	2,063,412	2,048,976	14,436
84.325	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	2,241,097	3,000	2,244,097	2,205,744	38,353
84.326	Special Education_Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	5,130,027	1,606,371	6,736,398	6,124,359	612,039
84.327	Special Education_Educational Technology_Media and Materials for Individuals with Disabilities	3,408	--	3,408	--	3,408
84.330	Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)	314,301	--	314,301	314,301	--
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	2,335,806	371,229	2,707,035	2,707,035	--
84.335	Child Care Access Means Parents in School	185,734	--	185,734	185,734	--
84.350	Transition to Teaching	152,296	--	152,296	152,296	--
84.357	Reading First State Grants	5	--	5	--	5
84.358	Rural Education	72,147	1,443,160	1,515,307	1,515,307	--
84.365	English Language Acquisition State Grants	309,578	7,453,543	7,763,121	7,763,121	--
84.366	Mathematics and Science Partnerships	118,025	1,050,950	1,168,975	1,168,975	--
84.367	Improving Teacher Quality State Grants	1,122,284	20,876,044	21,998,328	21,944,371	53,957
84.368	Grants for Enhanced Assessment Instruments	1,648,827	--	1,648,827	1,648,827	--
84.369	Grants for State Assessments and Related Activities	6,213,223	--	6,213,223	6,213,223	--
84.378	College Access Challenge Grant Program	124,383	--	124,383	124,383	--
84.412	Race to the Top – Early Learning Challenge	1,158,412	1,174,734	2,333,146	2,333,146	--
84.XXX	Other Department of Education Programs					
	00060313	118,502	--	118,502	118,502	--
	2401Q1	9,013	--	9,013	--	9,013
	ED08CO0071	115,231	--	115,231	115,231	--
84.XXX	Total Other Department of Education Programs	$ 242,746	$ --	$ 242,746	$ 233,733	$ 9,013
Total	**Department of Education**	**$ 90,053,790**	**$ 221,158,274**	**$ 311,212,064**	**$ 301,914,290**	**$ 9,297,774**

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
National Archives and Records Administration							
89.003	National Historical Publications and Records Grants		$ 74,196	$ --	$ 74,196	$ 74,196	$ --
Total	**National Archives and Records Administration**		**$ 74,196**	**$ --**	**$ 74,196**	**$ 74,196**	**$ --**
Elections Assistance Commission							
90.401	Help America Vote Act Requirements Payments		$ 1,039,040	$ 73,840	$ 1,112,880	$ 1,112,880	$ --
Total	**Elections Assistance Commission**		**$ 1,039,040**	**$ 73,840**	**$ 1,112,880**	**$ 1,112,880**	**$ --**
United States Institute of Peace							
91.001	Annual Grant Competition		$ 15,995	$ --	$ 15,995	$ 15,995	$ --
91.004	Public Education for Peacebuilding Awards Program		1,803	--	1,803	1,803	--
Total	**United States Institute of Peace**		**$ 17,798**	**$ --**	**$ 17,798**	**$ 17,798**	**$ --**
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		$ 16,126	$ 61,099	$ 77,225	$ 77,225	$ --
93.042	Special Programs for the Aging_Title VII, Chapter 2_Long Term Care Ombudsman Services for Older Individuals		298,825	--	298,825	298,825	--
93.043	Special Programs for the Aging_Title III, Part D_Disease Prevention and Health Promotion Services		--	258,568	258,568	258,568	--
93.048	Special Programs for the Aging_Title IV and Title II_Discretionary Projects		358,041	64,963	423,004	423,004	--
93.051	Alzheimer's Disease Demonstration Grants to States		20,027	123,006	143,033	143,033	--
93.052	National Family Caregiver Support, Title III, Part E		47,980	1,627,601	1,675,581	1,675,581	--
93.069	Public Health Emergency Preparedness		4,028,092	4,131,381	8,159,473	8,159,473	--
93.070	Environmental Public Health and Emergency Response		883,030	165,338	1,048,368	1,048,368	--
93.071	Medicare Enrollment Assistance Program		--	66,838	66,838	66,838	--
93.088	Advancing System Improvements to Support Targets for Healthy People 2010		67,804	--	67,804	46,545	21,259
93.089	Emergency System for Advance Registration of Volunteer Health Professionals		(31,156)	8,892	(22,264)	(22,264)	--
93.090	ARRA - Guardianship Assistance		(6)	--	(6)	(6)	--
93.090	Guardianship Assistance			6,536,993	--	6,536,993	6,536,993
93.092	Affordable Care Act (ACA) Personal Responsibility Education Program		278,712	312,725	591,437	591,437	--
93.103	Food and Drug Administration_Research		673,293	--	673,293	673,293	--
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		147,382	--	147,382	--	147,382
93.110	Maternal and Child Health Federal Consolidated Programs		116,818	--	116,818	116,818	--
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs		441,238	119,060	560,298	560,298	--

93.127	Emergency Medical Services for Children	130,495	--	130,495	130,495	--
93.130	Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	255,626	--	255,626	255,626	--
93.136	Injury Prevention and Control Research and State and Community Based Programs	1,009,781	193,871	1,203,652	1,203,652	--
93.150	Projects for Assistance in Transition from Homelessness (PATH)	221,306	313,713	535,019	535,019	--
93.161	Health Program for Toxic Substances and Disease Registry	154,507	20,830	175,337	175,337	--
93.204	Surveillance of Hazardous Substance Emergency Events	19,628	--	19,628	19,628	--
93.217	Family Planning_Services	530,582	1,934,739	2,465,321	2,465,321	--
93.235	Affordable Care Act (ACA) Abstinence Education Program	507,965	--	507,965	507,965	--
93.236	Grants to States to Support Oral Health Workforce Activities	283,758	--	283,758	283,758	--
93.240	State Capacity Building	356,772	--	356,772	356,772	--
93.243	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	888,268	2,804,863	3,693,131	3,553,271	139,860
93.251	Universal Newborn Hearing Screening	331,693	--	331,693	331,693	--
93.256	State Health Access Program	501,266	--	501,266	501,266	--
93.262	Occupational Safety and Health Program	299,796	61,838	361,634	361,634	--
93.268	Immunization Cooperative Agreements	42,553,145	55,611	42,608,756	42,608,756	--
93.270	Adult Viral Hepatitis Prevention and Control	124,372	--	124,372	124,372	--
93.275	Substance Abuse and Mental Health Services-Access to Recovery	4,743,097	--	4,743,097	4,743,097	--
93.279	Drug Abuse and Addiction Research Programs	(2)	--	(2)	(2)	--
93.283	Centers for Disease Control and Prevention_Investigations and Technical Assistance	9,516,899	367,285	9,884,184	9,833,954	50,230
93.296	State Partnership Grant Program to Improve Minority Health	362	140,000	140,362	140,362	--
93.414	ARRA - State Primary Care Offices	78,458	--	78,458	78,458	--
93.500	Pregnancy Assistance Fund Program	303,850	597,056	900,906	900,906	--
93.505	Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	2,657,716	2,210,567	4,868,283	4,868,283	--
93.506	ACA Nationwide Program for National and State Background Checks for Direct Patient Access Employees of Long Term Care Facilities and Providers	1,525	--	1,525	1,525	--
93.507	PPHF National Public Health Improvement Initiative	456,158	45,337	501,495	501,495	--
93.511	Affordable Care Act (ACA) Grants to States for Health Insurance Premium Review	977,420	--	977,420	977,420	--
93.517	Affordable Care Act – Aging and Disability Resource Center	386,306	311,659	697,965	697,965	--
93.519	Affordable Care Act (ACA) – Consumer Assistance Program Grants	223,836	--	223,836	223,836	--
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	2,544,565	50,355	2,594,920	2,594,920	--
93.525	State Planning and Establishment Grants for the Affordable Care Act (ACA)’s Exchanges	575,444	--	575,444	575,444	--
93.538	Affordable Care Act - National Environmental Public Health Tracking Program-Network Implementation	921,199	--	921,199	921,199	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.539	Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds		584,917	334,870	919,787	919,787	--
93.544	The Patient Protection and Affordable Care Act of 2010 (ACA) (Affordable Care Act) authorizes Coordinated Chronic Disease Prevention and Health Promotion Program		226,425	166,070	392,495	392,495	--
93.556	Promoting Safe and Stable Families		3,441,637	576,435	4,018,072	4,018,072	--
93.563	Child Support Enforcement		39,953,641	8,708,975	48,662,616	48,662,616	--
93.566	Refugee and Entrant Assistance_State Administered Programs		3,680,332	--	3,680,332	3,680,332	--
93.568	Low-Income Home Energy Assistance		962,112	34,054,141	35,016,253	35,016,253	--
93.569	Community Services Block Grant		273,316	4,771,617	5,044,933	5,044,933	--
93.576	Refugee and Entrant Assistance_Discretionary Grants		113,986	--	113,986	113,986	--
93.579	U.S. Repatriation		899	--	899	899	--
93.584	Refugee and Entrant Assistance_Targeted Assistance Grants		607,833	--	607,833	607,833	--
93.586	State Court Improvement Program		484,656	--	484,656	484,656	--
93.587	Promote the Survival and Continuing Vitality of Native American Languages		32,683	--	32,683	--	32,683
93.590	Community-Based Child Abuse Prevention Grants		337,978	--	337,978	337,978	--
93.597	Grants to States for Access and Visitation Programs		55,525	72,212	127,737	127,737	--
93.599	Chafee Education and Training Vouchers Program (ETV)		563,443	--	563,443	563,443	--
93.600	Head Start		1,172,072	--	1,172,072	1,172,072	--
93.601	Child Support Enforcement Demonstrations and Special Projects		45,259	5,532	50,791	50,791	--
93.605	Family Connection Grants		746,195	--	746,195	746,195	--
93.617	Voting Access for Individuals with Disabilities_Grants to States		28,507	30,000	58,507	58,507	--
93.624	ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance		7,738,060	391,835	8,129,895	8,129,895	--
93.630	Developmental Disabilities Basic Support and Advocacy Grants		1,062,293	--	1,062,293	1,062,293	--
93.632	University Centers for Excellence in Developmental Disabilities Education, Research, and Service		451,500	--	451,500	451,500	--
93.643	Children's Justice Grants to States		270,182	--	270,182	270,182	--
93.645	Stephanie Tubbs Jones Child Welfare Services Program		4,315,503	--	4,315,503	4,315,503	--
93.648	Child Welfare Research Training or Demonstration		456,690	--	456,690	--	456,690
93.652	Adoption Opportunities		275,865	--	275,865	275,865	--
93.658	ARRA - Foster Care_Title IV-E		(63,487)	--	(63,487)	(63,487)	--
93.658	Foster Care_Title IV-E		80,161,146	655,273	80,816,419	80,816,419	--
93.659	ARRA - Adoption Assistance		(838,063)	--	(838,063)	(838,063)	--
93.659	Adoption Assistance		27,875,764	--	27,875,764	27,875,764	--
93.667	Social Services Block Grant		22,416,197	4,274,335	26,690,532	26,690,532	--
93.669	Child Abuse and Neglect State Grants		176,134	--	176,134	176,134	--
93.671	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services		5,678	1,266,821	1,272,499	1,272,499	--
93.674	Chafee Foster Care Independence Program		2,483,629	--	2,483,629	2,483,629	--

93.701	ARRA - Trans-NIH Recovery Act Research Support	67,708	--	67,708	--	67,708
93.708	ARRA - Head Start	(3,430)	--	(3,430)	(3,430)	--
93.708	Head Start	398,719	145,152	543,871	543,871	--
93.712	ARRA - Immunization	(49,826)	--	(49,826)	(49,826)	--
93.719	ARRA - State Grants to Promote Health Information Technology	787,324	--	787,324	787,324	--
93.723	ARRA - Prevention and Wellness_State, Territories and Pacific Islands	(4,026)	--	(4,026)	(4,026)	--
93.724	ARRA - Prevention and Wellness_Communities Putting Prevention to Work Funding Opportunities Announcement (FOA)	1,510	15,324	16,834	16,834	--
93.733	Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance – financed in part by the Prevention and Public Health Fund (PPHF)	692,841	--	692,841	692,841	--
93.734	Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs – financed by Prevention and Public Health Funds (PPHF)	261,456	260,066	521,522	521,522	--
93.735	State Public Health Approaches for Ensuring Quitline Capacity – Funded in part by Prevention and Public Health Funds (PPHF)	305,748	--	305,748	305,748	--
93.744	PPHF: Breast and Cervical Cancer Screening Opportunities for States, Tribes and Territories solely financed by Prevention and Public Health Funds	61,910	--	61,910	61,910	--
93.745	PPHF: Health Care Surveillance/Health Statistics – Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public Health Funds	(11,749)	--	(11,749)	(11,749)	--
93.767	Children's Health Insurance Program	214,192,030	--	214,192,030	214,192,030	--
93.768	Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	144,466	--	144,466	144,466	--
93.779	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	507,421	201,870	709,291	709,291	--
93.791	Money Follows the Person Rebalancing Demonstration	527,926	--	527,926	527,926	--
93.796	State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	2,145,560	--	2,145,560	2,145,560	--
93.855	Allergy, Immunology and Transplantation Research	18,877	--	18,877	18,877	--
93.859	Biomedical Research and Research Training	15,901	--	15,901	15,901	--
93.889	National Bioterrorism Hospital Preparedness Program	2,790,309	1,580,814	4,371,123	4,371,123	--
93.917	HIV Care Formula Grants	4,746,123	1,358,137	6,104,260	6,104,260	--
93.928	Special Projects of National Significance	345,397	--	345,397	345,397	--
93.938	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	13,041	--	13,041	13,041	--
93.940	HIV Prevention Activities - Health Department Based	1,324,350	1,052,881	2,377,231	2,377,231	--
93.944	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	724,970	408,422	1,133,392	1,133,392	--
93.945	Assistance Programs for Chronic Disease Prevention and Control	1,469,754	58,876	1,528,630	1,528,630	--
93.946	Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	99,094	--	99,094	99,094	--
93.958	Block Grants for Community Mental Health Services	1,808,535	3,521,399	5,329,934	5,329,934	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.959	Block Grants for Prevention and Treatment of Substance Abuse		4,122,425	18,401,113	22,523,538	22,523,538	--
93.969	PPHF Geriatric Education Centers		82,025	--	82,025	--	82,025
93.977	Preventive Health Services_Sexually Transmitted Diseases Control Grants		374,857	--	374,857	374,857	--
93.991	Preventive Health and Health Services Block Grant		428,422	86,304	514,726	514,726	--
93.994	Maternal and Child Health Services Block Grant to the States		3,459,894	4,255,325	7,715,219	7,715,219	--
93.XXX	Other Department of Health and Human Services Programs						
		1265-49256	123,399	--	123,399	--	123,399
		HHSM500201100039C	(30,778)	--	(30,778)	(30,778)	--
93.XXX	Total Other Department of Health and Human Services Programs		$ 92,621	$ --	$ 92,621	$ (30,778)	$ 123,399
Total	**Department of Health and Human Services**		**$ 527,479,682**	**$ 102,700,994**	**$ 630,180,676**	**$ 629,059,440**	**$ 1,121,236**
Corporation For National and Community Service							
94.003	State Commissions		$ 277,171	$ --	$ 277,171	$ 277,171	$ --
94.006	AmeriCorps		362,698	2,451,014	2,813,712	2,813,820	(108)
94.007	Program Development and Innovation Grants		13,983	--	13,983	12,983	1,000
94.009	Training and Technical Assistance		59,071	--	59,071	59,071	--
94.013	Volunteers in Service to America		4,553	--	4,553	4,553	--
Total	**Corporation For National and Community Service**		**$ 717,476**	**$ 2,451,014**	**$ 3,168,490**	**$ 3,167,598**	**$ 892**
Office of National Drug Control Policy Reauthorization Act of 2006							
95.001	High Intensity Drug Trafficking Areas Program		$ 1,732,853	$ 1,394,534	$ 3,127,387	$ 3,127,387	$ --
Total	**Office of National Drug Control Policy Reauthorization Act of 2006**		**$ 1,732,853**	**$ 1,394,534**	**$ 3,127,387**	**$ 3,127,387**	**$ --**
Social Security Administration							
96.008	Social Security_Work Incentives Planning and Assistance Program		$ 20,291	$ --	$ 20,291	$ 20,291	$ --
Total	**Social Security Administration**		**$ 20,291**	**$ --**	**$ 20,291**	**$ 20,291**	**$ --**
Department of Homeland Security							
97.012	Boating Safety Financial Assistance		$ 118,458	$ 1,943,273	$ 2,061,731	$ 2,061,731	$ --
97.023	Community Assistance Program_State Support Services Element (CAP-SSSE)		123,223	20,327	143,550	143,550	--
97.029	Flood Mitigation Assistance		(15)	76,057	76,042	76,042	--
97.036	Disaster Grants - Public Assistance (Presidentially Declared)		553,611	10,038,960	10,592,571	10,592,571	--
97.039	Hazard Mitigation Grant		1,027,438	1,660,303	2,687,741	2,687,741	--
97.041	National Dam Safety Program		116,006	--	116,006	116,006	--
97.042	Emergency Management Performance Grants		831,965	5,172,511	6,004,476	5,994,704	9,772
97.043	State Fire Training Systems Grants		17,125	--	17,125	17,125	--
97.044	Assistance to Firefighters Grant		2	--	2	2	--
97.045	Cooperating Technical Partners		575,812	--	575,812	575,812	--
97.046	Fire Management Assistance Grant		40,226,983	--	40,226,983	40,226,983	--

97.047	Pre-Disaster Mitigation	8,169	242,669	250,838	250,838	--
97.052	Emergency Operations Center	6,087	473,891	479,978	479,978	--
97.056	Port Security Grant Program	66,000	--	66,000	66,000	--
97.070	Map Modernization Management Support	133,543	--	133,543	133,543	--
97.082	Earthquake Consortium	16,437	--	16,437	16,437	--
Total	**Department of Homeland Security**	**$ 43,820,844**	**$ 19,627,991**	**$ 63,448,835**	**$ 63,439,063**	**$ 9,772**
United States Agency for International Development						
98.001	USAID Foreign Assistance for Programs Overseas	$ 83,159	$ 16,500	$ 99,659	$ --	$ 99,659
98.XXX	Other USAID Programs					
	0770-SO11-61	90	--	90	--	90
98.XXX	Total Other USAID Programs	$ 90	$ --	$ 90	$ --	$ 90
Total	**United States Agency for International Development**	**$ 83,249**	**$ 16,500**	**$ 99,749**	**$ --**	**$ 99,749**
SNAP Cluster						
10.551	ARRA - Supplemental Nutrition Assistance Program	$ 3,147,263	$ --	$ 3,147,263	$ 3,147,263	$ --
10.551	Supplemental Nutrition Assistance Program	1,181,087,923	--	1,181,087,923	1,181,087,923	--
10.561	State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	70,330,292	--	70,330,292	70,330,292	--
Total	**SNAP Cluster**	**$ 1,254,565,478**	**$ --**	**$ 1,254,565,478**	**$ 1,254,565,478**	**$ --**
Child Nutrition Cluster						
10.553	School Breakfast Program	$ 373,838	$ 33,938,167	$ 34,312,005	$ 34,312,005	$ --
10.555	National School Lunch Program	766,040	115,813,570	116,579,610	116,579,610	--
10.556	Special Milk Program for Children	--	130,922	130,922	130,922	--
10.559	Summer Food Service Program for Children	2,534,971	6,081,187	8,616,158	8,616,158	--
Total	**Child Nutrition Cluster**	**$ 3,674,849**	**$ 155,963,846**	**$ 159,638,695**	**$ 159,638,695**	**$ --**
Food Distribution Cluster						
10.565	Commodity Supplemental Food Program	$ 14,442	$ 482,539	$ 496,981	$ 496,981	$ --
10.568	Emergency Food Assistance Program (Administrative Costs)	81,755	1,039,584	1,121,339	1,121,339	--
10.569	Emergency Food Assistance Program (Food Commodities)	--	6,235,591	6,235,591	6,235,591	--
Total	**Food Distribution Cluster**	**$ 96,197**	**$ 7,757,714**	**$ 7,853,911**	**$ 7,853,911**	**$ --**
Food Service Schools and Roads Cluster						
10.665	Schools and Roads_Grants to States	$ 349,751	$ 60,778,160	$ 61,127,911	$ 60,778,160	$ 349,751
Total	**Food Service Schools and Roads Cluster**	**$ 349,751**	**$ 60,778,160**	**$ 61,127,911**	**$ 60,778,160**	**$ 349,751**
Economic Development Cluster						
11.307	Economic Adjustment Assistance	$ 7,223,822	$ --	$ 7,223,822	$ 7,223,822	$ --
Total	**Economic Development Cluster**	**$ 7,223,822**	**$ --**	**$ 7,223,822**	**$ 7,223,822**	**$ --**
CDBG - Entitlement Grants Cluster						
14.218	Community Development Block Grants/Entitlement Grants	$ 156,218	$ --	$ 156,218	$ --	$ 156,218
Total	**CDBG - Entitlement Grants Cluster**	**$ 156,218**	**$ --**	**$ 156,218**	**$ --**	**$ 156,218**

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
CDBG - State Administered CDBG Cluster							
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii		$ 428,684	$ 11,447,486	$ 11,876,170	$ 11,876,170	$ --
Total CDBG - State Administered CDBG Cluster			**$ 428,684**	**$ 11,447,486**	**$ 11,876,170**	**$ 11,876,170**	**$ --**
Fish and Wildlife Cluster							
15.605	Sport Fish Restoration Program		$ 6,141,788	$ --	$ 6,141,788	$ 6,141,788	$ --
15.611	Wildlife Restoration and Basic Hunter Education		10,300,558	300	10,300,858	10,300,858	--
Total Fish and Wildlife Cluster			**$ 16,442,346**	**$ 300**	**$ 16,442,646**	**$ 16,442,646**	**$ --**
JAG Program Cluster							
16.738	Edward Byrne Memorial Justice Assistance Grant Program		$ 769,609	$ 2,724,463	$ 3,494,072	$ 3,144,363	$ 349,709
16.803	ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program_Grants to States and Territories		194,670	831,164	1,025,834	1,025,834	--
16.803	Edward Byrne Memorial Justice Assistance Grant (JAG) Program_Grants to States and Territories		88,561	--	88,561	481	88,080
Total JAG Program Cluster			**$ 1,052,840**	**$ 3,555,627**	**$ 4,608,467**	**$ 4,170,678**	**$ 437,789**
Employment Service Cluster							
17.207	Employment Service/Wagner-Peyser Funded Activities		$ 15,791,484	$ --	$ 15,791,484	$ 15,791,484	$ --
17.801	Disabled Veterans' Outreach Program (DVOP)		2,458,422	--	2,458,422	2,458,422	--
17.804	Local Veterans' Employment Representative Program		303,112	--	303,112	303,112	--
Total Employment Service Cluster			**$ 18,553,018**	**$ --**	**$ 18,553,018**	**$ 18,553,018**	**$ --**
WIA Cluster							
17.258	WIA Adult Program		$ 772,071	$ 8,742,311	$ 9,514,382	$ 9,514,382	$ --
17.259	WIA Youth Activities		531,190	9,876,001	10,407,191	10,407,191	--
17.278	WIA Dislocated Worker Formula Grants		1,878,072	9,558,227	11,436,299	11,436,299	--
Total WIA Cluster			**$ 3,181,333**	**$ 28,176,539**	**$ 31,357,872**	**$ 31,357,872**	**$ --**
Highway Planning and Construction Cluster							
20.205	ARRA - Highway Planning and Construction		$ 58,569	$ 3,260	$ 61,829	$ 61,829	$ --
20.205	Highway Planning and Construction		437,025,962	40,163,595	477,189,557	476,333,577	855,980
20.219	Recreational Trails Program		350,038	1,302,350	1,652,388	1,652,388	--
Total Highway Planning and Construction Cluster			**$ 437,434,569**	**$ 41,469,205**	**$ 478,903,774**	**$ 478,047,794**	**$ 855,980**
Federal Transit Cluster							
20.500	Federal Transit Capital Investment Grants		$ --	$ 1,822,426	$ 1,822,426	$ 1,822,426	$ --
20.507	Federal Transit Formula Grants		1,968,040	--	1,968,040	1,968,040	--
Total Federal Transit Cluster			**$ 1,968,040**	**$ 1,822,426**	**$ 3,790,466**	**$ 3,790,466**	**$ --**

Highway Safety Cluster						
20.600	State and Community Highway Safety	$ 1,713,460	$ 967,042	$ 2,680,502	$ 2,578,890	$ 101,612
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I	590,234	600,439	1,190,673	1,021,102	169,571
20.602	Occupant Protection Incentive Grants	(129,731)	143,681	13,950	(21,603)	35,553
20.609	Safety Belt Performance Grants	11,602	12,472	24,074	24,074	--
20.610	State Traffic Safety Information System Improvement Grants	46,746	1,087,077	1,133,823	1,133,823	--
20.612	Incentive Grant Program to Increase Motorcyclist Safety	5,000	--	5,000	5,000	--
20.613	Child Safety and Child Booster Seats Incentive Grants	--	38,844	38,844	38,844	--
Total	**Highway Safety Cluster**	**$ 2,237,311**	**$ 2,849,555**	**$ 5,086,866**	**$ 4,780,130**	**$ 306,736**
Transit Services Programs Cluster						
20.513	Enhanced Mobility of Seniors and Individuals with Disabilities	$ 8,028	$ 10,363,056	$ 10,371,084	$ 10,371,084	$ --
20.521	New Freedom Program	--	61,561	61,561	61,561	--
Total	**Transit Services Programs Cluster**	**$ 8,028**	**$ 10,424,617**	**$ 10,432,645**	**$ 10,432,645**	**$ --**
Clean Water State Revolving Fund Cluster						
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds	$ --	$ 84,176	$ 84,176	$ 84,176	$ --
66.458	Capitalization Grants for Clean Water State Revolving Funds	--	15,667,017	15,667,017	15,667,017	--
Total	**Clean Water State Revolving Fund Cluster**	**$ --**	**$ 15,751,193**	**$ 15,751,193**	**$ 15,751,193**	**$ --**
Drinking Water State Revolving Fund Cluster						
66.468	ARRA - Capitalization Grants for Drinking Water State Revolving Funds	$ 6	$ --	$ 6	$ 6	$ --
66.468	Capitalization Grants for Drinking Water State Revolving Funds	3,500,707	5,113,499	8,614,206	8,614,206	--
Total	**Drinking Water State Revolving Fund Cluster**	**$ 3,500,713**	**$ 5,113,499**	**$ 8,614,212**	**$ 8,614,212**	**$ --**
Special Education Cluster (IDEA)						
84.027	Special Education_Grants to States	$ 6,306,393	$ 110,961,326	$ 117,267,719	$ 117,162,178	$ 105,541
84.173	Special Education_Preschool Grants	182,420	2,977,611	3,160,031	3,160,031	--
Total	**Special Education Cluster (IDEA)**	**$ 6,488,813**	**$ 113,938,937**	**$ 120,427,750**	**$ 120,322,209**	**$ 105,541**
TRIO Cluster						
84.042	TRIO_Student Support Services	$ 1,721,061	$ --	$ 1,721,061	$ 1,721,061	$ --
84.044	TRIO_Talent Search	283,579	--	283,579	283,579	--
84.047	TRIO_Upward Bound	226,147	--	226,147	226,147	--
84.217	TRIO_McNair Post_Baccalaureate Achievement	662,754	--	662,754	662,754	--
Total	**TRIO Cluster**	**$ 2,893,541**	**$ --**	**$ 2,893,541**	**$ 2,893,541**	**$ --**
Statewide Data Systems Cluster						
84.384	ARRA - Statewide Data Systems	$ 1,932,338	$ 1,090,228	$ 3,022,566	$ 3,022,566	$ --
Total	**Statewide Data Systems Cluster**	**$ 1,932,338**	**$ 1,090,228**	**$ 3,022,566**	**$ 3,022,566**	**$ --**

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
School Improvement Grants Cluster							
84.377	School Improvement Grants		$ 214,531	$ 5,542,711	$ 5,757,242	$ 5,757,242	$ --
84.388	ARRA - School Improvement Grants		83,205	1,159,263	1,242,468	1,242,468	--
Total	**School Improvement Grants Cluster**		**$ 297,736**	**$ 6,701,974**	**$ 6,999,710**	**$ 6,999,710**	**$ --**
Aging Cluster							
93.044	Special Programs for the Aging_Title III, Part B_Grants for Supportive Services and Senior Centers		$ 154,150	$ 4,258,862	$ 4,413,012	$ 4,413,012	$ --
93.045	Special Programs for the Aging_Title III, Part C_Nutrition Services		121,821	6,784,459	6,906,280	6,906,280	--
93.053	Nutrition Services Incentive Program		--	1,670,054	1,670,054	1,670,054	--
Total	**Aging Cluster**		**$ 275,971**	**$ 12,713,375**	**$ 12,989,346**	**$ 12,989,346**	**$ --**
TANF Cluster							
93.558	Temporary Assistance for Needy Families		$ 162,003,817	$ 455,114	$ 162,458,931	$ 162,458,931	$ --
Total	**TANF Cluster**		**$ 162,003,817**	**$ 455,114**	**$ 162,458,931**	**$ 162,458,931**	**$ --**
CCDF Cluster							
93.575	Child Care and Development Block Grant		$ 23,556,976	$ 4,762,875	$ 28,319,851	$ 28,319,851	$ --
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund		45,231,567	--	45,231,567	45,231,567	--
Total	**CCDF Cluster**		**$ 68,788,543**	**$ 4,762,875**	**$ 73,551,418**	**$ 73,551,418**	**$ --**
Medicaid Cluster							
93.775	State Medicaid Fraud Control Units		$ 1,503,032	$ --	$ 1,503,032	$ 1,503,032	$ --
93.777	State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare		3,901,287	--	3,901,287	3,901,287	--
93.778	ARRA - Medical Assistance Program		29,073,201	--	29,073,201	29,073,201	--
93.778	Medical Assistance Program		4,797,235,570	--	4,797,235,570	4,797,128,337	107,233
Total	**Medicaid Cluster**		**$ 4,831,713,090**	**$ --**	**$ 4,831,713,090**	**$ 4,831,605,857**	**$ 107,233**
Disability Insurance/SSI Cluster							
96.001	Social Security_Disability Insurance		$ 25,886,247	$ --	$ 25,886,247	$ 25,886,247	$ --
Total	**Disability Insurance/SSI Cluster**		**$ 25,886,247**	**$ --**	**$ 25,886,247**	**$ 25,886,247**	**$ --**
Homeland Security Cluster							
97.008	Non-Profit Security Program		$ (45,892)	$ 5,377,066	$ 5,331,174	$ 5,377,066	$ (45,892)
97.053	Citizens Community Resilience Innovation Challenge		16,145	39,882	56,027	56,027	--
97.071	Metropolitan Medical Response System		--	101,270	101,270	101,270	--
97.073	State Homeland Security Program (SHSP)		1,637,990	3,106,193	4,744,183	4,717,928	26,255
Total	**Homeland Security Cluster**		**$ 1,608,243**	**$ 8,624,411**	**$ 10,232,654**	**$ 10,252,291**	**$ (19,637)**

Student Financial Assistance Programs						
84.007	Federal Supplemental Educational Opportunity Grants	$ 3,981,243	$ --	$ 3,981,243	$ 3,981,243	$ --
84.033	Federal Work-Study Program	4,578,779	--	4,578,779	4,578,111	668
84.038	Federal Perkins Loan Program-Federal Capital Contributions	9,387,245	--	9,387,245	9,387,245	--
84.063	Federal Pell Grant Program	128,662,591	--	128,662,591	128,662,591	--
84.268	Federal Direct Student Loans	559,950,165	--	559,950,165	559,950,165	--
84.379	Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	1,363,882	--	1,363,882	1,363,882	--
84.408	Postsecondary Education Scholarships for Veteran's Dependents	3,811	--	3,811	3,811	--
Total Student Financial Assistance Programs		**$ 707,927,716**	**$ --**	**$ 707,927,716**	**$ 707,927,048**	**$ 668**
Research and Development Cluster						
Research and Development – Department of Agriculture						
10.001	Agricultural Research Basic and Applied Research	$ 2,475,583	$ 10,125	$ 2,485,708	$ 2,261,099	$ 224,609
10.025	Plant and Animal Disease, Pest Control, and Animal Care	50,455	--	50,455	39,764	10,691
10.156	Federal-State Marketing Improvement Program	40,618	--	40,618	40,618	--
10.170	Specialty Crop Block Grant Program - Farm Bill	20,624	--	20,624	--	20,624
10.200	Grants for Agricultural Research, Special Research Grants	886,692	52,182	938,874	479,379	459,495
10.203	Payments to Agricultural Experiment Stations Under the Hatch Act	3,933,904	--	3,933,904	3,933,904	--
10.206	Grants for Agricultural Research Competitive Research Grants	(6,128)	--	(6,128)	25,432	(31,560)
10.207	Animal Health and Disease Research	70,141	--	70,141	70,141	--
10.210	Higher Education-Graduate Fellowships Grant Program	164,331	--	164,331	145,827	18,504
10.215	Sustainable Agriculture Research and Education	165,195	--	165,195	63,905	101,290
10.217	Higher Education-Institution -Challenge Grants Program	23,051	--	23,051	--	23,051
10.219	Biotechnology Risk Assessment Research	100,172	--	100,172	100,172	--
10.220	Higher Education Multicultural Scholars Program	119,101	--	119,101	119,101	--
10.250	Agricultural and Rural Economic Research, Cooperative Agreements and Collaborations	12,579	2,041	14,620	14,620	--
10.255	Research Innovation and Development Grants in Economic (RIDGE)	1,274	--	1,274	--	1,274
10.290	Agricultural Market and Economic Research	31,118	--	31,118	31,118	--
10.303	Integrated Programs	242,221	13,370	255,591	155,623	99,968
10.304	Homeland Security Agricultural	39,886	--	39,886	14,011	25,875
10.305	International Science and Education Grants	25,532	--	25,532	25,532	--
10.307	Organic Agriculture Research and Extension Initiative	941,555	337,192	1,278,747	1,030,422	248,325
10.309	Specialty Crop Research Initiative	1,251,482	668,840	1,920,322	1,403,000	517,322
10.310	Agriculture and Food Research Initiative (AFRI)	8,210,658	431,712	8,642,370	4,984,482	3,657,888
10.311	Beginning Farmer and Rancher Development Program	100,356	6,522	106,878	111,499	(4,621)
10.312	Biomass Research and Development Initiative Competitive Grants Program (BRDI)	41,974	--	41,974	--	41,974
10.320	Sun Grant Program	35,080	77,196	112,276	112,276	--
10.450	Crop Insurance	1,095,217	--	1,095,217	1,095,217	--
10.500	Cooperative Extension Service	601,313	2,750	604,063	525,855	78,208
10.558	Child and Adult Care Food Program	6,637	--	6,637	6,637	--
10.652	Forestry Research	172,771	3,288	176,059	154,727	21,332
10.664	Cooperative Forestry Assistance	40,245	22,488	62,733	62,733	--

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
10.675	Urban and Community Forestry Program		89,810	--	89,810	89,810	--
10.680	Forest Health Protection		105,246	--	105,246	105,022	224
10.688	ARRA - Wildland Fire Management		102,405	--	102,405	97,622	4,783
10.868	Rural Energy for America Program		39,649	--	39,649	39,649	--
10.902	Soil and Water Conservation		(34,496)	150,051	115,555	115,555	--
10.903	Soil Survey		34,107	--	34,107	9,116	24,991
10.907	Snow Survey and Water Supply Forecasting		316,079	--	316,079	316,079	--
10.912	Environmental Quality Incentives Program		25,861	--	25,861	25,861	--
10.921	Conservation Security Program		(11)	--	(11)	(11)	--
10.XXX	Other Department of Agriculture Programs						
		01-12-OSU	8,644	--	8,644	--	8,644
		08-CR-11061500-033	(157)	--	(157)	(157)	--
		08-JV-11261952-502 PNW	8,789	--	8,789	8,789	--
		08-JV-11261953-492 PNW	870	--	870	870	--
		08-JV-11261967-084 PNW	9,155	--	9,155	9,155	--
		09-CA-11261952-030 PNW	99,034	--	99,034	99,034	--
		09-CA-11261953-022 PNW	59,487	--	59,487	59,487	--
		09-CR-11061800-035	7,997	--	7,997	7,997	--
		09-CR-11061800-039	114	--	114	114	--
		09-CR-11061800-050	8,627	--	8,627	8,627	--
		09-CS-11050650-021	22,276	--	22,276	22,276	--
		09-JV-11221611-264	59,465	--	59,465	59,465	--
		09-JV-11261935-008 PNW	10,500	--	10,500	10,500	--
		09-JV-11261952-012 PNW	62,324	--	62,324	62,324	--
		09-JV-11261952-014PNW	63,234	--	63,234	63,234	--
		09-JV-11261952-031 PNW	115,439	--	115,439	115,439	--
		09-JV-11261952-048 PNW	68,816	--	68,816	68,816	--
		09-JV-11261952-051 PNW	108,133	--	108,133	108,133	--
		09-JV-11261952-065 PNW	6,907	--	6,907	6,907	--
		09-JV-11261953-063 PNW	46,519	--	46,519	46,519	--
		09-JV-11261955-044 PNW	7,398	--	7,398	7,398	--
		09-JV-11261957-021 PNW	16,949	--	16,949	16,949	--
		09-JV-11261957-037 PNW	4,471	--	4,471	4,471	--
		09-JV-11261975-070 PNW	29,972	--	29,972	29,972	--
		09-JV-11261976-015 PNW	139,343	--	139,343	139,343	--
		09-JV-11261985-050 PNW	50,131	--	50,131	50,131	--
		09-JV-11272138-030	5,202	--	5,202	5,202	--
		10-CR-11221633-217	(8)	--	(8)	(8)	--
		10-CS-11221632-281	228,570	--	228,570	228,570	--
		10-JV-11221635-242	1,370	--	1,370	1,370	--
		10-JV-11242309-084	104,481	--	104,481	104,481	--
		10-JV11242309-116	25,558	--	25,558	25,558	--

10-JV-11261900-058 PNW	35,631	--	35,631	35,631	--
10-JV-11261952-078	115,957	--	115,957	115,957	--
10-JV-11261952-085 PNW	2,016	--	2,016	2,016	--
10-JV-11261952-104 PNW	5,279	--	5,279	5,279	--
10-JV-11261953-015 PNW	8,803	--	8,803	8,803	--
10-JV-11261953-021 PNW	161,655	--	161,655	161,655	--
10-JV-11261953-023 PNW	48,934	--	48,934	48,934	--
10-JV-11261953-035 PNW	27,461	--	27,461	27,461	--
10-JV-11261953-043 PNW	90,842	--	90,842	90,842	--
10-JV-11261953-062 PNW	12,074	--	12,074	12,074	--
10-JV-11261953-067 PNW	14,199	--	14,199	14,199	--
10-JV-1126-1953-091	47,925	--	47,925	47,925	--
10-JV-11261955-018 PNW	24,566	--	24,566	24,566	--
10-JV-11261955-053 PNW	20,065	--	20,065	20,065	--
10-JV-11261957-094	73,048	--	73,048	73,048	--
10-JV-11261976-082 PNW	19,791	--	19,791	19,791	--
10-JV-11261991-055 PNW	37,585	--	37,585	37,585	--
10-JV-11272138-066	(425)	--	(425)	(425)	--
11-8130-0043-CA	(1)	--	(1)	(1)	--
11-JV-11111129-137	76,028	--	76,028	76,028	--
11-JV-11221635-139	13,707	--	13,707	13,707	--
11-JV-11221636-190	24,061	--	24,061	24,061	--
11-JV-11242305-110	117,621	--	117,621	117,621	--
11-JV-11261952-027 PNW	155,352	--	155,352	155,352	--
11-JV-11261952-029	63,554	--	63,554	63,554	--
11-JV-11261952-033 PNW	12,638	--	12,638	12,638	--
11-JV-11261952-054 PNW	37,338	--	37,338	37,338	--
11-JV-11261952-078	165,906	--	165,906	165,906	--
11-JV-11261952-088 PNW	95,611	--	95,611	95,611	--
11-JV-11261953-069	11,937	--	11,937	11,937	--
11-JV-11261953-074 PNW	47,531	--	47,531	47,531	--
11-JV-11261955-076	9,784	--	9,784	9,784	--
11-JV-11261955-085	12,322	--	12,322	12,322	--
11-JV-11261959-091 PNW	97,127	--	97,127	97,127	--
11-JV-11261967-064	16,638	--	16,638	16,638	--
11-JV-11261975-080	23,531	--	23,531	23,531	--
11-JV-11261976-101	174,421	--	174,421	174,421	--
12-7453-0854-CA	6,795	--	6,795	6,795	--
12-8130-0043-CA	8,170	--	8,170	8,170	--
12-CA-11060600-014	62,823	390	63,213	63,213	--
12-CR-11061800-024	15,646	--	15,646	15,646	--
12-CS-11061000-030	344	--	344	344	--
12-DG-11261944-093	13,076	--	13,076	13,076	--
12-JV-11221632-066	38,560	--	38,560	38,560	--
12-JV-11261904-019	16,098	--	16,098	16,098	--
12-JV-11261904-027	32,497	--	32,497	32,497	--

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
		12-JV-11261927-094	22,415	--	22,415	22,415	--
		12-JV-11261952-013	43,823	--	43,823	43,823	--
		12-JV-11261952-037	35,287	--	35,287	35,287	--
		12-JV-11261953-011	12,274	--	12,274	12,274	--
		12-JV-11261959-057	131,237	--	131,237	131,237	--
		12-JV-11261962-048	54,728	--	54,728	54,728	--
		12-JV-11261967-033	63,464	--	63,464	63,464	--
		12-JV-11261975-014	167,068	--	167,068	167,068	--
		12-JV-11261975-092	9,103	--	9,103	9,103	--
		12-JV-11261979-047	35,939	--	35,939	35,939	--
		12-JV-11261979-050	44,336	--	44,336	44,336	--
		12-JV-11261979-062	64,488	--	64,488	64,488	--
		12-JV-11261979-083	1,307	--	1,307	1,307	--
		12-JV-11261987-010	52,596	--	52,596	52,596	--
		12-JV-11261989-051	68,973	--	68,973	68,973	--
		12-JV-11272139-050	42,893	--	42,893	42,893	--
		13-7453-0854-CA	85,255	--	85,255	85,255	--
		13-8130-0043-CA	35,000	--	35,000	35,000	--
		13-8130-0304-CA	22,049	--	22,049	22,049	--
		13-8130-0310-CA	56,166	--	56,166	56,166	--
		13-CR-11261900-095	6,309	--	6,309	6,309	--
		13-CR-11261952-036	102,627	--	102,627	102,627	--
		13-CS-11011600-047	8,022	--	8,022	8,022	--
		13-CS-11083601-004	1,246	--	1,246	1,246	--
		13-JV-11261952-034	38,959	--	38,959	38,959	--
		13-JV-11261952-038	3,789	--	3,789	3,789	--
		13-JV-11261952-042	95,076	--	95,076	95,076	--
		13-JV-11261952-047	20,212	--	20,212	20,212	--
		13-JV-11261952-048	28,996	--	28,996	28,996	--
		13-JV-11261953-006	60,882	--	60,882	60,882	--
		13-JV-11261953-026 PNW	126,843	--	126,843	126,843	--
		13-JV-11261953-051	32,314	--	32,314	32,314	--
		13-JV-11261957-065	44,479	--	44,479	44,479	--
		13-JV-11261959-075 PNW	315,465	--	315,465	315,465	--
		13-JV-11261975-081	3,487	--	3,487	3,487	--
		13-JV-11261985-074 PNW	795	--	795	795	--
		14-JV-11261976-014	7,647	--	7,647	7,647	--
		2007 CIPF	10,945	--	10,945	10,945	--
		2009-65107-05928	122,954	--	122,954	122,954	--
		2010-1591	(2,972)	--	(2,972)	--	(2,972)
		2012-CA-11062754-002	34,390	--	34,390	34,390	--
		2012-JV-11261955-056	25,265	--	25,265	25,265	--

	2012-JV-11261975-054	5,382	--	5,382	5,382	--
	2012-JV-11261985-073	4,326	--	4,326	4,326	--
	2013-1117	266,576	--	266,576	266,576	--
	2013-1498	29,060	--	29,060	--	29,060
	2013-2768	4,301	--	4,301	--	4,301
	2013-CR-11061000-011	187,014	--	187,014	187,014	--
	2013-JV-11261953-011	19,854	--	19,854	19,854	--
	20718	4,314	--	4,314	--	4,314
	68-0436-2-146	70,504	--	70,504	70,504	--
	68-7482-10-533	11,157	--	11,157	11,157	--
	802	20,266	--	20,266	--	20,266
	C0475A	15,665	--	15,665	15,665	--
	J1730A	183,541	--	183,541	--	183,541
	L10PX03036	19,875	--	19,875	19,875	--
	MO-OR-0436-2001	10,676	--	10,676	10,676	--
	NFS 09-CR-11060102-037	15,631	--	15,631	15,631	--
	NFS 11-CR-11062756-019	1,072,484	--	1,072,484	1,072,484	--
	NFS 12-CR-11062754-017	156,586	--	156,586	156,586	--
	NFS 13-CR-11062754-031	21,073	--	21,073	21,073	--
	NFS13-CR-11062754-024	19,335	--	19,335	19,335	--
	ORFO--4/24/13-01-AA	3,301	--	3,301	--	3,301
	PO 4500044530	9,662	--	9,662	9,662	--
	Z0005B	23,669	--	23,669	23,669	--
	Z0007B	208	--	208	208	--
	Z0029B	17,164	--	17,164	17,164	--
	Z0038B	17,252	--	17,252	17,252	--
	Z0047A	3,984	--	3,984	3,984	--
10.XXX	Total Other Department of Agriculture Programs	$ 7,823,122	$ 390	$ 7,823,512	$ 7,573,057	$ 250,455
Research and Development – Department of Commerce						
11.008	NOAA Mission-Related Education Awards	28,718	--	28,718	28,718	--
11.012	Integrated Ocean Observing System (IOOS)	1,052,555	--	1,052,555	--	1,052,555
11.307	Economic Adjustment Assistance	240,254	--	240,254	4,632	235,622
11.312	Research and Evaluation Program	105,669	107,768	213,437	213,437	--
11.417	Sea Grant Support	2,263,012	77,361	2,340,373	2,307,006	33,367
11.419	Coastal Zone Management Administration Awards	155,614	--	155,614	--	155,614
11.420	Coastal Zone Management Estuarine Research Reserves	2,463	--	2,463	2,463	--
11.431	Climate and Atmospheric Research	1,342,916	154,447	1,497,363	1,484,597	12,766
11.432	National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	2,436,510	50,384	2,486,894	2,405,023	81,871
11.439	Marine Mammal Data Program	104,888	--	104,888	104,888	--
11.440	Environmental Sciences, Applications, Data, and Education	859,726	--	859,726	680,488	179,238
11.452	Unallied Industry Projects	4,146	--	4,146	4,146	--
11.460	Special Oceanic and Atmospheric Projects	62,924	--	62,924	62,924	--
11.463	Habitat Conservation	29,001	--	29,001	29,000	--
11.468	Applied Meteorological Research	34,409	--	34,409	34,409	--

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
11.469	Congressionally Identified Awards and Projects		13,188	--	13,188	--	13,188
11.472	Unallied Science Program		285,093	--	285,093	38,741	246,352
11.473	Coastal Services Center		(205)	--	(205)	--	(205)
11.478	Center for Sponsored Coastal Ocean Research_Coastal Ocean Program		276,696	--	276,696	276,696	--
11.481	Educational Partnership Program		277,264	--	277,264	--	277,264
11.557	ARRA - Broadband Technology Opportunities Program (BTOP)		72,417	176,145	248,562	248,562	--
11.557	Broadband Technology Opportunities Program (BTOP)		19,494	--	19,494	19,494	--
11.609	Measurement and Engineering Research and Standards		25,848	--	25,848	25,848	--
11.XXX	Other Department of Commerce Programs						
		2014-835 / PO-CIE-13-Samp	14,764	--	14,764	--	14,764
		F0769A	13,214	--	13,214	--	13,214
		IPA 1311	139,036	--	139,036	139,036	--
		U0947A	5,376	--	5,376	--	5,376
		X0158A	21,598	--	21,598	--	21,598
		X0158C	14,100	--	14,100	--	14,100
11.XXX	Total Other Department of Commerce Programs		$ 208,088	$ --	$ 208,088	$ 139,036	$ 69,052
Research and Development – Department of Defense							
12.107	Navigation Projects		19,116	--	19,116	--	19,116
12.114	Collaborative Research and Development		34,664	--	34,664	34,664	--
12.300	Basic and Applied Scientific Research		6,465,523	444,280	6,909,803	5,843,358	1,066,445
12.351	Basic Scientific Research - Combating Weapons of Mass Destruction		(1,885)	--	(1,885)	--	(1,885)
12.420	Military Medical Research and Development		1,528,911	161,541	1,690,452	1,626,884	63,568
12.431	Basic Scientific Research		368,663	--	368,663	75,007	293,656
12.630	Basic, Applied, and Advanced Research in Science and Engineering		94,290	--	94,290	--	94,290
12.800	Air Force Defense Research Sciences Program		620,613	--	620,613	479,751	140,862
12.900	Language Grant Program		125,823	--	125,823	--	125,823
12.910	Research and Technology Development		994,307	226,640	1,220,947	616,426	604,521
12.XXX	Other Department of Defense Programs						
		116984	81,858	--	81,858	--	81,858
		119254	82,494	--	82,494	--	82,494
		123-000022	213,410	--	213,410	--	213,410
		12-SUBC-440-0000254797	647	--	647	--	647
		13-BGCA-Army-OSU	142,347	--	142,347	--	142,347
		13-SUBC-440-0000277815	46,259	--	46,259	--	46,259
		14-SUBC-440-0000300419	29,601	--	29,601	--	29,601
		1723-S4	177,418	--	177,418	--	177,418
		2012-2039-01	149,909	--	149,909	--	149,909
		2013-1693	(1)	--	(1)	--	(1)
		2691-ARM-1S/OSU	56,096	--	56,096	--	56,096

	2797	11,750	59,399	71,149	--	71,149
	2914	38	--	38	--	38
	3002962241	15,063	--	15,063	--	15,063
	39730-001 through 39730-007	26,631	--	26,631	--	26,631
	5185-007-50-000/N000173-11-C-	75,019	--	75,019	--	75,019
	691994	85,510	--	85,510	--	85,510
	AFR 03-101/OS-01	63,924	--	63,924	--	63,924
	APL 109717 CLIN M5D02	73,717	--	73,717	--	73,717
	CW1935437	91,447	--	91,447	--	91,447
	FA9453-13-C-0274	64,375	6,750	71,125	71,125	--
	H98230-08-C-0329	76,382	--	76,382	76,382	--
	HR0011-11-C-0074	(56)	--	(56)	(56)	--
	IB1303-A	18,306	--	18,306	--	18,306
	IPA-13-0012	15,030	--	15,030	15,030	--
	KG112-UO-2	243,049	--	243,049	--	243,049
	N39430-14-C-1435	69,558	--	69,558	69,558	--
	N62583-09-C-0109	2,888	--	2,888	2,888	--
	P308393/D12PC00435	(37,716)	29,197	(8,519)	--	(8,519)
	PO 10083638	359,011	--	359,011	--	359,011
	RM107A	(37,226)	--	(37,226)	(37,226)	--
	RM107B	(229)	--	(229)	(229)	--
	RM108A	(30,907)	--	(30,907)	(30,907)	--
	RM108B	(27,050)	--	(27,050)	(27,050)	--
	S12-08-OSU	34,296	--	34,296	--	34,296
	SA-ICEII-OSU-03	25,583	--	25,583	--	25,583
	V0645A	3,803	--	3,803	--	3,803
	W9127N12-2-0006	4,634	--	4,634	4,634	--
	W9127N-14-2-0005	9,502	--	9,502	9,502	--
	W912DW-12-C-0028	106,767	--	106,767	106,767	--
	W912EF-13-C-0008	93,498	59,352	152,850	152,850	--
	W912EF-14-C-0003	208,720	43,195	251,915	251,915	--
	W912HQ-11-C-0006	171,071	258,307	429,378	429,378	--
	W912HQ-11-C-0049	492,001	165,505	657,506	657,506	--
	W912HQ-12-C-0004	233,995	100,874	334,869	334,869	--
	W912HZ-13-2-0001	1,735,420	324,228	2,059,648	2,059,648	--
12.XXX	Total Other Department of Defense Programs	$ 5,257,842	$ 1,046,807	$ 6,304,649	$ 4,146,584	$ 2,158,065
Research and Development – Department of Housing and Urban Development						
14.881	Moving to Work Demonstration Program	2,536	--	2,536	--	2,536
14.XXX	Other Department of Housing and Urban Development					
	H-21646 RG	41,844	--	41,844	41,844	--
14.XXX	Total Other Department of Housing and Urban Development	$ 41,844	$ --	$ 41,844	$ 41,844	$ --

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Research and Development – Department of the Interior							
15.224	Cultural Resource Management		140,797	--	140,797	140,797	--
15.225	Recreation Resource Management		695	--	695	695	--
15.228	National Fire Plan - Wildland Urban Interface Community Fire Assistance		3,409	--	3,409	3,409	--
15.230	Invasive and Noxious Plant Management		22,740	--	22,740	22,740	--
15.231	Fish, Wildlife and Plant Conservation Resource Management		481,477	--	481,477	481,477	--
15.232	Wildland Fire Research and Studies Program		201,379	--	201,379	201,379	--
15.233	Forests and Woodlands Resource Management		44,992	--	44,992	44,992	--
15.234	Secure Rural Schools and Community Self-Determination		17,105	--	17,105	17,105	--
15.236	Environmental Quality and Protection Resource Management		47,024	8,426	55,450	55,450	--
15.238	Challenge Cost Share		42,600	--	42,600	42,600	--
15.421	Alaska Coastal Marine Institute		4,713	--	4,713	--	4,713
15.423	Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)		410,800	--	410,800	384,089	26,711
15.517	Fish and Wildlife Coordination Act		442,405	--	442,405	442,405	--
15.608	Fish and Wildlife Management Assistance		57,884	--	57,884	57,884	--
15.649	Service Training and Technical Assistance (Generic Training)		29,667	--	29,667	29,667	--
15.650	Research Grants (Generic)		91,895	--	91,895	91,895	--
15.652	Undesirable/Noxious Plant Species		(902)	--	(902)	(902)	--
15.655	Migratory Bird Monitoring, Assessment and Conservation		62,736	--	62,736	62,736	--
15.657	Endangered Species Conservation - Recovery Implementation Funds		85,476	--	85,476	85,476	--
15.664	Fish and Wildlife Coordination and Assistance Programs		9,569	--	9,569	9,569	--
15.669	Cooperative Landscape Conservation		7,362	--	7,362	7,362	--
15.673	Wildlife Without Borders – Critically Endangered Animal Conservation Fund		1,373	--	1,373	1,373	--
15.805	Assistance to State Water Resources Research Institutes		146,086	--	146,086	146,086	--
15.807	Earthquake Hazards Research Grants		171,433	--	171,433	171,433	--
15.808	U.S. Geological Survey_Research and Data Collection		1,264,704	23,507	1,288,211	1,270,650	17,561
15.812	Cooperative Research Units Program		383,330	--	383,330	383,330	--
15.820	National Climate Change and Wildlife Science Center		549,912	390,990	940,902	940,902	--
15.904	Historic Preservation Fund Grants-In-Aid		36,510	--	36,510	36,510	--
15.915	Technical Preservation Services		136,315	--	136,315	136,315	--
15.945	Cooperative Research and Training Programs - Resources of the National Park System		612,792	--	612,792	603,838	8,954
15.XXX	Other Department of the Interior Programs						
		13-PG-40-1179/13-PG-40-1180	24,500	--	24,500	24,500	--
		2014-2146	2,500	--	2,500	2,500	--
		248045	972	--	972	--	972
		248050	14,447	--	14,447	--	14,447
		248055	(1,933)	--	(1,933)	--	(1,933)

	F13PX02154	5,000	--	5,000	5,000	--
	G10AC00702	409,876	315,679	725,555	725,555	--
	G12PX00614	11,159	--	11,159	11,159	--
	G12PX01031	11,280	--	11,280	11,280	--
	GS09T13BHD0052	556,423	--	556,423	556,423	--
	GS286A	35,371	--	35,371	35,371	--
	GS286B	48,106	--	48,106	48,106	--
	H8W07060001 / P10AC00405	33,424	--	33,424	33,424	--
	H8W07060001 / P10AC00485	89,915	--	89,915	89,915	--
	H8W07060001 J8W07090011	121,147	--	121,147	121,147	--
	H8W07060001 J8W07100006	27,945	--	27,945	27,945	--
	H8W07060001 J8W07100051	4,041	--	4,041	4,041	--
	H8W07060001/P10AC00484	72,642	--	72,642	72,642	--
	H8W07060001/P10AC00563	(30)	--	(30)	(30)	--
	H8W07060001/P10AC00565	23,199	--	23,199	23,199	--
	H8W07060001J8W07080022	889	--	889	889	--
	J8W07090016/P09AC00268	50,377	--	50,377	50,377	--
	J8W07100012/P10AC00407	99,554	--	99,554	99,554	--
	J8W07100029 / P10AC00567	62,347	--	62,347	62,347	--
	L0177A	8,225	--	8,225	8,225	--
	L0178A	6,186	--	6,186	6,186	--
	L10AC20520	3,484	--	3,484	3,484	--
	L11PX02055	13,415	--	13,415	13,415	--
	L13PX00969	18,716	--	18,716	18,716	--
	P13PX00710	7,791	--	7,791	7,791	--
	PO 14-PG-40-1154/55/57	11,416	--	11,416	11,416	--
	R10PC40037	(44)	--	(44)	(44)	--
	TASK J8W07080013/P08AC00187	17,899	--	17,899	17,899	--
	TASK J8W07080020	10,643	--	10,643	10,643	--
	US-OR-201-1	108	--	108	--	108
	US-WA-122-4	42,356	--	42,356	--	42,356
15.XXX	Total Other Department of the Interior Programs	$ 1,843,346	$ 315,679	$ 2,159,025	$ 2,103,075	$ 55,950
Research and Development – Department of Justice						
16.541	Part E - Developing, Testing and Demonstrating Promising New Programs	532,736	56,447	589,183	589,183	--
16.548	Title V_ Delinquency Prevention Program		80,210	40,891	121,101	121,101
16.726	Juvenile Mentoring Program		286,560	2,670	289,230	69,996
Research and Development – Department of Labor						
17.268	H-1B Job Training Grants		99,197	--	99,197	--
17.XXX	Other Department of Labor Programs					
	2013-1911	8,915	--	8,915	--	8,915
17.XXX	Total Other Department of Labor Programs	$ 8,915	$ --	$ 8,915	$ --	$ 8,915

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
Research and Development – Department of State							
19.401	Academic Exchange Programs_Scholars		(442)	--	(442)	--	(442)
19.415	Professional and Cultural Exchange Programs - Citizen Exchanges		246,100	9,904	256,004	256,004	--
19.501	Public Diplomacy Programs for Afghanistan and Pakistan		162,979	--	162,979	162,979	--
Research and Development – Department of Transportation							
20.109	Air Transportation Centers of Excellence		55,936	--	55,936	55,936	--
20.205	Highway Planning and Construction		(8,304)	51,175	42,871	--	42,871
20.507	Federal Transit Formula Grants		34,738	--	34,738	--	34,738
20.514	Public Transportation Research		(86)	--	(86)	(86)	--
20.701	University Transportation Centers Program		3,715,376	198,280	3,913,656	2,990,586	923,070
20.761	Biobased Transportation Research		388,528	281,477	670,005	670,005	--
20.XXX	Other Department of Transportation Programs						
		12SUBS-440-0000250200	10,570	--	10,570	--	10,570
		13-C-AJFE-OSU-01	2,798	--	2,798	2,798	--
		13KJSK0014	48,751	26,742	75,493	(1)	75,494
		39426	79,018	--	79,018	--	79,018
		65A0497	30,459	--	30,459	--	30,459
		DTFR53-11-C-00013	3,386	--	3,386	3,386	--
		GCA6766	93,996	--	93,996	--	93,996
		HR 15-44	50,401	38,145	88,546	--	88,546
		HR-03-99	5,250	28,382	33,632	(1)	33,633
		Mueller-DTFH64-12-G-00048	583	--	583	583	--
		NCHRP-161	40,280	--	40,280	--	40,280
		SUB0000413 HR 14-29	35,906	18,278	54,184	--	54,184
		TCRP A-40/SUB0000436	29,452	26,648	56,100	--	56,100
		TCRPC-20	151,152	18,756	169,908	--	169,908
		Z0049A	17,575	--	17,575	17,575	--
20.XXX	Total Other Department of Transportation Programs		$ 599,577	$ 156,951	$ 756,528	$ 24,340	$ 732,188
Research and Development – Office of Personnel Management							
27.011	Intergovernmental Personnel Act (IPA) Mobility Program		138,733	--	138,733	138,733	--
Research and Development – Department of National Aeronautics and Space Administration							
43.001	Science		2,933,554	191,272	3,124,826	2,407,492	717,334
43.002	Aeronautics		162,613	--	162,613	--	162,613
43.007	Space Operations		48,420	--	48,420	48,420	--
43.008	Education		124,095	--	124,095	96,686	27,409
43.009	Cross Agency Support		77,595	62,830	140,425	140,425	--

43.XXX	Other NASA programs						
		11DHK055	58,457	--	58,457	--	58,457
		1453508	1,545	--	1,545	--	1,545
		1469950	69,938	--	69,938	--	69,938
		1475568	28,291	--	28,291	--	28,291
		1495237	33,563	--	33,563	--	33,563
		1990036-299774	46,081	--	46,081	--	46,081
		2013-2691	22,948	--	22,948	--	22,948
		702013	59,909	--	59,909	--	59,909
		INNX10AH81G	(401)	--	(401)	(401)	--
		NNA11AC01G	1,276	--	1,276	1,276	--
		NNX08AR37G	156,188	--	156,188	156,188	--
		NNX08AR40G	8,046	--	8,046	8,046	--
		NNX09AK30G	47,080	16,118	63,198	63,198	--
		NNX09AK88G	77,112	--	77,112	77,112	--
		NNX09AL30G	97,354	--	97,354	97,354	--
		NNX09AN92H	1,224	--	1,224	1,224	--
		NNX09AP66A	7,069	--	7,069	7,069	--
		NNX09AR39G	11,491	--	11,491	11,491	--
		NNX10AE91G	28,582	--	28,582	28,582	--
		NNX10AK68H	467,977	17,735	485,712	485,712	--
		NNX10AO92G	294,373	5,408	299,781	299,781	--
		NNX10AO93G	92,222	69,008	161,230	161,230	--
		NNX10AO98G	432,132	--	432,132	432,132	--
		NNX10AP79G	107,171	9,133	116,304	116,304	--
		NNX10AR15G	148,469	--	148,469	148,469	--
		NNX10AT70G	402,879	59,024	461,903	461,903	--
		NNX10AT82A	79,506	4,318	83,824	83,824	--
		RSA 1492265	22,500	--	22,500	--	22,500
		Y88256	135,451	--	135,451	--	135,451
43.XXX	Total Other NASA programs		$ 2,938,433	$ 180,744	$ 3,119,177	$ 2,640,494	$ 478,683
Research and Development – National Endowment for the Humanities							
45.024	Promotion of the Arts_Grants to Organizations and Individuals		7,500	7,500	15,000	15,000	--
45.160	Promotion of the Humanities_Fellowships and Stipends		(6,701)	--	(6,701)	(6,701)	--
45.161	Promotion of the Humanities_Research		(7,569)	--	(7,569)	--	(7,569)
45.163	Promotion of the Humanities_Professional Development		45,232	--	45,232	45,232	--
Research and Development – Institute of Museum and Library Services							
45.312	National Leadership Grants		360,150	--	360,150	353,875	6,275
Research and Development – National Science Foundation							
47.041	Engineering Grants		5,931,444	94,624	6,026,068	4,478,733	1,547,335
47.049	Mathematical and Physical Sciences		10,453,062	770,639	11,223,701	11,045,451	178,250
47.050	Geosciences		25,375,987	2,935,723	28,311,710	21,610,980	6,700,730

The accompanying notes are an integral part of this schedule.

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
47.070	Computer and Information Science and Engineering		6,312,406	231,417	6,543,823	6,428,801	115,022
47.074	Biological Sciences		8,189,435	710,564	8,899,999	7,757,434	1,142,565
47.075	Social, Behavioral, and Economic Sciences		978,185	121,206	1,099,391	1,089,722	9,669
47.076	Education and Human Resources		5,129,862	202,332	5,332,194	4,749,751	582,443
47.078	Polar Programs		1,716,121	59,250	1,775,371	1,622,740	152,631
47.079	Office of International and Integrative Activities		373,308	408,033	781,341	735,875	45,466
47.080	Office of Cyberinfrastructure		748,277	--	748,277	481,336	266,941
47.082	ARRA - Trans-NSF Recovery Act Research Support		883,184	148,382	1,031,566	1,011,654	19,912
47.XXX	Other National Science Foundation Programs						
		2013-2648	20,000	--	20,000	--	20,000
		J1763A	7,629	--	7,629	--	7,629
		J1901A	1,204	--	1,204	--	1,204
		PO 2011-173 OSU	21,917	--	21,917	--	21,917
		PO T347A11	8,943	--	8,943	--	8,943
		PO T349A11	53,399	--	53,399	--	53,399
		PO T349B11	53,744	--	53,744	--	53,744
		PO T350A11	9,688	--	9,688	--	9,688
		PO T351A11	15,876	--	15,876	--	15,876
		SAF-13-03	25,220	--	25,220	--	25,220
		SAF-13-04	29,965	--	29,965	--	29,965
		T333A11	14,963	--	14,963	--	14,963
		T334A11	398	--	398	--	398
		T337B11	4,737	--	4,737	--	4,737
		T341A11	37,775	--	37,775	--	37,775
		T341B11	54,426	--	54,426	--	54,426
		T344A11	20,375	--	20,375	--	20,375
		T344B11	75,272	--	75,272	--	75,272
		U0910A	2,000	--	2,000	--	2,000
47.XXX	Total Other National Science Foundation Programs		$ 457,531	$ --	$ 457,531	$ --	$ 457,531
Research and Development – Department of Veterans Affairs							
64.XXX	Other Department of Veterans Affairs Programs						
		648C24008	18,684	--	18,684	18,684	--
64.XXX	Total Other Department of Veterans Affairs Programs		$ 18,684	$ --	$ 18,684	$ 18,684	$ --
Research and Development – Environmental Protection Agency							
66.041	Climate Showcase Communities Grant Program		42,750	--	42,750	--	42,750
66.123	Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program		53,956	50,328	104,284	--	104,284
66.461	Regional Wetland Program Development Grants		81,364	15,580	96,944	96,944	--
66.469	Great Lakes Program		131,821	--	131,821	--	131,821

66.509	Science to Achieve Results (STAR) Research Program	729,709	20,066	749,775	736,736	13,039
66.510	Surveys, Studies, Investigations and Special Purpose Grants within the Office of Research and Development	2,856	--	2,856	2,856	--
66.514	Science to Achieve Results (STAR) Fellowship Program	62,944	--	62,944	62,944	--
66.516	P3 Award: National Student Design Competition for Sustainability	43,032	--	43,032	43,032	--
66.708	Pollution Prevention Grants Program	12,785	--	12,785	12,785	--
66.716	Research, Development, Monitoring, Public Education, Training, Demonstrations, and Studies	862,949	8,689	871,638	808,092	63,546
66.XXX	Other Environmental Protection Agency Programs					
	2011-2051	(291)	--	(291)	--	(291)
	4783-RFA09-1/09-4	9,226	--	9,226	--	9,226
	EP-14-H-000177	29,577	--	29,577	29,577	--
	HQ-596-13-15	82,218	--	82,218	82,218	--
	V0559A	36,347	--	36,347	--	36,347
66.XXX	Total Other Environmental Protection Agency Programs	$ 157,077	$ --	$ 157,077	$ 111,795	$ 45,282
Research and Development – Nuclear Regulatory Commission						
77.006	U. S. Nuclear Regulatory Commission Nuclear Education Grant Program	378,033	--	378,033	378,033	--
77.008	U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program	91,157	--	91,157	91,157	--
77.XXX	Other Nuclear Regulatory Commission Programs					
	NRC-HQ-11-C-04-0011	43,860	--	43,860	43,860	--
77.XXX	Total Other Nuclear Regulatory Commission Programs	$ 43,860	$ --	$ 43,860	$ 43,860	$ --
Research and Development – Department of Energy						
81.049	ARRA - Office of Science Financial Assistance Program	30,227	--	30,227	30,227	--
81.049	Office of Science Financial Assistance Program	5,290,099	539,328	5,829,427	5,566,855	262,572
81.057	University Coal Research	163,341	--	163,341	163,341	--
81.079	Regional Biomass Energy Programs	6,263	--	6,263	--	6,263
81.087	ARRA - Renewable Energy Research and Development	102,322	--	102,322	--	102,322
81.087	Renewable Energy Research and Development	3,461,702	1,045,647	4,507,349	4,379,293	128,056
81.089	Fossil Energy Research and Development	469,162	--	469,162	345,787	123,375
81.104	Environmental Remediation and Waste Processing and Disposal	124,395	--	124,395	--	124,395
81.113	Defense Nuclear Nonproliferation Research	13,180	4,046	17,226	17,226	--
81.117	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	302,324	--	302,324	302,324	--
81.121	Nuclear Energy Research, Development and Demonstration	1,317,807	34,213	1,352,020	1,274,623	77,397
81.122	ARRA - Electricity Delivery and Energy Reliability, Research, Development and Analysis	16,270	2,578	18,848	--	18,848
81.135	Advanced Research Projects Agency - Energy	1,515,992	35,946	1,551,938	1,082,653	469,285
81.XXX	ARRA - Other Department of Energy Programs					
	PO 1256445	163,279	--	163,279	--	163,279
81.XXX	Total ARRA – Other Department of Energy Programs	$ 163,279	$ --	$ 163,279	$ --	$ 163,279

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
81.XXX	Other Department of Energy Programs						
		00044868-00021	178,083	--	178,083	--	178,083
		00044868-00023	125,951	--	125,951	--	125,951
		00044868-00025	10,678	--	10,678	--	10,678
		00044868-00029	435,195	--	435,195	--	435,195
		00044868-00030	25,364	--	25,364	--	25,364
		00044868-00031	23,777	--	23,777	--	23,777
		00044868-00032	200,000	--	200,000	--	200,000
		00044868-00033	34,468	--	34,468	--	34,468
		00044868-00034	31,954	--	31,954	--	31,954
		00058865/2003-054-00	134,979	--	134,979	134,979	--
		00063427/2003-054-00	191,172	--	191,172	191,172	--
		12-308C	60,924	--	60,924	--	60,924
		128748	108,668	111,763	220,431	--	220,431
		130712-DOE-01	47,004	--	47,004	--	47,004
		135748	23,056	--	23,056	--	23,056
		138995	248,513	--	248,513	--	248,513
		182174	1,754	--	1,754	--	1,754
		199062 Task# 210570	12,189	--	12,189	--	12,189
		199062-202090	39,427	--	39,427	--	39,427
		199062-204923	51,431	--	51,431	--	51,431
		199062-229222	16,232	--	16,232	--	16,232
		2013-2140	23,699	--	23,699	--	23,699
		2013-2877	19,372	--	19,372	--	19,372
		281420	142,041	--	142,041	142,041	--
		347K771	104,034	--	104,034	--	104,034
		4F-30401	54,359	--	54,359	--	54,359
		58234	2,232	--	2,232	2,232	--
		59611	220,602	--	220,602	220,602	--
		59885 / 1998-014-00	50,680	--	50,680	50,680	--
		60846 / 1997-024-00	474,317	82,398	556,715	556,715	--
		60945	934	--	934	934	--
		62827 / 1988-014-00	192,188	--	192,188	192,188	--
		7033440	192,515	--	192,515	--	192,515
		757176	56,893	--	56,893	--	56,893
		B605762	39,014	--	39,014	--	39,014
		C13-11 / PO C1301130	185,595	--	185,595	--	185,595
		C14-07 / PO C01400730	33,188	--	33,188	--	33,188
		DE-AC52-09NA29324	87,723	--	87,723	87,723	--
		MASTER 107557; TO 183148	(949)	--	(949)	--	(949)
		NO. B607377	4,186	--	4,186	--	4,186
		PO 1276073	214,515	--	214,515	--	214,515

	PO 1355324	29,029	--	29,029	--	29,029
	RES1000163	4,479	--	4,479	--	4,479
	RES1100426 / 004	66,050	--	66,050	--	66,050
	RES1100426 / 005	20,643	--	20,643	--	20,643
	RES1100426 / 006	16,738	--	16,738	--	16,738
	RES1100426 / 007	54,200	--	54,200	--	54,200
	RES1100426 / 013	41,212	--	41,212	--	41,212
	RES1100426 / 019	95,419	--	95,419	--	95,419
	RES1100426 / 023	76,254	--	76,254	--	76,254
	RES1100426/009	83,403	--	83,403	--	83,403
	RES1100426/012	57,809	--	57,809	--	57,809
	RES1100426/014	89,279	--	89,279	--	89,279
	RES1100426/015	52,049	--	52,049	--	52,049
	RES1100426/016	39,589	--	39,589	--	39,589
	RES1100426/017	54,427	--	54,427	--	54,427
	RES1100426/018	24,167	--	24,167	--	24,167
	RES1100426/026	15,936	--	15,936	--	15,936
	RES1100426/20	41,857	--	41,857	--	41,857
	RES1100426/21	40,703	--	40,703	--	40,703
	RES1100426/22	28,341	--	28,341	--	28,341
	U0883A	1,821	--	1,821	--	1,821
	XCI-0-40426-01	315,505	--	315,505	--	315,505
81.XXX	Total Other Department of Energy Programs	$ 5,346,867	$ 194,161	$ 5,541,028	$ 1,579,266	$ 3,961,762
Research and Development – Department of Education						
84.027	Special Education_Grants to States	24,798	--	24,798	--	24,798
84.042	TRIO_Student Support Services	231,999	--	231,999	231,999	--
84.047	TRIO_Upward Bound	417,580	--	417,580	417,580	--
84.116	Fund for the Improvement of Postsecondary Education	1,621	--	1,621	--	1,621
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States	183,111	--	183,111	--	183,111
84.133	National Institute on Disability and Rehabilitation Research	1,490,320	85,586	1,575,906	1,462,803	113,103
84.149	Migrant Education_College Assistance Migrant Program	477,380	--	477,380	477,380	--
84.184	Safe and Drug-Free Schools and Communities_National Programs	(21,800)	--	(21,800)	--	(21,800)
84.229	Language Resource Centers	162,691	--	162,691	162,691	--
84.305	Education Research, Development and Dissemination	3,051,611	393,573	3,445,184	3,073,274	371,910
84.324	Research in Special Education	6,108,384	1,750,376	7,858,760	6,880,510	978,250
84.325	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	552,686	--	552,686	552,686	--
84.326	Special Education_Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	228,755	14,863	243,618	243,505	113
84.327	Special Education_Educational Technology Media, and Materials for Individuals with Disabilities	1,280,022	421,204	1,701,226	1,701,226	--
84.365	English Language Acquisition State Grants	739,075	74,683	813,758	813,758	--
84.366	Mathematics and Science Partnerships	6,192	--	6,192	--	6,192
84.400	Centers for Independent Living	307,855	--	307,855	--	307,855

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
84.XXX	ARRA - Other Department of Education Programs						
		2013-1297	132,338	542,149	674,487	--	674,487
84.XXX	Total ARRA - Other Department of Education Programs		$ 132,338	$ 542,149	$ 674,487	$ --	$ 674,487
84.XXX	Other Department of Education Programs						
		6	27,848	--	27,848	--	27,848
84.XXX	Total Other Department of Education Programs		$ 27,848	$ --	$ 27,848	$ --	$ 27,848
Research and Development – Smithsonian Institution							
85.601	Smithsonian Institution Fellowship Program		3,534	--	3,534	3,534	--
Research and Development – Vietnam Education Foundation							
85.802	Fellowship Program		50,603	--	50,603	50,603	--
Research and Development – Department of Health and Human Services							
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)		28,276	--	28,276	--	28,276
93.103	Food and Drug Administration_Research		79,021	--	79,021	12,872	66,149
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		223,678	--	223,678	--	223,678
93.110	Maternal and Child Health Federal Consolidated Programs		260,837	--	260,837	260,837	--
93.113	Environmental Health		2,505,784	--	2,505,784	2,090,949	414,835
93.114	Applied Toxicological Research and Testing		1,548,370	--	1,548,370	1,548,370	--
93.117	Preventive Medicine and Public Health Residency Training Program, Integrative Medicine Program, and National Coordinating Center for Integrative Medicine		20,149	--	20,149	--	20,149
93.121	Oral Diseases and Disorders Research		728,745	--	728,745	390,227	338,518
93.135	Centers for Research and Demonstration for Health Promotion and Disease Prevention		150,088	--	150,088	110,811	39,277
93.136	Injury Prevention and Control Research and State and Community Based Programs		293,202	16,179	309,381	309,381	--
93.143	NIEHS Superfund Hazardous Substances_Basic Research and Education		3,242,132	70,316	3,312,448	3,312,448	--
93.172	Human Genome Research		3,242,866	236,942	3,479,808	3,230,272	249,536
93.173	Research Related to Deafness and Communication Disorders		1,394,706	--	1,394,706	1,062,890	331,816
93.213	Research and Training in Complementary and Alternative Medicine		137,698	--	137,698	37,416	100,282
93.226	Research on Healthcare Costs, Quality and Outcomes		18,096	--	18,096	18,096	--
93.239	Policy Research and Evaluation Grants		33,694	11,758	45,452	--	45,452
93.242	Mental Health Research Grants		2,688,007	75,227	2,763,234	1,946,642	816,592
93.243	Substance Abuse and Mental Health Services_Projects of Regional and National Significance		235,068	--	235,068	--	235,068

93.262	Occupational Safety and Health Program	368,498	--	368,498	--	368,498
93.273	Alcohol Research Programs	538,910	117,913	656,823	313,145	343,678
93.279	Drug Abuse and Addiction Research Programs	1,307,229	217,075	1,524,304	1,009,892	514,412
93.281	Mental Health Research Career/Scientist Development Awards	112,309	--	112,309	112,309	--
93.282	Mental Health National Research Service Awards for Research Training	32,603	--	32,603	32,603	--
93.286	Discovery and Applied Research for Technological Innovations to Improve Human Health	546,435	89,507	635,942	635,942	--
93.296	State Partnership Grant Program to Improve Minority Health	11,205	--	11,205	--	11,205
93.307	Minority Health and Health Disparities Research	236,996	52,520	289,516	238,755	50,761
93.310	Trans-NIH Research Support	642,847	--	642,847	642,847	--
93.350	National Center for Advancing Translational Sciences	15,997	--	15,997	--	15,997
93.351	Research Infrastructure Programs	3,812,335	80,693	3,893,028	3,642,634	250,394
93.359	Nurse Education, Practice Quality and Retention Grants	32,201	--	32,201	--	32,201
93.389	National Center for Research Resources	647,962	127,897	775,859	775,859	--
93.393	Cancer Cause and Prevention Research	231,515	99,921	331,436	281,236	50,200
93.394	Cancer Detection and Diagnosis Research	108,954	--	108,954	108,954	--
93.395	Cancer Treatment Research	36,290	--	36,290	--	36,290
93.396	Cancer Biology Research	70,020	--	70,020	70,020	--
93.398	Cancer Research Manpower	58,941	--	58,941	28,532	30,409
93.399	Cancer Control	103,423	--	103,423	84,779	18,644
93.575	Child Care and Development Block Grant	(4,169)	--	(4,169)	--	(4,169)
93.600	Head Start	211,549	--	211,549	211,549	--
93.632	University Centers for Excellence in Developmental Disabilities Education, Research, and Service	41,710	--	41,710	1,647	40,063
93.670	Child Abuse and Neglect Discretionary Activities	28,052	--	28,052	--	28,052
93.701	ARRA - Trans-NIH Recovery Act Research Support	90,198	--	90,198	90,198	--
93.702	ARRA - National Center for Research Resources, Recovery Act Construction Support	64,313	--	64,313	64,313	--
93.708	ARRA - Head Start	24,304	--	24,304	--	24,304
93.715	ARRA - Comparative Effectiveness Research-AHRQ	(21,757)	--	(21,757)	--	(21,757)
93.767	Children's Health Insurance Program	104,505	--	104,505	--	104,505
93.837	Cardiovascular Diseases Research	1,702,143	--	1,702,143	1,488,997	213,146
93.838	Lung Diseases Research	66,453	--	66,453	66,453	--
93.839	Blood Diseases and Resources Research	444,255	--	444,255	--	444,255
93.846	Arthritis, Musculoskeletal and Skin Diseases Research	633,691	40,862	674,553	674,553	--
93.847	Diabetes, Digestive, and Kidney Diseases Extramural Research	1,214,367	--	1,214,367	886,959	327,408
93.848	Digestive Diseases and Nutrition Research	(759)	--	(759)	(759)	--
93.853	Extramural Research Programs in the Neurosciences and Neurological Disorders	83,635	57,380	141,015	141,015	--
93.855	Allergy, Immunology and Transplantation Research	2,205,139	270,570	2,475,709	1,810,688	665,021
93.856	Microbiology and Infectious Diseases Research	23,100	--	23,100	--	23,100
93.859	Biomedical Research and Research Training	9,779,485	337,246	10,116,731	9,441,999	674,732
93.865	Child Health and Human Development Extramural Research	6,050,701	305,922	6,356,623	5,736,482	620,141
93.866	Aging Research	1,756,372	327,778	2,084,150	1,975,166	108,984
93.867	Vision Research	435,117	--	435,117	435,117	--

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, 2014 (continued)

Federal CFDA Number	Federal Funding Agencies and Program Titles	Contract Number	Direct Expenditures	Amounts Provided to Subrecipients	Total	Direct Awards	Indirect Awards
93.928	Special Projects of National Significance		21,647	--	21,647	--	21,647
93.969	PPHF Geriatric Education Centers		81,140	--	81,140	--	81,140
93.989	International Research and Research Training		82,258	--	82,258	--	82,258
93.XXX	Other Department of Health and Human Services Programs						
		00994-02731.003,PO13RRG00006	19,629	--	19,629	--	19,629
		200-2012-M-53392	20,270	--	20,270	20,270	--
		2013-1596	109,789	--	109,789	--	109,789
		2013-1931	77,660	--	77,660	--	77,660
		2014-1415	63,446	--	63,446	--	63,446
		211-2012-M-52370	17,957	--	17,957	17,957	--
		254-2013-M-56028	2,501	--	2,501	2,501	--
		270404	9,908	--	9,908	--	9,908
		PO#65597	76,019	--	76,019	--	76,019
		SC-05-02054 001-03	5,000	--	5,000	--	5,000
		U0928A	197,854	--	197,854	--	197,854
		U0928B	212,928	--	212,928	--	212,928
		U0928C	116,247	--	116,247	--	116,247
93.XXX	Total Other Department of Health and Human Services Programs		$ 929,208	$ --	$ 929,208	$ 40,728	$ 888,480
Research and Development – Department of Homeland Security							
97.130	National Nuclear Forensics Expertise Development Program		31,850	--	31,850	--	31,850
Research and Development – United States Agency for International Development							
98.001	USAID Foreign Assistance for Programs Overseas		377,548	--	377,548	287,896	89,652
98.XXX	Other USAID Programs						
		AID-OAA-LA-10-00006	372,216	57,007	429,223	429,223	--
		EPP-A-00-06-00012	1,190,132	656,353	1,846,485	1,846,485	--
98.XXX	Total Other USAID Programs		$ 1,562,348	$ 713,360	$ 2,275,708	$ 2,275,708	$ --
Total	**Research and Development Cluster**		**$ 232,027,980**	**$ 20,366,515**	**$ 252,394,495**	**$ 207,317,484**	**$ 45,077,011**
TOTAL EXPENDITURES OF FEDERAL AWARDS			**$ 9,619,344,830**	**$ 960,106,082**	**$ 10,579,450,912**	**$ 10,513,513,282**	**$ 65,937,630**

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2014

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, 2014, 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	$ 12,213,303
10.559	Summer Food Service Program for Children	Commodities	23,085
10.565	Commodity Supplemental Food Program	Commodities	384,643
10.567	Food Distribution Program on Indian Reservations	Commodities	101,541
10.569	Emergency Food Assistance Program	Commodities	6,235,591
39.003	Donation of Federal Surplus Personal Property	Donated Federal Surplus	1,594,661
93.268	Immunization Cooperative Agreements	Vaccines	37,938,837
	Total		$58,491,661

Note 4. 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 $896,141,920.27 reported as expenditure for the Unemployment Insurance program, $635,439,310.80 represented expenditures of State funds held in the Unemployment Trust Fund.

Note 5. 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 0.64 percent of USDA's total expenditures for SNAP benefits in the Federal fiscal year ended September 30, 2014.

Note 6. 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, 2014 are calculated as follows:

1)	Balance of RLF loans outstanding at the end of the fiscal year	$ 6,736,614
2)	Cash and investment balance in the RLF at the end of fiscal year	2,886,188
3)	Administrative expenses paid out of RLF income during the recipient's fiscal year	8,961
4)	The unpaid principal of all loans written off during the fiscal year	0
	Total	$ 9,631,763
5)	The Federal share of RLF (2,000,000/2,667,000)	75%
6)	Federal awards expended during the fiscal year	$ 7,223,822

Note 7. 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	$ 211,192	2 (GG006033) / PO G02812
10.001	Intrn'l Crops Research Institute for the Semi-Arid Tropics	8,736	project 213
10.001	University of Nebraska	4,680	25-6235-0205-005
10.025	Virginia Tech	10,691	422368-19201
10.025	Washington State University	39,955	06403010000000
10.170	Washington State University	20,624	116477 G003014
10.200	University of California, Davis	(238)	201117720-OSU-4 ECS
10.200	University of California, Davis	(51)	013145-06
10.200	University of California, Davis	349	201223372-11-OSU-Pscheidt-OH
10.200	University of California, Davis	1,134	201302570-06-OSU-DeFrnsc-FoodU
10.200	University of California, Davis	3,041	201302570-21-OSU-DeFrancso-ECS
10.200	University of California, Davis	7,048	201223372-10-OSU-DeFrancsco-OH
10.200	University of California, Davis	8,374	201223372-12-OSU-Santamaria-OH
10.200	University of California, Davis	8,934	201302570-16-OSU-Peachey-OHort
10.200	University of California, Davis	9,992	201302570-18-OSU-Santamaria-OH
10.200	University of California, Davis	10,002	201302570-17-OSU-Pscheidt-OHor
10.200	University of California, Davis	11,737	201223372-16-OSU-Peachey-ECS
10.200	University of California, Davis	14,129	201117720-Oregon
10.200	University of California, Davis	4,663	201302570-15-OSU-DeFrncs-OHOR
10.200	University of California, Davis	117,109	201223372-02-OSU-DFrncsc-FoodU
10.200	University of Idaho	(5)	BAK305_SB_003 / P0028638
10.200	University of Idaho	1,268	BAK306-SB-003 / P0033107

10.200	University of Idaho	31,079	BAK307-SB-001 / PO P0037258
10.200	University of Washington	5,449	2010-38500-21758
10.200	University of Washington	10,876	734595
10.200	Washington State University	293	114878 G002919
10.200	Washington State University	941	114878_G002863
10.200	Washington State University	1,775	114863_G002791
10.200	Washington State University	3,526	11878_G002862
10.200	Washington State University	198,068	105577_G003125
10.206	Michigan State University	7,745	61-4244F
10.206	University of Arizona	(39,305)	PO Y452465
10.210	University of Idaho	18,504	BJKH93-SB-002 / PO P0035020
10.215	Benton Soil and Water Conservation District	18,203	2012-492
10.215	Utah State University	(64)	90758005
10.215	Utah State University	11,814	100893033
10.215	Utah State University	18,255	120833005
10.215	Utah State University	26,297	110892013
10.215	Utah State University	26,784	100893039
10.217	University of Missouri	23,051	C00041710-2
10.255	Mississippi State University	1,274	018000-321470-12
10.303	Montana State University	5,340	G193-12-W3778
10.303	North Dakota State University	3,268	FAR0021476
10.303	University of California, Davis	4,856	SA7747
10.303	University of California, Davis	24,927	SA7761
10.303	University of California, Davis	25,910	SA7764
10.303	University of California, Davis	35,667	SA7733
10.304	University of California, Davis	25,875	201303063-03
10.307	Auburn University	21,100	12-EPP-373011-OSU
10.307	Cornell University	832	67385-9952
10.307	Cornell University	17,678	64325-9780
10.307	Ohio State University	52,463	600030380 / PO RF01307878
10.307	Pennsylvania State University	32,220	4736-OSU-USDA-0638
10.307	Rutgers, The State University of New Jersey	50,071	4832 / PO S1769900
10.307	University of California at Santa Cruz	13,150	S0183654
10.307	University of Wyoming	5,412	USDACSRE45108MM
10.307	Washington State University	25,837	110036_G002575
10.307	Washington State University	29,561	119028 G003171
10.309	Citrus Research & Development Foundation, Inc	7,694	13-011NU-790
10.309	Cornell University	45,032	61314-9365
10.309	Michigan State University	9,405	RC100888OSU
10.309	Michigan State University	87,359	RC102039B
10.309	University of California Berkeley	43,003	PO BB00104457 / sub 00006987
10.309	University of California, Davis	6,174	201013048-01
10.309	University of Florida	195,679	UF09152 / Proj 00080376
10.309	University of Wisconsin	70,185	350K862
10.309	Washington State University	5,030	111356_G002639
10.309	Washington State University	21,205	111356_G002640
10.309	Washington State University	26,557	111349_G002606
10.310	Boston University	122,083	4500001197
10.310	Iowa State University	1,309	416-41-07D
10.310	North Dakota State University	6,212	FAR-0015525-5
10.310	Oregon Health & Sciences University	34,274	1002187_PSU
10.310	Oregon Health & Sciences University	112,779	1002187_OSU

10.310	Purdue University	14,775	8000047951-AG
10.310	University of Alaska	71,419	UAF 12-0011
10.310	University of Arizona	112	PO 185016
10.310	University of California Riverside	26	S-000477
10.310	University of California Riverside	15,202	S000617
10.310	University of California, Davis	41,909	200912493-02
10.310	University of California, Davis	99,962	201015718-19
10.310	University of Delaware	74,530	25866
10.310	University of Idaho	(46)	BJKH57-SB-001 / PO P0025252
10.310	University of Idaho	604,001	BJKL03-SB-001 / PO P0031110
10.310	University of Minnesota	15,030	H003346401
10.310	University of Washington	834,451	729759
10.310	Virginia Tech	50,000	422274-19201
10.310	Virginia Tech	370,035	422262-19201
10.310	Washington State University	14,686	115320 G002932
10.310	Washington State University	1,175,139	115808 G002981
10.311	Entrepreneurial Development Services	(4,621)	Not Available
10.312	University of Hawaii	41,974	MA120041
10.500	Kansas State University	4,367	S14132
10.500	New Mexico State University	928	Q01461
10.500	University of Idaho	4,428	BJKL79-SB-002
10.500	University of Nebraska	9,711	25-6365-0040-120
10.500	University of Nebraska	10,003	25-6365-0040-109
10.500	University of Wyoming	38	1000781
10.500	University of Wyoming	5,828	1002139
10.500	University of Wyoming	13,329	1001769
10.500	Utah State University	29,576	110897008
10.558	Head Start of Lane County	8,263	19247
10.652	Lake County Resource Initiative/ USDA	7,244	-
10.652	U.S. Endowment for Forestry & Communities, Inc.	14,089	12-CA-11330126-090
10.665	Clackamas County	166,907	1936002286000
10.665	Jackson County	117,477	1936002298000
10.665	Klamath Falls	12,725	1936002301
10.665	Linn County	238,000	1936002305000
10.665	Tillamook County	17,633	1936002312000
10.680	University of Massachusetts - Amherst	224	14 007769 B 00
10.688	The Nature Conservancy	4,783	ARRA 10-SA-11060489-077
10.693	South Santiam Watershed Council	6,382	19428
10.903	National Resources Conservation Service	24,991	68-0436-13-074
11.012	Southeastern Universities Research Association	11,432	2013-011
11.012	University of Washington	1,041,123	730279
11.307	Oregon BEST	13,971	MASTER 2012-PSU BEST-EDA;TO#1
11.307	Oregon Nanoscience and Microtechnologies Institute	(68)	Task #2 to Master Agr 2012-EDA
11.307	Portland Development Commission	6,996	712003
11.307	Portland Development Commission	8,640	Not Available
11.307	Portland Development Commission	21,753	2014-1585
11.307	Portland Development Commission	23,120	2014-1856
11.307	Portland Development Commission	27,823	2014-1705
11.307	Portland Development Commission	57,692	2013-2459
11.307	Portland Development Commission	68,744	712001
11.307	Special Econ. Development & Adjustments Assist.	6,951	-
11.407	Pacific States Marine Fish Com	54,971	936002376

11.417	University of Alaska	30,765	PO FP30062 / UAF 12-0083
11.417	University of Delaware	2,602	33698
11.419	PRBO Conservation Science	68,320	Not Available
11.419	University of New Hampshire	87,295	11-040 AMEND.2
11.419	University of New Hampshire	191,957	1026000937 000
11.431	University of Washington	12,766	742904
11.432	University of California / San Diego	49,993	40824434/PO S9000307
11.432	University of Miami	31,878	6-6440A-3712 / P131564
11.437	Pacific States Marine Fish Com	493,075	936002376
11.438	Pacific Salmon Commission	1,010,662	9909840528
11.439	Pacific States Marine Fish Com	16,004	936002376
11.440	University of Maryland	48,772	Z763707 / Part II
11.440	University of Maryland	130,466	Z763707 / Part I
11.441	North Pacific Fishery Mgmt. Council	29,287	920060367
11.441	Pacific Fishery Mgmt. Council	62,046	910982918
11.441	Pacific States Marine Fish Commission	42,975	936002376
11.469	Inter-American Tropical Tuna Commission	13,188	2014-1807
11.472	North Pacific Research Board	910	904 / F4904-00
11.472	North Pacific Research Board	7,896	1014 / F4014-00
11.472	North Pacific Research Board	8,439	1105 / F4015-01
11.472	North Pacific Research Board	40,786	1228 / F5228-01
11.472	North Pacific Research Board	89,983	1310
11.472	North Pacific Research Board	98,338	1205 / F5205-00
11.473	University of Washington	(205)	457268
11.481	University of Maryland Eastern Shore	138,506	PO U156442 / year 3
11.481	University of Maryland Eastern Shore	138,758	PO U156442 / year 2
12.106	Pacific States Marine Fish Com	57,774	936002376
12.107	Washington Department of Ecology	19,116	C1300095
12.300	Georgia Institute of Technology	79,636	RB857-G1 AMEND. 3
12.300	Monterey Bay Aquarium Research Institute	35,681	1410457
12.300	University of California	23,692	43019217
12.300	University of California, San Diego	63,067	38513698 / PO S9000246
12.300	University of Washington	24,106	740898
12.300	University of Washington	794,822	710505
12.300	Woods Hole Oceanographic Institution	45,440	A100908
12.351	Radiation Monitoring Devices, Inc. - DTRA	(1,885)	HDTRA 1-11-1-0045
12.420	Brain Trauma Foundation	28,821	130908
12.420	University of Illinois, Urbana-Champaign	34,747	2009-02748-01, A2435
12.431	Academy of Applied Science	2,600	13-20
12.431	Academy of Applied Science, Inc.	41	42002
12.431	Raytheon BBN Technologies Corporation. - DOD	9,690	14364
12.431	University of Connecticut	61,699	UCHC6-35019356
12.431	University of Connecticut	72,816	UCHC6-45993783
12.431	University of Washington	43,762	548644
12.431	University of Washington	103,049	715233 MOD. #5
12.550	Institute of International Education	363,035	NSEP-U631073-PDX-RUS
12.550	Institute of International Education	928,087	NSEP-U631073-UO-CHN-K12 MOD1
12.630	Clarkson University	42,848	032150-1
12.630	University of California	51,442	37697661 PO:S9000212
12.800	The University of Texas at Austin	79,255	SUB: UTA12-001068
12.800	University Politecnico di Milano	61,607	2013-1400
12.900	Language Grant Program	36,146	H98230-14-1-0004

12.900	University of Maryland	89,677	H98230-13-1-0017
12.910	BAE Systems	200,059	776,911.00
12.910	Galois Inc.	202,376	2014-1451
12.910	Regents of University of Michigan	113,167	3002669960
12.910	University of California, Los Angeles	62,503	1015 G PA090
12.910	University of Florida	26,415	UR-EIES-1205020-PSU
14.218	Portland Development Commission	156,218	PSU-EOI
14.235	Lane County	21,669	40000000000004
14.239	City of Salem	84,902	40000000000011
14.703	Lane Council of Governments	2,197	18514 MOD #2
14.703	Lane Council of Governments	46,025	18331
14.881	Home Forward	2,536	Not Available
15.227	Benton County	16,688	1936002285
15.234	Columbia Soil & Water Conservation	4,821	1930988772000
15.421	University of Alaska	4,713	PO FP40112 / UAF 14-0023
15.423	University of Texas at Austin	26,876	UTA13-000307
15.808	Oregon Health & Sciences University	(1,042)	GEBSN0060A1
15.808	Southern California Earthquake Center	18,603	Y80786 MOD #2
15.812	University of Wyoming	(2,204)	DOIUSGS43626-OREGON
15.945	University of California, Davis	8,954	201120800-05
16.582	Natl Assoc Voca Asst Administr	3,350	1682
16.585	Columbia County	40,846	1022
16.585	Josephine County	29,243	1018
16.585	Marion County	68,045	1029
16.590	Lane County	40,171	1013
16.726	National 4-H Council	41,003	2013-1548
16.726	National 4-H Council	49,269	2013-2227
16.726	National 4-H Council	57,994	2013-14 NMP4
16.726	National 4-H Council	70,967	2012-13_NMP3
16.738	Lincoln County	33,536	1028
16.738	Lutheran Community Services NW	60,055	1024
16.738	Marion County	97,643	1029
16.738	Multnomah County	65,138	1020
16.738	Union County	36,647	1011
16.803	Benton County	15,673	1025
16.803	Douglas County	5,966	1026
16.803	Harney County	14,515	1023
16.803	Lincoln County	6,529	1028
16.803	Linn County	3,879	1016
16.803	Marion County	19,108	1029
16.803	Mid-Willamette Val Commaction	12,167	1031
16.803	Ontrack Inc	6,977	1027
16.803	UNION COUNTY	3,321	1011
16.812	Clackamas County	7,167	1030
16.812	Jackson County	18,459	1008
17.261	CTR 4 Employment Security and ITSC	37,460	00000000053000
17.268	Worksystems, Inc.	99,197	12-60805
19.401	Institute of International Education	(442)	2013-987
20.205	National Academy of Sciences	34,375	SHRP C-06(B)
20.205	University of Southern Florida	8,496	2117-1406-00-A
20.205	University of Wyoming	29,555	1001785 - OREGON
20.507	Home Forward	34,738	Not Available

20.701	Oregon Transportation Research & Ed Consortium	(56)	2012-B-02/2012-483
20.701	Oregon Transportation Research & Ed Consortium	352	CY-B-02
20.701	Oregon Transportation Research & Ed Consortium	1,485	NITC-UO-03
20.701	Oregon Transportation Research & Ed Consortium	3,550	2012-B-01/2012-524 MOD #1
20.701	Oregon Transportation Research & Ed Consortium	4,467	NITC-UO-02
20.701	Oregon Transportation Research & Ed Consortium	5,173	CY-B-04
20.701	Oregon Transportation Research & Ed Consortium	9,576	NITC-UO-07
20.701	Oregon Transportation Research & Ed Consortium	9,759	NITC-UO-01
20.701	Oregon Transportation Research & Ed Consortium	9,887	CY-B-05
20.701	Oregon Transportation Research & Ed Consortium	64,669	NITC-UO-04
20.701	Oregon Transportation Research & Ed Consortium	84,318	NITC-UO-05
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	3,195	NITC-UO-13
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	5,563	NITC-UO-15
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	7,825	NITC-UO-12
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	13,327	CY-B-01
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	18,382	NITC-UO-11
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	23,182	NITC-UO-10
20.701	Oregon Transportation Research & Ed Consortium-PSU USDOT	25,027	NITC-UO-09
20.701	University of Alaska	3,776	UAF-14-0080 (PO FP42422)
20.701	University of Alaska	20,653	UAF 13-0133
20.701	University of Washington	(23)	739437-5
20.701	University of Washington	3,115	739437-6
20.701	University of Washington	3,767	739437-11
20.701	University of Washington	4,876	739437-10
20.701	University of Washington	6,472	739437-2
20.701	University of Washington	6,819	739437-8
20.701	University of Washington	29,733	739437-3
20.701	University of Washington	55,234	739437-4
20.701	University of Washington	122,398	739437-7
20.701	University of Washington	406,012	739437-1
20.701	University Transportation Center	12,520	Not Available
43.001	Resources for the Future	28,415	RFF #1611
43.001	Southwest Research Institute	27,995	F99004AU
43.001	The University of Texas at Austin	74,788	UTA11-000570
43.001	University of Maryland	27,334	6836-Z6814001
43.001	University of Michigan	15,000	3002788435
43.001	University of Texas at Austin	126,617	UTA12-001012
43.001	University of Texas at Austin	202,927	UTA12-001014 MOD #2
43.001	University of Virginia	75,582	GP10162-138186
43.001	University of Washington	50,002	732969
43.001	Voxtel Corporation - NASA	30,081	20343 AMEND #1
43.001	Woods Hole Oceanographic Institution	19,599	A101010
43.001	Woods Hole Oceanographic Institution	38,995	A101009
43.002	Jet Propulsion Lab	50,159	1249878
43.002	Jet Propulsion Lab	112,454	1450091
43.008	Purdue University	3,706	PRIME:NNX12AK93A;SUB4103-50584
43.008	University of Alabama, Huntsville	23,704	SUB2012-052
45.025	Oregon Arts Commission	(14)	FY13-DES-11540
45.025	Oregon Arts Commission	4,490	FY12-DES-10642
45.025	Oregon Arts Commission - NEA	531	FY14-CTG-12755
45.025	Oregon Arts Commission - NEA	3,000	FY14-OSG-12175
45.025	Oregon Arts Commission - NEA	4,431	20092

45.025	Oregon Arts Commission - NEA	10,000	FY14-OSG-12255
45.025	Oregon Arts Commission - NEA	29,008	FY14-DES-12006
45.129	Oregon Humanities	5,489	455
45.149	University of Delaware	684	26367 AMEND. #1
45.161	Massachusetts Historical Society	(7,569)	-
45.312	Purdue University	6,275	4112-46075
47.041	Agricultural & Environmental Geographic Information Sys, Ltd	5,476	2014-1669
47.041	Boise State University	86,488	5020-A
47.041	Carnegie Mellon University	1,808	1121858-295904
47.041	Carnegie Mellon University	36,032	1121711-277808
47.041	CSD-Nano	62,875	2013-1389
47.041	Georgia Institute of Technology	22,024	RB061-G2
47.041	Purdue University	44,702	NEES-4101-39854
47.041	Purdue University	1,053,601	NEES-4101-31879
47.041	SupraSensor Technologies	26,654	19219
47.041	Trillium FiberFuels, Inc.	72,196	2013-1199
47.041	University of Colorado	11,531	1549503
47.041	University of Hawaii	6,299	MA110005
47.041	University of Idaho	18,481	GNK698-SB-001
47.041	Virginia Tech	3,440	478714-19201
47.041	Washington State University	7,473	10353 G002834
47.041	Washington State University	88,254	116505 G002970
47.049	California Institute of Technology	47,333	75ADV-1090013
47.049	Missouri University of Science and Technology	31,596	00037161-01
47.049	University of Delaware	84,686	27187
47.049	University of Notre Dame - National Science Foundation	2,348	-
47.049	Willamette University	6,074	SUB AG WU-NSFRCN-06-2013
47.049	Willamette University	8,562	WU-NSFRCN-04-2013
47.050	Columbia University	17,944	4(GG002806) / PO G03589
47.050	Consortium for Ocean Leadership	1	SA12-11 WBS 1.8.3
47.050	Consortium for Ocean Leadership	1	SA12-11/WBS 1.8.7
47.050	Consortium for Ocean Leadership	376	T339A11
47.050	Consortium for Ocean Leadership	1,667	T340B11
47.050	Consortium for Ocean Leadership	5,317	SA12-11/WBS 1.8.4.2.3.1
47.050	Consortium for Ocean Leadership	7,665	SA12-11/WBS 1.8.4.5
47.050	Consortium for Ocean Leadership	7,712	T334B11
47.050	Consortium for Ocean Leadership	10,583	SA12-11 WBS 1.8.7.3
47.050	Consortium for Ocean Leadership	10,716	SA12-11/WBS 1.8.7.2
47.050	Consortium for Ocean Leadership	12,740	SA-11-08
47.050	Consortium for Ocean Leadership	15,000	T340A11
47.050	Consortium for Ocean Leadership	20,232	SA 12-11/WBS 1.8.4.2.3
47.050	Consortium for Ocean Leadership	21,377	SA12-11/WBS 1.8.4.1
47.050	Consortium for Ocean Leadership	23,292	SA 12-11/WBS 1.8.2.4
47.050	Consortium for Ocean Leadership	26,979	SA12-11/WBS 1.8.4.1.3
47.050	Consortium for Ocean Leadership	55,378	SA12-11/WBS 1.8.4.1.3.2
47.050	Consortium for Ocean Leadership	68,880	SA12-11/WBS 1.8.1.4
47.050	Consortium for Ocean Leadership	99,096	SA12-11/WBS 1.8.4.1.6
47.050	Consortium for Ocean Leadership	99,223	SA12-11/WBS 1.8.4.1.3.1
47.050	Consortium for Ocean Leadership	102,007	SA 12-11 WBS 1.8.4.2
47.050	Consortium for Ocean Leadership	122,037	SA12-11/WBS 2.8.1.4
47.050	Consortium for Ocean Leadership	139,513	SA12-11/WBS 1.8.2.5
47.050	Consortium for Ocean Leadership	207,635	SA12-11/WBS 1.8.4.2.1

47.050	Consortium for Ocean Leadership	218,676	SA12-11/WBS 1.8.5
47.050	Consortium for Ocean Leadership	252,856	SA12-11/WBS 1.8.4.1.5
47.050	Consortium for Ocean Leadership	284,774	SA12-11/WBS 1.8.1.5 PY5
47.050	Consortium for Ocean Leadership	338,767	SA12-11/WBS1.8.4.2.2
47.050	Consortium for Ocean Leadership	460,344	SA12-11/WBS 1.8.4.1.2
47.050	Consortium for Ocean Leadership	626,785	SA12-11 WBS 1.8.4
47.050	Consortium for Ocean Leadership	766,978	SA 12-11/WBS 1.8.4.1.4
47.050	Consortium for Ocean Leadership	845,338	SA12-11/WBS 1.8.3.3
47.050	Florida International University	138,731	800001121-01
47.050	Incorporated Research Institution for Seismology	340,482	75-MT
47.050	Incorporated Research Institutions for Seismology	188,542	05-OSU-SAGE
47.050	Oregon Health & Sciences University	20,604	GSTCN0108S8
47.050	Oregon Health & Sciences University	105,225	GSTCN0106S4
47.050	Oregon Health & Sciences University	459,359	GSTCN0106S1
47.050	Pennsylvania State University	891	4949-OSU-NSF-1726
47.050	The University of Texas at Austin	21,401	UTA13-000592
47.050	University of Akron	12,321	540064-OSU
47.050	University of Alaska	30,901	PO FP40101 / UAF 13-0131
47.050	University of Alaska	207,740	PO FP802513 / UAF 08-0037
47.050	University of California at Santa Cruz	63,751	S0184031
47.050	University of California, Berkeley - NSF	23,126	00008435
47.050	University of California, San Diego	20,841	34828061 / PO S9000109
47.050	University of Colorado	47,623	1550973 / PO 1000294288
47.050	University of Hawaii	49,464	MA130035 / PO Z10048082
47.050	University of Maryland	29,567	PO 3861
47.050	University of Southern California	31,798	33897890/PO 10043427
47.050	Woods Hole Oceanographic Institution	16,461	A100900
47.050	Woods Hole Oceanographic Institution	22,013	A101018
47.070	Computing Research Association	47,334	CIF-E-003
47.070	University of California, Los Angeles	22,800	0070 G PC456 MOD #2
47.070	University of California, Los Angeles - NSF	34,377	0070 G RC848
47.070	University of Southern California	10,511	43854715
47.074	American Museum of Natural History	30,682	40634
47.074	Carnegie Institute	9,401	6-2091-02
47.074	Cold Spring Harbor Lab	489,901	52930113/213 / PO 920802-SV
47.074	University of California, Davis	(824)	201015754-01
47.074	University of Hawaii	315,975	PO Z795332/Z925587
47.074	University of Pittsburgh	49,089	0005463(011312-01)
47.074	University of South Dakota	33,762	USD-1201 AMEND.#2
47.074	University of Wisconsin - Madison	18,001	471K424
47.074	Virginia Tech	18,549	478784-19201
47.074	Virginia Tech	61,338	478718-19201
47.074	Yale University	116,690	C13D11578 (D01820)
47.075	American Sociological Assn	681	Not Available
47.075	University of Utah - NSF	8,988	10031411-OREGON
47.076	Association of Science-Technology Centers	11,663	2014-1116
47.076	Dartmouth College	47,849	751
47.076	Denver Museum of Nature and Science	9,024	2013-1390
47.076	El Camino Community College	240	NSF 0168669
47.076	El Camino Community College	43,171	PO610285
47.076	Harvard University	4,350	5069094-118114
47.076	Hispanic Communications Network	24,258	2013-2000

47.076	Mathematical Assn of America	17,640	DRL-0910240
47.076	Oregon Museum of Science and Industry	5,723	2014-1675
47.076	Oregon Museum of Science and Industry	29,229	D10-07
47.076	Rogue Community College	80	ATE-NSF 1002822 9/1/11
47.076	SRI International - National Science Foundation	29,554	134-000008 MOD #1
47.076	Teachers Development Group	93,371	04-DRL02
47.076	University of California, Los Angeles	49,083	0070 G PD877
47.076	University of California, San Diego	26,257	PO 10296221
47.076	University of Colorado	17,946	1547120
47.076	University of Washington	60,244	658615
47.076	University of Washington	85,072	658608
47.076	University of Wisconsin - Madison	67,268	446K434
47.076	Winona State University	3,592	PO 277654
47.078	HT Harvey and Associates	17,462	Project # 3426-01
47.078	Regents of University of Colorado	81,273	1548194 PO: 77305/1000046795
47.078	The University of Texas at Austin	16,721	UTA13-000572
47.078	University of Nebraska	37,175	25-0505-0010-002
47.079	Michigan Technological University	45,466	1110090Z7 P0090366 MOD #1
47.080	University of California, Los Angeles	163,779	0145 G MB061 AMEND. 4
47.080	University of Hawaii	14,987	MA120047 MOD #1
47.080	University of Illinois, Urbana-Champaign	88,174	2010-07189-01 MOD #3
47.082	Rutgers, The State University of New Jersey	11,762	4-32571 / 4127 / PO S1411525
47.082	University of New Mexico	(3)	976021-874U
47.082	University of New Mexico	8,153	976021-874U-2
59.037	Lane Community College	6,000	SJB 13-SJB-146
59.037	Lane Community College	6,798	SUB OF: SBAHQ-10-V-0004
59.037	Lane Community College	8,069	MATCH REQD
59.037	Lane Community College	10,520	SBAHQ-12-B-0031
59.037	Lane Community College	22,894	SBAHQ-12-B-0069
66.041	City of Corvallis	42,750	2011-1734
66.123	Washington Dept of Fish & Wildlife	104,284	PRIME:R10-PS-1007;SUB:12-1525
66.461	Lane Council of Governments - EPA	4,837	-
66.469	Central Michigan University	124,571	2011-1086
66.469	Loyola University Chicago	7,250	511045
66.509	Arizona State University	12,627	14-498
66.509	Arizona State University - EPA	413	14-497
66.716	Texas A & M University	10,017	07-S140740
66.716	Washington State University	53,529	117644 G003088
66.950	N Amer Assoc for Envir Ed	(65)	NT-83497401
66.950	N Amer Assoc for Envir Ed	15,881	18911
66.950	N Amer Assoc for Envir Ed/Cornell Univ/EPA	72,005	-
81.049	Dept of Energy Environmental Restoration	38,797	1992-026-01
81.049	Montana State University	65,004	G130-12-W3521
81.049	OnTo Technology LLC	20,827	2012-DE-SC0006336
81.049	Regents of UC - Davis	47,105	DE-SC0008937,201223767-PSU
81.049	Stanford University	41,096	60404141-109779-A
81.049	U California Lawrence Berkeley National Laboratory - DOE	49,744	7084143 MOD.#
181.079	South Dakota State University	20	3TA160
81.079	South Dakota State University	6,243	3TB160
81.087	Alta Rock Energy, Inc.	25,371	2013-535
81.087	Bay Area Photovoltaic Consortium (BAPVC)	96,964	60314363-51077-U AMEND #1
81.087	Boise State University	61,244	014G106215-D (DE-EE0001120)

81.087	Columbia Power Technologies	19,171	2013-1354
81.087	Daimler Trucks North America	15,707	2011-462
81.087	Dehlsen Associates LLC	11,812	PO 00529/2014-1697
81.087	South Dakota State University	110	3TC160
81.089	Research Partnership to Secure Energy for America	79,704	08121-2801-02
81.089	Southern Methodist University	43,670	G001244-7500
81.104	Vanderbilt University	124,395	19067-S2
81.106	Western Governor's Association	76,527	000000045
81.112	Western Governor's Association	40,000	0840747227000
81.112	Western Governor's Association	107,172	0840747227000
81.117	WA State Dept. of Commerce	31,170	00000000006000
81.121	Idaho National Laboratory	77,397	00044868-00036
81.121	Krell Institute - Department of Energy Computational Science	155	-
81.122	Centralia College	9,854	Not Available
81.122	University of Minnesota	8,994	A000211535
81.135	Sharp Laboratories of America	118,792	2013-2150
81.135	University of California Santa Barbara	210,975	KK1335
81.135	University of California, Santa Barbara	139,518	KK1336 MOD #1
84.027	Federated States of Micronesia - USDE	64,795	1088444
84.027	Lebanon Community School District	24,798	2014-890
84.027	State of Iowa-Department of Education/USDE	40,746	043414 AMEND #1
84.033	Mt Hood Community College	668	Not Available
84.116	Regents of University of Michigan	1,621	3002042570
84.116	University of Denver	2,941	SC36537A-01-03
84.116	Willamette University	11,182	SUB AG WU-FIPSE02-13
84.126	Cincinnati Children's Hospital Medical Center	183,111	20261
84.133	Oregon Health & Sciences University	78,730	9007327-PSU
84.133	Temple University	16,478	300104-PSU
84.133	University of Cincinnati	17,894	107354 AMEND #4
84.181	Alaska Department of Health & Social Services	71,976	0613-028 AMEND #1
84.181	Lane Education Service District	8,443,922	2402F0 EC CARES 2013-14
84.181	Lane Education Service District - ED	1,782	21212
84.184	Linn Benton Lincoln ESD	(21,800)	-
84.224	Access Technologies Inc.	7,537	Not Available
84.305	Florida State University	(7,702)	R01296 AMEND.2
84.305	Harvard University	9,668	108074-5065884
84.305	University of Virginia	103,129	GM10128-139152
84.305	WestEd	266,815	S12-022 MOD #1
84.323	Napa County Office of Education	26,877	-
84.324	IRIS Media Inc.	14,436	18899
84.324	Oregon Research Institute	414,013	R324A090111, MOD 6
84.324	University of Connecticut	315,929	7169
84.324	University of North Carolina at Chapel Hill	132,713	5-39253
84.324	University of Wisconsin - Madison	115,594	409K640 MOD #1
84.325	Salas University	15,139	SALAS SUBCONTRACT 83403
84.325	Salus University	23,214	83401
84.326	California State University Northridge	32,229	SUBAWARD F-11-2963-WOU
84.326	California State University Northridge	98,858	SUBAWARD F-11-2963-3WOU
84.326	South Carolina School for the Deaf and Blind	89,540	SUBGRANT OF H326C080022
84.326	University of Connecticut	155,864	UCHC6-36186474/46087620
84.326	University of Kansas Center for Research, Inc.	127,901	FY2013-042-M1
84.326	University of North Carolina at Chapel Hill	113	5-54391 AMEND.#4

84.326	University of North Carolina at Chapel Hill	105,406	5-39294 MOD #1
84.327	Oregon Health & Science University	3,408	SUB OF USDE H327S130010
84.357	American Samoa Government	12,575	C56206A
84.366	Teachers Development Group	6,192	101-19902-A
84.367	National Writing Project	17,960	92-OR01-SEED2012
84.367	National Writing Project	30,562	92-OR03-SEED2012 #4
84.367	The National Writing Project Corporation	3,734	92-OR02-SEED2012
84.367	USDE-National Writing Project	1,701	92-OR03-SEED2012 MOD #5A
84.400	WestEd	307,855	S00025167.0
93.043	Rogue Valley Council of Governments	835	Not Available
93.060	Northwest Family Services	28,276	19550
93.088	Futures Without Violence	56,471	40000000000012
93.088	Public Health Data Standards	11,333	40000000000014
93.103	University of California, Davis	66,149	08002947-CPS-02
93.104	Native American Rehabilitation Association	223,678	CONTRACT #: C 14-02
93.104	Northwest Portland Area Indian Health Board	47,431	C13-02, PO # 22184
93.104	Northwest Portland Area Indian Health Board	99,951	C14-03 PO #23502
93.113	Arizona State University - NIH	9,737	21241
93.113	Dahl Natural, LLC	103,639	2013-792
93.113	Omega Optics, Inc	73,696	OSU2014-996
93.113	Pennsylvania State University	81,945	4597-OSU-DHHS-9964
93.113	University of Alaska, Anchorage	145,817	P0418820 AMEND #5
93.117	Oregon Health & Sciences University	20,149	9005907-APHPM0177-PSU
93.121	Mayo Clinic	(6,904)	2R01DE014036-10
93.121	Mayo Clinic	35,948	PO 6328517
93.121	Oregon Health & Sciences University	82,507	AB10M0046 OSU
93.121	University of Colorado, Denver	76,417	FY10.530.001 AMEND.7
93.121	University of Colorado, Denver - NIH	77,823	2-5-17173
93.121	University of Michigan, Ann Arbor	72,727	3002420859 AMEND #4
93.135	West Virginia University	39,277	03-606F-OSU
93.172	Fred Hutchinson Cancer Research Center	(181)	662382/708548 AMEND #1
93.172	Fred Hutchinson Cancer Research Center	17,737	0000756692
93.172	Fred Hutchinson Cancer Research Center - NIH	48,118	0000784934 AMEND #1
93.172	Lawrence Berkeley National Laboratory	10,109	6905761 MOD#3
93.172	University of Cambridge	16,516	RG60870
93.172	University of North Carolina at Chapel Hill	157,237	5-31042
93.173	Albert Einstein College of Medicine	306,564	9-526-6278/310480
93.173	Oregon Health & Sciences University	24,766	1001858_PSU
93.173	State University of New York	485	R879441
93.213	Oregon Health & Sciences University	46,198	90051415_OSU
93.213	University of Illinois, Chicago	54,084	2010-02881-03
93.239	Stanford University	21,552	60209585-104354-H
93.239	Stanford University Use vendor 890012939	23,900	60294488-104354-L
93.241	Oregon Health & Science University	(150)	20000000000011
93.242	Dartmouth College	20,420	909
93.242	Oregon Health & Sciences University	109,224	1002328_PSU
93.242	Pennsylvania State University	396,323	4880-UO-DHHS-2118 MOD #1
93.242	University of Minnesota	290,625	A000285204 AMEND.10
93.243	Cascadia Behavioral Healthcare	66,721	Not Available
93.243	Georgetown University	17,560	Not Available
93.243	Mental Health Association of Oregon	1,029	PSU-2-2011
93.243	Mental Health Association of Oregon	9,508	201SOW279

93.243	Multnomah Educational Service District	15,835	MESD #: C01041
93.243	Multnomah Educational Service District	29,237	C01040
93.243	Multnomah Educational Service District	44,924	C01576
93.243	Multnomah Educational Service District	77,376	C01575
93.243	Native American Rehabilitation Association	18,366	Not Available
93.243	Outside In	20,224	Not Available
93.243	Yellowhawk Tribal Health Center	73,646	Not Available
93.262	Center for Construction Research and Training	6,917	13-10-PS
93.262	Center for Construction Research and Training	29,074	13-2-PS
93.262	Oregon Health & Science University	23,506	Not Available
93.262	Oregon Health & Sciences University	13,791	GCROE0147A AMEND.4
93.262	Oregon Health & Sciences University	35,900	GCROE0200B_OSU
93.262	Oregon Health & Sciences University	43,983	GCROE0200A_UO MOD #4
93.262	Oregon Health & Sciences University	174,269	GCROE0200A_PSU
93.262	University of Washington	14,115	745822
93.262	Washington State Labor & Industries	26,943	K2379
93.273	Arizona State University	300,437	13-291 MOD #1
93.273	UCLA	43,241	1182 G RA352
93.279	Arizona State University - NIH	202,140	14-478
93.279	Northwestern University - NIH	10,514	60035189 UO
93.279	Oregon Social Learning Center / NIH	211,411	TDAP (SUB NIH-035763)
93.279	University of California	67,883	41941221
93.279	University of Pennsylvania	22,465	559481 PO#3033687
93.283	Natl Assoc Chronic Dis Direct	50,230	40000000000015
93.296	Willamette Neighborhood Housing Services	11,205	2014-1083
93.307	Bauer Labs	31,369	2013-2233
93.307	IRIS Media, Inc. - NIH	19,392	19688
93.350	Oregon Health & Sciences University	15,997	9006282-019-OSU
93.351	Louisiana State University	124,180	75904 MOD #1
93.351	Oregon Health & Sciences University	126,213	1002942_OSU
93.359	Oregon Health & Sciences University	32,201	9009002_CP/9009002-CP2
93.393	Brown University	15,861	630
93.393	University of Southern California	34,339	Not Available
93.395	Fred Hutchinson Cancer Research Center	14,598	791030
93.395	Fred Hutchinson Cancer Research Center	21,692	764831
93.398	Oregon Health & Sciences University	30,409	9004125-OSU
93.399	University of Southern California	9,808	44219776
93.399	University of Michigan, Ann Arbor	8,837	3002557848
93.575	Oregon Child Care Resource and Referral Network	(4,169)	05-07RR04
93.587	Confederated Tribes of the Grand Ronde	3,842	19233 MOD #1
93.587	Confederated Tribes of the Grand Ronde - DHHS	18,213	18581
93.587	Mississippi Band of Choctaw Indians	10,628	19517 MOD #1
93.632	University of Missouri-Kansas City	40,063	0044374/00010547
93.648	The Research Foundation of State Univ. of New York	83,655	AWARD # 1105807-16-62495
93.648	The Research Foundation of State Univ. of New York	105,523	AWARD # 1105807-24-62495
93.648	The Research Foundation of State Univ. of New York	267,512	14-06/1113708-4-66158
93.670	Northwest Professional Consortium Inc. dba NPC Research	28,052	Not Available
93.701	Oregon Health & Science University	46,841	1001472_PSU_CARDER
93.701	Oregon Health & Sciences University	20,867	GEMME0099AST_PSU
93.708	Oregon Childhood Development Coalition	24,304	LETTER OF AGREEMENT
93.715	Oregon Health & Sciences University	(21,757)	ASMM10126ST
93.767	University of Washington	104,505	755555

93.778	Lane Education Service District	260,836	MEDICAID
93.837	Elex Biotech LLC	21,852	120420
93.837	Oregon Health & Sciences University	33,806	GCROE0192A_PSU
93.837	University of Minnesota	248	D002108601 MOD #1
93.837	University of Toledo Health Science Center	157,240	N-2009-48
93.839	Oregon Health & Sciences University	444,255	GPEDI0500A/GPEDI0472A
93.847	Cornell University	14,382	56938-8961
93.847	George Washington University - NIH	85,514	13-S26
93.847	Pacific Diabetes Technologies, Inc.	93,911	2013-1459
93.847	University of Colorado, Denver - NIH	133,601	FY14.346.001
93.855	Aradigm Corporation	111,035	2014-1030
93.855	Mount Sinai School of Medicine	222,621	0254-3242-4609
93.855	Oregon Health & Sciences University	10,774	GMMBI0187A
93.855	University of Chicago	19,103	FP053989
93.855	University of Texas Southwestern	24,327	130602 PO RGC0000000407
93.855	University of Texas Southwestern	80,628	120606
93.855	University of Washington	18,878	30000000000001
93.855	University of Washington	87,861	755607
93.855	University of Wisconsin - Madison	108,673	358K212 MOD #2
93.856	DesignMedix Inc	23,100	201PEY329
93.859	Dartmouth College	90,993	1173
93.859	Quintessence Chemicals	32,656	18895
93.859	Texas A & M University	50,669	99-S090064 AMEND.4
93.859	University of California Santa Barbara	1,244	KK1406
93.859	University of Chicago - NIH	206,749	FP055460
93.859	University of Florida	62,549	00093919/UF11153
93.859	University of New Mexico	14,434	04809W-2RX67C/04809W-70C1
93.859	University of Pennsylvania	61,009	555217
93.859	Virginia Tech	11,752	431698-19201
93.859	Wake Forest University	142,678	WFUHS13114
93.865	Brown University	26,983	501/PO 277096
93.865	Duke University	8,021	13-NIH-1051
93.865	Georgia State University	93,044	SP00010461-04 MOD #3
93.865	Harvard University	8,717	114119.50711
93.865	IRIS Media, Inc. - NIH	29,987	20660 MOD #1
93.865	Oregon Center for Applied Science	6,620	20014
93.865	Oregon Health & Sciences University	61,561	1002131-OSU2
93.865	Oregon Social Learning Center	25,457	AMENDMENT 3
93.865	Oregon Social Learning Center / NIH	356,661	5R01HD042608
93.866	Boston University	60,132	4418-5/9500227912/4500000183
93.866	World Health Organization (WHO) - NIH	48,852	APW#2013/358581-0
93.928	University of North Carolina at Chapel Hill	21,647	PRIME:5H97HA15148-04;SUB:5-
93.969	Oregon Health & Sciences University	10,059	SUB#:9006177_PSU
93.969	Oregon Health & Sciences University	71,966	ASONO0303-PSU
93.969	Oregon Health & Sciences University	81,140	ASONO0303-OSU
93.989	National Institute of Health of Peru	75,561	2014-1444
93.989	Smithsonian Institution	6,697	09-SUBC-440-0000172121
94.006	Cow Creek Band of Umpqua Tribe of Indians	(108)	19357
94.007	Oregon Campus Compact	1,000	Not Available
94.013	CORP for National and Community Services	4,553	99999999
97.008	Portland State University Foundation	(45,892)	Not Available
97.042	Yamhill County - FEMA	9,772	20860

97.073	Douglas County, Oregon	17,188	27932
97.130	University of South Carolina	31,850	MUSC14-012
98.001	Eurasia Foundation - US Agency International Development	3,000	W13-1005
98.001	Eurasia Foundation - US Agency International Development	62,344	W13-2008
98.001	Innovation for Poverty Action	32,675	Not Available
98.001	International Rescue Committee - USAID	34,315	AID-391-A-13-00005
98.001	University of California	56,977	00008194 BB00213826
10.XXX	Catholic Relief Services - USDA	131,942	V-2013-001
10.XXX	Consortium for Research on Renewable Industrial Materials	20,266	802
10.XXX	Engineering and Land Planning Associates	(2,972)	2010-1591
10.XXX	Mercy Corps	29,060	2013-1498
10.XXX	National 4-H Council	4,301	2013-2768
10.XXX	Northwest Center for Alternatives to Pesticides	8,644	01-12-OSU
10.XXX	Pheasants Forever	183,541	J1730A
10.XXX	The Nature Conservancy	3,301	ORFO - - 4/24/13-01-AA
10.XXX	Washington State University	4,314	20718
11.XXX	National Marine Sanctuary Foundation	13,214	F0769A
11.XXX	North Pacific Research Board	14,100	X0158C
11.XXX	North Pacific Research Board	21,598	X0158A
11.XXX	Northern Taiga Ventures, Inc.	14,764	2014-835 / PO-CIE-13-Samp
11.XXX	Pacific Salmon Commission	138,362	9909840528
11.XXX	Pacific States Marine Fish Com	132,058	936002376
12.XXX	Adams Engineering & Communication Technology Inc	25,583	SA-ICEII-OSU-03
12.XXX	Auburn University	142,347	13-BGCA-Army-OSU
12.XXX	Computational Physics Inc.	75,019	5185-007-50-000/N000173-11-C-
12.XXX	Haley Aldrich, Inc.	26,631	39730-001 through 39730-007
12.XXX	HDR One Company	38	2914
12.XXX	HDR One Company	71,149	2797
12.XXX	HDR One Company	82,494	119254
12.XXX	InfoBeyond Technology LLC	18,306	IB1303-A
12.XXX	Intel Corporation	91,447	CW1935437
12.XXX	Johns Hopkins University	73,717	APL 109717 CLIN M5D02
12.XXX	Johns Hopkins University	81,858	116984
12.XXX	Luna Innovations	56,096	2691-ARM-1S/OSU
12.XXX	North Carolina State University	151,326	2012-2039-01
12.XXX	Palo Alto Research Center	(8,519)	P308393/D12PC00435
12.XXX	Pennsylvania State University	34,296	S12-08-OSU
12.XXX	Science Applications International Corporation	359,011	PO 10083638
12.XXX	Seattle Institute for Biomedical and Clinical Research/DOD	243,049	KG112-UO-2
12.XXX	Smithsonian Institute	29,601	14-SUBC-440-0000300419
12.XXX	Smithsonian Institution	647	12-SUBC-440-0000254797
12.XXX	Smithsonian Institution	46,259	13-SUBC-440-0000277815
12.XXX	SRI International	213,410	123-000022
12.XXX	Torc Robotics	63,924	AFR 03-101/OS-01
12.XXX	University of Michigan	15,063	3002962241
12.XXX	University of Washington	85,510	691994
12.XXX	Vanderbilt University	177,418	1723-S4
12.XXX	Wasatch Molecular, Inc.	(1)	2013-1693
15.XXX	Center for Plant Conservation	(1,933)	248055
15.XXX	Center for Plant Conservation	972	248045
15.XXX	Center for Plant Conservation	14,447	248050
15.XXX	Ducks Unlimited	108	US-OR-201-1

15.XXX	Ducks Unlimited	42,356	US-WA-122-4
15.XXX	Tualatin River Watershed Council	521	277821
15.XXX	Tualatin River Watershed Council	4,371	27782A
17.XXX	Community Services Consortium	8,915	2013-1911
17.XXX	Economic Systems Inc	60,000	40000000000011
20.XXX	California Department of Transportation	30,459	65A0497
20.XXX	ICF International	75,494	13KJSK0014
20.XXX	National Academy of Sciences	33,633	HR-03-99
20.XXX	National Academy of Sciences	40,280	NCHRP-161
20.XXX	National Academy of Sciences	54,184	SUB0000413 HR 14-29
20.XXX	National Academy of Sciences	56,100	TCRP A-40/SUB0000436
20.XXX	National Academy of Sciences	88,546	HR 15-44
20.XXX	National Academy of Sciences	169,908	TCRPC-20
20.XXX	Oil Spill Recovery Institute	79,018	39426
20.XXX	Smithsonian Institution	10,570	12SUBC-440-0000250200
20.XXX	Washington State Dept of Transportation	93,996	GCA6766
43.XXX	Ball Aerospace	58,457	11DHK055
43.XXX	Carnegie Mellon University	46,081	1990036-299774
43.XXX	Jet Propulsion Lab	1,545	1453508
43.XXX	Jet Propulsion Lab	22,500	RSA 1492265
43.XXX	Jet Propulsion Lab	28,291	1475568
43.XXX	Jet Propulsion Lab	33,563	1495237
43.XXX	Jet Propulsion Lab	69,938	1469950
43.XXX	Los Gatos Research, Inc.	22,948	2013-2691
43.XXX	University of Southern California	135,451	Y88256
43.XXX	University of Washington	59,909	702013
47.XXX	Consortium for Ocean Leadership	398	T334A11
47.XXX	Consortium for Ocean Leadership	4,737	T337B11
47.XXX	Consortium for Ocean Leadership	8,943	PO T347A11
47.XXX	Consortium for Ocean Leadership	9,688	PO T350A11
47.XXX	Consortium for Ocean Leadership	14,963	T333A11
47.XXX	Consortium for Ocean Leadership	15,876	PO T351A11
47.XXX	Consortium for Ocean Leadership	20,375	T344A11
47.XXX	Consortium for Ocean Leadership	25,220	SAF-13-03
47.XXX	Consortium for Ocean Leadership	29,965	SAF-13-04
47.XXX	Consortium for Ocean Leadership	37,775	T341A11
47.XXX	Consortium for Ocean Leadership	53,399	PO T349A11
47.XXX	Consortium for Ocean Leadership	53,744	PO T349B11
47.XXX	Consortium for Ocean Leadership	54,426	T341B11
47.XXX	Consortium for Ocean Leadership	75,272	T344B11
47.XXX	Earth and Space Research	21,917	PO 2011-173 OSU
47.XXX	Oregon Nanoscience and Microtechnologies Institute	20,000	2013-2648
47.XXX	Suitland Technology Education Engagement Resource Centre, Inc	7,629	J1763A
66.XXX	City of Lowell	(291)	2011-2051
66.XXX	Health Effects Institute	9,226	4783-RFA09-1/09-4
66.XXX	Tetra Tech, Inc.	36,347	V0559A
81.XXX	Argonne National Laboratory - U.S. Department of Energy	54,359	4F-30401
81.XXX	Battelle Memorial Institute	(949)	MASTER 107557; TO 183148
81.XXX	Built Environment and Sustainable Technologies	19,372	2013-2877
81.XXX	Columbia River Inter-Tribal Fish Commission	33,188	C14-07 / PO C01400730
81.XXX	Columbia River Inter-Tribal Fish Commission	185,595	C13-11 / PO C1301130
81.XXX	Confed Tribes Umatilla Indian	80,229	930624734

81.XXX	DOE Pacific Northwest National Lab	1,754	182174
81.XXX	DOE Pacific Northwest National Lab	12,189	199062 Task# 210570
81.XXX	DOE Pacific Northwest National Lab	16,232	199062-229222
81.XXX	Idaho National Laboratory	10,678	00044868-00025
81.XXX	Idaho National Laboratory	23,777	00044868-00031
81.XXX	Idaho National Laboratory	25,364	00044868-00030
81.XXX	Idaho National Laboratory	31,954	00044868-00034
81.XXX	Idaho National Laboratory	34,468	00044868-00033
81.XXX	Idaho National Laboratory	47,107	68396-02
81.XXX	Idaho National Laboratory	125,951	00044868-00023
81.XXX	Idaho National Laboratory	178,083	00044868-00021
81.XXX	Idaho National Laboratory	200,000	00044868-00032
81.XXX	Idaho National Laboratory	220,431	128748
81.XXX	Idaho National Laboratory	248,513	138995
81.XXX	Idaho National Laboratory	435,195	00044868-00029
81.XXX	Idaho State University	60,924	12-308C
81.XXX	Lawrence Berkeley National Lab	192,515	7033440
81.XXX	Lawrence Livermore National Laboratory	4,186	NO. B607377
81.XXX	Lawrence Livermore National Laboratory	39,014	B605762
81.XXX	National Renewable Energy Lab	315,505	XCI-0-40426-01
81.XXX	Pacific Northwest National Lab	23,056	135748
81.XXX	Pacific Northwest National Lab	39,427	199062-202090
81.XXX	Pacific Northwest National Lab	51,431	199062-204923
81.XXX	Pacific States Marine Fish Com	2,029,089	936002376
81.XXX	Sandia National Laboratories	29,029	PO 1355324
81.XXX	Sandia National Laboratories	163,279	PO 1256445
81.XXX	Sandia National Laboratories	214,515	PO 1276073
81.XXX	Terraqua, Inc.	23,699	2013-2140
81.XXX	TRSX Technologies	47,004	130712-DOE-01
81.XXX	University of Washington	56,893	757,176.00
81.XXX	University of Wisconsin - Madison	104,034	347K771
81.XXX	URS Corporation	4,479	RES1000163
81.XXX	URS Corporation	15,936	RES1100426/026
81.XXX	URS Corporation	16,738	RES1100426 / 006
81.XXX	URS Corporation	20,643	RES1100426 / 005
81.XXX	URS Corporation	24,167	RES1100426/018
81.XXX	URS Corporation	28,341	RES1100426/22
81.XXX	URS Corporation	39,589	RES1100426/016
81.XXX	URS Corporation	40,703	RES1100426/21
81.XXX	URS Corporation	41,212	RES1100426 / 013
81.XXX	URS Corporation	41,857	RES1100426/20
81.XXX	URS Corporation	52,049	RES1100426/015
81.XXX	URS Corporation	54,200	RES1100426 / 007
81.XXX	URS Corporation	54,427	RES1100426/017
81.XXX	URS Corporation	57,809	RES1100426/012
81.XXX	URS Corporation	66,050	RES1100426 / 004
81.XXX	URS Corporation	76,254	RES1100426 / 023
81.XXX	URS Corporation	83,403	RES1100426/009
81.XXX	URS Corporation	89,279	RES1100426/014
81.XXX	URS Corporation	95,419	RES1100426 / 019
84.XXX	Forest Grove School District	27,848	6
84.XXX	George Mason University	674,487	2013-1297

84.XXX	Lane County SD 4J	9,013	2401Q1
93.XXX	American Institutes for Research	5,000	SC-05-02054 001-03
93.XXX	American Institutes for Research	19,629	00994-02731.003,PO13RRG00006
93.XXX	Confederated Tribes of Siletz Indians of Oregon	9,908	270404
93.XXX	Confederated Tribes of Siletz Indians of Oregon	63,446	2014-1415
93.XXX	Confederated Tribes of Siletz Indians of Oregon	77,660	2013-1931
93.XXX	Coordinated Program Development, LLC	109,789	2013-1596
93.XXX	Washington State Department of Social and Health Services	123,399	1265-49256
93.XXX	Yellowhawk Tribal Health Center	76,019	PO# 65597
98.XXX	AECOM International Development, Inc.	90	0770-SO11-61
		$ 63,495,057	

State of Oregon
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	☐ yes ☒ no
Significant deficiencies 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 weaknesses identified?	☒ yes ☐ no
Significant deficiencies identified that are not considered to be material weaknesses?	☒ yes ☐ none reported
Type of auditor's report issued on compliance for major programs:	Qualified: Foster Care - Title IV-E Adoption Assistance - Title IV-E 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
17.225	Unemployment Insurance
84.010	Title I, Part A
84.126	Rehabilitation Services_Vocational Rehabilitation Grants to States
93.268	Immunization Cooperative Agreements
93.558	Temporary Assistance for Needy Families (TANF) Cluster
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance
93.658	Foster Care Title IV-E
93.659	Adoption Assistance Title IV-E
93.767	Children's Health Insurance Program
97.036	Disaster Grants Public Assistance (Presidentially Declared Disasters)
97.046	Fire Management Assistance Grant
cluster	Supplemental Nutrition Assistance Program (SNAP) Cluster
cluster	Child Nutrition Cluster
cluster	Workforce Investment Act (WIA) Cluster
cluster	Special Education (IDEA) Cluster
cluster	Child Care Development Fund (CCDF) Cluster
cluster	Medicaid Cluster
cluster	Research and Development Cluster

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

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.

2014-001 Department of Human Services
<u>Controls in Receipting Unit Should Continue To Be Strengthened</u>
Significant Deficiency

The Department of Human Services (department) receipted more than $562 million in revenue through paper checks during fiscal year 2014. As part of our fiscal year 2013 audit, we found that two administrative employees within the department's Office of Financial Services picked up the checks from the mailroom, sorted them into category types, and accounted for the checks at an aggregated level by category type. The administrative staff then delivered the checks by category type to individuals in the Receipting Unit who were each solely responsible for the custody and recording of checks for their category type in the financial records. Of the $562 million, about $52 million was exposed to risk of misappropriation throughout the fiscal year.

Department management is responsible for establishing adequate controls and safeguards to ensure all checks are properly accounted for and controlled. Checks lost before being receipted are more difficult to trace and detect than a check that is logged and tracked. The department's control process needs to include enough information to track a check from when it is opened in the mail through its delivery to the receipting unit to when the revenue is recorded in SFMA. Such a process generally includes a method to track the check information (amount, remittance detail) and ensure no one person has both access to the check and the accounting records. This would help ensure the detection of a missing, altered, or replaced check with one of a lesser value.

To improve controls over the custody and recording of checks, the department piloted a new reconciliation process in March 2014 for some of the check category types. The department's process includes having the checks received by two employees and recorded on a log. The log is to include the sender's name, the purpose for which the money was sent, and the amount. The process also includes department staff reconciling the number and dollar amount of checks received to the number and dollar amount of checks deposited. Although this reconciliation process was not fully implemented until after the close of fiscal year 2014, it is a start to ensuring sufficient controls are in place to ensure all checks received are deposited into the bank and appropriately recorded in the financial records.

We recommend department management ensure internal controls over its check receipting process are sufficient to ensure all checks are safeguarded, properly tracked and accounted for in its financial records.

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

In May 2014 the agency fully implemented its new check receipting and reconciliation process. We continue to look for opportunities to improve the receipting control structure and reduce the potential risk of lost checks within the agency. We are conducting a process improvement event to look at online electronic deposit upon check opening, rather than later in the receipting process. We are also continuing to reduce the number of checks received in the agency by offering online *payment options and increasing the number of payments that are identified through the accounts receivable process.*

Anticipated Completion Date: May 2014

2014-002 Oregon Health Authority
Lack of Assurance that Controls Exist and are Effective over a Significant Financial System
Significant Deficiency

Management is responsible for ensuring internal controls are adequate to provide reasonable assurance that transactions are accurate and properly recorded and executed in accordance with management's objectives. That same level of assurance is required for services and financial information provided to the department by independent service providers.

During the audit, we noted that Oregon Health Authority management does not have assurance that information processed through the Medicaid Management Information System (MMIS) is accurate and reliable. The department has relied on an independent service provider to maintain the MMIS since its implementation in 2008. The MMIS processes Medicaid eligible claims including payments to providers and individuals, capitated payments for managed care, and other non-claim payments and transactions. The MMIS processed $4.6 billion in expenditures in fiscal year 2014.

We inquired of management regarding internal controls over transactions processed through the MMIS. Management demonstrated an understanding of the internal controls related to the MMIS information for the processes carried out within the department. However, without an adequate understanding and documentation of the controls implemented by the service provider, or an independent review of those controls, management does not have adequate assurance that the MMIS financial information, as a whole, is accurate and reliable. Specifically, management lacks assurance that the service provider for the MMIS has adequate controls to ensure the $4.6 billion in expenditures processed through the system in fiscal year 2014 was accurately reported.

We recommend department management seek adequate assurance for the accuracy of all financial information they report. Management should have a documented understanding of the controls involved in transactions, whether automated or manual, to ensure the integrity of the information. When necessary, such as for significant financial systems operated by independent service providers, department management should obtain timely independent assurance over the accuracy and reliability of the information.

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

Medical Assistance Programs of the Oregon Health Authority released a Request for Proposal (RFP) in late December 2014 to procure an independent contractor to perform annual audits of the internal controls implemented by Hewlett-Packard (HP) Enterprise Services, LLC, for its operation of the MMIS. The selected contractor will be required to perform the annual audits in accordance with the American Institute of Certified Public Accountants (AICPA) Statement on Standards for

Attestation Engagements (SSAE) No. 16, Reporting for Controls at a Service Organization, and provide the agency with annual SSAE 16 "type 2 reports" documenting the internal controls and the operating effectiveness of those controls. HP Enterprise Services is required by its contract with OHA to take immediate corrective action to remedy all material weaknesses, deficiencies, or findings identified in a SSAE 16 type 2 audit report. The first annual audit by the selected contractor will be for state fiscal year 2015, ending in June 2015. OHA will require the selected contractor to submit annual audit reports by the end of September following each state fiscal year.

In addition to the ongoing effort to better oversee and document the contractor controls within the drug rebate program addressed in last year's audit, staff from Medical Assistance Programs and the Office of Financial Services meet biweekly with Hewlett Packard counterparts from technical and financial areas to discuss MMIS data questions and anomalies, system testing, outstanding MMIS production changes, and upcoming system changes and impacts. The group also reviews and manages an action item list to document the group's work and those responsible for taking action.

Anticipated Completion Date: September 30, 2015

2014-003 Department of Administrative Services
<u>Repair and Maintenance Costs Should Not Be Capitalized</u>
Significant Deficiency

The department owns and operates approximately three million square feet of building space that is generally occupied by state agencies. The department's management is responsible for maintaining the buildings in operating order with the expectation that they will continue to serve the state through the term of their established useful lives. According to accounting standards, maintenance costs are expensed in the year in which the work is performed. A cost can be capitalized if it is related to an improvement, such as a significant renovation that extends the original useful life of the building. By capitalizing a cost, the state is able to spread the cost over future years and not bear the impact of the expense all at once.

The Oregon Accounting Manual defines improvements to existing assets as follows: *"An addition or improvement, unlike a repair, provides additional value, enhances a capital asset's functionality, or extends a capital asset's expected useful life. Repairs and maintenance only retain value."* When determining if a project should be capitalized or expensed, care is needed to distinguish actions that lengthen the useful life of an asset from those that merely avoid shortening it. (Stephen J. Gauthier, *Accounting for Capital Assets.* (Chicago: GFOA, 2008), page 37).

During our audit, we found the department capitalized costs for regular maintenance, which is not in compliance with Governmental Accounting Standards. The scope of work as defined in the work order was to *"pressure wash, remove and replace caulking and sealant, finish painting (as required), and traction area resurfacing of specific areas"* for several of its buildings. Such work is performed to retain the building in operational condition and does not extend the original useful life or enhance the functionality of the building.

Management's capitalization policies are not sufficiently detailed to assist project level decisions on whether work should be capitalized or expensed.

This is a repeat finding.

We recommend management develop a capitalization policy that allows for appropriate decisions regarding when building costs should be capitalized and when they should be expensed in the current period. The capitalization policy should agree with Governmental Accounting Standards.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
DAS agrees with the recommendation. The corrective actions planned include review and revision of DAS policies by Enterprise Asset Management (EAM) to clearly detail and differentiate between work that is routine maintenance and work that extends the useful life of the building in the scope of work of projects. These policies will be reviewed by Statewide Accounting and Reporting Services to ensure conformance to the Oregon Accounting Manual and Generally Accepted Accounting Principles for state and local governments. The contact person responsible for this corrective action is the EAM Manager of Planning & Construction Management.

2014-004 Department of Administrative Services
Estimated Useful Lives Associated with Buildings are Not Periodically Reviewed
Significant Deficiency

Governmental Accounting Standards require that capital assets be depreciated over the estimated number of years the asset will provide service, or its "useful life". Depreciation aims at allocating costs to benefiting periods in proportion to the benefit received each period. The objective is to properly state the value of capital assets on the balance sheet and not have capital assets that are fully depreciated while they are still in service. It is important that management perform a periodic review over the reasonableness of the estimated useful lives assigned to its buildings and building improvements to ensure they do not become fully depreciated while still in service. Since a change in estimate needs to be made prospectively, the earlier management is alerted to changes in the useful life of its building, the sooner management is able to adjust its capital assets records to more accurately reflect the value of its assets.

Department management currently has no process for reviewing the remaining estimated useful lives of their buildings and building improvements and, as a result, some buildings may be approaching full depreciation while they are expected to remain in service for many years to come.

We recommend management implement a process to regularly review the useful lives of its buildings and building improvements to ensure compliance with Governmental Accounting Standards.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
DAS agrees with the recommendation. In addition to the revisions of DAS policies based on the response to the Audit Division's first recommendation, DAS will review and revise current policies to include a process to regularly review the useful lives of DAS buildings.

2014-005 Department of Revenue
<u>Perform Cash Reconciliations on a Regular and Timely Basis</u>
Significant Deficiency

During fiscal year 2014, the department received, processed and deposited over $7 billion in revenues from various tax programs. To facilitate efficient accounting, the department set up specific cash accounts for these tax programs. Much of the cash received is processed through the Revenue Suspense Account at the Oregon State Treasury before being transferred to the General Fund or other funds, as appropriate. State policy recommends that departments reconcile cash accounts on a regular basis. Cash reconciliations are an important internal control to provide assurance that cash received by the Treasury agrees to amounts recorded by the department.

The department's usual process is to perform monthly reconciliations between cash accounts in its subsidiary accounting system and related accounts at the Oregon State Treasury and the state accounting system. During the audit, we found the department completed monthly reconciliations of its subsidiary accounting system to the Revenue Suspense Account at the Oregon State Treasury for July 2013 through September 2013, but did not complete the reconciliations for October 2013 through June 2014. Department management reported staffing shortages and other priorities contributed to reconciliations not being completed. By not performing the monthly reconciliations, the department has less assurance errors will be detected and corrected in a timely manner.

We recommend department management ensure cash accounts in its subsidiary accounting system are consistently reconciled to Oregon State Treasury accounts.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree and have developed a plan to have all reconciliations current by June 30, 2015. The plan includes reprioritization of our workload, utilizing other staff to assist, where possible, and cross-training our Accountants on the most complex of reconciliations to reduce the risk of this occurring in the future.

Anticipated Completion Date: June 30, 2015

2014-006 Department of Revenue
<u>Perform Management Review of Taxes Receivables Accruals</u>
Significant Deficiency

Department management must ensure proper accounting and reporting of receivables for the statewide annual financial statements. For this purpose, state agencies are to estimate and accrue receivables that are expected to be collected within 90 days of fiscal year end. Department management is responsible for ensuring the accuracy and completeness of the information that supports its year end accruals.

Each year, as part of its annual financial reporting process, the department prepares estimates of the taxes receivable accrual for department administered tax programs. These estimates involve many separate calculations and are based on several sources of data, including historical trends, uncollectible taxes, refunds payable, and other information contained in the department's subsidiary accounting system. Typically, these estimates are calculated by a Revenue Accountant and reviewed by a more senior Revenue Accountant or the Budget and Finance Manager. Because the calculations are fairly complex and interdependent, it is especially important a review is done to ensure the accruals are accurate. For fiscal year 2014, this review was not completed due to staffing shortages and other priorities.

In reviewing the taxes receivable estimates prepared for fiscal year 2014, we found multiple errors in the department's calculation, such as incorrectly calculated percentages and omitted amounts. Although the errors were not material to this year's financial statements, they impacted all five of the audited Taxes Receivable accounts.

We recommend department management perform effective and timely reviews of the taxes receivable estimates to ensure accrual calculations are accurate.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree. Our Accountant 4, Accountant 3 and Finance Manager will be trained to perform the review of the Tax Receivable accruals by July 31, 2015, The desk procedure and any supporting documentation will be reviewed and updated, if necessary.

Anticipated Completion Date: July 31, 2015

2014-007 Oregon University System
<u>Lack of Proper Segregation of Duties in the Internal Control Structure Related to Information Technology</u>
Significant Deficiency

Criteria: A fundamental concept in a strong system of internal control is the segregation of duties. The basic premise is that no one employee should have access to both assets and the related accounting records or to all phases of a transaction. If the separation of duties is inadequate, there is a resulting risk that intentional fraud or unintentional errors could occur and not be detected. As it relates to information technology and applications, controls should be assigned to employees to technically prohibit one user from performing all phases of a transaction.

Condition: During our review of segregations of duties conflicts within the Banner system, we noted employees with incompatible access rights, as follows:

- Oregon State University. Fourteen employees had the ability to:
    - Payroll: 1) add, change, delete an employee with in the payroll system, 2) establish payment method and pay rates, 3) process payroll, and 4) update paid-time off accrual thresholds.
    - General Disbursements: 1) Add vendor, 2) input an invoice, 3) approve invoice, and 4) process a payment to the vendor.
    - General Ledger: 1) Add, change or delete accounts; 2) open, close a period, and 3) post a journal entry.

- Western Oregon University. Two employees had the ability to:
  - Payroll: 1) add, change, delete an employee with in the payroll system, 2) establish payment method and pay rates, 3) process payroll, and 4) update paid-time off accrual thresholds.
  - General Disbursements: 1) Add vendor, 2) input an invoice, 3) approve invoice, and 4) process a payment to the vendor.
  - General Ledger: 1) Add, change or delete accounts; 2) open, close a period, and 3) post a journal entry.

  Three other employees had the ability to:
  - General Disbursements: 1) Add vendor, 2) input an invoice, 3) approve invoice, and 4) process a payment to the vendor.
  - General Ledger: 1) Add, change or delete accounts; 2) open, close a period, and 3) post a journal entry.

  Lastly, three other employees at WOU had the ability to add, change delete an employee within the payroll system, 2) establish payment method and pay rates, 3) process payroll, and 4) update paid-time off accrual thresholds.

Cause: A review of Banner Access rights had not been performed to identify improper segregation of duties.

Effect: While the universities had certain manual compensating controls in place, such access rights allow for fraud or error to go undetected, especially if certain compensating controls are no performed consistently, or are not at a low enough level to detect certain instances of fraud or error.

We recommend management should ensure proper segregation of duties is established by removing access rights so that no one employee has the ability to perform all phases of a transaction. If in the rare circumstances that access rights can not be removed for certain employees, an automated process should be implemented so that when and if these employees perform a series of transactions that violates proper segregation of duties, a supervisor is informed and must approve that the actions taken by the employee were authorized and appropriate.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
Oregon State University: We agree. We have removed update capabilities of the fourteen employees who had conflicting access rights within the Banner system, and we will periodically review Banner access rights to ensure proper segregation of duties.

Western Oregon University: WOU acknowledges the finding and has already removed access to address the issue going forward.

2014-008 Oregon Department of Forestry
Accounting for Liabilities Needs Improvement
Significant Deficiency

Liabilities directly related to the Environmental Management Fund and expected to be paid from the fund with current resources, should be reported in the Environmental Management Fund in the state's financial statements. In fiscal year 2014, the department obtained a short-term loan to cover department expenses incurred by a heavy forest fire season. Department management does not have policies or procedures in place to account for loans, and recorded the loan liability in the Government-Wide Reporting Fund, rather than the Environmental Management Fund. Subsequent to the close of the fiscal year and our audit inquiries, the department sought guidance from the Department of Administrative Services on how to properly account for the loan; and as a result, adjustments were made to properly reflect the loan balance of $20 million in the Environmental Management Fund.

We recommend department management seek appropriate and timely guidance prior to year-end to properly record transactions for financial reporting purposes.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The Department agrees with this finding. Although we did book this liability in the manner approved in the past by our DAS analyst, we did not update this procedure in the current period because we were not aware of any change in reporting requirements until the matter arose in the audit. In future years, as part of our year-end process, ODF will review any unusual or infrequent items and seek guidance to confirm proper accounting treatment prior to year-end.

Anticipated Completion Date: July 2015

2014-009 Oregon Department of Forestry
Control to Ensure Proper Recording of Revenue Need Improvement
Significant Deficiency

The Oregon Accounting Manual (OAM) provides a comprehensive set of policies and procedures to assist agencies with reporting financial transactions in accordance with generally accepted accounting principles. The OAM includes guidance on establishing internal controls to help ensure all transactions are recorded in the financial system and are supported by appropriate documentation. An adequately designed system of internal controls includes periodic monitoring of controls by management to ensure they are implemented and functioning as intended.

During testing of the State Forest Lands and Other Charges for Services revenue accounts, we identified the following weaknesses in internal controls over the recording of revenue:

- The department could not locate supporting documentation for 3 of the 14 items we selected for cut-off testing in Other Charges for Services.
- A November 2013 reduction of revenue transaction was not entered into the subsidiary system. This error caused revenue in the state's accounting system to be overstated by $71,000.

- Management did not maintain evidence of its controls by ensuring the reconciliations of the subsidiary data to source documentation were retained. Further, because evidence of the reconciliation control work was not retained, more time was spent than necessary by agency and audit staff to re-collect and verify the controls.

During fiscal year 2014, management operated with staffing constraints, especially due to a heavy fire season. When accounting staff are re-assigned it is especially important to ensure controls are being properly performed and documentation is retained to support the effectiveness of controls and the accuracy of transactions.

We recommend management strengthen its review and monitoring of internal control procedures, implementing policies if needed, to ensure staff are performing procedures and retaining documentation as necessary to ensure the complete and accurate recording of revenue.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
The Department agrees with this recommendation.

- *Supporting documentation: The Department agrees with this finding. Over the course of the audit, the Department supplied hundreds of documents that were requested for testing. We were able to supply all at the time of request, except the three mentioned in this finding. These three were part of a batch of revenue documents that were misfiled together. For future audits, we will put in place procedures to ensure that all supporting documentation requested by the auditors is provided in a timely manner.*
- *Reduction of revenue: The Department agrees with this finding. The subsystem from which these transactions originated is over 40 years old and is being replaced. Currently, this type of transaction must be manually accounted for and reported on. After we reported on the transactions for this process, a reconciliation on a timber sale revealed that a transaction was missed because it was entered after the close of the period. The $71,000 was not included in State Forest Lands revenue, which totaled approximately $83 million for Fiscal Year 2014. Until the new system is in place, management will put procedures in place to ensure that manual transactions entered close to the end of the period are properly recorded.*
- *Evidence of controls: The Department agrees with this finding. It involves the same subsystem discussed in the previous paragraph. The system is being replaced by a new subsystem, WALT, which will be in place in 2016. The reconciliation process described in this finding will be incorporated into the controls of the new system. Until the new system is in place, management will design a process to keep all reconciliation documents until the end of the following audit period.*

Anticipated Completion Date: July 2015

2014-010 Oregon Department of Fish and Wildlife
Federal Revenue Accrual Procedures Need Improvement
Significant Deficiency

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 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 department is responsible for estimating the revenue it will receive within 90 days of the fiscal year-end. A receivable estimation methodology generally includes the consistent application of relevant factors and could include an analysis of collection patterns. Management should also monitor the reasonableness of the estimate. The department has modified its estimation process many times due to changes in senior accounting staff. When reviewing federal revenue and related receivables for fiscal year 2014, we found more revenue was received than the department had estimated. The department's estimate resulted in the following misstatements:

- Federal Revenue was understated by $8.6 million;
- Accounts Receivable was understated by $8.6 million; and
- Noncurrent Receivables were overstated by $4.1 million.

We recommend management analyze collection patterns for the 90-day accrual period and develop a consistent methodology for estimating federal revenue, current receivables, and noncurrent receivables.

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

Subsequent to its last audit, the Department developed new methodology to utilize for the process of estimating its revenue and receivables. We have identified the circumstances that caused the issue and will refine the methodology for identifying and classifying long-term federal receivables at year-end. The recent implementation of new billing software and improved online drawdown functionality should allow for a higher level of predictability with respect to collection rates. Furthermore, the Department will better ensure any invoices generated in the new billing system are reflected on the primary book of record (SFMS) in the period which they are earned, rather than the period in which they are collected.

Anticipated Completion Date: March 31, 2015

2014-011 Oregon Department of Transportation
Strengthen Cash Handling Procedures for Fuels Taxes
Significant Deficiency

In fiscal year 2014, the department collected over $493 million in revenue from fuels taxes. These taxes are applied to the purchase of gasoline, aircraft fuels, ethanol blends, and other use fuels, and are generally collected and remitted to the department by retailers and distributors. While the department collects the majority of this revenue through wire transfers and electronic payments, during state fiscal year 2014, approximately $7.2 million was collected in the form of checks.

During our audit, we reviewed the department's procedures for processing fuels tax receipts. We noted some procedures that were contrary to the Oregon Accounting Manual's guidance for handling cash receipts. For example, the Oregon Accounting Manual recommends that two individuals open the mail, and responsibilities for preparing deposits and recording receipts be separated to help ensure that no one individual has control of cash transactions from beginning to end. We found that generally only one employee opened the mail, prepared the deposit, and recorded the transactions. By not separating these responsibilities, the department increases the risk that funds may be recorded incorrectly or go missing.

We recommend department management review and revise the existing cash handling procedures for fuels taxes to ensure receipts continue to be correctly recorded and to strengthen safeguards over the receipts.

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

Financial Services management will review and revise existing desk procedures to ensure adequate separation of duties in the receipt and processing of fuels tax receipts.

Anticipated Completion Date: February 27, 2015

Section III – Federal Awards Findings and Questioned Costs

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

2014-012 Department of Human Services
Reimbursements Submitted 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 – Title IV-E (93.659)
Federal Award Numbers and Year:	1301OR1401; 2013, 1401OR1401; 2014 1301OR1407; 2013, 1401OR1407; 2014
Compliance Requirement:	Period of Availability
Type of Finding:	Material Weakness, Material Noncompliance

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

During our audit, we determined the department's child welfare system, OR-Kids, refinances transactions as far back as January 1, 2008. The system was not designed to prevent the department from requesting federal reimbursement for expenditures incurred outside the period of availability.

When preparing the quarterly expenditure reports during fiscal year 2014, the department used various methods to identify adjustment transactions that were outside the period of availability. For the quarter ended December 31, 2013, the department would have excluded $603,000 in Title IV-E Adoption Assistance federal expenditures from the quarterly report under the current methodology. For the quarter ended June 30, 2014, the department excluded $747,000 in Title IV-E Adoption Assistance federal expenditures from the quarterly report as they determined they were outside the period of availability.

The department previously performed reconciliations of reported federal expenditures to actual expenditures requested for federal cash reimbursement (reimbursement), but temporarily suspended this process for Title IV-E Foster Care and Title IV-E Adoption Assistance. The department resumed this reconciliation practice in June 2014 for the quarter ending March 31, 2014. For reimbursements exceeding the reported allowable expenditures, the department reduced the amount requested for reimbursement. The department did not make corrections to the accounting records after performing this reconciliation and reimbursement reduction. Further, the amounts identified for exclusion in the preparation of the quarterly expenditure reports did not agree to the subsequent reimbursement reductions resulting from the reconciliation. Specifically, in the report preparation process, $23,000 in Title IV-E Foster Care expenditures and $664,000 in Title IV-E Adoption Assistance expenditures were excluded from the March 2014 report. However, the subsequent reconciliation in June 2014 resulted in a reimbursement reduction of $222,000 for Title IV-E Foster Care and $593,000 for Title IV-E Adoption Assistance. The department was unable to provide documentation to support the reimbursement reduction was for amounts claimed outside the period of availability.

We recommend department management implement system changes to OR-Kids to prevent transactions from reimbursing outside the period of availability. We also recommend 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.

The federal draws are being reconciled at the end of each quarter to the total federal expenditures reported to Administration for Children and Families (ACF). Remediation adjustments were completed in December 2014, and we are currently reviewing adjustments to what was reported. All necessary adjustments to the state accounting system and revision of any federal reports will be reflected in the June 30, 2015 quarterly report.

Anticipated Completion Date: July 31, 2015

2014-013 Department of Human Services
Quarterly CB -496 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) Adoption Assistance – Title IV-E (93.659)
Federal Award Numbers and Year:	1301OR1401; 2013, 1401OR1401; 2014 1301OR1407; 2013, 1401OR1407; 2014
Compliance Requirement:	Reporting
Type of Finding:	Material Weakness, Material Noncompliance

The department is responsible for reporting quarterly financial information for the Foster Care and Adoption Assistance programs 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 actual payments 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 quarterly reports submitted throughout the year by the department were prepared using different methodologies that were not always supported by accounting records or other source documentation and included various types of adjustments that were not always recorded in the accounting system. Specifically, we found:

- To report prior quarter adjustments, the department uses a process that nets increases and decreases recorded in the accounting system and excludes expenditures that have net increases that are older than two years from the report date. This process may result in not including adjustments that should be reported. The department adopted this process because of the limitations in the availability of data to determine the actual amount of transactions recorded outside the period of availability. Refer to finding Reimbursements Submitted Outside Period of Availability.

- According to the department, from implementation through June 2014, the child welfare system, OR-Kids, was refinancing transactions that resulted in submitting duplicate federal requests for reimbursement; see Statewide Single Audit Report Number 2014-09, finding number 2013-24. Some of these duplicate transactions were financed outside the period of availability, and would have been excluded from reporting based on the process identified above; other transactions would have been included in the quarterly reports. In the current year, the department made accounting adjustments to correct the effects of the duplicate claims and included these adjustments in the fiscal year 2014 reports; however, the department is unable to determine the portion of these adjustments that had already reduced expenditures in the reports filed in the current and prior years.
- For the quarter ended December 31, 2013, the requirements of Section 3 (Foster Care Demonstration Project) of the quarterly report were revised. The department prepared and submitted the revised Foster Care Demonstration Project format, but did not update Part 1, Line 17 (Demonstration Project Costs) of the report to reflect the amounts derived from the revised Foster Care Demonstration Project section, resulting in over-reporting total expenditures related to Demonstration Project Costs in Part 1 by $2 million.
- For the quarter ended June 30, 2014, the department did not use complete data when preparing the Foster Care Demonstration Project section of the report, resulting in underreporting expenditures by about $265,000 in Part 3, and over-reporting total expenditures by about $265,000 in Part 1, Line 1 (Maintenance Assistance Payments).

We recommend department management implement and document processes to ensure quarterly CB-496 reports are complete, accurate, and adequately supported by the accounting records.

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

All documentation is currently being filed with the report, as well as saved electronically. A new reconciliation process is currently in place to ensure quarterly reports reconcile to the state accounting system.

Anticipated Completion Date: March 31, 2015

2014-014 Department of Human Services
Provider 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:	1301OR1401; 2013, 1401OR1401; 2014
Compliance Requirement:	Eligibility
Type of Finding:	Material Weakness, Material Noncompliance
Questioned Costs:	$8,100

Federal regulations require that the department meet certain requirements to receive Foster Care funding for certain child welfare expenditures. The department is required to determine child eligibility and maintain documentation of that determination, as well as ensuring providers have met a criminal background check, child abuse and neglect registry check and the foster home is fully licensed. In Oregon, a provider home is fully licensed after initially completing a home study, criminal background check, and child and abuse neglect registry check; these must also be completed at each two-year renewal for continuing certification as a licensed foster home.

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

- In one case, the required initial home study, background checks, and child and abuse and neglect registry checks were not completed. The department was unable to provide documentation to support the provider certification, resulting in known questioned costs of $8,100, and projected errors that total $407,000.
- For one case, the department was unable to provide documentation to support that a criminal background check for the provider was completed for the most recent renewal certification.
- In one case the department was unable to provide documentation to support that a home study and child and abuse neglect registry check was completed for a renewal. A subsequent renewal had occurred and the department provided all required documentation.
- Two cases where the department was unable to provide documentation to support that a child and abuse neglect registry check was completed for a renewal. For one case, subsequent to our audit period, a renewal was performed and the department provided all required documentation.

We recommend department management ensure all required documentation is completed, reviewed, and maintained. We also recommend department management reimburse the federal agency for costs paid to the provider who was not certified at the time of payment.

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

The department participated in a Federal Title IV-E Foster Care review in July 2014. During that review, similar compliance issues were identified. The department is required to complete a

Program Improvement Plan (PIP) by April 23, 2015, to address these issues. Upon approval of the PIP, the department has one year to implement the plan.

The PIP will include changes to OR-Kids to ensure the Title IV-E specialist is able to accurately ascertain all required elements of the certification procedures are completed prior to determining a child is Title IV-E eligible and reimbursable. The earliest the implementation of the PIP will be completed is April 30, 2016. Until the PIP is fully implemented, Federal Policy, Planning and Resources Unit will develop procedures for the Title IV-E Specialists to view criminal background check documentation, certificates and home studies to ensure the Title IV-E eligibility does not begin prior to the first of the month in which all the required certification procedures are completed. The Title IV-E specialists will receive this training by August 31, 2015.

Adjustments on the error cases identified during the audit will be completed by August 31, 2015.

Anticipated Completion Date: April 30, 2016

2014-015 Department of Human Services
<u>Undocumented Methodology for Costs Charged to Program</u>

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:	1301OR1401; 2013, 1401OR1401; 2014
Compliance Requirement:	Activities Allowed or Unallowed
Type of Finding:	Significant Deficiency, Noncompliance

The Title IV-E Foster Care program provides federal matching funds for child placement and other administrative or training costs associated with the program.

We selected a random sample of 25 administrative or training transactions recorded in the department's accounting system that were directly charged to the Foster Care program. For 2 transactions, while the activity may be allowable, the department could not support its methodology for how the costs were allocated to the Foster Care program prior to the federal financial participation rate being applied.

One transaction was an invoice for professional legal services related to general juvenile immigration. The department allocated the $182 payment as follows: 70% to Title IV-E Foster Care, 12% to Title IV-E Adoption Assistance, and 18% to state only programs.

The second transaction was an invoice for investigative services for specific cases and the support did not identify what program the case was related to. The department allocated the invoice amount of $7,857 as follows: 65% to Title IV-E Foster Care and 35% to state only programs.

Upon inquiry, the department stated the allocations were a product of past management and no basis or explanation was available as to the allocation of the costs.

We recommend department management ensure its methodology for allocating administrative costs to the Title IV-E Foster Care program is documented and adequately supported.

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

The Federal Policy, Planning and Resources manager will work with the Permanency manager to review, develop and document a methodology for allocating the administrative costs for all contracts. This will be completed by October 31, 2015.

Anticipated Completion Date: October 31, 2015

2014-016 Department of Human Services
Federal Adoption Assistance Eligibility Incorrectly Closed

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Adoption Assistance – Title IV-E (93.659)
Federal Award Numbers and Year:	1301OR1407; 2013, 1401OR1407; 2014
Compliance Requirement:	Eligibility
Type of Finding:	Material Weakness

The department relies on information entered in its child welfare system (OR-Kids) to ensure payments are made to providers and to receive appropriate federal reimbursement. Part of the information necessary to ensure adoption assistance subsidies are paid, and the department receives appropriate reimbursement for federal eligibility, is maintained in an eligibility determination screen in OR-Kids.

For 12 of 60 (20%) Title IV-E Adoption Assistance cases we reviewed, the child was correctly determined eligible for Title IV-E Adoption Assistance, but the federal eligibility was closed in OR-Kids. As a result, the department is not receiving federal reimbursement of $15,000 in fiscal year 2014 for these eligible cases. As this error is expected to be representative of the population of eligibility determinations occurring in fiscal year 2014, the department could have requested federal reimbursement for an estimated $3.8 million. The department investigated the causes for these exceptions and determined that, in some cases, the department's process of closing pre-adoptive cases was incorrect and caused the system to close federal eligibility for adoption assistance. For the other cases, the department is still researching what caused the federal adoption assistance eligibility to close.

During the prior year audit, the department identified this as a known problem and it was included as part of a prior year finding; refer to the Statewide Single Audit Report, Secretary of State audit report number 2014-09; finding 2013-023.

We recommend department management identify all causes of closed federal eligibility and improve its case management processes to ensure federal reimbursements are received for eligible cases. We also recommend department management re-open federal eligibility for all eligible cases that were incorrectly closed.

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

The department has already identified human error as the cause of most of the closed Title IV-E eligibility, and efforts are underway to correct the eligibility on these cases. The corrections will be completed by April 30, 2015. The Post Adoptions manager and the Title IV-E coordinator will continue to have a monthly report to monitor any new cases where Title IV-E eligibility closes in order to ensure proper federal reimbursement and to continue the analysis on why Title IV-E eligibility is closed. The Post Adoptions manager and Title IV-E coordinator will work with OR-Kids business analysts if an OR-Kids deficiency is discovered. If an OR-Kids deficiency is discovered, appropriate actions will be taken to fix the system.

Anticipated Completion Date: April 30, 2015

2014-017 Department of Human Services
Improve Reliability of Data Used to Estimate Savings in State Expenditures

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Adoption Assistance – Title IV-E (93.659)
Federal Award Numbers and Year:	1301OR1407; 2013, 1401OR1407; 2014
Compliance Requirement:	Level of Effort
Type of Finding:	Significant Deficiency

Beginning in fiscal year 2010, states are required to have two sets of program eligibility criteria for the Title IV-E Adoption Assistance. One set of criteria applies to a child who is considered an "applicable child" due to the child's age, length of time in care, or as a sibling of an applicable child. The second set of criteria is for a child who is considered "not an applicable child" and who, in order to receive Title IV-E Adoption Assistance, must meet the eligibility requirements in place before 2010.

States are also required to estimate any savings in state expenditures as a result of applying the additional Title IV-E Adoption Assistance applicable child eligibility rules and spend an amount equal to the savings to provide other program related services.

Beginning in fiscal year 2010, the department began noting whether a child met the applicable child criteria and estimating the amount of savings based on a methodology that included multiple assumptions, such as the manually tracked number of applicable children, the average payment amount, and other parameters. According to the department, during fiscal year 2014, issues were identified with the applicable child eligibility data in the child welfare system (OR-Kids) and the department began a process to correct errors.

During our audit, a question was raised about the department's practice to not determine if the applicable child criteria was met if the child was already eligible for Title IV-E Foster Care. As a result, the department submitted a question to the federal agency seeking clarification.

We tested 60 eligibility cases and reviewed whether the department correctly identified whether a child was or was not an applicable child. We identified 4 cases where applicable child criteria was met in addition to the prior eligibility for Title IV-E Foster Care that were not identified or noted as an applicable child in OR-Kids. According to the department, the OR-Kids system will not allow them to check more than one eligibility box. Therefore, if a child is eligible for Title IV-E Foster Care, or other eligibility criteria, and is an applicable child, both boxes cannot be marked. We also noted 5 additional cases where the department determined the child met the applicable child criteria and noted the eligibility in a comment box rather than marking the applicable eligibility section in OR-Kids.

In order for the department to estimate the savings in state expenditures, it is necessary for the department to have accurate data related to applicable child eligibility. If the data is not accurate, the department may not accurately estimate the savings to be spent on program related costs in future years.

We recommend department management continue to correct known applicable child eligibility data issues and develop a consistent process to identify and document applicable child eligibility to ensure data used to estimate the savings in state expenditures is accurate. Also, once clarification is received from the federal agency, department management should ensure applicable child eligibility is applied appropriately to prior cases and make any necessary corrections.

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

The department was working on cleaning up Adoptions Assistance Applicable Child eligibility based on our interpretation of the federal regulation specific to applicable child; however, based on the questions brought forward during last year's audit, we determined we needed clarification. The department requested assistance from Region X and we were told a program instruction was coming. The department will wait to clean up the applicable child eligibility and finalize our methodology for calculating the applicable child savings until after we receive this clarification. We will also develop a tracking mechanism for the use of the funds at that time. We estimate the completion date will be August 31, 2015. However, this completion date is contingent on when the program instruction from the Children's Bureau is delivered.

Anticipated Completion Date: August 31, 2015

2014-018 Department of Human Services/Oregon Health Authority
Ensure Medicaid Payments are Sufficiently Supported

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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
Compliance Requirement:	Activities Allowed or Unallowed, Eligibility
Type of Finding:	Material Weakness, Material Noncompliance
Questioned Costs:	$472

Federal regulations require certain conditions be met for the department and authority to receive Medicaid funding for medical claims, including a signed application and verifying certain types of client reported income. 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 82 fiscal year 2014 Medicaid claims and found the following:

- For ten clients, the department could not provide applications. Through review of available documentation, we were able to determine that the clients were eligible for Medicaid.
- For two clients, there was no evidence that a redetermination had been performed that covered the audit period; however, we were able to verify the clients were eligible for Medicaid.
- For one client, the client liability was incorrectly calculated as not all medical deductions were included, which resulted in the client's liability being overstated by $105. For another, the client amount calculated for the client liability could not be supported, resulting in questioned costs of $52.
- For five clients, the department was unable to provide documentation demonstrating income from sources such as a pension or annuity had been verified; however, based upon amounts narrated, the clients were eligible for Medicaid.
- For two clients, support for the payment amount could not be provided, resulting in $420 of questioned costs.
- For one client, the case file had been scanned into the authority's imaging system; however, the authority was unable to locate the documentation. We were able to verify the client was eligible for Medicaid.

We recommend department and authority management strengthen controls to ensure sufficient documentation is maintained to demonstrate compliance with federal requirements, support for payment amounts and income is retained, and the client liability is calculated accurately.

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

The department will be working within our programs to ensure these requirements are shared with staff and continued to be followed appropriately. The Deputy Chief Operating Officer for Aging and People with Disabilities (APD)/Developmental Disabilities (DD), will be working with APD to provide this communication to staff by May 2015.

Since the period of time covered by the audit, DHS Self-Sufficiency field offices have been in the process of moving toward electronic case files as part of our EDMS Expansion project. As part of this effort, in November 2014 an all-staff transmittal was issued identifying the standardized data capture elements for offices that have moved to electronic case files. This standardization assists in locating documentation in EDMS. Additionally, DHS Self-Sufficiency field offices were also provided with refresher tools on archiving to help in documenting which case files and time frames are shipped to Archives to be scanned.

Anticipated Completion Date: May 31, 2015

2014-019 Department of Human Services
<u>Strengthen Controls to Ensure Provider Eligibility Documentation is Maintained</u>

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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Material Weakness, Material Noncompliance
Questioned Costs:	$30,762

As part of the Medicaid cluster, provider eligibility requirements differ depending upon the type of services provided; however, all providers 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 is responsible for determining the eligibility of these Medicaid providers.

We tested 49 providers receiving Medicaid funds during fiscal year 2014 that were the department's responsibility and found the department could improve its documentation supporting provider eligibility. Specifically, we found:

- The department was unable to provide agreements for five providers. This resulted in $30,762 of questioned costs for the fiscal year.
- The department could not provide evidence of required database checks for eleven providers. We were able to verify these providers were eligible to provide services.

We recommend department management strengthen controls to ensure 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.

The department's Aging and People with Disabilities (APD) and Office of Developmental Disability Services (ODDS) Provider Relations Unit has taken steps to require the submission of provider enrollment agreements and other items necessary to ensure provider eligibility determination when processing new, reenrolling, and revalidating providers. There are exceptions for some specific providers where the provider eligibility documentation is maintained in the field and only a portion of the provider validation is completed by the Provider Relations Unit. For those specific providers with documentation maintained in the field, APD and ODDS management will remind local office managers of the necessity to retain the provider eligibility documentation within their provider files.

The department will verify the eligibility of the five current providers identified with missing provider enrollment agreements and will take the necessary steps to revalidate or close the associated provider numbers. For the eleven providers missing evidence of the required database checks, the department will complete new database checks to confirm the providers' eligibility.

Anticipated Completion Date: June 30, 2015

2014-020 Department of Human Services
Improve Timeliness of Nursing Facility Surveys

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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations require the department to 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 15 of the 143 nursing facilities receiving federal monies to verify the department performed the surveys and at an interval not exceeding 15 months. For 9 of the 15 facilities, the surveys were not completed within the 15 month interval, ranging from two to nine 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 anticipate 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 CMS Quality Indicator Survey (QIS) process also contributed to our failure to meet the CMS performance standards. In addition to the general difficulties inherent in a new *process and system, it increased our required survey team size (particularly for small facilities) for a period of time, increased training requirements, and lengthened total survey time during the implementation period.*

Over the past four 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 facilities. 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 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 and assist with the survey process. Since January 2013 we have hired 19 new surveyors. However, we have had 16 surveyors leave in the same time period due to retirements, promotional opportunities, competition with private industry related to salary, and surveyors not demonstrating skills needed to make it through trial service.

Over the coming year, we are taking the following steps to achieve compliance with this CMS requirement.

- *We have received approval to hire three additional surveyors based on a historical vacancy factor. Hiring these three surveyors will allow us to hire and train well in advance of any anticipated or unanticipated departures. Based on current vacancies, projected new hires, and training restraints, we expect to have these three positions filled in August 2015, staff trained within six months of hire and enrolled in CMS basic LTC surveyor training as soon as possible thereafter.*
- *All remaining surveyor vacancies will be filled by August 2015. We project all new surveyors will be trained, CMS certified and QIS registered approximately six months after hire.*
- *We will assess the survey and training teams to optimize production, optimize survey and surveyor turnaround time.*
- *We will evaluate utilization of CMS-approved survey contractor to help us complete surveys. This resource is dependent on CMS support and availability within other states.*
- *We have also brought retired/resigned surveyors back on a temporary basis to perform surveys.*
- *We will continue to survey the oldest facilities first (facilities that haven't been surveyed in the greatest amount of time). Though this will cause us to survey more facilities above 15.9 months in the short run, it will help us achieve compliance sooner, and minimize the time between surveys as much as possible.*

Our goal is to achieve compliance with this requirement, and to have no facility with a survey interval over 15.9 months in early 2016.

Anticipated Completion Date: March 31, 2016

2014-021 Oregon Health Authority
Strengthen ADP Risk Analyses and System Security Review Procedures

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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
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 includes performing risk analyses whenever significant system changes occur.

Prior year findings, dating back to fiscal year 2007, indicate that the 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 2014 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 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 during fiscal year 2013, 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 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.

The authority is in the process of hiring for key positions within the Information Security and Privacy Office (ISPO), including a Chief Information Security Officer (CISO), and a Chief Information Security Architect. The development of a documented security plan will be a priority assignment for these individuals once hired.

The authority has commenced development of a risk assessment program. In January 2014, the Information Security and Privacy Office (ISPO) hired a position for this body of work. The risk assessment program is in the operational pilot phase. Two risk assessments have been completed on systems that process electronic protected health information. A third assessment on the Medicaid Management Information System (MMIS) commenced in November 2014 and is in progress. The risk assessment process under development is based on the guidance contained in NIST Special Publication 800-30. The process includes establishment of a schedule to ensure review of the MMIS on a biennial basis.

Anticipated Completion Date: December 31, 2015

2014-022 Oregon Health Authority
Improve Controls Over the Identification and Review of MMIS Key Edits

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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Material Weakness

The authority is responsible for managing the Medicaid Management Information System (MMIS), which processed over $3 billion in Medicaid federally funded claims during fiscal year 2014. To ensure payments from the MMIS are made in accordance with state and federal regulations, MMIS contains numerous edits to prevent improper payments.

During our prior two audits of the Medicaid Cluster we identified certain edits related to age and gender were not functioning as intended. 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 findings, 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 2014. The authority developed a plan to address the testing of claims that processed during the fiscal year; however, the plan did not adequately identify and test key system edits.

We recommend 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.

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

Medical Assistance Programs (MAP) intends to identify the key edits based on frequency of posting and posting on high-cost claims. Once the key edits are identified, random samples of claims that posted a key edit will be pulled and reviewed manually for correct payment. It is planned this will be done each quarter with the sample size of 20 to 25 claims per quarter. The results of these reviews will be recorded for documentation purposes.

Anticipated Completion Date: June 30, 2015

2014-023 Oregon Health Authority
Ensure Required Provider Screening is 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:	1305OR5MAP; 2013, 1305OR5ADM; 2013, 1405OR5MAP; 2014, 1405OR5ADM; 2014
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency

Federal regulations require the 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. For the providers in our sample, we were able to conduct database checks and did not identify any errors. 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 ineligible providers.

We recommend that 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 authority that all program integrity requirements to keep excluded persons or entities from participating in the various Medicaid programs be followed. Medical Assistance Programs (MAP) enrollment staff has been checking these required exclusion databases per the updated enrollment policies and procedures manual since March, 2011. As the enrollment effort is largely a paperless process, producing paper screen prints for each database result and matching these prints to the electronic application was deemed impractical. By using the procedures developed for the ACA requirements in combination with the added security of the required *automated monthly Medicaid Exclusion Database (MED) checks, management was confident the intent of compliance to these checks was not compromised from March 2011 to the point where a permanent Medicaid Management Information System (MMIS) solution could be implemented into the production MMIS environment.*

The permanent MMIS solution, which consists of a new panel in the provider subsystem where enrollment staff "checks" a separate box for each required database went into production in the MMIS in August 2014. These checking actions are both date stamped and recorded for audit purposes. All enrollments and revalidations that occurred after the August 2014 date now have the permanent evidence of being reviewed.

Anticipated Completion Date: March 31, 2016

2014-024 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:	2013G996115; 2013, 2013G991524; 2013 2014G996115; 2014, 2014G991524; 2014
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 17 cases where the department did not adhere to the approved Work Verification Plan policies and procedures for maintaining documentation of hours of participation, appropriately projecting hours of participation, and accurately reporting hours of participation in their automated data processing system.

These inaccurate or unverified 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 adherence to department policy and procedure regarding documentation of participation, projection of hours of participation, and to ensure data entered into the automated data processing system is accurate and complete.

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

Work Verification Plan reviews (also known as the JOBS Audits) are currently conducted annually. A summary of audit results is shared statewide, most recently in March 2015 for the 2014 review summary. The department plans on continuing these audits and building in more opportunities for coaching and mentoring for branch leadership, staff and partners. This will allow for further guidance on the correct use of JOBS activity codes, correct use of attendance tracking documents (including treatment, education and job readiness hours), and accurate counting toward participation hours. The JOBS Activity Guidelines (JAG) will be used as the curriculum of this targeted effort. The JAG will be adjusted and updated to ensure compliance with the Work Verification Plan as needed. The next field audits will occur during the fall and winter of 2015 with the review summary available by the first quarter of calendar year 2016.

The 2014 JOBS Audit summary will be shared with the TANF Training Unit at the April 2015 monthly TANF Integrity meeting as well as the April 2015 line manager quarterly. Case management training will be reviewed for accuracy and updated by June 30, 2015, if needed, to support the 2014 review findings.

The department has identified point persons for each district (most by branch level), known as the Work Verification Points, who disseminate participation information, share best practices and strategies to prevent errors, and provide policy responses in an efficient manner. This method allows the department to give consistent consultation statewide in a concise way. Branches are able to use the information as mini 'huddle' topics in a quick turnaround design. The department will start posting these 'huddle' topic emails to our internal website in May 2015.

The department will continue to pursue an electronic document storage system for TANF JOBS records.

Our internal Federal Data group identified two systems issues that contributed to the conflicting data in the findings. Both are being addressed by programmers and business analysts in conjunction with TANF Program. These fixes will be programmed and reflected for FY 2015 data.

The department has submitted a Work Verification Plan effective July 1, 2014 that addresses the usage of at least the first two consecutive weeks of verified attendance with instructions to enter the actual average and project out the same weekly average for up to six months.

Anticipated Completion Date: September 30, 2016

2014-025 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:	2013G996115; 2013, 2013G991524; 2013 2014G996115; 2014, 2014G991524; 2014
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, 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 2014 testing, 8 showed no evidence in the case file documentation that relevant income information was verified using IEVS screens when determining eligibility. We verified these clients did meet TANF financial eligibility criteria. However, by not providing assurance of verification of the use of IEVS screens, the department increases the risk of providing benefits to TANF ineligible individuals.

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 agree with the finding.

The department has made great strides to improve the awareness and knowledge of this requirement to field staff.

The department held statewide accuracy and case management summits, at which time this topic was discussed to build awareness. An Action Request Transmittal was sent in October 2014 to clarify expectations and provide guidelines and examples of necessary narrations to support that IEVS screens were indeed checked. The summits were followed up by a policy transmittal in November 2014 of all the Questions and Answers which allowed an additional reminder to be visible statewide. December 2014 allowed the "On Target" to put an article on the front page to keep the importance on the radar.

TANF Quality Assurance reviews revised their criteria in January 2015 to add IEVS as a specific element for review. This raises awareness in a way that requires follow up and corrections to be made.

In February, the department was able to implement a systems support in the form of an "IEVS checked" box on the TRACS narrative systems and sent a Policy Transmittal in on February 27, 2015.

These cited efforts at education, awareness, and systems support constitute the corrective action plan for this finding.

Anticipated Completion Date: April 30, 2015

2014-026 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:	2013G996115; 2013, 2013G991524; 2013 2014G996115; 2014, 2014G991524; 2014
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 for 5 of 40 randomly selected cases:

- 1 case received TANF benefits for April 2014, but was not included on the April 2014 report.
- 4 cases had one or more key line items that were reported in error.

During our Special Tests and Provisions testing we found the following additional ACF-199 TANF Data Report errors:

- 7 cases where the ACF-199 report showed a sanction, yet no sanction was imposed.
- 4 cases where work participation hours were incorrectly reported.

Additionally, the FY2014 ACF-199 report did not include any data for TANF funded child welfare cases. Similar to last year, 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." According to the department, this is due to an error in programming that has yet to be corrected.

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.

It was identified that the programming that applies the data set to the month of assistance was not aligned and caused future codings to reflect as sanctions or programs before their actual effective date. Specifically related to the sanctions, a data collection fix was implemented and will be reflected in data transmitted from March 1, 2015 forward.

Additional errors related to complete hours (including excused and holiday) not transmitting as recorded in TRACS has been identified and should be fixed for FY 2015 data or before, if possible.

A team consisting of Child Welfare Business Analyst, OBI, Self-Sufficiency Business Analysts, Programmers, and Program have been 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. Test data was sent to Self-Sufficiency programmers in March 2015. Once the data is validated, it is anticipated that Child Welfare data will be sent to Self–Sufficiency OIS staff for inclusion in the TANF federal reports. Estimated date of code moving to production for ongoing monthly data to be included is in time for the final rerun of FY 2014 data, June 30, 2015.

The department has already begun to make programming changes to correct the duplicate client reporting issue. Based on programmer time and data transmittal dates the department expects partial compliance by June 2015 and full compliance by June 2016.

Anticipated Completion Date: June 30, 2016

2014-027 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:	2013G996115; 2013, 2013G991524; 2013 2014G996115; 2014, 2014G991524; 2014
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 the TANF program 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. Indian tribes are granted authority to establish and operate Tribal TANF programs and determine their own TANF eligibility criteria. Two tribes in Oregon currently operate Tribal TANF programs: The Klamath Tribes and Confederated Tribes of Siletz Indians.

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, 8 of the counties in BIA's designated "service areas" had more than 50% of adults not employed. Based on this determination, for FY2014 the department exempted an average of approximately 2,300 total cases each month, out of approximately 24,000 statewide cases, from the federal time limit monthly count.

We recommend the department seek a conclusion 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 agrees that a conclusion should be sought on the time limit exemption associated to Indian Country. The department has followed the advice from the Administration for Children and Families (ACF) by consulting with the local Bureau of Indian Affairs, as well as the Department *of Interior, Office of the Solicitor. The department also consulted with Oregon Tribes, three of which submitted letters affirming the State's current interpretation of Indian Country.*

The department will seek validation from ACF that the current interpretation of Indian Country used by the department for the purposes of time limits falls within the realm permissible by federal law. The department will complete this inquiry by June 30, 2015.

Anticipated Completion Date: June 30, 2015

2014-028 Oregon Health Authority
Ensure Compliance Site Visits are Performed Timely

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:	1H23IP000767-01; 2013, 5H23IP000767-02; 2014, 3H23IP000693-01S1; 2014, 1H23IP000785-01; 2013, 5H23IP000785-02; 2014, 3H23IP000785-01S1; 2013
Compliance Requirement:	Special Tests and Provisions
Type of Finding:	Significant Deficiency, Noncompliance

In state fiscal year 2014, the authority processed vaccine orders to 481 different providers throughout the State of Oregon. To comply with Centers for Disease Control requirements, the authority must perform a compliance site visit of its enrolled and active providers at least once every other calendar year. According to authority management, due to limited resources, the authority was not able to perform compliance site visits timely for 26 of the 481 providers. Without performing compliance site visits in a timely manner, providers could be operating out of compliance with the Immunization Program requirements.

We recommend management ensure compliance site visits are performed timely for all enrolled and active providers.

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

The Centers for Disease Control and Prevention (CDC) have added new requirements to the Vaccines for Children (VFC) program over the past two years that create additional work related to provider site visits. These additional requirements, in addition to Oregon vaccine stewardship laws, have increased the length of time spent preparing for, completing, and following up on VFC site visits. Health Educators are now spending approximately 2.5 hours on site per visit, per clinic site, rather than 1.5 hours seen previously, and follow-up time has increased proportionately. At times, the new follow-up requirements require staff to complete additional overnight trips to ensure that clinics retain appropriate eligibility screening documentation.

To address the additional resource expense that the new site visit requirements necessitate, the Oregon Immunization Program is in the process of reviewing, and when needed, reprioritizing work in order to allow for timely site visits, while still complying with other grant-required activities. In addition to reprioritizing and eliminating non-required tasks, we are working on implementing several solutions to streamline required tasks, including tablets that will be used to *reduce data entry time by entering site visit data directly into the CDC database during the visit, and new follow-up templates are being developed to increase the efficiency of provider follow up. We will seek other efficiencies through effective management of all resources.*

The Oregon Immunization Program is scheduled for our on-site review by the CDC April 7-9, 2015. We have set aside time to discuss this compliance issue with our project officer in the hopes CDC can assist us in finding additional efficiencies or the necessary resources to meet the requirement.

Anticipated Completion Date: July 1, 2015

2014-029 Oregon Health Authority
<u>Strengthen Controls Over Timesheet Review</u>

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:	1H23IP000767-01; 2013, 5H23IP000767-02; 2014, 3H23IP000693-01S1; 2014, 1H23IP000785-01; 2013, 5H23IP000785-02; 2014, 3H23IP000785-01S1; 2013
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Significant Deficiency

Payroll costs can be directly charged to the Immunization Cooperative Agreements Grant as long as those costs are directly related to allowable efforts in the Immunization Program. Employees are expected to track and submit their time into the payroll system using the proper coding to reflect the programs they worked on during the month. The employee's supervisor is responsible for approving the hours and coding selected by the employee and does this by reviewing the Timesheet Audit and Control Report, which displays the 12 digit coding indicating how the charges are entered into the system. The supervisor reviews the hours and coding, and locks the timesheet to show approval. The report shows only the coding and does not display the program title or other information that could allow for a more efficient and effective review.

We reviewed a sample of 43 employee pay periods, which included reviewing employee timesheets and reports used to support employee payroll funding splits in the system. Ten of the 43 monthly payroll entries we reviewed were not locked in the system by the supervisor, signifying the supervisory review was performed.

We did not identify any funding split errors in our testing. However, a properly designed system of internal control should provide sufficiently detailed information to allow supervisors to efficiently and effectively review employee payroll data for the purpose of preventing and detecting unallowable costs charged to federal programs.

We recommend management consider implementing a payroll process that is sufficiently detailed to allow for an efficient and effective review of employee time and coding. We also recommend management ensure controls are fully implemented to document the review used to justify payroll funding splits.

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

In April and May of 2014, the Public Health Division completed a large-scale project to address and clarify Time and Activity reporting requirements that come with federal grant funding. This project included development of policies, tools to assist both staff and managers in meeting this requirement, and a mandatory training event for every Public Health Division employee. This training has a component for all employees and then an additional component for managers who review and approve time. Registration for the event was required, and attendance was tracked to ensure all employees received the information. All of the procedures and tools created and presented in training are available on PHD's Intranet for use by staff at any time.

While the policy clearly states the process and tools to use in reviewing time, we recognize room for improvement in the area of documentation. The only documentation of managers' review and approval of timesheets and work activity coding is currently through the locking of the timesheets. Each manager receives information from the staff assigned to review timesheet coding in comparison with where staff have been assigned to work. If coding does not appear accurate or complete, both the individual employee and manager are notified. The employee is expected to fix errors and respond. After a final review, another email is sent to the managers notifying them that errors are resolved and timesheets are ready to lock. At this point, if the timesheets are not locked, we do not have a way to demonstrate the review and approval of time by management.

PHD will conduct a rigorous review and make necessary changes to ensure documentation of the manager's approval of the time recorded. This would be in addition to their locking of the employee timesheet. In the interim, the program will begin creating a more thorough record of the coding reviews that occur, in accordance with the Division procedure, to keep a monthly file of the reports used to verify time (Timesheet Audit and Control report), as well as the communications between staff and with managers that demonstrate the review was completed. Additionally, we will assign staff to review the locking status of the timesheets prior to the period close and follow up with an additional reminder to managers as necessary. We will also incorporate a review of the lock reports when received after the monthly close. If there are any unlocked timesheets on the report, the approving manager will be required to explain, in writing, why this occurred and what will be done to prevent a recurrence in the future. This explanation will be filed with other review documentation for the month. This will be an accountability and performance measure for the approving manager.

The agency is working with the Department of Administrative Services on a recommendation to enhance the new e-time system to allow both the manager and staff to see the descriptive name of the activity charged at time entry and time locking. This enhancement will allow the agency to more efficiently and effectively manage payroll costs charged to grants.

Anticipated Completion Date: July 1, 2015

2014-030 Department of Human Services/Oregon Health Authority
Update Cash Management Clearance Patterns

Federal Awarding Agency:	U.S. Department of Agriculture U.S. Department of Health and Human Services
Program Title and CFDA Number:	Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.561) Temporary Assistance for Needy Families (93.558) Foster Care – Title IV-E (93.658) Children's Health Insurance Program (93.767) Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	Various
Compliance Requirement:	Cash Management
Type of Finding:	Significant Deficiency, Noncompliance

The Federal Cash Management Improvement Act requires states that receive federal funding to enter into an agreement (CMIA agreement) with the U.S. Department of Treasury. For certain federal programs, the CMIA agreement details the funding techniques to be used for requesting federal funds. The State's CMIA agreement included a clearance pattern technique for certain federal programs.

For the federal programs specified above, the clearance pattern specified in the CMIA agreement was not followed during fiscal year 2014. The spreadsheets used to calculate the federal draws for each program reflected the prior fiscal year clearance pattern. We compared the fiscal year 2013 and 2014 clearance patterns for each federal program. Based on the differences, federal funds were not requested before allowed for Temporary Assistance for Needy Families, Foster Care – Title IV-E, and the Supplemental Nutrition Assistance Program. However, Federal funds were requested before allowed, by up to 11 percent, during the 11-day clearance period for Medicaid and the Children's Health Insurance Program (CHIP). If clearance patterns are not updated timely and federal funds are requested before allowed, the State may owe the federal government interest.

We recommend management determine the amount of interest owed to the federal government for Medicaid and CHIP and ensure clearance patterns in the draw calculation spreadsheet are updated annually to reflect any changes in the CMIA agreement.

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

We are currently determining the amount of interest owed and will include it with our interest spreadsheet which is sent to the Oregon Department of Administrative Services on December 1, 2015. The accountant has put on the calendar a reminder to update the check clearance pattern percent and has also put a note in the spreadsheet to update. We are also looking into other alternatives to ensure accurate draws going forward.

Anticipated Completion Date: March 31, 2015

2014-031 Department of Human Services/Oregon Health Authority
Timely Submit Changes to Cost Allocation Plan Statistics

Federal Awarding Agency:	U.S. Department of Agriculture U.S. Department of Health and Human Services
Program Title and CFDA Number:	Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.561) Immunization Cooperative Agreements (93.268) Temporary Assistance for Needy Families (93.558) Child Care and Development Fund Cluster (93.575, 93.596) Foster Care – Title IV-E (93.658) Adoption Assistance – Title IV-E (93.659) Children's Health Insurance Program (93.767) Medicaid Cluster (93.777, 93.778)
Federal Award Numbers and Year:	Various
Compliance Requirement:	Allowable Costs/Cost Principles
Type of Finding:	Significant Deficiency, Noncompliance

The department administers separate federally approved cost allocation plans for both the department and the authority. The plans outline the allocation methods used to apportion various cost pools to federal programs.

Although federal rules allow for state agencies to make changes to the federally approved plans, the rules require state agencies to promptly notify the federal oversight agency when changes are made that will affect the allocation of costs. At a minimum, state agencies are required to submit an annual statement certifying that their cost allocation plan is not outdated.

While performing testing of the cost allocation process, we identified instances in which the statistics used to allocate costs for March 2014 were not the statistics listed in the applicable federally approved cost allocation plans. According to the department, when changes are made to the plans the department only communicates those changes to the federal government when subsequent plans are submitted. Since fiscal year 2013, it has been the department's goal to submit updated plans at the beginning of each fiscal year. Due to turnover in the cost allocation unit, an updated plan has not been submitted since June 2013.

Failure to follow the requirements of the federally approved cost allocation plans may result in allocated costs being disallowed by the federal oversight agency.

We recommend the department update the cost allocation plans to reflect current practices and ensure future changes are communicated timely.

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

Historically, the agency submitted biennial updates to the cost allocation plan and submitted changes to the plan annually when significant changes were made. There were *no significant modifications to the plan during the last year so an update was not submitted to the Division of Cost Allocation.*

The agency agrees that updates to the plan should be submitted annually, even if no changes are made. Further, the agency is currently communicating with the Division of Cost Allocation for guidance on their process for the submission of amendments to the public assistance cost allocation plans regarding mid-year modifications.

Anticipated Completion Date: July 31, 2015

2014-032 Department of Human Services
<u>Improve Controls Over Income Calculations for Eligibility</u>

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Child Care and Development Fund Cluster (93.575, 93.596)
Federal Award Numbers and Year:	2014G996005; 2014, 2014G999004; 2014, 2014G999005; 2014, 2013G996005; 2013, 2013G999004; 2013, 2013G999005; 2013
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$287,176

The Child Care Development Fund program offers federal funding to states to increase the availability, affordability, and quality of child care services. As required by federal regulation, the department has developed a sliding fee scale, based on family size and income, that provides for cost sharing by families that receive child care services (monthly copay). Proof of income is required when applying for the program.

We tested a random sample of 65 families for eligibility and verified the copay calculated for each family was accurate based on family size and income. We identified 4 cases where the client's monthly copay was incorrectly calculated. The exceptions were due to the caseworker (1) using medical income instead of the calculated child care income in 2 cases; (2) using client's estimate of income instead of the pay stub provided; and (3) retroactively applying a change to the case when the change should have only been made going forward.

These errors caused the department to underestimate the client's monthly copay ranging from $23 to $80. The known questioned costs are $190 and the projected questioned costs are $287,000.

Additionally, for 3 cases, the department was unable to locate documentation of the client's income. Based on the income narrated, the client was eligible and the copay was correctly calculated.

We recommend department management ensure client's monthly copay is correctly calculated and client's income documentation is maintained.

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

Four cases were identified for incorrect copay calculation. Two of the cases cited were due to using medical income instead of the calculated child care income (audit sample months were August and October of 2013). During these sample months, workers were calculating income for medical and child care at the same time. We anticipate this will not be an ongoing issue because Self Sufficiency workers stopped determining medical eligibility in December 2013. The remaining two cases cited were due to conversions between TANF and ERDC. An article will be published in the "On Target" newsletter, and a transmittal will be issued highlighting the requirements for calculating the copay and verifying income for case conversions. Reminders will also be given at the statewide Program Manager and Line Manager meetings.

Self Sufficiency field offices are in the process of moving toward electronic case files as part of our EDMS Expansion project. In November 2014, a transmittal was issued identifying the standardized data capture elements for offices that have moved to electronic case files to assist in locating documentation in EDMS.

Anticipated Completion Date: May 31, 2015

2014-033 Department of Education
<u>Improve Controls Over Period of Availability</u>

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Child Care and Development Fund Cluster (93.575, 93.596)
Federal Award Numbers and Year:	2012G996005; 2012, 2013G999004; 2013
Compliance Requirement:	Period of Availability
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$122,977

In accordance with federal regulations, mandatory funds (CFDA 93.596) for states requesting matching funds shall be obligated in the fiscal year the funds are granted. Further, discretionary fund (CFDA 93.595) allotments shall be obligated in the fiscal year the funds are awarded or in the succeeding fiscal year.

We identified $120,834 in payroll costs and $2,143 in services and supplies costs that were charged to the grant award after the end of the obligation period. Beginning July 1, 2013, the department was transferred responsibility for administering this program from another state agency. Although the department established coding to ensure expenditures were charged to the correct grant award, the coding was not updated timely after the end of the federal fiscal year, allowing these costs to be charged after the obligation period. In addition, these costs were not identified during the department's grant review process.

We recommend department management ensure system coding is either updated timely or ensure the grant review process identifies costs charged after the end of an obligation period.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management ensure either system coding is updated timely or the grant review process identifies costs charged after the end of an obligation period.

Our planned corrective action is as follows:

ODE will create procedures to improve controls over the period of availability, including:

1. *reviewing payroll and accounting profiles – such as index numbers – for appropriateness;*
2. *inactivating payroll and accounting profiles deemed no longer appropriate;*
3. *reviewing transactions during grant closeout; and*
4. *correcting transactions posted outside the period of availability.*

Anticipated Completion Date: June 1, 2015

2014-034 Department of Education
<u>Improve Subaward Reporting Under the Transparency Act</u>

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Child Care and Development Fund Cluster (93.575, 93.596)
Federal Award Numbers and Year:	2014G996005; 2014, 2014G999004; 2014, 2014G999005; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Under the Federal Funding Accountability and Transparency Act (FFATA), the department is required to collect and report information on each subaward or amendment of $25,000 or more in federal funds in the FFATA Subaward Reporting System (system). The reporting must be done by the end of the month following the month in which the subaward was made.

We were unable to test compliance as no subaward reports were uploaded to the system during fiscal year 2014 for this program. During the fiscal year, the department passed-through over $4 million to 59 subrecipients of which 35 were paid more than $25,000 during the year. According to the department, part of the issue is because responsibility of administering the program was transferred to the department from another state agency beginning July 1, 2013. When this change occurred, the federal award was not available in the system for the department to report. However, the department could not provide any evidence that they made a “good faith” effort to comply with the reporting requirement by contacting the grantor.

By not meeting this reporting requirement, the department is in violation of federal requirements and the transparency objective of FFATA cannot be met as there is incomplete subaward information in the federal system.

We recommend department management ensure all FFATA reports for this program are submitted as required.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management ensure all FFATA reports for this program are submitted as required.

Corrective action already has been taken as follows:

Even though the Child Care and Development Fund programs were transferred to ODE on July 1, 2013, ODE wasn't able to report under FFATA because the transferring state agency - the original prime awardee - needed to make the request to the federal government to transfer reporting to ODE. As of December 2014, the federal government granted FFATA reporting permissions to ODE. The department began reporting for the programs in January 2015.

Anticipated Completion Date: January 2015

2014-035 Department of Education
Strengthen Controls over Earmarking

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Child Care and Development Fund Cluster (93.575, 93.596)
Federal Award Numbers and Year:	2013G996005; 2013
Compliance Requirement:	Earmarking
Type of Finding:	Significant Deficiency

For the 2013 grant award, the department's award included dollars that are required to be spent on three types of targeted funds. One of the targeted funds was for activities to increase the quality of child care for infants and toddlers.

The department uses coding in the accounting system to identify and track the program's expenditures related to various activities including targeted fund activities. As part of preparing the quarterly financial report (ACF-696), the department monitors program expenditures to ensure matching, earmarking and targeted funds requirements are met.

We reviewed the final financial report submitted to the federal awarding agency in December 2014 for the 2013 grant award. Based on the report, it appeared the department had not expended $169,099 as required for the infant and toddler targeted funds. Upon further review, we found the department's final financial report was not accurate as it did not include $250,000 expended for these targeted fund activities. The department prepared the final report using summary data from both the department and the Department of Human Services (DHS). Prior to completion of the summary data the department made accounting entries to record the targeted fund expenditures made by DHS to a different grant year; however, the department did not notify DHS of these accounting entries. As a result, the DHS summary data and the final financial report did not include $250,000 expended for infant and toddler targeted funds for the 2013 grant award.

We recommend department management notify DHS of accounting entries the department makes to data DHS reports to the department so DHS can update its accounting records and update the data reports it submits to the department. We also recommend the department update and resubmit the report for the 2013 grant award.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management notify the Department of Human Services (DHS) of accounting entries ODE makes to DHS-reported data (thereby allowing DHS to update its accounting records and update the data it submits to ODE) and submit an updated report for the 2013 grant award.

Our planned corrective action is as follows:

1. *ODE will update its procedures to ensure DHS is notified when ODE makes adjusting entries to DHS transactions so DHS can update its accounting records and the reports it submits to ODE*
2. *ODE will contact our federal partner, the U.S. Department of Health and Human Services, and request we be allowed to submit the corrected 2013 grant award report.*

Anticipated Completion Date: June 1, 2015

2014-036 Oregon Housing and Community Services Department
Improve Reviews of Subrecipients

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (CFDA 93.568)
Federal Award Numbers and Year:	2014G992201; 2014, 2014G995623; 2014, 2013G992201; 2013, 2013G994002; 2013
Compliance Requirement:	Activities Allowed or Unallowed, Earmarking, Subrecipient Monitoring
Type of Finding:	Material Weakness

Federal regulations state that program funds may only be used for certain allowable activities. In addition, the regulations specify "earmarking" limits on the use of these funds. The department passes most of its LIHEAP funds through to subrecipients who perform the majority of the program activities. Department management is responsible for monitoring subrecipients, as necessary, to ensure compliance with program requirements including allowable activities and earmarking requirements.

We reviewed monitoring files and found that, specific to fiscal monitoring, there was insufficient evidence of adequate monitoring to provide assurance that only costs from allowable activities are reimbursed with federal funds or that limitations were not exceeded. This is a repeat finding.

We recommend department management strengthen its fiscal monitoring to ensure federal reimbursements are for allowable program activities and required limitations are not exceeded.

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

The agency currently monitors subrecipients following guidelines established by the Office of Management and Budget (OMB) Circulars A-87 (2 CFR part 225). The agency has documented processes, procedures, and checklists to ensure uniformity of monitoring and subrecipient compliance with guidance under OMB circular A-122 (2 CFR part 230) and the Uniform Guidance (2 CFR part 200). Additionally, OHCS has internal systems that establish controls to adequately earmark funds into specific categories, ensuring funds are used for the intended purposes. The agency is implementing a new procedure which will expand the scope of items being monitored and establish a risk based approach to the sample selection. This will ensure a statistically relevant sample is reviewed to provide adequate evidence that the expense was entered under the appropriate earmarked category and was for an allowable purpose.

Anticipated Completion Date: March 31, 2015

2014-037 Oregon Housing and Community Services Department
Improve Reviews of Subrecipient Allocated Costs

Federal Awarding Agency:	U.S. Department of Health and Human Services
Program Title and CFDA Number:	Low-Income Home Energy Assistance (CFDA 93.568)
Federal Award Numbers and Year:	2014G992201; 2014, 2014G995623; 2014, 2013G992201; 2013, 2013G994002; 2013
Compliance Requirement:	Allowable Costs/Cost Principles, Subrecipient Monitoring
Type of Finding:	Material Weakness

Federal regulations require the department, as a recipient of federal awards, to monitor the costs of subrecipients, as necessary, to ensure that federal awards are used for allowable costs in compliance with laws, regulations, and the provisions of contracts or grant agreements. Federal cost principle circulars are applicable to department 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. The department is responsible for reviewing its subrecipients' cost allocation plans to ensure subrecipients follow general cost principles, including gaining assurances that expenditures charged to federal programs are reasonable, equitably distributed, and adequately documented.

We reviewed four subrecipient fiscal monitoring files and found that although all files included a copy of a cost allocation plan that was mathematically verified, there was no evidence that the plans were reviewed to ensure general cost principles were applied. This is a repeat finding.

We recommend department 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 are in compliance with applicable cost principles.

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

The agency has already provided clarification, procedures, and trainings to the fiscal monitor in order to examine and test application of cost allocations. This has provided assurances that costs are equitably distributed and adequately documented. An updated procedure is being created to ensure costs are allocated on a reasonable basis and that basis is applied correctly.

Anticipated Completion Date: March 31, 2015

2014-038 Oregon Department of Housing and Community Services
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 (CFDA 93.568)
Federal Award Numbers and Year:	2014G992201; 2014, 2014G995623; 2014, 2013G992201; 2013, 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. The department is responsible for ensuring its subrecipients minimize the time between the draw-down and disbursement of federal funds for federal program purposes. We found the department does not have adequate controls to ensure this occurs. Department management is developing a new process for reviewing subrecipient requests for funds to ensure the requests are made on a reimbursement basis and only for authorized costs. This new process was not implemented during fiscal year 2014. This is a repeat finding.

We recommend department management ensure adequate controls are implemented to ensure subrecipient requests for funds are in compliance with federal cash management requirements.

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

The agency currently requires subrecipients to specify the amount of a funding request that is for a reimbursement or an advance. To complement the existing process, the agency is implementing a new procedure that will require documentation from the subrecipients accounting system with each funding request. This documentation will specify the period in which the expenditure occurred and whether or not this was a reimbursement or an advance request. This documentation will be tested as part of the expanded scope of items being monitored with an emphasis on ensuring any funds advanced to a subrecipient are due to an immediate cash need and the time between the draw-down and disbursement of funds is minimized.

Anticipated Completion Date: June 1, 2015

2014-039 Department of Justice
Improve Controls and Ensure Compliance with Transparency Act 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, 1404OR4005; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

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

When we inquired, the department had not filed any FFATA reports for fiscal year 2014. This was due, in part, to a misunderstanding of the Child Support Program management's communication with the federal oversight agency. As a result, the department was not in compliance with FFATA reporting requirements.

We recommend management improve controls to ensure compliance with FFATA reporting requirements.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We concur there is a need to improve controls to ensure compliance with the Federal Funding Accountability and Transparency Act (FFATA) reporting requirements. Previous attempts to file the FFATA report were unsuccessful because the online Portal reflected an incorrect DUNS number. We were under the impression that filing the SF424M, a mandatory application for federal assistance form, took the place of the reporting requirement temporarily until a permanent fix was made on the online Portal. The Office of Grants Management, Region 10 has confirmed that the filing of SF424M does not replace the FFATA reporting requirement. The following corrective actions will be taken:

- *The FFATA reporting for FY 2014 has been completed and will be certified by April 30, 2015.*

- *A procedure for FFATA reporting will be established that includes reconciliation of monthly subrecipient payments to the cumulative balance reported on the FFATA reporting website.*
- *The ASD Financial Services Accounting Manager and the DCS Performance, Budget, and Statistics Manager will have joint responsibility for reviewing the accuracy and completeness of the report, as well as ensuring timeliness in reporting.*

Anticipated Completion Date: May 30, 2015

2014-040 Department of Justice
Continue to Strengthen Controls Over Financial 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:	1404OR4005; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Department 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.

In the prior year's audit we were unable to determine if the quarterly financial reports were prepared entirely in accordance with program requirements and the department was unable to provide sufficient documentation to demonstrate that the report was complete and accurate.

During the current year's audit we reviewed the Child Support Enforcement Program's Financial Reports for the quarters ended March 31 and June 30, 2014. We found the March 31 quarter end report was complete and accurate in accordance with program requirements. For the June 30 quarter end, we found one reporting line, ADP Operations expenses, was overstated by $24,547 due to certain data being accounted for in duplicate. Although we identified this error, we found the supporting documentation retained for the reports was improved, allowing us to determine whether the reports were complete, accurate, and prepared in accordance with program requirements.

We recommend department management continue to strengthen controls to ensure reported amounts are complete, accurate, and agree to accounting records; and we recommend management submit corrections for the miss-reported amounts for the quarter ended June 30, 2014.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We concur that DOJ's continuing efforts to strengthen internal controls in reporting ensures that financial reports are accurate, complete, and agree to the accounting records. The corrective actions to be taken for the overstatement in expenditures on the Child Support Enforcement Programs Financial Report for the quarter ended June 30, 2014 are as follows:

- *Reduce the ADP Operations expenses by the overstated amount of $24,547 on the Child Support Programs Financial Report for quarter ended March 30, 2015.*
- *Perform a reconciliation of the expenditures reported on the Child Support Programs Financial Report to the SFMA balance to ensure completeness and accuracy of reported amounts.*

Anticipated Completion Date: April 30, 2015

2014-041 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 Electronic Benefit Transfer (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 security requirements, which include limiting access to EBT card stock to authorized personnel, conducting monthly inventory counts of cards and utilizing logs to record destruction of returned cards. The department communicates these procedures to branch offices through its Field Business Procedures Manual.

We visited 15 of the 119, 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:

- One branch office did not keep EBT cards secured at all times.
- One branch office did not use a stock control log to monitor its card inventory.
- One branch did not use the hard-copy destruction log and was not aware of the requirement to use the log.
- Ten branch offices did not always perform the monthly inventories of EBT card stock. Results ranged from one branch not performing inventory for one month to another branch not completing inventory counts for the entire year.

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.

Self Sufficiency Program Office Managers and Business Experts received the Financial Training for Managers, focusing on Electronic Benefit Transfer (EBT) card security and managing RACF access, in May 2014. In addition, a communication was sent to office leadership in June 2014, regarding the importance of securing EBT cards and following the policy outlined in the Field Business Procedures Manual for monthly inventory.

The Financial Training for Managers was converted to a webinar format and was delivered live to Self-Sufficiency, Child Welfare and Aging and People with Disabilities management on December 23, 2014, February 11, 2015 and February 12, 2015. We have recorded a webinar session and are currently testing it in the Learning Center Test Site. The final product will be available in The Learning Center by March 31, 2015.

Anticipated Completion Date: March 31, 2015

2014-042 Department of Human Services
Expenditures Incurred Outside the Period of Availability

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:	7OR400OR4; 2014, 7OR400OR0; 2014, 7OR430OR4; 2014, 7OR4004OR; 2014
Compliance Requirement:	Period of Availability
Type of Finding:	Significant Deficiency, Noncompliance

According to federal requirements, only costs resulting from obligations within the grant award year may be charged to the grant award.

The department's accounting records indicated $941,492 in federal expenditures were charged to the federal fiscal year 2014 grant award after the grant award year ended. We judgmentally selected transactions covering 98% of the dollars to verify the expenditures were obligated or incurred within the grant award timeframe. We identified one transaction totaling $146,257 that was inappropriately charged to the 2014 grant award.

The department primarily relies on timely inactivating accounting system codes to prevent charges outside the period of availability. The department may not inactivate codes if it is aware of allowable expenditures still needing to be charged or adjustments that need to be made. For codes not inactivated timely, the department relies on a review process to identify expenditures incorrectly coded to a grant after the period of availability. For the exception identified, the department did not timely inactivate the system coding and the error was not identified during the grant award review and adjustment process.

When codes are not inactivated timely and the review process does not identify errors, the risk increases for the department to charge costs to a grant award outside the period of availability.

We recommend department management ensure its review process identifies transactions charged to a grant award outside the period of availability.

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

The agency has previously reviewed all documents at a detail level except for entries being processed through our cost allocation system. Effective immediately, all transactions, regardless of source, will be reviewed to ensure expenditures were incurred during the period of availability. Corrections will be reflected on the March 31, 2015 quarterly report.

Anticipated Completion Date: April 30, 2015

2014-043 Department of Human Services
Improve EBT Reconciliation Controls

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

Oregon uses Electronic Benefit Transfers to provide client benefits and is required by the federal government to have a system in place to reconcile all funds entering into, remaining in, and exiting from the system with the State's accounting system and EBT contractor records.

The department prepares various reconciliations to meet this requirement. We reviewed three months of reconciliations prepared by the department. Based on our review, two reconciliations contained errors that were not identified during the department's review process. As part of their review, the department relies on a check figure in the spreadsheets to indicate if there are any discrepancies between items being reconciled. In both instances, the check figure showed there were no discrepancies.

For one reconciliation, the error was due to a subtotal formula including an extra $982,117, which allowed everything to reconcile. For the second reconciliation, an unknown error existed in the "check figure" formula as it was clear the three subtotals did not reconcile by $61 million. After inquiry, the department provided support for the reconciling items and the reconciliations were corrected.

Failure to identify reconciling items could result in the department not appropriately identifying errors related to the EBT process.

We recommend department management improve its review process by considering implementing a more in depth review, ensuring critical formulas cannot be modified and providing training to staff.

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

We agree that there were errors in the reconciliation and review process. We have already made changes which included adding additional check digits to capture all reconciling items and formulas, and provided additional training for staff. We will also do a review of the process to consider the effectiveness of the review and the protection of critical formulas.

Anticipated Completion Date: March 31, 2015

2014-044 Department of Education
<u>Improve Subaward Reporting Under the Federal Funding Accountability and Transparency Act</u>

Federal Awarding Agency:	U.S. Department of Agriculture U.S. Department of Education
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) Title I, Part A (84.010)
Federal Award Numbers and Year:	7OR300OR3; 2014, S010A130037-13A; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

The Title 1, Child Nutrition Cluster (consisting of SBP, NSLP, SMP & SFSP), and CACFP programs are subject to subaward reporting under the Federal Funding Accountability and Transparency Act (FFATA). Federal regulations require recipients of federal awards to report certain subaward information in the FFATA reporting system. Reports are required for all subrecipients receiving a subaward totaling $25,000 or more and must be submitted no later than the end of the month following the month in which the subawards are made. Federal regulations also require that recipients of federal awards establish and maintain internal controls designed to reasonably ensure compliance with federal laws, regulations, and program compliance requirements. This typically includes independent review of reports to assure accuracy and completeness of data and information reported.

Responsibility for monthly FFATA reporting lies solely with one employee for the Title 1 program and a second employee for the Child Nutrition Cluster and CACFP programs. The employees obtain data, and prepare and submit the reports for their respective programs. However, the department had not implemented controls to ensure the reports were accurately and completely prepared and submitted timely. As a result, the department has less assurance all required FFATA reports are submitted timely and are accurate and complete.

Also, during the audit, we found the department did not report any subaward information for the Child Nutrition Cluster or the Child and Adult Care Food Program, as required, for its FY

2014 federal awards. Furthermore, the department did not report subaward information in a timely manner for 62 subrecipients of its FY 2014 Title 1 federal award.

We recommend department management strengthen existing controls to ensure FFATA reports are independently reviewed prior to submission to the federal government. We further recommend department management ensure required reports are submitted for the Child Nutrition Cluster and CACFP FY 2014 federal awards.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management strengthen existing controls over Federal Funding Accountability and Transparency reporting.

Our planned corrective action is to update our procedures related to FFATA reporting to ensure:

1. *FFATA reports are independently reviewed for completeness and accuracy prior to submission to the federal government.*
2. *All required FFATA reports are submitted for the Child Nutrition Cluster and the Child and Adult Care Food Program.*
3. *An ODE fiscal staff member is identified as backup for the primary submitter so FFATA reports are submitted timely.*

Anticipated Completion Date: June 1, 2015

2014-045 Department of Education
<u>Improve Controls for Subrecipient Administrative Reviews</u>

Federal Awarding Agency:	U.S. Department of Agriculture
Program Title and CFDA Number:	Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Federal Award Numbers and Year:	7OR300OR3; 2014
Compliance Requirement:	Subrecipient Monitoring
Type of Finding:	Significant Deficiency, Noncompliance

Federal regulations require recipients of Federal funding to perform administrative reviews of subrecipients to ensure subrecipients are in compliance with federal requirements. The regulations define a number of critical and general areas these reviews should cover.

The department has developed and implemented an administrative review tool, consisting of an extensive series of questionnaires and checklists, to facilitate and standardize its subrecipient monitoring process. However, the extensive nature of the questionnaires and checklists creates the potential for important areas to be missed. Currently, the administrative review tool does not include a mechanism to assist department staff with verifying that all questions have been addressed. We found the administrative review tools were not always completed in their entirety. Specifically, 11 of 20 administrative review tools we examined were not complete or did not include evidence of monitoring for all critical and general areas of review.

We recommend department management strengthen existing controls to ensure the administrative review tools used during subrecipient monitoring are filled out completely and include evidence of monitoring for all critical and general areas of review.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management strengthen existing controls to ensure the administrative review tools used during sub-recipient monitoring are completed fully and include evidence of monitoring for all critical and general areas of review.

Our planned corrective action is as follows:

1. *For the 2015 administrative reviews, they will be checked for completeness by a staff member and returned to the reviewing specialist when all questions are not answered. The reviewing specialist will enter the missing data and return it to the staff member for verification that the tool is complete.*
2. *For the 2016 administrative reviews, functionality will be added to the review tool indicating which tabs or questions have not been completed. The reviewing specialist will use this as a reference and complete any unanswered questions. The lead worker will spot-check reviews throughout the year to ensure all questions are answered.*
3. *ODE will provide training on the importance of responding to all administrative review tool questions.*

Anticipated Completion Date: July 1, 2015

2014-046 Department of Education
<u>Ensure All Required Administrative Reviews Are Completed</u>

Federal Awarding Agency:	U.S. Department of Agriculture
Program Title and CFDA Number:	Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Federal Award Numbers and Year:	7OR300OR3; 2014
Compliance Requirement:	Subrecipient Monitoring
Type of Finding:	Noncompliance

Federal regulations requiring recipients of federal funding to conduct administrative reviews of subrecipients every five years, were revised to every three years for fiscal year 2014 and thereafter. In an effort to allow states to focus on implementing updated meal patterns, certification, and validation review activities, the federal government allowed states to postpone administrative reviews that were scheduled for fiscal year 2013. Federal guidance directed that any subrecipient whose administrative review was postponed in 2013 or omitted during the prior five-year cycle must be reviewed during the first year of the new three-year cycle beginning fiscal year 2014.

During our review, we found eight subrecipients whose administrative reviews were scheduled for but not fully completed in fiscal year 2013, and were not subsequently reviewed during fiscal year 2014. Department management explained that while prioritizing administrative reviews for fiscal year 2014, it considered those eight as lower risk than subrecipients that had not been visited the prior year, and decided to focus on other subrecipients. Management also stated it did not have staff available to do the rework that would have been necessary for the eight subrecipients.

We recommend department management ensure it completes all required subrecipient administrative reviews in compliance with federal regulations.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management ensure it completes all required sub-recipient administrative reviews in compliance with federal regulations.

Our planned corrective action is as follows:

1. *Prior to the start of the next cycle and for those sponsors currently participating, ODE will schedule reviews for a three-year cycle.*
2. *A second staff member will verify all sponsors are scheduled for review and it's been not more than three years since a sponsor's last review.*
3. *ODE will adjust review schedules to meet regulatory requirements and request exceptions from the U.S. Department of Agriculture as necessary.*
4. *The spring prior to the review year, ODE will verify continued participation in the National School Lunch Program/School Breakfast Program.*
5. *Finally, ODE will add the administrative review tool to ODE's internal CNPweb tracking system when the sponsor is approved as a subrecipient.*

Anticipated Completion Date: July 1, 2015

2014-047 Department of Education
<u>Strengthen Controls for State Per Pupil Expenditure Calculations</u>

Federal Awarding Agency: U.S. Department of Education
Program Title and CFDA Number: Title I, Part A (84.010)

Federal Award Numbers and Year: S010A120037-12A; 2013, S010A130037-13A; 2014
Compliance Requirement: Reporting
Type of Finding: Significant Deficiency, Noncompliance

Each year, the department must submit its average State Per Pupil Expenditure (SPPE) data to the National Center for Education Statistics. SPPE data are used by the U.S. Department of Education to make allocations under several federal programs, including Title 1, Part A. Federal guidance directs that expenditures from funds received under Title 1 should be excluded from the SPPE calculation results before submitting the data.

We found the department had not excluded Title 1 expenditures totaling $14.8 million from its SPPE calculation results submitted during FY 2014. As a result, SPPE is overstated for the most recent reporting period. Management indicated the reported data were reviewed prior to submission, but clarified the review primarily consisted of trend analyses. Management added that it does not know why the difference was not identified.

We recommend department management strengthen controls to ensure all Title 1 program expenditures are excluded from its annual SPPE calculation results. We also recommend management submit a corrected report to the U.S. Department of Education, if necessary.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management ensure all Title 1 program expenditures are excluded from its annual SPPE calculation results and submit a corrected report, if necessary.

Our planned corrective action is as follows:

1. *ODE will work with our federal partners at the U.S. Census Bureau and the National Center for Education Statistics (NCES) to verify reporting criteria for our SPPE data are current.*
2. *Once we have verified NCES reporting criteria are correct, ODE will review its programming used for compiling data and ensure it aligns with NCES requirements. ODE will make a correction if it is determined there was an error in the data submitted during fiscal year 2014.*
3. *ODE will complete review of the programming prior to ODE's next reporting cycle, which likely will occur in late April to early May of 2015, and on an annual basis thereafter.*
4. *In addition to the type of analysis performed in past years, a more extensive review will take place prior to future submissions to NCES. For example, future reviews will include comparison to other federal reports compiled by ODE, such as the Detailed Federal Review report, for reasonableness. In addition, instead of comparing to only the previous year for trend analysis and percentage deviation, more years will be taken into account to enhance testing for standard deviation.*

Anticipated Completion Date: June 30, 2015

2014-048 Department of Education
Ensure Subrecipient Monitoring Includes Federal Fiscal Requirements

Federal Awarding Agency:	U.S. Department of Education
Program Title and CFDA Number:	Special Education Cluster (IDEA)(84.027, 84.173)
Federal Award Numbers and Year:	H027A110095; 2012, H173A110100; 2012, H027A120095; 2013, H173A120100; 2013, H027A130160; 2014, H173A130100; 2014
Compliance Requirement:	Subrecipient Monitoring
Type of Finding:	Significant Deficiency, Noncompliance

The department receives Federal funding for Special Education programs (IDEA, part B and Preschool) and passes funding to school districts and education service districts (ESD) through subgrants. Federal regulations require the department to ensure subrecipients are in compliance with the requirements of the special education programs and have accounting systems and internal controls adequate to administer the awards.

The department has a process in place to monitor and review subrecipients' compliance with specific program requirements, but the process does not consider subrecipients' accounting and internal control systems and certain fiscal requirements, such as accounting, reporting and procurement. The department focused primarily on program requirements and outcomes.

The department could not ensure that subrecipients had adequate accounting and internal control systems in place and complied with federal fiscal requirements. As a result, the funding awarded to the state as well as the districts could be at risk of sanctions or disallowances by the federal grantor agency due to noncompliance.

We recommend department management expand its monitoring processes to include subrecipients' accounting and internal control systems and federal fiscal requirements of the awards.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management expand its monitoring process. This issue was identified by the Office of Special Education Programs through their audit in October 2010, with communication to Oregon occurring in November 2014.

Our planned corrective action is as follows:

ODE will update its procedures for fiscal subrecipient monitoring to include a review of accounting and internal control systems and federal fiscal requirements of the award. ODE is working with its internal auditor and has reviewed other states' sub-recipient auditing procedures to assist us with the development of our procedures.

Anticipated Completion Date: May 1, 2015

2014-049 Department of Education
Improve Procedures for Subaward Reporting Under the Federal Funding Accountability and Transparency Act

Federal Awarding Agency:	U.S. Department of Education
Program Title and CFDA Number:	Special Education Cluster (IDEA)(84.027, 84.173)
Federal Award Numbers and Year:	H027A110095; 2012, H173A110100; 2012, H027A120095; 2013, H173A120100; 2013, H027A130160; 2014, H173A130100; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency

Federal regulations require recipients of federal awards to report certain subaward information in the Federal Funding Accountability and Transparency Act (FFATA) reporting system no later than the end of the month following the month subawards are made totaling $25,000 or more. Federal regulations also require recipients of federal awards to establish and maintain internal control designed to reasonably ensure compliance with federal laws, regulations, and program compliance requirements. This typically includes independent review of reports to assure accuracy and completeness of data and information included in the reports.

Responsibility for FFATA reporting lies solely with one employee who identifies, prepares and submits required reports. However, the department had not implemented a control to ensure those reports are accurately and completely prepared and submitted timely. This was due, in part, to the department not having assigned an employee to independently monitor or review this work.

As a result, the department has less assurance required FFATA reports are filed timely and are accurate and complete.

We recommend department management strengthen existing controls to ensure FFATA reports are independently reviewed prior to submission to the federal government.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
We agree with this finding and the recommendation that department management strengthen existing controls over FFATA reporting.

Our planned corrective action is to update our procedures related to FFATA reporting to ensure:

1. *FFATA reports are independently reviewed for completeness and accuracy prior to submission to the federal government.*
2. *An ODE fiscal staff member is identified as backup for the primary submitter so FFATA reports are submitted timely.*

Anticipated Completion Date: June 1, 2015

2014-050 Oregon Employment Department
Inaccurate Performance Data Reporting (TAPR)

Federal Awarding Agency:	U.S. Department of Labor
Program Title and CFDA Number:	Unemployment Insurance (17.225)
Federal Award Numbers and Year:	UI-23913-13-55-A-41; 2013, UI-25227-14-55-A-41; 2014
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Federal instructions require the department to quarterly report the characteristics, activities, and outcomes of Trade Act Assistance participants. The department uses a preprogrammed query to extract required data elements from the department's records.

A sample of 25 participants was selected from a quarterly report to verify the reported data elements agreed to the department's records. For 2 participants, the wages reported in the quarterly report were higher than actual recorded wages as coding in the preprogrammed query did not exclude wages flagged as deleted for various reasons. Not accurately reporting participant information impacts the average earnings performance measure of the program.

We recommend department management update the query to ensure it accurately extracts wages for the quarterly report.

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

The query did not take into account the possibility of wages being deleted after they had been retrieved for reporting purposes. The corrective action is a revision to the query to exclude wages that indicate they are no longer currently associated with the selected customer. The query was updated prior to the end of the audit.

2014-051 Community Colleges and Workforce Development
<u>FFATA Reporting Not Done</u>

Federal Awarding Agency:	U.S. Department of Labor
Program Title and CFDA Number:	Workforce Investment Act Cluster (17.258, 17.259, 17.278)
Federal Award Numbers and Year:	Unknown
Compliance Requirement:	Reporting
Type of Finding:	Significant Deficiency, Noncompliance

Criteria: The Organizations' grants with its federal funder require the Organization to perform subaward reporting under the Transparency Act (FFATA).

Condition: We noted no FFATA reporting was performed.

Cause: According to management, there were insufficient resources allocated to the Organization to be able to comply with this requirement.

Effect: The Organization did not have internal controls in place to ensure that FFATA reporting was completed.

Recommendation: The Organization should establish additional internal controls to ensure that FFATA reporting is completed.

MANAGEMENT RESPONSE AND CORRECTIVE ACTION PLAN:
Management agrees with the finding and is working to ensure that FFATA reporting is completed in a timely manner.

Background: CCWD is aware of the FFATA reporting requirements. CCWD would have been required to start reporting on October 1, 2010. However due to an error in the system with the US Department of Labor (DOL), we were unable to report on the FFATA system, as there was no award reported from DOL for us to link to. DOL solved this issue and notified CCWD on October 11, 2011. At that time, CCWD's WIA Grant Accountant position had been vacant since May of 2011, and already had one failed recruitment. Besides our normal WIA reporting requirements, CCWD also had the American Recovery and Reinvestment Act (ARRA) reporting required with 86 reports due in a relatively short timeline (7 calendar days) after the end of that quarter (9/30/11). With not enough staff to accomplish everything, a risk management *decision was made to cover our normal WIA requirements and the ARRA report as the ARRA reports contained a lot of the same information and were on a federal transparency website.*

A new WIA accountant was hired in November and started work in December, but due to the training time to teach the complexities of the WIA grant, CCWD was not fully up to capacity until September 2012, however, at that time we lost our NEG and Title II Accountant. In September 2013, WIA fiscal monitoring was also added onto the Fiscal Manager's responsibilities. Currently there are efforts to separate the two jobs, in order to allow the fiscal manager to concentrate on current fiscal operations.

CCWD is currently working to complete our FFATA reporting on the 2014 Grant Year award.

Instructions have been completed on how to report and an additional line for FFATA reporting has been added to the Notice of Funds Availability (NFA) checklist. Due to a three agency merge on July 1st that CCWD is a part of, we have to push our expected timeline out to December 31, 2015 for resolution.

Anticipated Completion Date: December 31, 2015

2014-052 Department of Forestry
<u>Improve Determination of FEMA Eligible Costs</u>

Federal Awarding Agency:	U.S. Department of Homeland Security
Program Title and CFDA Number:	Fire Management Assistance Grant Program (97.046)
Federal Award Numbers and Year:	FEMA-5036-FM-OR; 2014, FEMA-5037-FM-OR; 2014, FEMA-5039-FM-OR; 2014, FEMA-5046-FM-OR; 2014, FEMA-5056-FM-OR; 2014
Compliance Requirement:	Activities Allowed or Unallowed
Type of Finding:	Significant Deficiency, Noncompliance
Questioned Costs:	$1,518

The Fire Management Assistance Grant reimburses states and other entities for the costs associated with a declared incident (forest fire).

The process to identify FEMA eligible costs includes multiple calculations and considerations, which are supported by invoices, timesheets and other documents.

Although department staff performed reviews at various points in their process for determining FEMA eligible costs, our testing of 60 transactions identified 6 payments where the department incorrectly calculated FEMA eligible costs and subsequently requested reimbursement of federal funds for those costs. Errors identified in our sample both under and overstated eligible costs with a net overstatement of $1,518. Projected, the errors result in questioned costs of over $50,000.

We recommend department management improve their control processes to ensure they are effective to accurately determine FEMA eligible costs.

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

ODF will develop and implement new audit tools to help ensure consistent calculations and clear direction on FEMA eligibility for different resource types.

Anticipated Completion Date: June 2015

2014-053 Department of Forestry
Improve Controls Over Procurement

Federal Awarding Agency: U.S. Department of Homeland Security
Program Title and CFDA Number: Fire Management Assistance Grant Program (97.046)
Federal Award Numbers and Year: FEMA-5036-FM-OR; 2014, FEMA-5037-FM-OR; 2014, FEMA-5039-FM-OR; 2014, FEMA-5046-FM-OR; 2014, FEMA-5056-FM-OR; 2014
Compliance Requirement: Procurement, Suspension, and Debarment
Type of Finding: Significant Deficiency

The Fire Management Assistance Grant (FMAG) provides assistance to states, and local and tribal governments for the mitigation, management, and control of fires on publicly or privately owned forests or grasslands that threaten such destruction as would constitute a major disaster.

The department manages fires, in part, through contracts with businesses and individuals for needed resources such as fire crews, services, equipment and land use.

We found department management could improve controls and processes over contracting and emergency procurement to ensure compliance with the federal grant and state requirements. Specifically, we found:

- The department did not ensure all contractors were not suspended or debarred prior to including those payments in their federal reimbursement requests.
- For non-emergency procurements, the department did not follow their process of completing contracting checklists, which ensure compliance with procurement requirements. The incomplete checklist was not identified by management as contract files are not reviewed.
- The department could not readily identify which of the 516 vendors used during the fire season were subject to contracting requirements because contract records are not maintained in a way that facilitates retrieval of this information. As a result, the department is less able to demonstrate compliance with relevant requirements of the federal grant.

We did not identify instances of non-compliance or questioned costs. However, without adequate controls, the department cannot ensure compliance with federal requirements and risks losing federal funds.

We recommend department management develop and implement procedures to ensure the review for suspension and debarment is performed for all required procurements prior to seeking federal reimbursement for those costs. We also recommend management administer and account for contracts in a way that accommodates review to ensure compliance with federal requirements.

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

Ensure suspension debarment review: The Department agrees with the finding that contractors of emergency procurements were not checked for suspension or debarment prior to submitting our initial (cash advance) reimbursement request. We will immediately add this verification requirement to the process for establishing pre-season emergency agreements (Incident Resource Agreements) with contractors. We will also add it to the checklist of tasks to perform prior to seeking any reimbursement from FEMA.

We also agree with the finding that for non-emergency procurements, the Department did not consistently complete contracting checklists designed to help ensure compliance with verification of vendor suspension or debarment status and other compliance requirements. ODF will immediately put procedures in place to help ensure that all contract files contain a completed checklist ensuring that this verification requirement has been met. ODF will also select a random sample of grant-related contracts once each year and audit to ensure this checklist was used and is included in the file along with all related documentation as required by the checklist.

Administer and account for contracts to facilitate review: The Department agrees with the finding that records are not maintained in a way that allows for identification of vendors by type of contracts. ODF is undertaking the development of a new purchasing system and will attempt to add this tracking need to the system requirements. This new system would not be available for use until 2016-17. For payments related to the 2014 fire season, ODF will develop a spreadsheet identifying the type of contract under which each vendor was paid. This should allow for monitoring these contracts to ensure compliance with relevant requirements of the federal grant.

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, 2013. It also includes the current status reported by the department of all financial audit findings from fiscal year ended June 30, 2012 that were uncorrected at June 30, 2013.

Finding 2013-001: **Department of Human Services/Oregon Health Authority**
<u>Controls in Receipting Unit Should Be Strengthened</u>
Material Weakness

Recommendation: DHS/OHA management improve controls in the Receipting Unit to ensure all checks are safeguarded, properly tracked and accounted for in the financial records.

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

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. 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. We continue to look for opportunities to reduce the risk by reducing the number of checks received in the agency.

Finding 2013-002: **Department of Human Services/Oregon Health Authority**
<u>Ensure Expenditures are Recorded in the Proper Fiscal Year</u>
Material Weakness

Recommendation: DHS/OHA 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.

Status: Corrective action was taken.

Finding 2013-003: **Department of Human Services/Oregon Health Authority**
<u>Improve Revenue and Expenditure Accrual Methodologies</u>
Material Weakness

Recommendation: DHS/OHA 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.

Status: Corrective action was taken.

Finding 2013-004: **Department of Human Services/Oregon Health Authority**
<u>Improve Controls Over Insurance Premium Revenue</u>

Recommendation: DHS/OHA management implement internal controls to ensure that all insurance premium revenue due to the department is received, properly classified, and properly recorded.

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

To address audit finding 2013-004, in fiscal year 2014 the agency has obtained detailed reports from Regence necessary to determine the source of cash remitted by Regence, and appropriately recorded the cash received based on information available at the time. These reports were received and incorporated in the accounting record on an ongoing basis during fiscal year 2014.

Additionally, to ensure all insurance premiums due to the agency are remitted by Regence, the agency is utilizing the 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. This analysis was completed for the OMIP program based on information available at accounting close for fiscal year 2014 in September 2014, and the calculated variance was within one percent.

Finding 2013-005: **Department of Human Services/Oregon Health Authority**
<u>Improve Accounting Controls Over Buildings and Accumulated Depreciation</u>

Recommendation: DHS/OHA management improve controls to ensure account balances are accurately stated and reconciled to supporting documentation.

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

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 control to ensure accuracy going forward including post-review of recorded entries to documentation and calculations.

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

Recommendation: DHS 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.

Status: Corrective action was taken.

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

Recommendation: DHS/OHA 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.

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

The CareAssist program is administered by the Office of Pharmacy Programs. The program requested and received a response from HRSA/Office of Pharmacy Affairs (OPA) which indicates that the federal agency is strengthening its process for oversight of the pharmaceutical manufacturer's compliance with providing rebates to 340B covered entities and the accuracy of the rebates provided. The actual calculations of the rebate amounts will still be privileged information and will be only for internal OPA use. The program received guidance from HRSA and will develop a mechanism by which rebates received by CAREAssist are compared over time to identify a variance of more than an expected percentage. The process will be a report automatically generated from the database and will allow the program to follow up with both the manufacturer and OPA for an explanation for the variance.

The Medicaid Pharmacy program is administered through the Division of Medical Assistance Programs (DMAP). While the program had a number of existing reviews, these reviews 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. Each month for our Rebate meeting, a check off list has been created and after each meeting, the signed check off list is scanned along with reports reviewed.

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 is in the process of issuing a Request for Proposal (RFP) to select an independent contractor to perform annual MMIS controls audits. The RFP statement of work includes the review of drug rebate processing. The agency anticipates issuing the RFP in early 2015.

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

Recommendation: DAS management incorporate procedures into the current reconciliation of fund 0401 to encompass unreconciled deposits in GL account 0065.

Status: Corrective action was taken.

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

Recommendation: DAS management strengthen review processes over the capitalization and disposal of buildings and building improvements to prevent similar errors from occurring in the future.

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

DAS Shared Financial Services staff are continuing to work with Enterprise Asset Management (EAM) to develop processes to verify the supporting documents and amounts for capitalization. The corrections and prior period entries were made for all prior year findings before June 30, 2014.

Audit Division staff noted one instance where repair and maintenance expenses were inappropriately capitalized. The corrections were made for prior year finding. DAS had further discussions with the Audits Division and have decided to include better description of the type of projects and the impact of the work on the life of the assets to determine whether to capitalize or expense the cost.

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

Recommendation: DAS 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.

Status: Corrective action was taken.

Finding 2013-011: **Oregon State Treasury**
<u>Improve Internal Controls Over Financial Reporting</u>
Material Weakness

Recommendation: OST 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.

Status: Corrective action was taken.

Finding 2013-012: **Oregon Military Department**
<u>Accruals Reporting Process Should Be Improved</u>

Recommendation: OMD management develop and implement written policy and methodology for preparing and reviewing accruals for the Disaster Grant to ensure accurate year-end reporting.

Status: Corrective action was taken.

Finding 2013-013: **Department of Education**
<u>Review Accrual Processes</u>

Recommendation: DOE 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.

Status: Corrective action was taken.

Finding 2013-014: **Department of Forestry**
<u>Long-Term Accounts Receivable Accruals</u>
Material Weakness

Recommendation: ODF 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.

Status: Corrective action was taken.

Finding 2013-015: **Department of Transportation**
<u>Transporting Process for IRP Receipts Should Be Strengthened</u>
Material Weakness

Recommendation: ODOT management implement controls to ensure IRP receipts are appropriately controlled when transported to MCTD.

Status: Corrective action was taken.

Finding 2013-016: **Department of Transportation**
<u>Managerial Reviews of Cost Allocations Should Be Improved</u>

Recommendation: ODOT management ensure that proper review and approval of cost allocations occurs.

Status: Corrective action was taken.

Finding 2013-017: **Department of Transportation**
<u>Fixed Asset Controls Should Be Strengthened</u>

Recommendation: ODOT management strengthen its reconciliation process and review of fixed asset transactions to ensure appropriate and accurate financial reporting.

Status: Corrective action was taken.

Finding 2013-018: **Department of Transportation**
<u>Documentation of System Changes Should Be Maintained</u>

Recommendation: ODOT management ensure TAD follow state policy and maintain adequate documentation of all system changes.

Status: Corrective action was taken.

Finding 2013-019: **Department of Transportation**
<u>Annual Fee Test Processes Could Be Improved</u>

Recommendation: ODOT management implement policies and procedures to ensure reviews of annual fee tests are documented and error notifications to other jurisdictions are followed up on.

Status: Corrective action was taken.

Finding 2013-020: **Department of Transportation**
<u>Federal Revenue Accruals Should Be Complete</u>

Recommendation: ODOT management revise the existing policies and procedures for year end accruals for federal revenues to include an accrual for the eligible indirect cost reimbursements.

Status: Corrective action was taken.

Finding 2013-021: **Department of State Lands**
<u>Internal Control Over Financial Reporting</u>

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

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

The required reconciliations are current at this time, however most of this work was not done in a regular, periodic and timely manner. We anticipate that by December 2014 procedures will be in place to ensure that all significant accounts are reconciled in a timely and accurate manner.

Finding 2013-022: **Oregon University System**
<u>Transfer of Completed Projects from Construction in Progress to a Depreciable Category</u>

Recommendation: 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.

Status: Corrective action was taken.

Finding 12-03: **Oregon Health Authority**
<u>Insufficient Understanding of a New Program (PEBB)</u>
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: 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:

At the close of 2013, the department drafted and implemented a methodology to refine the presentation of federal receivables on the balance sheet. This methodology was utilized at the end of FY13/14 to estimate the portion of accounts receivable to be reclassified from current to long-term (non-current), based on the likelihood of being collected within 90 days of June 30, 2014. After Sept. 30, 2014, a retrospective examination of this estimate showed non-current receivables were materially overstated, after a significant portion was collected more quickly than anticipated. The agency intends to analyze these results and make adjustments/revisions to the methodology as necessary.

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: Corrective action was taken.

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 2013-023: **Department of Human Services**
<u>OR-Kids System Weaknesses</u>
Foster Care Title IV-E (93.658)
Adoption Assistance (93.659)
Activities Allowed or Unallowed; Eligibility
Material Weakness, Material Noncompliance
Questioned Costs: $13,010

Recommendation: 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.

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

The department has made several efforts to improve the access controls around OR-Kids. The primary efforts include:

- Completion of the shift to a Role-Based access strategy for all staff.
- Development of a partner Access Assessment Tool.
- Piloting of Access Assessment Tool.
- Development of an Access Oversight Committee which includes representation of Program, Field, Business, and Internal Audits to consider federal and state regulations around access and approval or denial of requests.

The Federal Compliance Unit (FCU) made the decision to not move forward with any automatic eligibility data remediation in April of 2014. This decision was made after two months of intensive data remediation meetings and the discovery that the work FCU had been doing with Office of Business Intelligence to design a data mart was meeting our needs. Since the decision was made FCU and OBI have been able to concentrate on the data and the reports needed to complete any final manual clean-up. FCU believes the completion of the manual clean-up will be December 31, 2014.

The non-recurring services were corrected and the inappropriate claims were adjusted on the CB-496 report, report period ending June 30, 2014.

Finding 2013-024: **Department of Human Services**
<u>OR-Kids Refinancing Results in Duplicate Claims</u>
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)
Activities Allowed or Unallowed
Material Weakness, Material Noncompliance*
Questioned Costs: $23.4 million

Recommendation: Department management identify and correct data conversion issues and repay the federal government for the duplicate claims.

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

The department has applied the data fix necessary to address the data conversion issues that caused the duplicate claims. In addition, the Department has made accounting adjustments related to the refinancing issues. These final adjustments were completed during the first part of January, 2015 with an effective date of December 31, 2014.

Finding 2013-025: **Department of Human Services**
<u>Reimbursements Claimed Outside Period of Availability</u>
Foster Care Title IV-E (93.658)
Adoption Assistance (93.659)
Period of Availability
Material Weakness, Material Noncompliance

Recommendation: 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.

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

The federal draws are being reconciled at the end of each quarter to the total federal expenditures reported to ACF. Not all required adjustments have been completed as we are waiting for the OR-Kids remediation to be completed which is projected to be by December 2014. All adjustments for prior quarters based on actual claims will be completed at that time.

Finding 2013-026: **Department of Human Services**
<u>CB-496 Report Not Supported</u>
Foster Care Title IV-E (93.658)
Matching, Reporting
Significant Deficiency, Material Noncompliance

Recommendation: Department management ensure CB-496 reports are complete, accurate, and adequately supported.

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

Corrective action was taken so that all documentation is retained with the report. OR-Kids remediation is projected to be by December 2014, all adjustments for prior quarters based on actual claims will be completed at that time.

Finding 2013-027: **Department of Human Services**
<u>Certification of Eligibility Not Supported</u>
Foster Care Title IV-E (93.658)
Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $5,100

Recommendation: 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.

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

The department issued the Informational Memorandum on April 1, 2014, providing clarification on the documentation of the certification dates to record for a Certificate of Approval issued. The eligibility will be corrected in March 2015, and the inappropriate claiming will be adjusted on the CB-496 Quarter Ending March 31, 2015.

All steps were taken for this corrective action plan however; based on the findings in the Federal Review, Oregon was found not to be in substantial compliance. Six out of 80 cases did not pass the federal requirements due to the same type of issues found in the Annual Statewide audit. Oregon will be required to submit a Program Improvement Plan to the Administration for Children and Families (ACF). Once submitted, the department will have one year to implement the Program Improvement Plan.

Finding 2013-028:	**Department of Human Services** **<u>CB-496 Report Not Complete</u>** **Adoption Assistance (93.659)** **Reporting** **Significant Deficiency, Noncompliance**
Recommendation:	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.
Status:	Partial corrective action was taken. The agency response is as follows:

For line items on the report which have no expenditures, OFS confirmed with program this information was correct. Adjustments were completed as necessary to ensure all expenditures were 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 "non-recurring" 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.

Finding 2013-029:	**Department of Human Services** **<u>Improve Documentation of Required Income and Benefit Verifications</u>** **Temporary Assistance for Needy Families (93.558)** **Special Tests and Provisions** **Material Weakness, Noncompliance**
Recommendation:	Department management ensure verification of income with IEVS screens is clearly documented in client case files when determining client eligibility.
Status:	Partial corrective action was taken. The agency response is as follows:

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.

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 were reviewed and updated in the summer of 2014. In October and December 2014, communication transmittals were sent to all staff determining eligibility reinforcing the need to narrate that the appropriate IEVS screens were reviewed and to note the outcome if information is located. This review of screens and narration was also reviewed at the Accuracy Summits held across the state in August, September and October of 2014.

Finding 2013-030: **Department of Human Services**
Improve Compliance with Work Verification Plan
Temporary Assistance for Needy Families (93.558)
Special Tests and Provisions
Material Weakness, Noncompliance

Recommendation: 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.

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

In April 2014, the department made programming changes to correct the automated week calendar so that it aligns with the federal report. This change will affect federal data transmissions from May 2014 forward.

In the spring 2013 the TANF program identified point persons in each district who help communicate to staff the correct coding of participation related information.

Work verification JOBS audits are conducted every year. In January 2014 a summary of audit results was shared statewide. The results included acting on reported changes to update projected hours accurately, and ensuring documented hours are input into TRACS accurately. In the spring of 2014 some areas of the State with lower accuracy received an additional review, training and coaching. Lead staff from many field branches were included so that they could help disseminate the information associated with best practices and error trends.

In February 2014, case management training materials and staff tools were reviewed and revised. Other on-line guides were revised in June 2014 and posted in the "staff tools" website. These tools provide expectations for coding the employment status, projecting hours, and accurately reporting the participation hours related to unsubsidized work on Self Sufficiency TANF cases.

In the summer of 2014, the TANF program created a TANF Federal Participation Toolkit and made it available to all staff. The toolkit was shared at statewide program manager and line manager meetings. It includes several guides to help improve upon the accuracy of work participation data and to maximize federal participation hours for the State. Several districts began conducting case reviews for the purpose of engaging families in JOBS or other activities and to check to ensure that those families are still eligible for TANF. These reviews include ensuring the case plan activities are accurately coded in the TRACS system. In addition, TANF program staff visited a few areas of the state in the fall of 2014 to provide training and consultation on the JOBS Activity Guidelines.

Finding 2013-031: **Department of Human Services**
<u>Implement Controls to Ensure Emergency Assistance Does Not Exceed Maximum Level</u>
Temporary Assistance for Needy Families (93.558)
Eligibility
Significant Deficiency, Noncompliance
Questioned Costs: $229,457

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-032: **Department of Human Services**
<u>Improve Accuracy and Completeness of Performance Data Reports</u>
Temporary Assistance for Needy Families (93.558)
Reporting
Significant Deficiency, Noncompliance

Recommendation: Department management ensure complete and accurate client information is used to compile the quarterly data reports.

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

Oregon is still working to include the Child Welfare data into the federal report. Additional code modifications have been identified since the last update. The reprogramming means that there has been an additional delay in the inclusion of the Child Welfare TANF expenditure data for the TANF federal report. As of mid-December, new requirements are almost fully reprogrammed. A test file will be sent to Self-Sufficiency OIS staff for inclusion in the TANF federal reports shortly thereafter. Estimated date of code moving to production for ongoing monthly data to be sent to Self-Sufficiency OIS staff is March 2015.

Finding 2013-033: **Department of Human Services**
<u>Ensure Sufficient Supporting Documentation is Readily Available</u>
Temporary Assistance for Needy Families (93.558)
Eligibility
Significant Deficiency

Recommendation: Department management coordinate resources to better maintain and more readily provide sufficient application documentation.

Status: Corrective action was taken.

Finding 2013-034: **Department of Human Services**
<u>Questionable Interpretation of Federal Five-Year Time Limit</u>
Temporary Assistance for Needy Families (93.558)
Eligibility
Noncompliance

Recommendation: Department management seek additional guidance from the federal government to ensure five-year time limit monthly exemptions are being appropriately applied in accordance with federal regulations.

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

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 program, in coordination with the department's Tribal Affairs Director, sent an inquiry on June 2, 2014 to the U. S. Department of the Interior requesting which areas in Oregon constitute "Indian Country." The Department of the Interior sent a response to DHS on August 1, 2014 which included that the Department of Interior is unable to honor the request of DHS for three main reasons: (1) an undertaking analyzing all lands in Oregon that meet the definition of Indian Country provided in 18 U. S. C. § 1151 would be quite large; (2) the Bureau of Indian Affairs has previously responded indicating they do not use the section 1151 in their administration of social programs, rather, the term Service Area is used; and (3) the Department of Interior's provision of legal advice is limited to the interests that affect one of their client agencies followed by a request from the agency. The Department of the Interior recommended DHS consult with the Tribes affected by the program.

DHS has consulted with Oregon Tribes. DHS is currently unable to modify the definition of "Indian Country". To date there is formal opposition from the Confederated Tribes of Siletz Indians, the Confederated Tribes of Coos, Lower Umpqua, and Siuslaw Indians, as well as the Klamath Tribes. The department continues to work on resolving this issue.

Finding 2013-035: **Department of Human Services**
Provider Eligibility Documentation Not Maintained
Medicaid Cluster (93.777, 93.778)
Special Tests and Provisions
Material Weakness, Material Noncompliance
Questioned Costs: $434,435

Recommendation: 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.

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

Through the avenue of agenda items at Aging and People with Disabilities (APD) Supervisors Quarterly Meetings, APD Program Managers meeting, articles in the newsletter, "In the Loop," and a training module at the 2013 Regional meetings APD has worked to remind managers and staff of the policies and documentation required to support a provider's eligibility and forms that must be retained within the provider files. The APD offices have obtained the missing documentation for most of the providers listed.

Of the 17 providers who needed database checks, we were able to satisfactorily complete all of the checks.

For three providers, the department could not locate the enrollment agreements. Two providers were terminated, and we are investigating whether or not there are costs where the federal sharing must be repaid. We were able to locate the enrollment for the third application.

For the provider that did not have a criminal background check, we were able to locate the check was completed.

For the six providers where we were unable to locate provider files, we have since documented the criminal background check and provider enrollment documents.

Finding 2013-036: **Department of Human Services**
Nursing Facility Audit Procedures Should Be Improved
Medicaid Cluster (93.777, 93.778)
Special Tests and Provisions
Material Weakness, Material Noncompliance

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-037: **Oregon Health Authority**
<u>MMIS Key Edits Should be Periodically Tested</u>
Medicaid Cluster (93.777, 93.778)
Allowable Costs/Cost Principles
Material Weakness

Recommendation: 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.

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

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. In user acceptance testing, additional issues were identified, so work continues on the permanent correction. It is anticipated the correct panel functionality will be restored as of January 31, 2015.

Finding 2013-038: **Department of Human Services**
<u>Medicaid Payments Not Sufficiently Supported</u>
Medicaid Cluster (93.777, 97.778)
Allowable Costs/Cost Principles; Eligibility
Significant Deficiency; Noncompliance
Questioned Costs: $79

Recommendation: Department management strengthen controls to ensure sufficient documentation is maintained to demonstrate compliance with federal requirements, and ensure the client liability is calculated accurately.

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

Through the avenue of agenda items at Aging and People with Disabilities (APD) Supervisors Quarterly Meetings, APD Program Managers meeting, articles in the newsletter, “In the Loop,” APD has worked to remind managers and staff of the policies and documentation required to support a client’s eligibility and forms that must be retained within the client files. APD is also working to implement scanned client files for field offices so that all documentation will be readily available. For the two clients where errors occurred in determining the client’s liability, one of the clients is in a nursing facility and another is deceased. Information was sent to the Estate Recovery Unit to determine if these questioned costs were eligible for estate recovery.

Finding 2013-039: **Department of Human Services**
Incorrect Federal Medical Assistance Percentage Rate Used
Medicaid Cluster (93.777, 93.778)
Matching
Significant Deficiency; Noncompliance
Questioned Costs: $35,983

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-040: **Department of Human Services**
Nursing Facility Provider Health and Safety Standard Surveys Not Performed Timely
Medicaid Cluster (93.777, 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Management develop a plan based on current resources to ensure the timely completion of provider health and safety standard surveys for nursing facilities.

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

Over the past four 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 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. Additionally, since July 2013 we have hired a significant number of new surveyors. This has been offset by a number of retirements and staff resignations.

Over the coming two years, we will take a number of steps to bring the department into compliance. By February 2015, we plan to make job offers on all current surveyor vacancies. By September 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. We have also begun bringing retired and resigned surveyors back on a temporary basis to perform surveys.

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.

Finding 2013-041: **Oregon Health Authority**
<u>Required Provider Screening Not Documented</u>
Medicaid Cluster (93.777, 93.778)
Eligibility; Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Authority management maintain evidence of the initial and renewing database checks for enrolled providers.

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

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. Due to other priorities, work to get the change request completed did not occur until late March 2014. This change has now been completed and deployed the week of August 25, 2014.

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.

Finding 2013-042: **Oregon Health Authority**
<u>ADP Risk Analyses and System Security Review Procedures Need Strengthening</u>
Medicaid Cluster (93.777, 93.778)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: 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.

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

The Information Security and Privacy Office (ISPO) is currently in the process of performing a Risk Assessment (RA) on the MMIS System. The first part of this assessment was completed in March 2015. ISPO is also on track to perform vulnerability assessments on MMIS in the Summer of 2015. We anticipate that a number of subsystems that "feed" into or use output from MMIS may also be candidates for evaluation. This is dependent on ensuring that the evaluations will not disrupt the transition from Cover Oregon (CO) Health Insurance Exchange or the contingency support efforts for CO during the Magi/Medicaid and Qualified Health Plan Transition project. We anticipate that evaluation of those systems will occur in during the 3rd and 4th quarter of 2015. ISPO's RA program is in the operational pilot stage. Staff have undergone formal training by ISACA and have successfully conducted two pilot assessments to fine tune the tool selection and processes. The overarching policy has been approved as part of a revised security policy set.

Finding 2013-043: **Oregon Health Authority**
<u>Obligations Incurred Outside of the Period of Availability</u>
Immunization Cooperative Agreements (93.268)
Period of Availability
Significant Deficiency, Noncompliance
Questioned Costs: $87,930

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-044: **Oregon Health Authority**
<u>Federal Financial Reports Not Supported by Accounting Records</u>
Immunization Cooperative Agreements (93.268)
Reporting
Significant Deficiency, Noncompliance

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-045: **Oregon Health Authority**
<u>Strengthen Controls Over Supporting Documentation</u>
Immunization Cooperative Agreements (93.268)
Allowable Costs/Cost Principles
Significant Deficiency

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-046: **Oregon Housing and Community Services Department**
<u>Review of Subrecipient Costs for Allowability Should be Improved</u>
Low-Income Home Energy Assistance (93.568)
Activities Allowed or Unallowed; Subrecipient Monitoring
Material Weakness, Noncompliance

Recommendation: Department management implement internal controls for subrecipient monitoring to ensure federal reimbursements are for allowable program activities.

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

The partial corrective action taken included refined and clearly documented procedures for fiscal monitoring during the annual subrecipient monitoring visit to ensure all reimbursements had occurred for allowable expenses. Particular clarification, procedures, and trainings have been provided to examine and test application of cost allocations and costs included within pools to ensure appropriateness and allowability.

Finding 2013-047: **Oregon Housing and Community Services Department**
<u>Strengthen Controls Over Cash Management</u>
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Cash Management
Material Weakness

Recommendation: Department 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.

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

The partial corrective action taken included a review by the fiscal monitor during the annual subrecipient monitoring visit to ensure appropriate reimbursement to subrecipients had occurred for allowable expenses already incurred. Additionally, request for advances are required to be documented in the Request for Funds and are reviewed during the subrecipient monitoring visit for appropriateness, allowability, and immediate need

Finding 2013-048: **Oregon Housing and Community Services Department**
Improve Controls Over Subrecipient Cost Allocation Plans
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Allowable Costs/Cost Principles; Subrecipient Monitoring
Material Weakness

Recommendation: Department 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.

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

The partial corrective action taken included ensuring cost allocation plans are collected and reviewed with subrecipient management and a quality control review is completed prior to finalization of the monitoring report. Additionally, training and procedures were developed to ensure appropriate understanding, application and testing of cost allocation plans occur during the fiscal monitoring process.

Finding 2013-049: **Oregon Housing and Community Services Department**
Improve Subaward Reporting under the Transparency Act
Low-Income Home Energy Assistance (93.568)
Community Services Block Grant (93.569)
Reporting
Significant Deficiency, Noncompliance

Recommendation: Department 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.

Status: Corrective action was taken.

Finding 2013-050: **Department of Justice**
Strengthen Controls Over Reporting
Child Support Enforcement (93.563)
Reporting
Significant Deficiency, Noncompliance

Recommendation: 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.

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

* A consistent documented process for preparing the Child Support Program (CSP) 396A expenditure report is in practice and has been utilized to prepare the quarters - ending March 30, 2014 and June 30, 2014 reports. Status: Corrective action was taken.

* The aforementioned documented process includes a spreadsheet that provides a three-way reconciliation starting from the Statement of Financial Report (SFR) 425 to the CSP 396A expenditure report and finally to the accounting records. For example: The total draw amount reported in the SFR 425 is reconciled to the Net Federal Share of Federal of Expenditures in the CSP 396A Report and finally to the detail in the accounting records. Status: Corrective action was taken.

* A review process with shared responsibilities between management from the Administrative Services Division (ASD) and the Child Support Program is in practice. The CSP 396A Expenditure Report for the quarters - ending, March 30, 2014 and June 30, 2014 was reviewed by the ASD Financial Services Accounting Manager for the validity, accuracy, and completeness of accounting information reported. The Child Support Program Performance Budget and Statistics Manager reviewed the report for program requirement compliance. Status: Corrective action was taken.

* Data collection to re-create the 396A expenditure report for the state fiscal year 2013 has been completed by the Child Support Program Grant Accountant. Next steps include segmenting the data and transferring segmented information to the 396A Report. The reconciliation of the 034A Report is almost complete. We anticipate completion, including any adjustments resulting from the work on both reports, by the agreed-upon date of September 30, 2014. Status: Partial Corrective action was taken.

Finding 2013-051: **Department of Justice**
<u>Improve Documentation of Cash Draws</u>
Child Support Enforcement (93.563)
Cash Management
Significant Deficiency

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-052: **Department of Human Services**
<u>Controls Over EBT Card Security Were Not Followed</u>
Supplemental Nutrition Assistance Program (SNAP) Cluster (10.551, 10.561)
Special Tests and Provisions
Significant Deficiency, Noncompliance

Recommendation: Department management ensure branch offices are aware of and follow the established procedures for securing EBT cards.

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

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. SSP Office Managers and Business Experts received the Financial Training for Managers, focusing on Electronic Benefit Transfer (EBT) card security and managing RACF access, in May 2014. In addition, a communication was sent to office leadership in June 2014, regarding the importance of securing EBT cards and following the policy outlined in the Field Business Procedures Manual for monthly inventory.

Financial Manager Training webinars, including a section on established procedures for EBT card security, were held on December 23, 2014, February 11, 2015 and February 12, 2015. We have recorded a webinar session and are currently testing it in the Learning Center Test Site. The final product for the Financial Training for Managers Webinar recording will be available on the Learning Center by March 18, 2015.

As with other findings, APD has also addressed this topic through agenda items at APD Supervisors Quarterly Meetings, APD Program Managers meeting, and articles in the newsletter, “In the Loop.” Through these efforts APD has worked to remind managers and staff of the policies and documentation needed in effective management of the EBT card security.

Finding 2013-053: **Department of Education**
<u>Claims Paid Outside the Allowed Claim Window</u>
Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Child and Adult Care Food Program (CACFP)(10.558)
Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance
Questioned Costs: $230,802

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-054: **Department of Education**
<u>FNS-777 Report - Not Reporting All Activity in the Period</u>
Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)
Child and Adult Care Food Program (CACFP)(10.558)
Reporting
Significant Deficiency, Noncompliance

Recommendation: 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.

Status: Corrective action was taken.

Finding 2013-055: **Oregon Employment Department**
<u>Overpayments to Claimants</u>
Unemployment Insurance Program (17.225)
Eligibility
Significant Deficiency, Noncompliance

Recommendation: Department management continue to work to establish adequate processes to prevent, identify, and timely process overpayments that occur.

Status: Corrective action was taken.

Finding 2013-056: **Oregon Employment Department**
<u>Program Eligibility Not Consistently Documented</u>
Unemployment Insurance Program (17.225)
Eligibility
Significant Deficiency

Recommendation: Department management ensure claimant eligibility for program benefits is documented.

Status: Corrective action was taken.

Finding 2013-057: **Oregon Military Department**
<u>Federal Funding Accountability and Transparency Act Reporting Not Performed</u>
Disaster Grants-Public Assistance (Presidentially Declared Disasters) (97.036)
Reporting
Significant Deficiency, Noncompliance

Recommendation: Management develop and implement policies and procedures to ensure compliance with FFATA reporting requirements.

Status: Corrective action was taken.

Finding 2013-058: **Oregon Military Department**
<u>Report Preparation and Review Should Be Strengthened</u>
Disaster Grants-Public Assistance (Presidentially Declared Disasters) (97.036)
Reporting
Significant Deficiency

Recommendation: Department management update and implement its reporting procedures to clarify documentation needed to ensure complete and accurate reporting, and effective review.

Status: Corrective action was taken.

Finding 12-08: **Oregon Department of Education**
<u>Allowable Costs – Incorrect System Coding Resulting in Overpayments</u>
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 Corrective action was taken.

Finding 12-09 **Oregon Department of Education**
<u>Reporting – FNS-777 Not Reporting All Activity of Period</u>
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: Corrective action was taken.

Finding 12-10: **Oregon Housing and Community Services Department**
<u>Lack of Controls Over Equipment</u>
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: Corrective action was taken.

Finding 12-12: **Oregon Housing and Community Services Department**
<u>Subrecipient Cost Allocation Plans Not Reviewed</u>
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 ensuring cost allocation plans are collected and reviewed with subrecipient management and a quality control review is completed prior to finalization of the monitoring report.

Finding 12-14**:** **Oregon Housing and Community Services Department**
<u>Program Activities/Costs Not Reviewed for Allowability</u>
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 a review conducted by the fiscal monitor during the annual subrecipient monitoring visit to ensure reimbursement to subrecipients had occurred for allowable expenses. In addition to the action already taken, the inspection and attachment of all current subrecipient cost allocation plans are reviewed, tested, and kept as part of the inspection file.

Finding 12-15: **Oregon Housing and Community Services Department**
<u>Cash Management – Timing/Immediacy Not Reviewed</u>
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 a review by the fiscal monitor during the annual subrecipient monitoring visit to ensure reimbursement to subrecipients had occurred for allowable expenses that had already been incurred. Additionally, request for advances are required to be documented in the Request for Funds and are reviewed during the subrecipient monitoring visit for appropriateness, allowability, and immediate need.

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: Corrective action was taken.

Finding 12-23: **Department of Human Services**
<u>Inaccurate Reporting and Unsupported Matching Funds</u>
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 is expected to be completed for the period ended March 31, 2015.

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:

The department continues to improve the system in ways that are gradually moving us toward achieving the recommendations from the audit. However, the complexity of the system and challenges in fully staffing the OR-Kids Technical Team has proven to be barriers to timely completion of the identified recommendations.

Focused efforts and great strides have been made to increase the stability of OR-Kids. These efforts have included:

- Smaller and more thoughtful build schedules.
- More focused and thorough testing prior to the release of builds into production.
- Increased resources and efforts around the operation and maintenance of servers.
- Upgrades to the existing infrastructure of the system to support the system.

Significant progress has also been made in regard to the data remediation efforts. This includes:

- The completion of a manual fix applied to the financial records that will prevent further inaccurate federal refinancing.
- Completion of the analysis of eligibility remediation and the approval to use manual correction instead of any automatic remediation.
- Completion of the analysis and approval of the strategic approach to remediate the adoption data.
- Initial analysis and collaborative planning around strategic approaches to the remediation of the CPS and eligibility data is in progress.

As much as this effort has progressed, competing efforts and limited technical understanding of the system and limited trained resources have delayed the progress. The original projected date of March 15, 2015 is now changed to December 31, 2015.

The issue around streamlined payment and process has been the focus of a current workgroup that has made significant progress. The following efforts have been completed or continue:

- A new remittance advice has been deployed in OR-Kids, giving providers a detailed account of their payments.
- A new contract payment invoice is in a pilot over three counties and four providers.
- A Computer-Based Training is in development to assist contracted providers in accurately submitting their billings.
- Standards have been developed for validating and authorizing payment for contracted services.
- Systems have been created for submission and processing payments.
- Training is in development for agency staff that is expected to be deployed during the fall of 2014.

Finding 12-25: **Department of Human Services**
<u>Eligibility – Required Verification of Age and Home Study Not Documented</u>
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 audit findings were discussed at the Child Welfare Program Manager's meeting. The Licensed Child Placing Agencies certification requirements were reviewed in conjunction with a review of all Title IV-E foster care eligibility (which includes certification and licensing) in preparation for a Federal Title IV-E Foster Care review held in July 2014.

All steps were taken for this corrective action plan however; based on the findings in the Federal Review, Oregon was found not to be in substantial compliance. Six out of 80 cases did not pass the federal requirements due to the same type of issues found in the Annual Statewide Audit. Oregon will be required to submit a Program Improvement Plan to the Administration for Children and Families (ACF). Once submitted, the department will have one year to implement the Program Improvement Plan.

Finding 12-26: **Department of Human Services**
<u>Eligibility – Child Welfare, Exceeding Benefit Threshold</u>
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: Corrective action was taken.

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:

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

QC reviewer verifies financial information using the same IEVS screens that workers use to determine eligibility. The cases determined in error by the QC reviewer are reviewed with Policy staff at bi-monthly Error Staffing meetings and discussed with field staff at Statewide Monthly QC Panel meetings by video conference. In addition, the TANF analyst sends electronic mail reminders to field staff and their lead workers on the importance of narrating how income and other information was verified. The analyst 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 reviewer meet monthly to discuss means by which to improve accuracy and narration of financial information.

Beginning in September 2013, the Office of Program Integrity Quality Assurance, in partnership with the TANF program, began to pilot a Quality Assurance (QA) review tool for TANF eligibility. QA reviews are continuing in 2014 on a limited basis. While the QA reviews are broader than the QC reviews, QA continues to review financial eligibility and use of IEVS screens.

In the summer of 2014, the Training Unit reviewed and revised the TANF training curriculum relative to checking IEVS screens. The Training unit continues to train on use and narration of IEVS screens to verify income and eligibility. In October and December 2014, communication transmittals were sent to all staff determining eligibility reinforcing the need to narrate that the appropriate IEVS screen were reviewed.

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 been relaying information through the point staff list 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 Administration for Children and Families (ACF).

The TANF program completed the 2013 Work Verification JOBS Audits and the performance was 90.3% accurate. Some areas of the State with lower accuracy received an additional review and coaching. Local leadership and staff were convened to walk through the review process using another random case selection. This allowed them to see first-hand the information required to remain in compliance with the Oregon Work Verification Plan. In addition, training was provided to these areas on how to use the JOBS Activity Guidelines as an ongoing resource document for best practices.

The TANF program completed the 2014 annual JOBS Audits and the performance was 93.2% accurate. There were 1,987 participation cases reviewed. The site reviews continued to include staff, leadership, and partner meetings to debrief the review findings, as well as to address other common questions and policy clarifications.

Finding 12-29: **Department of Human Services/Oregon Health Authority**
<u>Required Provider Screening Not Documented</u>
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) was written. This change request modified the provider subsystem to allow an enrollment specialist to document within the MMIS that the required screening checks had been successfully completed. This change request was completed and deployed the week of August 25, 2014. This change will apply to all new OHA enrolled and department MMIS enrolled providers after that date. It is anticipated that all providers in MMIS will be reviewed as part of the ACA revalidated by March 2016. In addition to MMIS, APD Provider Relations uses the eXPRS provider enrollment system to capture the required database checks for the ODDS providers enrolled through eXPRS. Finally, APD Provider Relations will also continue to maintain spreadsheets of the required database checks for the OrAccess enrollment system. APD Provider Relations conducts all of the required database checks for the APD provider populations upon enrollment and renewal, including EPLS aka SAM and documents this in the systems or spreadsheets if the system does not have the capability.

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:

Through the avenue of agenda items at Aging and People with Disabilities (APD) Supervisors Quarterly Meetings, APD Program Managers meeting, articles in the newsletter, "In the Loop," and a training module at the 2013 Regional meetings APD has worked to remind managers and staff of the policies and documentation required to support a provider's eligibility and forms that must be retained within the provider files. The APD offices have obtained the missing documentation for all of the providers listed except for one. The department is in the process of making adjustment to the federal claiming for those questioned costs. APD is also working to implement scanned files for field offices. The first step of this project will be on-line client files. After this is completed, APD is exploring the possibility of having provider files scanned and on-line as well.

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: Corrective action was taken.

Finding 12-33: **Department of Human Services/Oregon Health Authority**
<u>Medicaid Payments Not Sufficiently Supported</u>
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:

The missing Self-Sufficiency Program (SSP) case files were located subsequent to audit fieldwork that shows the SSP was in compliance with federal requirements. Aging and People with Disabilities (APD) will send reminders and provide an informational/training module on the importance of documenting private health insurance, as well as what needs to be retained in a client's case file and for how long.

Through the avenue of agenda items at APD Supervisors Quarterly Meetings, APD Program Managers meeting, articles in the newsletter, "In the Loop," and a training module at the 2013 Regional meetings, APD has worked to remind managers and staff of the policies and documentation required to support a client's eligibility and forms that must be retained within the client files. The APD offices have obtained the missing documentation and are working to have the improper payments billed back to clients. If necessary, the department will make adjustment to the federal claiming for those questioned costs. APD is also working to implement scanned client files for field offices so that all documentation will be readily available.

Finding 12-34**:** **Department of Human Services/Oregon Health Authority**
<u>Periodic Reviews of MMIS Edits are Needed</u>
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:

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. In user acceptance testing, additional issues were identified, so work continues on the permanent correction. It is anticipated the correct panel functionality will be restored as of January 31, 2015.

Finding 12-38: **Oregon Employment Department**
<u>Overpayments to Claimants</u>
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: Corrective action was taken.

SUMMARIES OF SIGNIFICANT AUDIT REPORTS ISSUED BY THE OREGON SECRETARY OF STATE AUDITS DIVISION

REPORT TITLE AND NUMBER: **Child Care in Oregon: Difficult to Afford; New Regulations May Improve Safety but Further Raise Costs; Report No. 2014-25**

REPORT DATE: December 2014

RESULTS IN BRIEF:

New federal rules to take effect next year will substantially increase Oregon's oversight of child care providers and could improve safety for children. However, the new rules risk reducing the number of regulated providers and raising costs in a state where child care is difficult to afford.

Oregon child care is relatively unaffordable

Oregon's median income is relatively low and child care costs are relatively high, posing major challenges for parents and regulators. The state also has a relatively high overall cost of living, making child care more difficult to afford.

Oregon's child care costs have increased in recent years while household income has decreased, particularly among single mothers. In 2012, the average annual cost of infant care in Oregon ranked 5th highest in the nation. In 2012, state median income in Oregon ranked in the bottom third for married couples and single mothers.

Although child care is expensive, the industry pays low wages. In 2013, the hourly average wage for child care workers in Oregon was $11.18. This rate exceeds the national average, but it falls below federal poverty guidelines for a family of four.

The need for child care is substantial. About 4,360 child care facilities offer 151,000 child care slots across the state—an estimated 165,000 children in Oregon need care.

In Oregon and elsewhere, families in urban areas tend to pay more than families in rural areas. State child care standards, including background check, inspections, education and training requirements, and maximum ratios of children to staff, can also increase child care costs.

Child care policies vary

No single solution can address child care affordability, but policy makers do have options to consider. Several states use child care subsidies and tax credits to help parents pay for child care. Oregon offers tax credits for child care but they are scheduled to expire at the end of 2015. Some states provide universal preschool, which may reduce child care costs for parents. Other countries offer extensive paid leave policies for new parents. In the U.S., only California, Rhode Island, and New Jersey offer paid leave.

Investing in child care is costly, but affordable child care also creates long term benefits. When parents can afford child care, they can participate in the workforce or enroll in postsecondary education, which can strengthen Oregon's economy. Affordable child care can also offer parents child care settings that improve school readiness.

New rules will raise oversight standards

Oregon's child care system features multiple agencies and a variety of providers, which makes for complex, uneven regulation.

Our audit found that new rules to strengthen safety standards in federally-funded care will fill many gaps in Oregon's oversight system. For many providers, the rules will require more comprehensive background checks, increase on-site monitoring, and require more information to be posted online for parents to reference.

Under the new rules, listed, unlicensed providers—those who accept payment for children receiving subsidy and are not required to be licensed in Oregon—will receive inspections. Currently, Oregon only inspects licensed child care facilities.

Oregon now only requires fingerprints in limited circumstances, primarily when individuals self-disclose recent out-of state-residency or out-of-state crime. The new rules will require more providers and others with access to children in care to pass background checks that include fingerprints. Fingerprinting sites throughout Oregon are limited.

Consequences of new requirements are difficult to predict

The costs of implementing the new requirements are largely unknown and state agencies have yet to determine how they will manage them. New regulations may prompt providers to raise their rates or stop providing care altogether, which would limit affordability and access.

While state agencies are planning to implement changes, they are not fully prepared to comply. Some change is needed to allow providers serving children receiving subsidy, also known as listed providers, to be inspected, but state agencies have not initiated the process. The availability of fingerprinting services for new background check requirements may not meet the increased demand among child care providers. The higher workload resulting from additional inspection requirements—up to a 71% increase—may exceed capacity of field offices across Oregon.

Like other states, Oregon also lacks data on the state's child care supply, which makes the impact of the new federal regulations hard to predict. For example, the state does not track providers that leave the oversight system or families that leave subsidized care.

At a time when child care is recognized as both an opportunity for early learning and as a means for parents to enter the workforce, Oregon must balance goals of safety, quality, and affordability to ensure that all children, and their parents, can succeed.

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REPORT TITLE AND NUMBER: **OR-Kids Financial System Problems; Report No. 2014-28**

REPORT DATE: December 2014

RESULTS IN BRIEF: The focus of this audit was to identify and evaluate OR-Kids computer controls and to assist our financial and federal compliance auditors in assessing risks associated with processing expenditures through the OR-Kids computer application. We did not evaluate the implementation of OR-Kids or its case management functions.

In addition to processing payments, OR-Kids supports dozens of child welfare program functions related to provider certification, adoption work, eligibility determinations and case management. In state fiscal year 2014, the system processed expenditures totaling about $208 million.

During our evaluation of the OR-Kids financial module, we identified several significant system issues and internal control weaknesses that the department should take steps to resolve:

- The OR-Kids financial module erroneously adjusted expenditure funding for previously processed transactions due to data conversion errors or system development weaknesses.
- Manual review and approval of payments is not always effective.
- Fixes were not made in a timely manner when financial errors occurred.
- Security needs improvement.

Between September 2011 and December 2013, expenditure funding errors totaled approximately $34.9 million. The Audits Division reported on the issue in the Federal Single Audit. The department returned approximately $23.3 million to the federal government and corrected approximately $9.5 million of the misstated General and Other Fund account balances. An estimated $2 million adjustment is still needed.

Department staff informed us that in June 2014 they had corrected underlying data errors, which should prevent most additional overcharges for federal funding. They stated that the system still allows adjustments beyond the two-year federal limit, but the department would continue making manual corrections in the accounting system.

Although management has taken some actions to address these issues, financial and federal compliance auditors will need to increase their work and testing to compensate for the weaknesses we identified.

About the Secretary of State Audits Division

The Oregon Constitution provides that the Secretary of State shall be, by virtue of her office, Auditor of Public Accounts. The Audits Division exists to carry out this duty. The division reports to the elected Secretary of State and is independent of other agencies within the Executive, Legislative, and Judicial branches of Oregon government. The division audits all state officers, agencies, boards, and commissions and oversees audits and financial reporting for local governments.

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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.

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