

STATE OF LOUISIANA



SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2007
STATE OF LOUISIANA

STEVE J. THERIOT, CPA
LEGISLATIVE AUDITOR

State of Louisiana

Single Audit Report
For the Year Ended June 30, 2007

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STATE OF LOUISIANA

Single Audit Report For the Year Ended June 30, 2007

The Auditor's Report on the State of Louisiana's Basic Financial Statements dated January 3, 2008, has been issued under separate cover.

Under the provisions of state law, this report is a public document. A copy of this report has been submitted to the Governor, to the Attorney General, and to other public officials as required by state law. A copy of this report has been made available for public inspection at the Baton Rouge and New Orleans offices of the Legislative Auditor. A copy of this report is also being submitted to the federal audit clearinghouse. The clearinghouse will retain an archival copy of the report and also distribute a copy of the report to each federal awarding agency that provided federal financial assistance to the State of Louisiana for which audit findings were disclosed in the schedules of findings and questioned costs or the summary schedule of prior federal audit findings. The report will be distributed to any pass-through entities that provided federal financial assistance to the state for which audit findings were disclosed in the schedules of findings and questioned costs or the summary schedule of prior federal audit findings. The report is also being transmitted to the Office of Inspector General of the United States Department of Health and Human Services, which is the cognizant federal agency for the Single Audit of the State of Louisiana.

June 30, 2008



LOUISIANA LEGISLATIVE AUDITOR
STEVE J. THERIOT, CPA

June 24, 2008

To the Governor, Members of the Legislature, and Taxpayers of Louisiana

The Legislative Auditor audits the activities of state departments, agencies, universities, and other organizational units to ensure accountability and to review compliance with certain laws and regulations relating to financial matters. The audit scope encompasses both state and federal funds. The State of Louisiana Single Audit Report, along with the state's *Comprehensive Annual Financial Report*, provides an overview of the financial operations of Louisiana state government for the fiscal year ended June 30, 2007.

The state's June 30, 2007, basic financial statements were issued on January 3, 2008. This year, we issued a qualified opinion on the statements because the financial statements of Louisiana Citizens Property Insurance Corporation, a discretely presented component unit, were not included as part of the State of Louisiana's basic financial statements.

The continuing recovery efforts of hurricanes Katrina and Rita triggered the receipt of new and increased federal funding with an enhanced level of public interest. These factors caused an increase in the amount of time it took to process the information necessary to conduct the statewide single audit. Once again our office found it necessary to request an extension for submitting the state's Single Audit Report. The federal cognizant agency for audit (U.S. Department of Health and Human Services) approved an extension from March 31, 2008, to June 30, 2008.

The 2007 Single Audit Report includes an audit report on the Schedule of Expenditures of Federal Awards, along with reports on compliance with laws and regulations and internal control over financial reporting and federal programs for the State of Louisiana. This year's report contains 66 matters that require the attention of state government. Of the reported findings, 28 are repeat findings from previous audits. Findings related to federal programs include total questioned costs of approximately \$2 million. The respective federal grantors will ultimately determine the resolution of the questioned costs. For fiscal year 2007, we were not able to obtain sufficient evidence to support an opinion on compliance with the applicable compliance requirements of the Community Development Block Grants/State's Program. In addition, we qualified our opinion on compliance with the subrecipient monitoring requirements applicable to the Homeland Security Cluster of Programs. These two programs provided significant federal funding to the state as a result of hurricanes Katrina and Rita.

The Executive Summary highlights issues that are major concerns. Material weaknesses were identified in the internal control over preparing complete and accurate annual fiscal reports for several entities as well as preparing the state's *Comprehensive Annual Financial Report*. Material weaknesses were identified relating to the monitoring requirements of the Community

To the Governor, Members of the Legislature, and Taxpayers of Louisiana

June 24, 2008

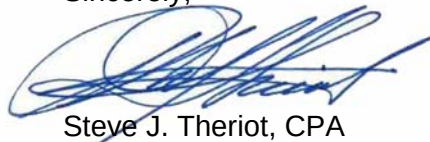
Page Two

Development Block Grants/State's Program, Homeland Security Cluster of Programs, and Workforce Investment Act Cluster of Programs. Another material weakness was identified in the state's Child Care program. As in previous years, findings that represent statewide issues were presented to the Commissioner of Administration. The statewide issues identified this year relate to the significant amount of unlocated movable property reported by state agencies and universities and the inaccurate preparation of annual financial reports at both the individual agency level and at the statewide level.

We are pleased with the attention that state entities have directed toward resolving issues we present in our Single Audit Report. As noted in the various charts in the Executive Summary, federal awards have significantly increased from the prior year, but there is not a significant increase in the number of findings reported. In addition, questioned costs have declined from \$115 million in the prior year to \$2 million in the current year. This reflects favorably on the state's ability to manage the responsibilities that accompany receiving new and increased federal funding.

Louisiana's governmental leadership faces many challenges as the rebuilding process continues from the devastation our state suffered as a result of hurricanes Katrina and Rita. Throughout this recovery period, we are committed to providing accurate, timely, and relevant information to the legislature and taxpayers of Louisiana to assist them in addressing the challenges facing our state.

Sincerely,



Steve J. Theriot, CPA
Legislative Auditor

SJT/dl

STATE OF LOUISIANA
SINGLE AUDIT REPORT
For the Fiscal Year Ended June 30, 2007

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Executive Summary

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

Introduction

The Single Audit Report for the fiscal year ended June 30, 2007, contains the Schedule of Expenditures of Federal Awards along with the auditor's report thereon. Also included are the auditor's reports on internal control and compliance and other matters related to the financial statements and internal control and compliance related to major federal award programs. These audit reports are supported by the schedules of findings and questioned costs in the accompanying report.

The Single Audit, as performed by the Legislative Auditor and other auditors, meets the requirements of the Single Audit Act as amended in 1996, and the associated U.S. Office of Management and Budget (OMB) Circular A-133.

The Single Audit includes various departments, agencies, universities, and other organizational units included in the *Comprehensive Annual Financial Report* of the State of Louisiana using the criteria established by Governmental Accounting Standards Board Statement 14, "The Financial Reporting Entity."

Findings and Questioned Costs

As a result of auditing Louisiana's basic financial statements and Schedule of Expenditures of Federal Awards, we noted certain deficiencies concerning internal control and compliance with laws and regulations. These deficiencies are presented in the schedules of findings and questioned costs as described in the Table of Contents of the accompanying report.

A total of 66 findings were reported within this year's Single Audit Report. This total includes 28 findings (42%) that were repeat findings from a prior audit.

The 2007 Single Audit Report discloses questioned costs of \$2,061,147, which are detailed within the findings that are presented in the Schedule of Federal Award Findings and Questioned Costs (Schedule C) of the accompanying report. The resolution of these questioned costs will be determined by the respective grantors.

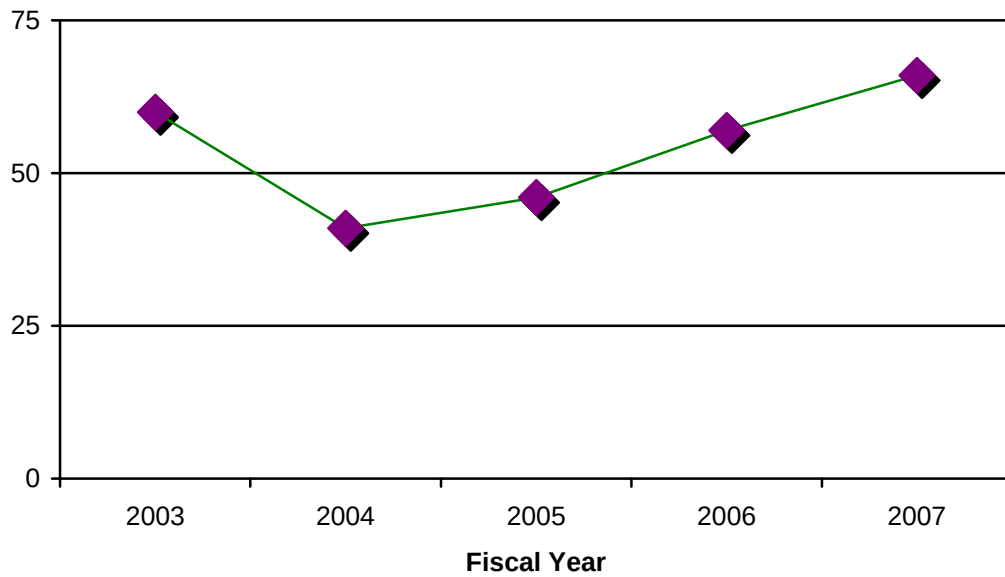
The following pages contain graphical descriptions of the trend of total findings over the past five years, the number of repeat findings as compared to new findings for this fiscal year, and the state's reported questioned costs over the past five years.

EXECUTIVE SUMMARY

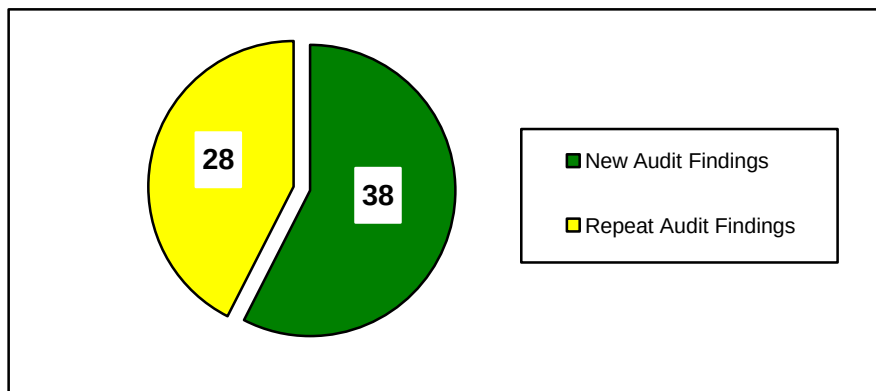
For the Fiscal Year Ended June 30, 2007

Trend of Findings Over the Past Five Years

Findings



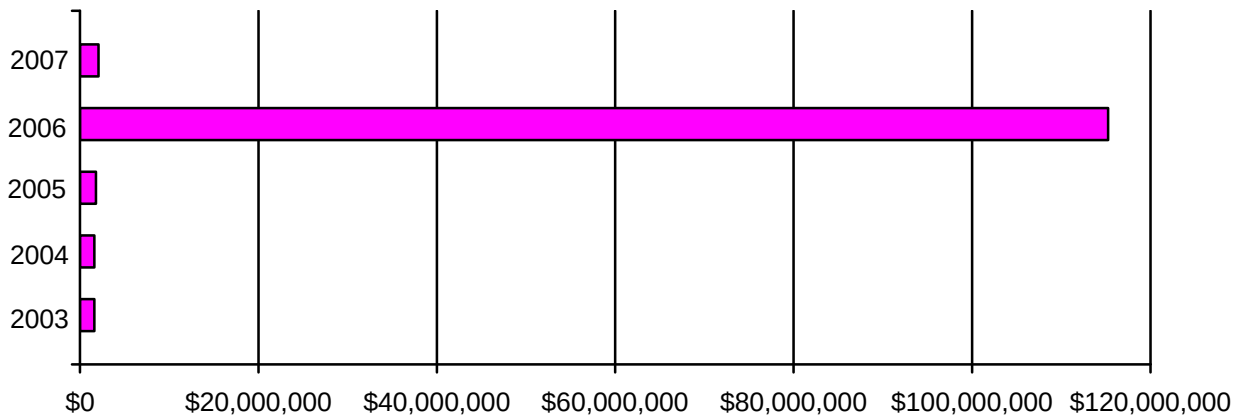
Fiscal Year 2007 Comparison of Repeat Findings to New Findings



EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

Trend of Questioned Costs Over the Past Five Years



Statewide Area of Concern

Three findings were reported in the 2007 Single Audit Report that warrant statewide concern and were reported as statewide findings. For a finding to be considered a statewide finding, it has one or more of the following characteristics:

1. It exists at numerous departments throughout the state.
2. It arises from current statewide policies that do not satisfactorily address the state's needs.
3. It could have a significant fiscal impact on either the state as a whole or on a segment of the state.

As a result of the 2007 Single Audit, the following statewide findings were considered to be material weaknesses in internal control over financial reporting:

Material Weaknesses in Internal Control

Financial Statement Findings

FS-07-SW-EXEC-1 - Inadequate Preparation of Annual Fiscal Reports

The State of Louisiana did not have adequate controls over its financial reporting process at certain state entities for the fiscal year ended June 30, 2007. As authorized by Louisiana Revised Statute 39:79, the commissioner of administration through the Division of Administration's Office of Statewide Reporting and Accounting Policy (OSRAP) prescribes the

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

content and format for preparation of Annual Fiscal Reports (AFRs) which are used to obtain financial information from state entities. The AFRs are submitted to and used by OSRAP in the compilation of the state's *Comprehensive Annual Financial Report (CAFR)*. State entities are required to attach a signed affidavit stating that the AFR presents fairly the financial information of the entity. Control deficiencies were identified in certain state entities relating to the preparation of AFRs submitted to OSRAP for the fiscal year ended June 30, 2007. See Schedule B, page 18.

FS-07-CAFR-1 - Inadequate Controls Over Financial Reporting

OSRAP's internal controls over the financial reporting process did not detect errors and omissions in certain components of the state's *CAFR* for the year ended June 30, 2007. To expedite the compilation of the state's *CAFR*, OSRAP submits the various *CAFR* components as they are completed to the Louisiana Legislative Auditor for audit. Errors and omissions in certain *CAFR* components submitted for audit were noted and required adjustment during the audit process. As evidenced by the errors and omissions that were not detected by OSRAP's review process of certain components of the state's *CAFR*, OSRAP's preparation and review process needs to be improved. As a result, misstatements from errors and omissions, either intentional or unintentional, may occur and remain undetected in the state's *CAFR* and its issuance may be delayed. See Schedule B, page 17.

Significant Deficiency in Internal Control

Financial Statement Finding

As a result of the 2007 Single Audit, the following statewide finding was considered to be a significant deficiency in internal control over financial reporting:

FS-07-SW-EXEC-2 - Unlocated Movable Property

For the third consecutive year, the State of Louisiana reported significant amounts of unlocated movable property to the Louisiana Property Assistance Agency on annual inventory certifications for eight universities, five state agencies, two state hospitals, one community college, and the technical college system. The finding reports unlocated movable property of over \$28 million, with computer equipment comprising almost one-half (\$13.5 million). In addition, property totaling \$4.4 million was permanently deleted during fiscal year 2007 because the items remained unlocated for over three years. Because of the nature of the services provided by the state, the risk exists that sensitive information could be improperly recovered from the missing computers and/or computer-related equipment. See Schedule B, page 34.

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

Opinions on Compliance With Compliance Requirements Applicable to Major Federal Programs

As a result of the 2007 Single Audit, auditors were unable to obtain sufficient documentation supporting the compliance of the State of Louisiana with the compliance requirements of the Community Development Block Grants/State's Program, nor were they able to satisfy themselves as to the State of Louisiana's compliance with those requirements by other auditing procedures. Based on the results of the audit, we are disclaiming an opinion on the state's compliance with the compliance requirements applicable to the Community Development Block Grants/State's Program (CFDA 14.228). The findings related to the disclaimer are reported in Schedule C, pages 64-68.

As a result of the 2007 Single Audit, we are rendering a qualified opinion on the Homeland Security Cluster (CFDA 97.004 and 97.067), a major federal program. Auditors determined that the state did not comply with the subrecipient monitoring requirements of the program. Auditors of two state agencies reported findings related to subrecipient monitoring. The findings related to the qualified opinion are reported in Schedule C, pages 118-120.

An unqualified opinion was issued on all other major programs as a result of the 2007 Single Audit. See Schedule A, page 11.

Material Weaknesses in Internal Control Federal Award Findings

As a result of the 2007 Single Audit, six findings were considered to be material weaknesses in internal control over compliance with federal program requirements.

<i>F-07-HUD-DED-1 - Inadequate Subrecipient Monitoring</i>

The Department of Economic Development (DED) did not perform adequate monitoring reviews of its subrecipients of the Business Recovery Grant and Loan Program, a sub-program of the Community Development Block Grant Program (CFDA 14.228). The Performance Audit Division of the Louisiana Legislative Auditor's Office issued a report on the Business Recovery Grant and Loan Program in October 2007. The audit found that the department did not monitor its intermediaries (subrecipients) as required by an agreement with the Louisiana Office of Community Development (OCD). In addition, the department did not conduct any reviews of the grant application files. As a result, the performance audit found that of 68 files tested, 53 (78%) did not have proper documentation of eligibility, 7 (10%) showed that the applicants were ineligible, and 11 (16%) were awarded incorrect grant amounts. Adequate monitoring procedures should have detected these errors before the disbursement of funds. As a result of

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

the conditions described, we were not able to make a reasonable estimate of questioned costs related to the Business Recovery Grant and Loan Program. See Schedule C, page 64.

***F-07-HUD-EXEC-OCD-1 - Inadequate Controls Over the Road Home
Homeowner Assistance Program***

OCD was not able to implement adequate controls over the administration of the Road Home Homeowner Assistance Program of the Community Development Block Grants/State's Program (CFDA 14.228) for fiscal year ended June 30, 2007. OCD was pressed to make payments to disaster victims as quickly as possible because the State of Louisiana made a decision to accept additional risks associated with expedited payments with the understanding that any ineligible or unallowable payments would be detected and corrected in the post-close review process. This decision was beyond the control of OCD and inherently caused challenges to the timely planning, design, and implementation of adequate monitoring procedures. The expedited payment process did not ensure that the program regulations, approved action plans, and the federal compliance requirements applicable to the program were followed by the contracted program manager (ICF) in accordance with state law and OMB Circular A-133. In addition, OCD advanced \$750,000 of CDBG funds to the Road Home Corporation (Louisiana Land Trust), a subrecipient, without a valid subrecipient agreement in place. As a result of the conditions described, we were not able to make a reasonable estimate of questioned costs related to the Road Home Homeowner Assistance Program. See Schedule C, page 65.

***F-07-DHS-GOHSEP-5 - Noncompliance With Subrecipient Monitoring Requirements
Over the Homeland Security Cluster Programs***

The Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) did not comply with federal subrecipient monitoring requirements for the Homeland Security Cluster grant programs (CFDA 97.004 and 97.067). Although GOHSEP provided the subrecipient monitoring compliance requirements to subrecipients through the award letter, management did not conduct or document any further subrecipient monitoring activities. GOHSEP did not ensure that "during-the-award" monitoring was conducted, that subrecipients obtained the required single audits, and that corrective action was taken by the subrecipient on audit findings. According to GOHSEP, the agency signed an interagency agreement for the Department of Public Safety and Corrections - Public Safety Services, Office of State Police (LSP) to conduct the monitoring during fiscal year 2007 for the Homeland Security Cluster grant programs. According to a finding written during the LSP audit, LSP did not conduct any subrecipient monitoring over the Homeland Security Grant Program. GOHSEP did not review the activity of LSP under the agreement and conduct adequate program monitoring when LSP did not. As the grant administrator, GOHSEP is ultimately responsible for compliance with the subrecipient monitoring requirements. No costs were questioned by the auditor as a result of this finding. See Schedule C, page 118.

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

F-07-DHS-DPS-2 - Inadequate Subrecipient Monitoring

The Department of Public Safety and Corrections - Public Safety Services did not adequately monitor subrecipients of the Homeland Security Grant Program (CFDA 97.067), a program within the Homeland Security Cluster, for compliance with federal laws and regulations. In fiscal year ended June 30, 2007, the department failed to complete site visits to the 121 local and state jurisdictions that received funds from the Homeland Security Cluster. Failure to monitor subrecipients increases the risk of noncompliance with federal laws and regulations applicable to the Homeland Security Cluster and increases the risk that funds may not be expended in accordance with program requirements. No costs were questioned by the auditor as a result of this finding. See Schedule C, page 120.

F-07-USDOL-LABR-1 - Inadequate Subrecipient Monitoring for Workforce Investment Act Cluster

For the fourth consecutive year, the Department of Labor (DOL) did not adequately monitor all subrecipients of the Workforce Investment Act (WIA) Dislocated Worker Program (CFDA 17.260) for compliance with federal laws and regulations. In fiscal year 2007, DOL received \$31.7 million from the National Emergency Grant (NEG), a program within the WIA Dislocated Worker Program that provided funding for temporary disaster-related jobs and training for dislocated workers after hurricanes Katrina and Rita. Of the \$31.7 million grant, \$30,166,300 was sent to subrecipients who were not monitored. DOL has developed a subrecipient monitoring log to track monitoring reviews to ensure they are performed annually and a subrecipient monitoring guide to be used by staff performing the reviews. However, the auditor's review of the monitoring log for 18 NEG subrecipients that required monitoring reviews during fiscal year 2007 disclosed that all subrecipients were not monitored at least annually. As of October 1, 2007, 16 subrecipients had not been monitored from 16 to 22 months after their prior reviews were completed, and monitoring reviews had not been started for two subrecipients located in Hurricane Katrina and Hurricane Rita affected areas. As a result of the conditions described, we were not able to make a reasonable estimate of questioned costs related to the WIA Dislocated Worker Program. See Schedule C, page 70.

F-07-HHS -DSS-5 - Child Care Cluster: Noncompliance With Program Requirements

For the third consecutive year, the Department of Social Services (DSS) did not comply with certain federal and state requirements for administering the federal child care cluster. DSS procedures for validating provider reimbursement requests are deficient as the children's attendance is not verified to supporting documentation (attendance logs). In addition, providers continue to violate the child care provider agreements by maintaining inaccurate or incomplete attendance records or no attendance records. Over 5,300 providers receive reimbursements

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007

totaling in excess of \$96,900,000. Considering the large exception rate for attendance logs, the risk exists that significant amounts may not be adequately supported, which increases the risk of error, fraud, and/or abuse. In addition, controls established for verification of immunization and eligibility were not followed. Costs questioned by the auditor total \$84,781. See Schedule C, page 102.

Expenditures of Federal Awards

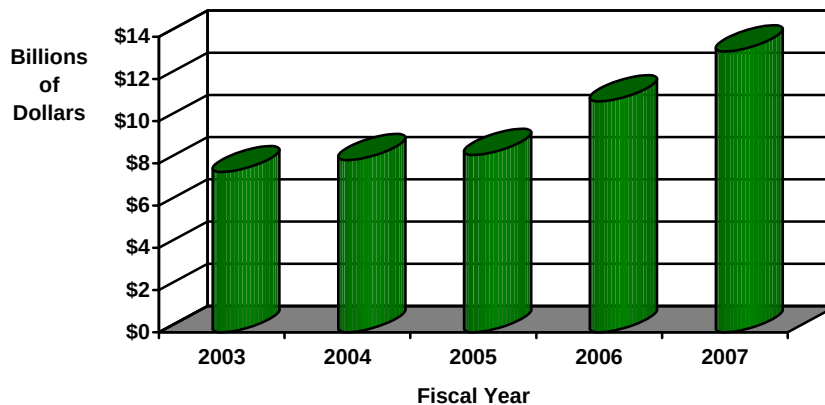
In addition to auditing the state's financial statements, we examined expenditures of major federal award programs administered by the State of Louisiana reporting entity. For fiscal year ended June 30, 2007, the State of Louisiana reported over \$15.7 billion in monetary and non-monetary activity (including loan programs) for the federal award programs administered by the state.

Major federal award programs within the State of Louisiana were identified on a statewide basis in accordance with the criteria established by OMB Circular A-133 and the Single Audit Act as amended in 1996. Major federal award programs for the year ended June 30, 2007, as defined by the criteria mentioned above, accounted for approximately 95% of the state's expenditures (activity) of federal award programs for the year ended June 30, 2007.

The following graphs illustrate total expenditures of federal awards disbursed by the state. Illustrations include the trend of expenditures (excluding loan programs) over the past five years, total major versus other programs, major versus other programs by federal agency, and the percentage of total federal awards by federal agency.

Trend of Expenditures of Federal Awards Over the Past Five Years

Fiscal Year 2007 Total Expenditures of Federal Awards
(Appendix A)
\$13,314,538,942
(excluding loan programs)

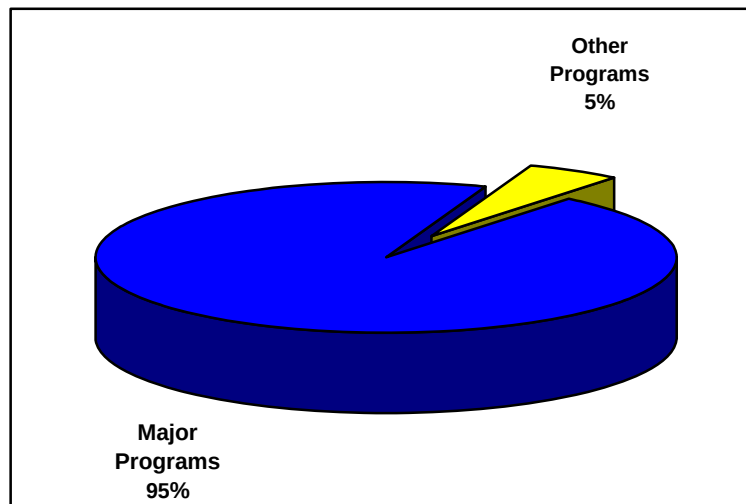


Fiscal Year 2007
Activity of Major vs. Other Programs
\$15,779,531,564

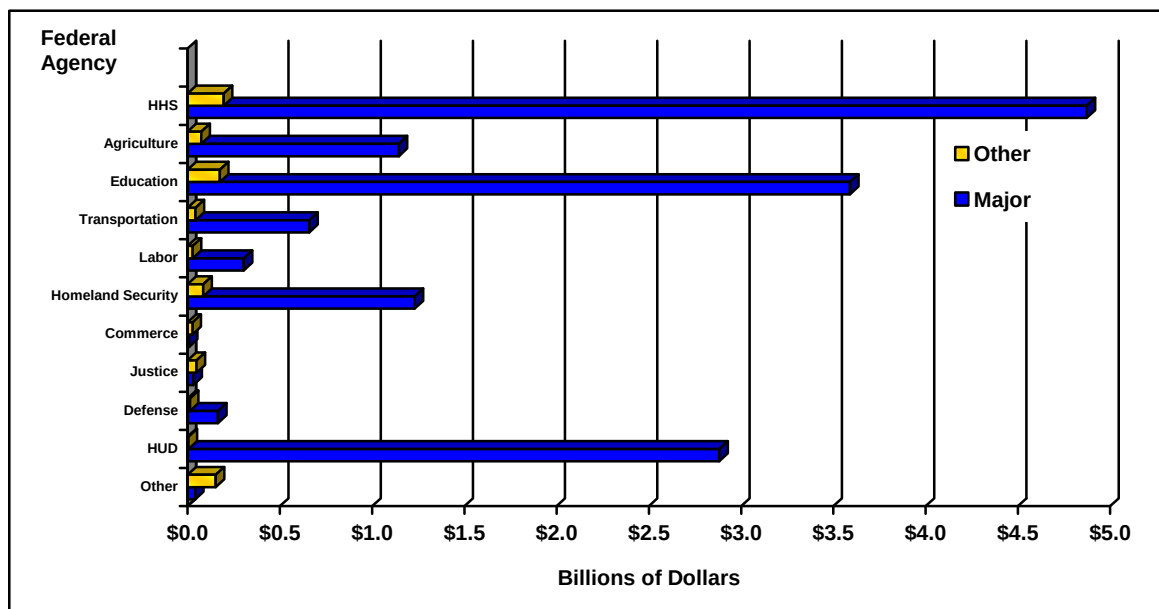
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For the Fiscal Year Ended June 30, 2007

(including loan programs)



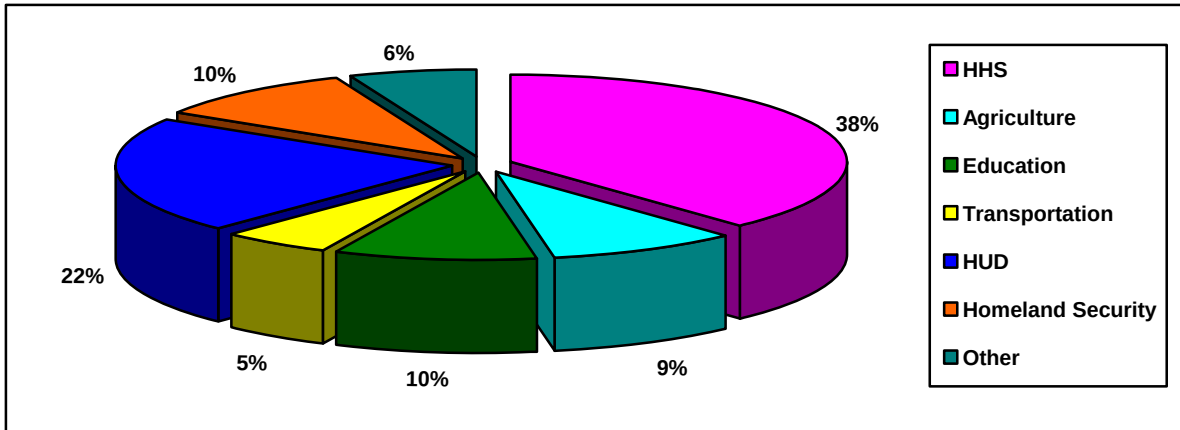
Fiscal Year 2007
Activity of Major vs. Other Programs
by Federal Agency
\$15,779,531,564
(including loan programs)



Percentage of Total Expenditures of Federal Awards
by Federal Agency
(including loan programs)

EXECUTIVE SUMMARY

For the Fiscal Year Ended June 30, 2007



Audit Reports



LOUISIANA LEGISLATIVE AUDITOR
STEVE J. THERIOT, CPA

January 3, 2008

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*

**HONORABLE BOBBY JINDAL, GOVERNOR
HONORABLE JOEL T. CHAISSON II, PRESIDENT, AND
MEMBERS OF THE SENATE
HONORABLE JIM TUCKER, SPEAKER, AND
MEMBERS OF THE HOUSE OF REPRESENTATIVES
STATE OF LOUISIANA
Baton Rouge, Louisiana**

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 Louisiana, as of and for the year ended June 30, 2007, which collectively comprise the state's basic financial statements and have issued our report thereon dated January 3, 2008. The opinion related to aggregate discretely presented component units was qualified because management did not include the Louisiana Citizens Property Insurance Corporation, a component unit of the State of Louisiana, as part of the State of Louisiana's basic financial statements. Our report was also modified to include a reference to other auditors; an emphasis of a matter regarding the impact of hurricanes Katrina and Rita; and an explanatory paragraph for the implementation of new accounting standards. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Other auditors audited the financial statements of certain pension trust funds, enterprise funds, and component units of government as described in our report on the basic financial statements of the State of Louisiana. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the LSU Foundation and the Pennington Medical Foundation, both component units of the Louisiana State University System (major component unit); the University Facilities, Inc., the University of Louisiana Monroe Facilities, Inc., NSU Facilities Corporation, and the Black and Gold Facilities, Inc., all component units of the University of Louisiana System (major component unit); and the Southern University System Foundation, a component unit of the Southern University System (major component unit), which were audited by other auditors, were audited in accordance with auditing standards generally accepted in the United States of America, but not in accordance with *Government Auditing Standards*.

LEGISLATIVE AUDITOR

**HONORABLE BOBBY JINDAL, GOVERNOR
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STATE OF LOUISIANA**

January 3, 2008

Page Two

As discussed in our audit report on the financial statements issued January 3, 2008, under separate cover, the State of Louisiana suffered considerable damage from two major hurricanes, Katrina and Rita, during August and September of 2005, resulting in the President of the United States declaring Louisiana a major disaster area. Because of the severity of these two separate events and the resulting losses sustained, it is unknown exactly what economic impact recovery will have on state and local governments in Louisiana. Although federal agencies have provided an increased amount of funding to address the recovery efforts, the long-term effects of these events cannot be determined at this time.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State of Louisiana's internal control over financial reporting as a basis for designing our auditing procedures 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 Louisiana's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the State of Louisiana's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. Of the items described in Schedule B of the accompanying schedules of findings and questioned costs, we consider items FS-07-EDUC-2 (page 15), FS-07-EXEC-1 (page 16), FS-07-CAFR-1 (page 17), FS-07-SW-EXEC-1 (page 18), FS-07-SW-EXEC-2 (page 34), FS-07-GOHSEP-1 (page 36), FS-07-GOHSEP-2 (page 37), FS-07-DPS-1 (page 40), FS-07-ORM-1 (page 40), and FS-07-DSS-1 (page 41) to be significant deficiencies in internal control over financial reporting.

LEGISLATIVE AUDITOR

HONORABLE BOBBY JINDAL, GOVERNOR
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STATE OF LOUISIANA

January 3, 2008

Page Three

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described previously, we consider items FS-07-CAFR-1 (page 17) and FS-07-SW-EXEC-1 (page 18) to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Louisiana's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in Schedule B (pages 15 through 42) and Schedule C (pages 51 through 120) of the accompanying schedules of findings and questioned costs.

We also noted certain matters which we have reported in separate letters to management of the State of Louisiana that are not required to be reported herein under *Government Auditing Standards*.

In connection with our audit, we reviewed prior audit findings on internal control over financial reporting, compliance, and other matters to determine whether management had implemented appropriate action to correct the conditions giving rise to those findings. The results of our review indicate that management had not taken appropriate corrective action for the matters described in the Schedule of Unresolved Prior Audit Findings (Schedule D, pages 125-126), which have been addressed in our current report.

The State of Louisiana's responses to the findings identified in our audit are included in Management's Corrective Action Plans and Responses to the Findings and Recommendations (Appendix B) as listed in the table of contents. We did not audit the State of Louisiana's responses, and, accordingly, we express no opinion on them.

LEGISLATIVE AUDITOR

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January 3, 2008

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This report is intended solely for the information and use of management, the Governor and certain other statewide elected officials of the State of Louisiana and their appointees, others within the entity, the Division of Administration, the Louisiana Legislature, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,



Steve J. Theriot, CPA
Legislative Auditor

MVG:THC:dl

AUDIT REPORTS



LOUISIANA LEGISLATIVE AUDITOR
STEVE J. THERIOT, CPA

**June 24, 2008, except for the
Schedule of Expenditures of Federal Awards,
dated January 3, 2008**

**Report on Compliance With Requirements Applicable to Each
Major Program and on Internal Control Over Compliance in
Accordance With OMB Circular A-133**

**HONORABLE BOBBY JINDAL, GOVERNOR
HONORABLE JOEL T. CHAISSON II, PRESIDENT, AND
MEMBERS OF THE SENATE
HONORABLE JIM TUCKER, SPEAKER, AND
MEMBERS OF THE HOUSE OF REPRESENTATIVES
STATE OF LOUISIANA
Baton Rouge, Louisiana**

Compliance

We have audited the compliance of the State of Louisiana with the types of compliance requirements described in the Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. The State of Louisiana's major federal programs are identified in the Summary of Auditor's Results section (Schedule A, page 11) of the accompanying schedules of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Governor and other statewide elected officials of the State of Louisiana and their appointees (management). Our responsibility is to express an opinion on the State of Louisiana's compliance based on our audit. We did not audit compliance with those requirements by Grambling State University and the Southern University System. Compliance with the requirements by those universities was tested by other auditors whose reports have been furnished to us. Our report, insofar as it relates to compliance with the requirements referred to previously by Grambling State University and the Southern University System, is based solely upon the reports of the other auditors.

The State of Louisiana's basic financial statements include the operations of certain entities that were audited by other external auditors as described in note P of Appendix A (page A-161). During the year ended June 30, 2007, seven of these entities expended a total of \$151,354,585 in federal awards, which is not included in the accompanying Schedule of Expenditures of Federal Awards. Our audit, described in the following paragraph, did not include the operations of these seven entities because these component units engaged other auditors to perform an audit in accordance with OMB Circular A-133.

LEGISLATIVE AUDITOR

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STATE OF LOUISIANA

June 24, 2008, except for the Schedule of
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Page Two

Except as discussed in the following paragraphs, 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 previously 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 Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the State of Louisiana's compliance with those requirements.

As described in items F-07-HUD-DED-1 (page 64) and F-07-HUD-EXEC-OCD-1 (page 65) of the accompanying schedule of findings and questioned costs, we were unable to obtain sufficient documentation supporting the compliance of the State of Louisiana with the compliance requirements of the Community Development Block Grants/State's Program, nor were we able to satisfy ourselves as to the State of Louisiana's compliance with those requirements by other auditing procedures.

As described in items F-07-DHS-GOHSEP-5 (page 118) and F-07-DHS-DPS-2 (page 120) of the accompanying schedule of findings and questioned costs, the State of Louisiana did not comply with requirements regarding subrecipient monitoring that are applicable to its Homeland Security Cluster of Programs. Compliance with such requirement is necessary, in our opinion, for the State of Louisiana to comply with requirements applicable to that program.

As identified previously, because the State of Louisiana could not provide sufficient documentation, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion of the State of Louisiana's compliance with Community Development Block Grants/State's Program requirements for the year ended June 30, 2007. Also, in our opinion, based on our audit and the reports of the other auditors, except for the noncompliance described in the preceding paragraphs, the State of Louisiana complied, in all material respects, with the requirements referred to previously that are applicable to each of its other major federal programs for the year ended June 30, 2007. The results of our auditing procedures and the reports of the other auditors also disclosed other instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in Schedule C (pages 51 through 120) of the accompanying schedules of findings and questioned costs.

LEGISLATIVE AUDITOR

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STATE OF LOUISIANA**

June 24, 2008, except for the Schedule of
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January 3, 2008
Page Three

Internal Control Over Compliance

The Governor and other statewide elected officials of the State of Louisiana and their appointees (management) are responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of Louisiana's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Louisiana's internal control over compliance. We did not consider the internal control over compliance with the requirements of the federal award programs administered by Grambling State University and the Southern University System. The internal control over federal program requirements for these universities was considered by other auditors whose reports have been furnished to us. Our report, insofar as it relates to the internal control used in administering federal award programs of these universities, is based solely upon the reports of the other auditors.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the State of Louisiana's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in Schedule C (pages 51 through 120) of the accompanying schedules of findings and questioned costs to be significant deficiencies.

LEGISLATIVE AUDITOR

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STATE OF LOUISIANA**

June 24, 2008, except for the Schedule of
Expenditures of Federal Awards, dated
January 3, 2008
Page Four

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider items F-07-HUD-DED-1 (page 64), F-07-HUD-EXEC-OCD-1 (page 65), F-07-USDOL-LABR-1 (page 70), F-07-HHS-DSS-5 (page 102), F-07-DHS-GOHSEP-5 (page 118), and F-07-DHS-DPS-2 (page 120) to be material weaknesses.

Schedule of Expenditures of Federal Awards

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 Louisiana as of and for the year ended June 30, 2007, and have issued our report thereon dated January 3, 2008.

Certain portions of the Schedule of Expenditures of Federal Awards (Appendix A) accompanying this report were not audited by us but were audited by other auditors whose audit reports have been furnished to us, including federal award programs administered by Grambling State University and the Southern University System. The federal award programs for these universities reflect total activity and the federal government's risk in their outstanding loan balances of \$192,992,741, which comprise approximately 1.22% of total activity and the federal government's risk in outstanding loan balances for the state as of and for the year ended June 30, 2006. Our assurance, insofar as it relates to the amounts included for Grambling State University and the Southern University System, is based solely upon the reports of the other auditors.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the State of Louisiana's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards (Appendix A) 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 has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of the other auditors, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

LEGISLATIVE AUDITOR

**HONORABLE BOBBY JINDAL, GOVERNOR
HONORABLE JOEL T. CHAISSON II, PRESIDENT, AND
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STATE OF LOUISIANA**

June 24, 2008, except for the Schedule of
Expenditures of Federal Awards, dated
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As discussed in our audit report on the financial statements issued January 3, 2008, under separate cover, the State of Louisiana suffered considerable damage from two major hurricanes, Katrina and Rita, during August and September of 2005, resulting in the President of the United States declaring Louisiana a major disaster area. Because of the severity of these two separate events and the resulting losses sustained, it is unknown exactly what economic impact recovery will have on state and local governments in Louisiana. Although federal agencies have provided an increased amount of funding to address the recovery efforts, the long-term effects of these events cannot be determined at this time.

The State of Louisiana's responses to the findings identified in our audit are included in Management's Corrective Action Plans and Responses to the Findings and Recommendations (Appendix B) as listed in the table of contents. We did not audit the State of Louisiana's responses, and, accordingly, we express no opinion on them.

In connection with our audit, we reviewed prior audit findings on compliance and internal control over compliance to determine whether management had implemented appropriate action to correct the conditions giving rise to those findings. The results of our review indicate that management had not taken appropriate corrective action for the matters described in the Schedule of Unresolved Prior Audit Findings (Schedule D, pages 125-126), which have been addressed in our current report.

This report is intended solely for the information and use of management, the Governor and certain other statewide elected officials of the State of Louisiana and their appointees, others within the entity, the Division of Administration, the Louisiana Legislature, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,



Steve J. Theriot, CPA
Legislative Auditor

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AUDIT REPORTS

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Schedule A

Summary of Auditor's Results
For the Year Ended June 30, 2007

**STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Summary of Auditor's Results
For the Year Ended June 30, 2007

Financial Statements

Type of auditor's report issued: Qualified for Aggregate Discretely
Presented Component Units
Unqualified for all other opinion units

Internal control over financial reporting:
Material weakness(es) identified? X yes no
Significant deficiency(ies) identified that are not
considered to be material weaknesses? X yes none reported
Noncompliance material to financial statements noted? yes X no

Federal Awards

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

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

Unqualified for all major programs except for Community Development Block Grants/
State's Program (CFDA 14.228) which was a disclaimer and Homeland Security
Cluster (CFDA 97.004 and 97.067) which was qualified

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

(Continued)

STATE OF LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Summary of Auditor's Results

Federal Awards (Cont.)

Identification of major programs:

CFDA Number - Name of Federal Program or Cluster

10.557 - Special Supplemental Nutrition Program for Women, Infants, and Children

10.558 - Child and Adult Care Food Program

Food Stamp Cluster

Child Nutrition Cluster

12.400 - Military Construction, National Guard

12.401 - National Guard Military Operations and Maintenance (O&M) Projects

14.228 - Community Development Block Grants/State's Program

16.738 - Edward Byrne Memorial Justice Assistance Grant Program

17.225 - Unemployment Insurance

WIA Cluster

Highway Planning and Construction Cluster

84.010 - Title I Grants to Local Educational Agencies

84.032 - Federal Family Education Loans

84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States

84.367 - Improving Teacher Quality State Grants

84.938 - Hurricane Education Recovery

Special Education Cluster

93.558 - Temporary Assistance for Needy Families

93.563 - Child Support Enforcement

93.658 - Foster Care - Title IV-E

93.667 - Social Services Block Grant

93.767 - State Children's Insurance Program

93.779 - Centers for Medicare and Medicaid Services (CMS) Research,
Demonstrations and Evaluations

93.959 - Block Grants for Prevention and Treatment of Substance Abuse

Aging Cluster

CCDF (Child Care) Cluster

Medicaid Cluster

Student Financial Assistance Cluster

97.036 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Homeland Security 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 X no

(Concluded)

Schedule B

Financial Statement Findings
For the Year Ended June 30, 2007

**STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Financial Statement Findings

Page No.

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STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

EDUCATION, DEPARTMENT OF

**FS-07-EDUC-1 - Failure to Insure Warehouse Contents -
Recovery School District**

The Recovery School District (RSD) of the Department of Education failed to properly insure warehouse contents. Responsibility for insuring State of Louisiana assets is given to the Office of Risk Management (ORM) by Louisiana Revised Statute (R.S.) 39:1527 et seq. R.S. 39:1544 requires each state department and agency to submit to the ORM all information relating to insurance needs. RSD did not provide a timely valuation of warehouse contents to ORM so that these assets could be insured.

RSD began moving school equipment and supplies into a leased warehouse on February 6, 2007. On August 6, 2007, RSD notified ORM that as of June 30, 2007, the contents were valued at approximately \$5 million. ORM could not provide insurance on this equipment and supplies for six months because RSD failed to provide a valuation of the warehouse contents. The delay occurred because RSD did not implement a warehouse inventory system that would identify the value of each item in the warehouse. Failure to insure warehouse contents could result in an uninsured loss of state property and in possible business interruption.

RSD should make provisions for a timely and accurate inventory valuation system for all warehouse contents and should update ORM on the value of these contents when significant changes occur. Management concurred with the finding and outlined corrective action (B-14).

**FS-07-EDUC-2 - Inadequate Oversight of School Activity
Accounts - Recovery School District**

RSD failed to provide adequate oversight of school activity accounts. R.S. 17:414.3 requires principals of every public elementary and secondary school to maintain a school activity account for the management of any money that accrues to benefit a school. The monies shall be deposited in a single bank account, preferably interest-bearing, on which checks may be drawn. No monies shall be drawn on the school fund account unless the request for withdrawal of funds carries two signatures, one of which shall always be the principal's. The RSD's *School Fund Policy Manual* requires principals to submit a monthly financial report to the RSD business office by the 15th day of each month. Reports must be in the required format and must include a copy of the current month's bank statement and bank reconciliation. Sound business practices require RSD to exercise oversight over the monthly financial reports submitted by principals and to develop a plan for reviewing detailed records on file at schools.

RSD did not adequately monitor the monthly financial reports submitted by principals. Files of the monthly reports were unorganized and inconsistent. There was no record of which principals had failed to submit the required monthly financial reports. There was no follow-up to verify that certain schools had accounts that were not interest-bearing. There was no evidence of a review of account withdrawals made without the required two signatures. In addition, no

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

internal audit plan was developed for reviewing detailed documentation of school fund transactions on file at schools. At fiscal year-end, RSD management reported that it was still training new school accountants and had not started requiring schools to comply with certain policies. Failure to adequately monitor school activity accounts may result in fraud or misappropriation of these funds.

RSD management should develop and implement a plan for oversight of school activity accounts to ensure that state law and department policies are followed consistently. Management concurred with the finding and outlined a corrective action plan (B-26).

EXECUTIVE DEPARTMENT

FS-07-EXEC-1 - Ineffective Internal Audit Function

For the sixteenth consecutive year, the Executive Department does not have an effective internal audit function to examine, evaluate, and report on its internal controls, including information systems, and to evaluate compliance with the policies and procedures that are necessary to maintain adequate controls. Act 17 of the 2006 Regular Session of the Louisiana Legislature requires agencies with budgets in excess of \$30 million to use its existing table of organization to establish an internal auditor position. The Division of Administration has funded the internal audit function and has hired two auditors for this department. Since they were hired, the auditors' duties have been limited to assisting the Office of Community Development's Disaster Recovery Unit by serving in an advisory capacity. They have not prepared an audit plan or performed a risk assessment nor have they issued any internal audit reports.

Considering the size of the department's reported assets (\$1,023,574,868) and revenues (\$3,853,765,990), an effective internal audit function is important to ensure the department's assets are safeguarded and the department's policies and procedures are uniformly applied.

The Executive Department should ensure that the scope of the internal audit function is not limited and should take the necessary steps to ensure that the internal audit function is operating in an effective manner to provide assurance that assets are safeguarded and that management's policies and procedures are applied in accordance with management's intentions. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-35).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

**EXECUTIVE DEPARTMENT - OFFICE OF STATEWIDE REPORTING
AND ACCOUNTING POLICY**

FS-07-CAFR-1 - Inadequate Controls Over Financial Reporting

The Division of Administration, Office of Statewide Reporting and Accounting Policy's (OSRAP) internal controls over the financial reporting process did not detect errors and omissions in certain components of the state's *Comprehensive Annual Fiscal Report (CAFR)* for the year ended June 30, 2007. To expedite the compilation of the state's *CAFR*, OSRAP submits the various *CAFR* components as they are completed to the Louisiana Legislative Auditor (LLA) for audit. Good internal controls over financial reporting include an effective review process to ensure that these components are accurately prepared before submission for audit. However, we noted the following errors and omissions in certain *CAFR* components submitted to us for audit which required adjustment during the audit process:

- The deferred revenue amount and corresponding accounts receivable amount as they related to the General Fund were understated by \$63,503,000 as a result of OSRAP's failure to consider the Governor's Office on Homeland Security and Emergency Preparedness deferred revenue in its calculation.
- Expenditures and the corresponding accounts payable amount as they related to the General Fund were overstated twice by \$24,253,455 as a result of OSRAP's inclusion of certain unrecorded payables for the Department of Education.
- Revenues and the corresponding receivable amount as they related to the General Fund were understated by \$21,559,870 as a result of OSRAP's failure to include fiscal year 2007 net escheat revenues that were initially recorded in the state's Integrated Statewide Information System (ISIS) as fiscal year 2008 activity. A correction was made in ISIS during the 14th period to transfer the revenues to fiscal year 2007. However, OSRAP failed to consider this reversal in its General Fund work. A similar understatement occurred in fiscal year 2006 for the same reason.
- The deferred revenue amount and corresponding accounts receivable amount as they related to the Bond Security and Redemption Fund were overstated by \$15,898,116 as a result of OSRAP's inclusion of the modified accrual amount rather than the full accrual amount for the Department of Public Safety. OSRAP's method had been discussed with the department in the prior year. However, no corrections were made for the current year calculation.
- The ending balance for land and corresponding expenses were understated by \$69,988,332 because OSRAP omitted right-of-way additions in its calculation.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Financial Statement Findings (Continued)

- The reconciliation between the amounts for deposits and investments per the financial statements and note 2 (Deposits and Investments) was understated by \$18,751,000 as a result of OSRAP including items that were not reconciling items, not including the correct amount of the reconciling item, or presenting the reconciling item as the reverse of what it should be.
- Total investments for General Government were overstated by \$2,300,000,000 in Section C of note 2 because of duplicating amounts in the STO roll-up and the miscellaneous governmental funds roll-up. Both roll-ups are used in the calculation of total investments.
- Certain disclosures in note 2 related to securities lending for the retirement systems were inaccurate because OSRAP used the language from the prior year disclosure rather than revising the language to reflect the current year circumstances.
- Differences between the financial statement and note amounts in the CPA reports for the retirement systems were not addressed by OSRAP. As a result, investments were misclassified in note 2.

As evidenced by the errors and omissions that were not detected by OSRAP's review process of certain components of the state's *CAFR*, OSRAP's preparation and review process needs to be improved. As a result, misstatements from errors and omissions, either intentional or unintentional, may occur and remain undetected in the state's *CAFR* and its issuance may be delayed.

OSRAP's management should ensure that the various components of the state's *CAFR* are properly prepared and should review the financial information and note disclosures in the *CAFR* to identify and correct errors before submitting the *CAFR* components to the LLA for audit. See management's response at B-50.

EXECUTIVE DEPARTMENT - STATEWIDE

FS-07-SW-EXEC-1 - Inadequate Preparation of Annual Fiscal Reports

The State of Louisiana did not have adequate controls over its financial reporting process at certain state entities for the fiscal year ended June 30, 2007. As authorized by R.S. 39:79, the commissioner of administration through the Division of Administration's OSRAP prescribes the content and format for preparation of Annual Fiscal Reports (AFRs) which are used to obtain financial information from state entities for OSRAP's compilation of the state's *CAFR*. State entities are required to attach a signed affidavit stating that the AFR presents fairly the financial information of the entity.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Good internal control over financial reporting includes establishing a process to ensure that AFRs are accurately prepared and reviewed. Specifically, these controls should include (1) adequate procedures to record, process, and transmit financial data needed to prepare an accurate and complete AFR; (2) adequate training and supervision of staff; and (3) a review of the AFR so that any preparation errors can be detected and corrected before submitting the AFR to OSRAP for inclusion in the state's *CAFR*.

Control deficiencies were identified in the following state entities relating to the preparation of AFRs submitted to OSRAP for the fiscal year ended June 30, 2007:

Crescent City Connection Division

The Crescent City Connection Division's 2007 AFR was incomplete and included numerous errors requiring adjustment as follows:

- Accounts receivable was understated by \$3,829,399 for toll violations and unpaid tolls on Schedule 14 of the AFR.
- The outstanding liability for cooperative endeavors was understated by \$460,310 on Schedule 16 of the AFR. In addition, the original agreement totals and inception to date expenditures for two of the five contracts on the schedule were overstated by \$42,404.
- The tag income was understated and the tag deposit liability overstated by \$27,126.
- Beginning fund balance did not reconcile to the prior year ending fund balance; however, the appropriate note disclosure in the AFR packet reflected no fund balance adjustments, resulting in a footnote adjustment of \$17,525.
- Cash and investment note disclosures were inaccurately prepared. The division failed to report the deposits in bank accounts per bank and the credit quality rating of the mutual fund investments. In addition, the division incorrectly reported that the mutual fund investments were exposed to custodial credit risk and interest rate risk.
- The Federal Emergency Management Agency (FEMA) revenues and the related operating expenditures were understated by \$1,648.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Department of Education

The Department of Education originally submitted AFRs for the six agencies under its oversight to OSRAP by the date due, but later restated portions of each AFR after the following errors, omissions, and inconsistencies were detected by the auditors:

- Agency 681 Schedule 1, "Schedule of Revenue and Expenditures," accounts payable and federal receivable accruals were materially understated by \$35,645,480 and \$35,348,404, respectively.
- Agency 678 Schedule 1 federal receivable accrual was understated by \$27,055.
- Agency 682 Schedule 8, "Schedule of Expenditures of Federal Awards," was overstated by \$7,463,006.
- Agency 681 Schedule 8-4, "Schedule of Non-State Subrecipients of Major Federal Programs," was understated by \$23,893.
- On Agency 682 Schedule 13, "Schedule of Interagency Receipts," receipts of \$308,580 were misclassified and one line item did not crossfoot.
- Agencies 695 and 697 note R, "Payroll and Related Benefits Accrual," did not include expenditure and payroll accrual amounts of \$2,769,559,609 and \$29,590,215, respectively.
- Agency 699 note R was included twice in the AFR with different amounts reported on each version.
- Agency 681 Schedule 8-5, "Schedule of State Agency Subrecipients of Federal Programs," reported the wrong names or amounts for five of seven subrecipients of the Child Nutrition Cluster: Summer Food Service Program for Children (CFDA 10.559).

**Governor's Office of Homeland Security
and Emergency Preparedness**

The AFR submitted to OSRAP by the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) on September 24, 2007, included the following errors and omissions:

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

- In the AFR note I, "Judgments, Claims, and Similar Contingencies," GOHSEP did not disclose federal costs disallowed by FEMA totaling \$31,088,368.
- In the AFR note H, "Operating and Capital Grants for GASB 34 Presentation," and AFR note R, "Payroll and Related Benefits Accrual," the federal revenue portion reported by GOHSEP was underestimated by \$8,871,033. The amount reported should have been the total federal revenue; however, GOHSEP only reported a portion of this amount.

Grambling State University

Grambling State University's AFR disclosed the following material or significant errors in the financial statements:

Statement of Net Assets (SNA):

- Current cash and cash equivalents were overstated, and noncurrent restricted cash and cash equivalents were understated by \$1,407,401.
- Current investments were overstated, and noncurrent restricted investments were understated by \$26,494,891.
- Current receivables were overstated by \$44,356.
- Current and noncurrent compensated absences payable were overstated by \$74,896 and \$937,542, respectively.
- Net assets - restricted expendable was understated by \$421,957.
- Net assets - unrestricted was understated by \$546,125.

Statement of Revenues, Expenses, and Changes in Net Assets (SRECNA):

- Other operating revenues were overstated by \$67,752.
- Education and general expenses were overstated by \$1,012,438.
- Other operating expenses were overstated by \$23,396.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Statement of Cash Flows:

- Operating loss was overstated by \$1,012,438.
- Increase in compensated absences was overstated by \$1,012,438.
- Increase in accounts receivable was understated by \$44,356.
- Net cash used by operating activities was understated by \$500,000.
- Net cash provided by noncapital financing sources was overstated by \$600,000.
- Net cash used by investing activities was overstated by \$1,100,000.

Material or significant adjustments were also necessary to fairly present the following notes to the financial statements:

- Budget note
- Long-term liabilities note
- Compensated absences note
- Enabling legislation note
- Net assets note
- Accounts receivable note
- Investments note

University management does not adequately analyze and adjust the accounts in its accounting system prior to closing the system and preparing the AFR. In addition, supporting schedules and workpapers are not prepared and agreed to the supporting accounting records prior to the preparation of the financial statements. Furthermore, not all insignificant errors noted in prior audits have been corrected by management and remain in the accounting records.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Department of Labor

The Department of Labor (DOL) did not submit an accurate and complete AFR for the Unemployment (UI) Trust Fund. DOL's AFR submitted to OSRAP on August 31, 2007, included the following errors and omissions:

DOL incorrectly reported the activities of the UI Trust Fund, resulting in the following errors on its SNA and on its SRECNA:

SNA:

- Assets were understated by \$976,174.
- Liabilities were understated by \$5,928,884.
- Net assets were overstated by \$4,952,710.

SRECNA:

- Revenues were overstated by \$7,188,462.
- Expenses were overstated by \$2,205,752.
- Total net assets were understated by \$1,401,080,306 because DOL omitted the net asset beginning balance from the statement.

DOL did not complete the reconciliation of operating income on the Statement of Cash Flows.

DOL did not ensure that its footnote disclosures were consistent with the amounts presented in the financial statements, resulting in the following errors in the disclosures:

- Deposits with financial institutions and investments (note C) understated the balance of the UI Trust Fund held in the U.S. Treasury by \$101,805,817.
- Disaggregation of receivable balances (note U) understated gross receivables by \$46,049,920.
- Disaggregation of payable balances (note V) understated payables by \$6,018,888.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Louisiana Agricultural Finance Authority

For the second consecutive year, the Louisiana Agricultural Finance Authority (LAFA) did not submit an accurate and complete AFR. The authority's AFR submitted on August 30, 2007, included the following errors and omissions:

LAFA incorrectly reported cash balances, interest receivable on its note receivable, accrued interest on bonds payable, and amounts due to/from federal grants and the Louisiana Department of Agriculture and Forestry (LDAF), resulting in the following errors on its SNA and SRECNA:

SNA:

- Assets were understated by \$2,835,063.
- Liabilities were understated by \$4,166,588.
- Net assets were overstated by \$1,331,525.

SRECNA:

- Revenues were understated by \$5,541,957.
- Expenses were understated by \$6,960,147.

LAFA classified and reported federal grants incorrectly on its Statement of Cash Flows as follows:

- Federal grant revenues were understated by \$5,504,764.
- Federal grant expenses were understated by \$5,593,017.

LAFA did not ensure that its footnote disclosures were consistent with the amounts presented in the financial statements, resulting in the following errors in the disclosures:

- Total collected bank balances (note 2) were understated by \$1,007,838.
- Total interest paid on bonds (note 5) was overstated by \$2,233,002.
- Total net cash flows on an interest rate swap agreement (note 5) was understated by \$688,500.
- Due from LDAF, the primary government (note 9) was understated by \$2,466,548.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Louisiana Technical College

For the second consecutive year, the Louisiana Technical College (LTC) does not have adequate internal control over its financial accounting operations. Audit procedures revealed the following internal control weaknesses over financial accounting:

- LTC reported that cash per books was overstated by \$827,334 because of coding errors in the accounting system. A correcting entry was made to reduce cash and increase expenses. The adjustment to increase expenses was not supported by specific transactions to verify that the entry was posted to the appropriate accounts.
- Accounts payable appear to be overstated by \$844,877, as those amounts were not identifiable to specific transactions. Management was unable to explain this variance but is investigating further to determine the appropriate correcting entry to be made in the accounting system.
- LTC did not adequately reconcile federal Pell fund draws and returns to the revenue and expenditures recorded in the LTC financial system.

The following errors in financial reporting required adjustments to the LTC AFR:

- Net cash used by operating activities as reported on the cash flow statement was understated by \$2,103,000 because of compilation errors.
- Technology fees totaling \$1,405,573 were incorrectly reported in net assets as restricted nonexpendable that also required a corresponding adjustment to the related footnote for restricted net assets.
- Receivables were incorrectly classified by fund rather than by account type in the disaggregation of receivables footnote, resulting in a reclassification adjustment totaling \$1,024,409.
- State and local grants and contracts revenue were incorrectly reported as federal grants and contracts revenue requiring a net adjustment of \$963,795.
- Scholarship allowances were incorrectly recorded resulting in an overstatement of tuition and fee revenue totaling \$568,015; an overstatement of tuition and fee allowances totaling \$771,473; an understatement of auxiliary allowances totaling \$59,807; and an understatement of operating expenses - scholarships and fellowships totaling \$143,651.

**STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Financial Statement Findings (Continued)

- A budget note compilation error resulted in an understatement of state general fund, self-generated revenues - actual on budget basis of \$530,000.
- Federal grants and contracts revenue totaling \$271,418 were incorrectly recorded as sales and services of educational departments. Also, student tuition and fees and the related scholarship allowance were understated by the related amount.
- Federal Pell revenue and expenses were understated by \$108,805 because of inadequate reconciliation of financial records to source documentation.
- Future minimum lease payments disclosed in the Operating Lease footnote were overstated by \$81,790 because of errors in compilation.
- Operating expenses and claims and litigation payable were understated by \$76,060 because of unrecorded claim settlements that also required corresponding adjustments to the related footnotes for contingent liabilities and payables.
- Operating expenses and accounts payable were understated by \$72,390 because of recording an expense in the incorrect fiscal year that also required a corresponding adjustment to the footnote for the disaggregation of payables.
- State and local incumbent worker grant and tech center receivables totaling \$57,972 were incorrectly reported as due from the federal government.
- Operating expenses totaling \$7,093 for the federal STEP program were incorrectly classified as scholarship and fellowships, instruction, and institutional support rather than to student services expenses.
- Operating expenses totaling \$6,986 for the federal STEP program were incorrectly classified as student services and institutional support rather than to scholarship and fellowship expenses.
- Auxiliary revenue totaling \$3,178 was incorrectly classified as other revenue.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Department of Military Affairs

The Department of Military Affairs' AFR submitted to OSRAP on August 30, 2007, included the following errors:

- Schedule 8, "Schedule of Expenditures of Federal Awards," was understated by \$56,938,418.
- Schedule 8-4, "Schedule of Non-State Subrecipients of Major Federal Programs," was overstated by \$2,701,276.
- Schedule 8-5, "Schedule of State Agency Subrecipients of Federal Programs," was overstated by \$10,004,060.

Department of Revenue

The Louisiana Department of Revenue's AFR submitted to OSRAP on August 31, 2007, included the following errors:

- Net refunds payable were overstated by \$17.3 million.
- Net receivables were overstated by \$16 million.
- Net revenues were understated by \$10.1 million.

Management has not ensured that reports from its claims processing system that support the amounts in the AFR are properly designed, and management has not ensured that its AFR was properly prepared and reviewed for errors.

Department of Social Services

The Department of Social Services (DSS) did not submit accurate AFRs to OSRAP for the fiscal year ended June 30, 2007. The AFRs for the Office of Family Support and the Office of Community Services that were submitted to OSRAP on August 31, 2007, included the following errors:

Office of Family Support:

Schedule 6-1 (Child Support Escrow Fund):

- Additions were overstated by \$108,003,663.
- Receivables were overstated by \$43,685,125.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Financial Statement Findings (Continued)

Note AA - Accounts Payable Adjustment:

- Due to Custodial Parents was overstated by \$49,749,907.
- Due to Federal Government (modified accrual) and Due to Federal Government (full accrual) were understated by \$666,486 and \$4,829,419, respectively.

Note BB - Accounts Receivable Adjustment:

- Due from Absent Parents was overstated by \$42,820,048.
- Due from Clients (modified accrual) and Due from Clients (full accrual) were overstated by \$514,579 and \$1,047,380, respectively.

Office of Community Services:

Note AA - Accounts Payable Adjustment:

- Due to Clients was understated by \$1,508,624.

Note BB - Accounts Receivable Adjustment:

- Due from Federal Government was understated by \$2,378,893.

Department personnel made miscalculations when determining Child Support Escrow Fund estimates that caused significant differences in the fund's receivables and additions, the amount due to custodial parents, and the amount due from absent parents. In addition, the supervisory review process was not effective in identifying errors in the accounts payable and receivable adjustment notes or Schedule 6-1 (Child Support Escrow Fund).

Southern University System

The Southern University System's AFR that was submitted on September 24, 2007, included the following errors and omissions:

- To comply with the instructions of OSRAP for preparing and submitting its AFR, the System included a component unit, the Southern University System Foundation (Foundation), in its financial statements. At the time the AFR was due to OSRAP, the Foundation's auditor provided only draft (not final) information to the System for inclusion in the AFR. The Foundation's audit report was issued after the AFR was submitted by the

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Financial Statement Findings (Continued)

System. As a result of not receiving a timely audit from the Foundation, the System subsequently received audit adjustments that were required to make material changes to amounts and disclosures related to the Foundation.

- The SRECNA and the Combining Schedule of Revenues, Expenses, and Changes in Net Assets included the following errors:
 - Other nonoperating revenues were overstated by \$5,273,407.
 - The Baton Rouge campus overstated other nonoperating revenues and operating expenses by \$1,741,239 because it incorrectly recorded a journal entry.
 - The New Orleans campus and Shreveport campus overstated other nonoperating revenues by \$1,085,522 and \$588,089, respectively, rather than reducing operating expenses when it recorded the capitalization of equipment, library holdings, and construction-in-progress.
 - The New Orleans campus misclassified federal revenues totaling \$1,858,557 for the Hurricane Education Recovery Award program as nonoperating revenues.
 - The New Orleans campus misclassified the following as other operating revenues: tuition and fees of \$1,305,210; gifts of \$1,092,620; investment earnings of \$53,641; and other nonoperating revenues of \$173,439. In addition, the campus reported \$269,962 as other nonoperating revenues from FEMA that were not earned as of fiscal year-end.
- The Statement of Cash Flows and the Combining Schedule of Cash Flows included the following errors:
 - The Shreveport campus did not report Federal Family Education Loan Program receipts and disbursements of \$4,197,792 and TOPS receipts and disbursements of \$82,910.
 - The Baton Rouge campus overstated the TOPS receipts and disbursements by \$1,680,708 because of a calculation error.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Financial Statement Findings (Continued)

- The Cooperative Endeavor Agreements schedule, which is included in a schedule but not included in the financial statements, was understated by the original amount of the agreement of \$106,688,866; the self-generated source of funding and the net liability as of June 30, 2007, of \$100,540,573; and the amount paid from inception to June 30, 2007, of \$6,148,313.
- The financial statement note disclosures included the following errors:
 - The Budgetary Comparison note overstated the actual program expenses and understated the adjustment to budget basis program expenses by \$2,241,429.
 - The Net Assets Restricted by Enabling Legislation note was understated by \$2,884,181.
 - The Contingent Liabilities note overstated damages claimed and insurance coverage by \$106,000.
 - The Lease note understated future rental revenues by \$1,260,232; understated current year lease expenses by \$498,051; and understated total future lease expenses by \$641,944.

Office of Student Financial Assistance

The Louisiana Office of Student Financial Assistance's (OSFA) AFR submitted on August 29, 2007, included the following errors:

OSFA incorrectly reported amounts for the Federal Family Education Loan Program (CFDA 84.032 - FFEL) and the Hurricane Education Recovery Program (CFDA 84.938) on its Schedule of Expenditures of Federal Awards (SEFA) and in the note disclosures for Outstanding Guaranteed Student Loans and Loans in Default (note U.2) as follows:

SEFA:

- Net federal reinsurance was overstated by \$5,466,704.
- Collection cost allowance was understated by \$563,356.
- The amount paid to lending institutions for defaulted student loans was understated by \$739,499.
- The amount of loans guaranteed was overstated by \$8,563,602,992.
- Hurricane Education Recovery expenditures were overstated by \$100,000.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Note U.2:

- The amount paid to lending institutions for purchased claims (defaulted student loans) was understated by \$4,850,552.
- Collections on defaulted student loans were understated by \$5,561,975.
- Collections paid to the U.S. Department of Education for defaulted student loans were understated by \$3,998,716.

**Student Tuition Assistance and Revenue
Trust Program**

Control deficiencies were identified in the Student Tuition Assistance and Revenue Trust (START) program's annual financial statements for the year ended December 31, 2006, that were submitted to the Louisiana Legislative Auditor for audit. The financial statements included the following errors and omissions:

- START incorrectly recorded interest receivable on the Statement of Net Assets and interest income on the Statement of Changes in Net Assets totaling \$420,391 in the current year for interest that was received and recorded in the prior year, thereby overstating total assets and net assets.
- Increases in net assets from investments and participant activity on the Statement of Changes in Net Assets were understated by \$2,125,222 and \$9,870,707, respectively. In addition, transfers from the state General Fund for the earnings enhancements to be allocated to participants were understated by \$1,700,000. The understatements were offset by an overstatement in beginning net assets totaling \$13,695,929. These errors occurred because START recognized current year activity as prior year activity. However, these errors did not affect the participants' balances.

Management of START has not ensured that its 2006 annual financial statements were properly prepared and reviewed for errors or omissions. In addition, management is not reconciling participant balance transactions in its records with the related transactions recorded in ISIS.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

Department of Transportation and Development

The Department of Transportation and Development's (DOTD) 2007 AFR submitted to OSRAP was incomplete and included numerous errors requiring adjustment as follows:

- The outstanding liability for cooperative endeavors on Schedule 16 of the AFR was understated by \$284,124,744 because of incomplete data used to prepare the schedule. In addition, the net liability reported on Schedule 16 did not agree to the amount reported in the footnote. DOTD does not maintain a comprehensive list of all cooperative endeavors and does not have controls in place that would enable them to support an accurate and complete report; therefore, we were unable to ensure the completeness of the disclosure.
- The Contingent Liability note disclosure, which reports the remaining obligation of advanced construction projects, was understated by \$116,413,867 because of the exclusion of certain projects in error.
- Infrastructure schedules were inaccurately prepared causing an understatement of net infrastructure totaling \$18,561,336. This resulted mainly from two errors in calculation methodology. Additions to infrastructure were understated by \$5,637,488 because of the double-counting of projects reported as construction-in-progress and current year depreciation was overstated by \$12,675,978 because of the double-counting of prior year depreciation in current year calculations. In addition, the department runs payables reports for accruals not recorded just prior to submissions of its AFR and discloses those additional payables; however, the department does not adjust the infrastructure schedule to include those amounts. As a result, net infrastructure was also understated by an additional \$6,068,491.
- The Operating and Capital Grants for Governmental Accounting Standards Board (GASB) 34 Presentation (note H) note disclosure was inaccurately prepared. Operating Grants was understated by \$319,932 and Capital Grants was overstated by \$3,973,690.
- Judgments, Claims, and Similar Contingencies (note I) did not report Federal Disallowed Cost of \$721,029.
- The Schedule of Federal Financial Assistance (Schedule 8) had several errors among the various federal programs reported, resulting in a net overstatement of \$1,167,214 in federal expenditures. Errors were also noted in the Reconciliation of Schedule 8 to Schedule 1 as follows: A federal cash carryover of \$813,197 was incorrectly excluded as a

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

reconciling item; a reconciling item for percentage corrections and voided checks totaling \$208,038 was incorrectly excluded; and an item labeled "FHWA Revenue for July 06 on Schedule 8 Not Recorded in ISIS" for \$354,017 was incorrectly included as a reconciling item.

- The Schedule of Non-State Subrecipients of Major Federal Programs (Schedule 8-4) was prepared with errors. Funds sent to the Metropolitan Planning Organizations were overstated by \$642,632, and the amount sent to another subrecipient was overstated by \$51,151. These errors resulted in a total overstatement of \$693,783.
- The Schedule of State Agency/University Subrecipients of Federal Programs (Schedule 8-5) was prepared with errors. Funds sent to one recipient were double-counted creating an overstatement of \$59,893. Also, two projects totaling \$51,074 were incorrectly excluded from the schedule. These two errors resulted in a net overstatement \$8,819.
- The Capital Outlay Schedule of Transfers was prepared containing numerous errors including the amount of prior year accruals. The prior year accruals on the Schedule of Transfers did not agree to the amount reported in fiscal year 2006. Questions from auditors resulted in multiple revisions being prepared. The net change in revenue reported from the original to the final revised schedule corrected an understatement of \$241,965.
- Auditors noted that one of the required schedules titled "Capital Outlay Funds GASB 34 Revenue Accruals" (Schedule 14) included in the AFR was a copy of the schedule from the prior year AFR and therefore was reporting revenue accruals as of June 30, 2006. Also, two items required to be submitted as part of the DOTD AFR were excluded. Both the Summary Schedule of Prior Year Audit Findings (Schedule 8-3) and the Reconciliation as of August 14, 2007, between the DOTD ledger and ISIS were not included in the AFR.

Management of these entities has not established adequate internal controls over the financial reporting process to ensure that the AFRs are properly prepared and reviewed for errors, misclassifications, or omissions.

The State of Louisiana should ensure that all state entities take the necessary measures to ensure that AFRs are properly prepared and reviewed before submitting them to OSRAP. Failure of state entities to submit accurate and complete AFRs to OSRAP can delay the compilation and issuance of the state's *CAFR* by the statutorily required date. Furthermore, misstatements from errors or fraud may occur and remain undetected in the *CAFR*. Management partially concurs with the finding stating that the hiring and supervision of the staff

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

responsible for preparing and submitting agencies' AFRs rest within the individual agencies. Efforts are being made to centralize the reporting function within the state by implementing a new accounting system, and OSRAP staff conducted a presentation on the AFR package during a recent accounting conference. See management's response at B-53.

Additional Comments: Although individual agencies are responsible for preparing accurate AFRs, the Division of Administration has the ultimate responsibility for ensuring that these AFRs are submitted timely and include accurate information. The individual AFRs have a direct impact on the accuracy and timely issuance of the state's *CAFR* that is prepared annually by OSRAP.

FS-07-SW-EXEC-2 - Unlocated Movable Property

For the third consecutive year, the State of Louisiana reported significant amounts of movable property that could not be located in certain universities, state agencies, two state hospitals, a community college, and the technical college system. Good internal control requires that adequate procedures be in place to ensure that the location of all movable property items is monitored and updated frequently to record the movement of items from one location to another. In addition, good internal control should ensure that movable property is properly safeguarded against loss arising from unauthorized use and misappropriation. Furthermore, Louisiana Administrative Code Title 34, Part VII, Section 313 (A) states, in part, that efforts must be made to locate all movable property items for which there are no explanations available for their disappearance. Property unlocated after three years is permanently deleted from movable property records.

R.S. 39:324 and 39:325 require entities to conduct an inventory of movable property and identify amounts of unlocated property in an annual certification submitted to the Louisiana Property Assistance Agency (LPAA). The certifications of movable property submitted to LPAA by eight universities, five state agencies, two state hospitals, one community college, and the technical college system reported significant amounts of unlocated movable property as a result of their most recent property inventory procedures. The following table presents each entity's total amount of movable property reported, the amount of unlocated computers and computer-related equipment, the amount reported for all unlocated property, and the amount of unlocated property permanently deleted from the entity's property records.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Financial Statement Findings (Continued)

	Total Movable Property Reported	Unlocated Computer Equipment	All Unlocated Property	Property Permanently Deleted
Delgado Community College	\$21,602,910	\$977,235	\$1,456,516	\$435,659
Grambling State University	21,758,058	451,571	706,785	306,560
Health and Hospitals, Department of	15,021,365	428,070	468,192	38,034
Labor, Department of	13,634,359	538,138	637,863	59,194
Louisiana State University				
A&M College (Baton Rouge)	338,124,909	3,023,285	4,978,420	1,116,141
Louisiana State University Health Sciences Center:				
Health Care Services Division:				
Earl K. Long Medical Center	17,712,455	201,384	836,807	50,637
Medical Center of Louisiana at New Orleans	75,010,386	779,628	5,088,158	128,705
New Orleans Campus	99,616,065	853,200	2,573,614	485,876
Shreveport Campus	128,776,602	1,396,518	3,099,697	345,706
Louisiana Technical College	65,559,230	980,880	1,599,399	145,857
Public Safety and Corrections -				
Corrections Services, Department of	59,508,080	204,845	602,710	248,497
Public Safety and Corrections -				
Public Safety Services, Department of	148,837,870	430,812	831,549	65,592
Social Services, Department of	40,682,781	811,947	880,590	170,250
Southeastern Louisiana University	31,970,817	244,267	610,986	141,053
Southern University System	56,303,153	1,059,259	1,502,429	533,100
University of Louisiana at Lafayette	50,641,553	413,966	643,083	9,471
University of New Orleans	68,229,092	726,394	2,260,742	115,896
Total	<u>\$1,252,989,685</u>	<u>\$13,521,399</u>	<u>\$28,777,540</u>	<u>\$4,396,228</u>

As shown in the table, \$28,777,540 (or 2.3%) of the total movable property for these entities was reported as unlocated with \$13,521,399 in computers and computer-related equipment comprising almost one-half of all unlocated property. In addition, property totaling \$4,396,228 was permanently deleted during fiscal year 2007 because these items remained unlocated for over three years. At June 30, 2007, gross movable property amounts for governmental activities and component units total \$724,430,000 and \$1,617,554,000, respectively, as reported in the state's *CAFR* for fiscal year 2007.

Failure to adequately monitor, secure, and account for all movable property and locate those items for which there are no explanations available for their disappearance subjects the movable property of the state to increased risk of loss and/or unauthorized use. Furthermore, because of the nature of the services provided by the state, the risk exists that sensitive information could be improperly recovered from the missing computers and/or computer-related equipment.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

The State of Louisiana should take the necessary measures to strengthen internal control over movable property to ensure that all universities, state agencies, state hospitals, community colleges, and the technical college system adequately secure and monitor movable property, conduct accurate and complete physical inventories, and devote additional efforts toward locating movable property reported as unlocated. Management concurred in part with the finding stating that ultimately, the responsibility for ensuring that state property policies and procedures are implemented and adhered to rests with the department heads and their respective property managers. See management's response at B-55.

Additional Comments: Although individual department heads and their property managers are responsible for implementing and adhering to state property policies and procedures, the Division of Administration, through LPAA, has the ultimate responsibility for ensuring that state property policies and procedures are implemented and adhered to statewide. Accordingly, the LPAA program has been designated by the commissioner of administration as property and fleet management for the control and disposition of all state movable property for the State of Louisiana.

**HOMELAND SECURITY AND EMERGENCY PREPAREDNESS,
GOVERNOR'S OFFICE OF**

FS-07-GOHSEP-1 - Deficiencies in Controls Over Expenditures

The Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) failed to develop and implement written policies and procedures over the reconciliation process between the Disaster Grants - Public Assistance (PA) program (CFDA 97.036) payments between two systems: ISIS, the state's accounting system, and LouisianaPA.com (LAPA), the state's project management database used to administer the program. Good internal controls would ensure that policies and procedures over expenditures are written and followed and that reconciliations are performed timely. Systems must be reconciled on a periodic basis to verify that all items are correctly posted. Without performing reconciliations, inaccurate recording of transactions may occur that would result in incorrect financial reporting and/or required reporting to the federal grantor.

Our audit procedures revealed the following significant design deficiencies over the expenditure class of transactions:

- Written policies and procedures were not developed, approved, and implemented to reconcile PA program expenditures in ISIS to LAPA payment data.
- GOHSEP did not perform a timely reconciliation between ISIS and LAPA to ensure accuracy and completeness of the financial amounts reported.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

- GOHSEP relied on external auditors to identify discrepancies between PA program draws and disbursements through June 30, 2007, which should be performed internally.

Failure to perform a timely reconciliation between the two systems could lead to incorrect financial reporting and increases the risk that errors or fraud could occur and remain undetected. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

GOHSEP management should develop, implement, and enforce written policies and procedures to ensure that timely reconciliations are performed internally and that any errors identified are corrected promptly. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred in part with the finding and outlined corrective action (B-67).

Additional Comments: Management states in its response that GOHSEP did have written policies and procedures in place relating to ISIS and LAPA payment data. However, despite inquiries and requests, no policies and procedures were provided to us relating to reconciliation of PA program expenditures in ISIS to LAPA payment data. Management further states in its response that GOHSEP did not rely on external auditors to identify discrepancies between PA program draws and disbursements but only used this information as additional reconciliation information. We made numerous inquiries concerning the reconciliation process during the audit. No information was ever provided to us regarding reconciliation procedures other than those involving external auditors.

FS-07-GOHSEP-2 - Noncompliance and Inadequate Controls
Over Information Systems

GOHSEP did not develop and implement a disaster recovery/business continuity plan (DR/BCP) in compliance with the Division of Administration's Office of Information Technology (OIT) Policy IT-POL-011. In addition, GOHSEP did not develop and implement adequate controls over activation, deactivation, and monitoring user access to ISIS, the state's accounting system, or LAPA, the state's disaster recovery project management database. GOHSEP also failed to adequately restrict and monitor physical access to the GOHSEP building. OIT Policy 11 requires agencies to develop, test, and maintain a DR/BCP to ensure the availability of mission-critical services and functions in the event of a disaster or unscheduled event that would impact the agency's information technology and telecommunications systems. The policy also requires that agencies submit an electronic copy of the most recent DR/BCP to the OIT security office annually. R.S. 39.15.1 states that the OIT shall have authority over all information technology systems and services for agencies in the executive branch of state government. A disaster recovery plan is an essential element of internal control to ensure that data is protected against

**STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Financial Statement Findings (Continued)

loss and that services are operational as quickly as possible. The plan should include access to a remote facility with the same operating system so that data can be processed and operations can continue with minimal disruption of services. In addition, good internal controls require security over physical assets and information technology, including assigning appropriate security levels of access based on job duties; ensuring only authorized personnel have physical access to assets; timely deactivating system access when applicable; and continual monitoring of both physical and system access.

GOHSEP did not adequately emphasize compliance with OIT policy or the need for physical and system access security. Failure to comply with OIT policy could result in the inability to deliver essential business functions in the event of an emergency or disaster. In addition, failure to develop and implement written procedures over the security of assets increases the risk that assets could be susceptible to theft or fraud. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

Management should comply with OIT policies by developing and testing an effective DR/BCP. Management should also develop and implement policies and procedures over activation, deactivation, and continual monitoring of user access to IT systems and physical security to the GOHSEP building. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred in part with the finding and outlined corrective action (B-69).

Additional Comment: Management, in its response, did not concur that there was inadequate control over access to ISIS. During our audit inquiry, management provided no policies or procedures governing activating, deactivating, and on-going monitoring of access to ISIS.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

LOUISIANA AGRICULTURAL FINANCE AUTHORITY

FS-07-LAFA-1 - Inappropriate Expenditure of Bond Proceeds

The Louisiana Agricultural Finance Authority (LAFA) has spent bond proceeds totaling \$5,644,769 of which \$4,705,227 may not have been spent in accordance with bond indentures. On April 17, 2006, LAFA issued Series 2006B bonds totaling \$2,000,000 to complete a building in Woodworth, Louisiana, for the Louisiana Department of Agriculture and Forestry (LDAF). On March 26, 2007, LAFA issued Series 2007 bonds totaling \$6,000,000 to finance (1) renovations to office space at the LDAF headquarters office in Baton Rouge, Louisiana; (2) acquisition of new forestry firefighting equipment for LDAF; (3) acquisition, construction, and equipping of buildings and related facilities for use by LDAF at locations across Louisiana; (4) acquisition and installation of emergency generators for buildings and related facilities used by LDAF; (5) payment of expenses related to the foregoing; and (6) paying bond issuance costs. As of June 30, 2007, LAFA had expended \$1,644,769 and \$4,000,000 of the Series 2006B and Series 2007 bond proceeds, respectively.

Our tests of LAFA's bond proceeds expended as of June 30, 2007, disclosed the following:

- Of \$1,644,769 expended from the Series 2006B bond proceeds, LAFA spent \$1,051,059 on projects other than the Woodworth building; therefore, these expenditures may not be allowed by the bond indenture.
- Of the \$4,000,000 expended from the Series 2007 bond proceeds, LAFA transferred \$3,900,000 to LDAF. Of this amount, \$2,811,019 may not have been expended in accordance with the bond indenture and \$843,149 was expended for maintenance employees' salaries whose time sheets did not include documentation of hours charged to construction projects within the scope of the bond indenture.

Inappropriate expenditure of bond proceeds may result in LAFA's default on the bonds. For the 2006B bonds, the bond indenture defines a default to include failure to comply with the terms and conditions of the agreement, and the bond indenture gives the trustee the right to declare all amounts owed, totaling \$2,000,000 plus accrued interest at June 30, 2007, immediately due and payable. For the 2007 bonds, Section 10.1(c) of the bond indenture includes a failure to observe any bond covenants, agreements, or conditions in the indenture as a default, and Section 10.2 gives the trustee the right to declare the principal of all bonds totaling \$5,700,000 plus accrued interest outstanding at June 30, 2007, immediately due and payable.

LAFA should establish controls to ensure that expenditures of bond proceeds are appropriately documented and are in accordance with bond indentures. In addition, LAFA and LDAF should reimburse \$4,705,227 to the Series 2006B and Series 2007 bond proceeds accounts. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-86).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

**PUBLIC SAFETY AND CORRECTIONS - PUBLIC SAFETY
SERVICES, DEPARTMENT OF**

FS-07-DPS-1 - Ineffective Internal Audit Function

For the seventh consecutive year, the Audit Services Section of the Department of Public Safety and Corrections, Public Safety Services, did not conduct a sufficient number of audits to be considered an effective internal audit function. The internal audit function should provide management with assurances that assets of the department are properly safeguarded, internal controls are established and operating in accordance with applicable laws and regulations, and procedures are sufficient to prevent or detect errors and/or fraud in a timely manner. Although the Audit Services Section conducted limited audits within the department, the number and scope of audits were not sufficient to constitute an effective internal audit function. Considering the department's reported assets (\$35,380,089) and the revenues it collects (\$1,387,952,125), an effective internal audit function is needed to ensure that the department's assets are safeguarded and that management's policies and procedures are uniformly applied.

The department should take the necessary steps to ensure that the Audit Services Section conducts a sufficient number of audits by either reallocating or increasing available internal audit resources or by pursuing other alternatives to accomplish this objective. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-95).

RISK MANAGEMENT, OFFICE OF

FS-07-ORM-1 - No Internal Audit Function

For the third consecutive year, the Office of Risk Management (ORM) did not have an internal audit function to examine, evaluate, and report on its internal controls, including information systems, and to evaluate compliance with the policies and procedures that comprise internal controls. Act 47 of the 2006 Regular Session of the Louisiana Legislature requires ancillary agencies with budgets in excess of \$30 million to use existing program resources and the table of organization to establish an internal auditor position. Considering ORM's reported assets of \$224,272,701 and revenues of \$268,605,819, an effective internal audit function is important to ensure that assets are safeguarded and that management's policies and procedures are uniformly applied.

Management should establish an internal audit function to provide assurance that assets are safeguarded and to ensure that management's policies and procedures are applied in accordance with management's intentions. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-96).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

**FS-07-ORM-2 - Unfunded Claims Costs for the Road Hazard
Line of Insurance**

For the fourth consecutive year, ORM allocated costs associated with processing road hazard claims, including legal fees, to the road hazard line of insurance without collecting premiums or receiving appropriations to cover these costs. The deficit in the road hazard line of insurance continues to increase each year by the costs associated with processing road hazard claims because ORM does not receive any funds to cover these costs. At June 30, 2007, ORM has accumulated a deficit of over \$563 million in the road hazard line of insurance. For the year ended June 30, 2007, costs associated with processing road hazard claims totaled \$10.2 million, but no insurance premiums or state appropriations were collected to cover these costs. Sound business practice dictates that premiums or appropriations should be collected to fund required claim payments, settlements, and associated costs for each line of insurance.

The Division of Administration made a decision effective July 1, 2002, that ORM would no longer pay settlements and judgments for road hazard claims from premiums collected. Settlements and judgments are now paid through direct legislative appropriation. However, no provision has been made for the associated costs of processing road hazard claims, including legal fees, other professional services, and salaries for the adjusters handling the claims. ORM included an estimate of premiums for the road hazard line of insurance in its budget request submitted to the Office of Planning and Budget for the year ended June 30, 2007. However, the Office of Planning and Budget cut 100% of the road hazard premium from the budget request.

The Division of Administration and ORM should develop premiums and/or present suggestions to the legislature as to how the state might fund future costs associated with processing road hazard claims, as well as recommending a funding methodology to eliminate the accumulated deficit over time. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-97).

SOCIAL SERVICES, DEPARTMENT OF

FS-07-DSS-1 - Ineffective Internal Audit Function

The Department of Social Services (DSS) does not have an effective internal audit function to examine, evaluate, and report on its internal controls, including information systems, and to evaluate compliance with the policies and procedures that comprise controls. The internal audit function should provide management with assurances that assets of the department are properly safeguarded, internal controls are established and operating in accordance with applicable laws and regulations, and procedures are sufficient to prevent or detect errors and/or fraud in a timely manner.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Continued)

The following weaknesses were identified during the review of the internal audit function:

- In a review of four of the 12 audits completed by the Bureau of Internal Audit during fiscal year 2007, none of the four audits reviewed had working papers that contain sufficient evidence to support the work performed and conclusions/findings noted in the audit report. In addition, one audit did not have evidence of supervisory review.
- The Bureau of Internal Audit did not adequately address federal financial and compliance issues for the department's 28 federal programs that total \$1.4 billion of expenditures at June 30, 2007. Of the 12 completed audits, four related to fleet management, three related to time and attendance, three related to professional service contracts, one related to a Temporary Assistance for Needy Families Memorandum of Understanding, and one related to the State Personal Assistance Service Program.
- No information technology audits were performed during the year.

In a Best Practices/Quality Assurance Review dated February 2007, the report's opinion concluded that the Bureau of Audit Services does not currently comply with *The International Standards for the Professional Practice of Internal Auditing*. The opinion was based on several factors including evidence that indicated audits were not performed in accordance with professional expectations; inadequate existing skill sets, individually and collectively, which do not permit the accomplishment of objectives as set forth in the Bureau's Charter; and the annual audit plan intentionally excludes information systems.

The Bureau of Internal Audit was not adequately staffed with capable audit personnel, did not have an adequate review function, did not adequately document the test work that supported audit conclusions, and failed to adequately address federal financial and compliance issues along with information technology. Considering the department's reported assets of approximately \$166 million and revenues of approximately \$1.7 billion, an effective internal audit function is needed to ensure that the department's assets are safeguarded and that management's policies and procedures are uniformly applied.

DSS management should take the necessary steps to ensure the Bureau of Audit Services is sufficiently staffed with capable auditors; the review process is strengthened; sufficient documentation to support audit conclusions is maintained; and the scope of the audits performed, which would include information technology, is sufficient to achieve the objectives of an effective internal audit function. Management concurred with the finding and provided a corrective action plan (B-111).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Financial Statement Findings (Concluded)

**FEDERAL AWARD FINDINGS WITH A
FINANCIAL STATEMENT IMPACT**

The following findings were reported as federal award findings in Schedule C, but also have a financial statement impact. They are listed below and referenced to where they are reported in detail in Schedule C.

EDUCATION, DEPARTMENT OF

- F-07-CC-EDUC-1 - Inadequate Control Over Coding of Federal Expenditures (page 51)
- F-07-CC-EDUC-2 - Inadequate Controls Over Payroll - Recovery School District (page 52)
- F-07-ED-EDUC-5 - Inadequate Controls Over Movable Property - Recovery School District (page 77)
- F-07-ED-EDUC-8 - Noncompliance With Federal Equipment Management Regulations (page 81)
- F-07-ED-EDUC-9 - Theft of Computers - Recovery School District (page 82)

EXECUTIVE DEPARTMENT - OFFICE OF FACILITY PLANNING AND CONTROL

- F-07-DHS-EXEC-FPC-1 - Inadequate Controls Over Capital Outlay Transactions (page 109)

HOMELAND SECURITY AND EMERGENCY PREPAREDNESS, GOVERNOR'S OFFICE OF

- F-07-DHS-GOHSEP-4 - Noncompliance With Movable Property Regulations (page 116)

LABOR, DEPARTMENT OF

- F-07-USDOL-LABR-2 - Noncompliance With Record Retention Policy (page 71)

SOCIAL SERVICES, DEPARTMENT OF

- F-07-CC-DSS-1 - Control Weaknesses Over Information Technology (page 56)
- F-07-HHS-DSS-7 - Control Weaknesses Over the LaCarte Purchasing Card Program (page 105)

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Schedule C

Federal Award Findings
and Questioned Costs
For the Year Ended June 30, 2007

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FINDINGS COVERING MORE THAN ONE FEDERAL AGENCY

EDUCATION, DEPARTMENT OF

F-07-CC-EDUC-1 - Inadequate Control Over Coding of Federal Expenditures

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Other

	Questioned Costs
84.938 - Hurricane Education Recovery	\$0
97.036 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	

The Department of Education (DOE) failed to maintain adequate control over the coding of federal program expenditures in the state's accounting system, ISIS, for two federal programs. Expenditures for the Disaster Grants - Public Assistance (Presidentially Declared Disasters) (CFDA 97.036) and the Hurricane Education Recovery (CFDA 84.938) Immediate Aid to Restart School Operations programs were not coded accurately in ISIS as of the fiscal year-end. Good internal control requires that adequate control procedures be developed and implemented to ensure that expenditures are coded in ISIS to identify and match the expenditures to the proper federal program revenue. While DOE appears to have valid expenditures to support the revenue received through these programs, invalid expenditures and other errors could exist and go undetected without adequate controls to ensure proper coding in the accounting system.

During the year, DOE performed many correcting journal vouchers to reclassify federal expenditures. As a result, at fiscal year-end the department was unable to correctly identify the final ISIS coding for four of 44 (9%) expenditure transactions tested.

In addition, 36 of 44 (82%) Public Assistance (PA) reimbursements tested were miscoded as follows:

- Ten invoices were coded in total to PA even though portions of these invoices were not approved or reimbursed by PA and are currently ineligible for reimbursement.
- Ten invoices were coded in ISIS to the Restart program even though reimbursement was received from the PA program.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

- Ten invoices were coded in ISIS to the FEMA Reimbursement Fund (a state statutory dedicated fund) even though reimbursement was received from the PA program.
- Three invoices were not recorded in ISIS. The invoices were paid by Orleans Parish School Board (OPSB), but the DOE Recovery School District received reimbursement from the PA program. Six months after fiscal year-end, DOE had not reimbursed OPSB and recorded the matching expenditure.
- Three invoices were misclassified in ISIS. The invoices related to contents removal but were coded as contents in ISIS.

Management should strengthen its internal controls over the coding in ISIS to ensure that all federal program expenditures are coded accurately to identify and properly match federal expenditures to federal program revenue. The department did not concur with the finding or recommendation. The department states in its response that due to multiple funding sources, complexity, timing, and further negotiations with all parties involved, coding expenditures to the individual federal programs cannot be viewed on a single fiscal year interval but can only be accomplished once the projects are completed. See management's response at B-16.

Additional Comments: DOE provided no additional evidence to dispute the facts of the finding. While we acknowledge the challenges presented by these ongoing recovery projects, the department and the state must accurately report financial information by fiscal year. The department and the state cannot accomplish accurate financial reporting without internal controls to ensure that federal revenue and expenditures are coded and matched accurately in ISIS.

**F-07-CC-EDUC-2 - Inadequate Controls Over Payroll -
 Recovery School District**

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Allowable costs/cost principles

Questioned Costs
\$427,695

84.010 - Title I Grants to Local Educational Agencies

84.938 - Hurricane Education Recovery

93.558 - Temporary Assistance for Needy Families

Special Education Cluster (IDEA):

84.027 - Special Education - Grants to States

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

The Recovery School District (RSD) failed to correctly pay employees and failed to support payroll charges with adequate documentation. Office of Management and Budget (OMB) Circular A-87, Attachment B, Section 8(h), states that payroll costs charged to federal programs are to be documented in accordance with the generally accepted practice of the governmental unit and approved by a responsible official of that governmental unit. In addition, where employees are expected to work solely on a single federal award or cost objective, charges for their salaries should be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications should be prepared at least semiannually and should be signed by the employee or supervisor having first hand knowledge of the work performed by that employee. DOE Policy EP 3.2 requires employees to sign in and out daily, to initial the biweekly time and attendance records at the end of each pay period, and to gain written approval of supervisors for work performed and leave taken. Good internal controls require that employees be paid only for days worked and holidays within the employment period; that employee terminations be entered into the payroll system before the close of the employee's last pay period; and that employees who process payroll and personnel records be knowledgeable about the payroll system.

Management did not identify improper payments and recoup funds. In addition, management did not emphasize compliance with established internal control policies and procedures relating to processing personnel transactions and documentation of payroll charges. During testing of RSD payroll and personnel records, we noted the following:

- In a test of 21 former employees, termination dates for 15 (71%) were not entered in the payroll system timely, with dates ranging from 11 to 148 days after the last day of employment. As a result, five (24%) employees were overpaid a total of \$16,102 and one (5%) was underpaid \$793.
- One employee was paid for a holiday the day before her employment contract began. In addition, a salary adjustment for that employee was miscalculated, resulting in an overpayment of \$8,446.
- In a test of 13 employees paid with federal funds, five (38%) of the required A-87 certifications were not on file and six (46%) of the certifications were not signed timely, with dates ranging from 145 to 162 days after the certification period ended.
- In a test of 23 employees, 10 (43%) time sheets were not on file and 10 others (43%) were not fully completed.
- In a test of five instances where employees took leave, four (80%) leave slips were not on file; one (20%) leave slip was not signed by a supervisor; and leave taken was not entered into the payroll system for one (20%) of the employees.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

In addition, Report ZF65 from the ISIS/HR payroll system showed the system calculated that former employees had been overpaid a total of \$427,695 as of September 30, 2007. RSD employees who process payroll and personnel records reported that they were unfamiliar with this report and therefore had not fully investigated these amounts. Failure to support payroll charges with adequate documentation, including the difficulty in identifying federally funded employees, increases the risk that employees will be paid for time not worked or with inappropriate funding. Overpayments to former employees result in \$427,695 in questioned costs.

RSD should follow federal and DOE policies and procedures relating to payroll and personnel, attempt to recoup overpayments to current and former employees, and provide further training to personnel who use the ISIS/HR payroll system. Management concurred in part with the finding and outlined corrective action (B-21).

F-07-CC-EDUC-3 - Untimely Completion of A-87 Payroll Certifications

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Allowable costs/cost principles

	Questioned Costs
84.010 - Title I Grants to Local Educational Agencies	\$0
84.367 - Improving Teacher Quality State Grants	
93.558 - Temporary Assistance for Needy Families	
<u>Special Education Cluster (IDEA):</u>	
84.027 - Special Education - Grants to States	

For the second year, DOE did not ensure that certifications for payroll expenditures charged to federal programs were completed on at least a monthly basis and that quarterly comparisons of actual costs to budgeted distributions were made. OMB Circular A-87, "Cost Principles for State and Local Governments," states that where employees work on multiple activities or cost objectives, a distribution of their salaries must be supported by personnel activity reports or equivalent documentation reflecting an after-the-fact distribution of the actual activity. These personnel activity reports must be prepared at least monthly, must be signed by the employee, and must be based on the work performed and not on budget. Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to federal awards but may be used for interim accounting purposes provided that at least quarterly comparisons of actual costs to budgeted distributions based on the monthly activity reports are made.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

In a test of 32 biweekly payroll certifications, we noted that 11 (34%) of the required certifications were not on file. Furthermore, we noted that no quarterly comparisons of actual costs to budgeted distributions were completed during the year. DOE's failure to prepare and maintain required payroll certifications increases the risk that expenditures are not fairly and accurately allocated to federal programs.

Management should establish and enforce policies and procedures for completing timely payroll certifications and for performing quarterly comparisons of actual costs to budgeted distributions in compliance with federal regulations. Management concurred with the finding and outlined corrective action (B-32).

LOUISIANA STATE UNIVERSITY AND A&M COLLEGE (BATON ROUGE)

**F-07-CC-LSUA&M-BR-1 - Noncompliance With Subrecipient
Monitoring Requirement**

Award Year: 2007

Award Number: Various

Compliance Requirement: Subrecipient monitoring

Pass-Through Entity: Various

Questioned Costs
\$0

Research and Development Cluster:

43.RD.NNG05GH22H - Louisiana Space Grant Consortium

47.074 - Biological Sciences

Louisiana State University and Agricultural and Mechanical College (LSU) did not fully comply with OMB Circular A-133 compliance requirement for subrecipient monitoring over the Research and Development Cluster. OMB Circular A-133, Subpart D, Section 400(d), requires an entity passing funds to subrecipients to ensure that subrecipients who expend \$500,000 or more in federal awards during a fiscal year obtain a single audit and meet the audit requirements of OMB Circular A-133 and require each subrecipient to permit the pass-through entity and auditors access to the records and financial statements as necessary (right to audit clause). Management did not document that all subrecipients obtained single audits and that the reports were reviewed in accordance with program requirements. Also, management did not ensure that all agreements with subrecipients included a right to audit clause.

Of 35 grants reviewed by us, two had subrecipients. LSU did not obtain evidence that a single audit was performed for one of the two grants tested for subrecipient monitoring. In addition, the grant agreements for the two subrecipients did not include language establishing LSU or other auditors' rights to access the subrecipients' records and financial statements. Failure to monitor subrecipients increases the risk of noncompliance with federal laws and regulations applicable to the Research and Development Cluster programs and increases the risk that

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

funds may not be expended in accordance with program requirements. Of \$47,869,958 in federal expenditures that LSU incurred during fiscal year 2007, \$3,970,152 was passed through to subrecipients.

Management should ensure that single audit reports are obtained and reviewed from all subrecipients who expend \$500,000 or more in federal awards during a fiscal year, and all contracts with subrecipients include a right to audit clause as required by OMB Circular A-133. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-91).

SOCIAL SERVICES, DEPARTMENT OF

**F-07-CC-DSS-1 - Control Weaknesses Over Information
Technology**

Award Year: 2007

Award Number: Unknown

Compliance Requirements: Activities allowed or unallowed, Eligibility

	Questioned Costs
93.558 - Temporary Assistance for Needy Families	
<u>Food Stamp Cluster:</u>	
10.551 - Food Stamps	\$0

The Department of Social Services (DSS) did not maintain adequate controls over access to its Louisiana Automated Management Information System (L'AMI) and its Electronic Fund Transfer (EFT) files. In addition, the DSS Information Technology (IT) Disaster Recovery Plan did not include certain components that would assist in the timely restoration and continuity of critical entity operations. According to Control Objectives for Information and Related Technology (COBIT), procedures should be developed to ensure that access to a system and data are restricted to business need only; arrangements should be established to identify and apply security requirements applicable to the receipt, processing, physical storage, and output of data and sensitive messages; and continuous IT services require developing, maintaining, and testing IT continuity plans, offsite back-up storage, and periodic continuity plan training.

L'AMI is an eligibility determination and benefit calculation system that provides various applications and includes the Food Stamp program (CFDA 10.551) and the Temporary Assistance for Needy Families program (CFDA 93.558). Audit procedures performed by Office of Legislative Auditor (OLA) IT auditors during an application control review over L'AMI disclosed the following:

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Federal Award Findings and Questioned Costs (Continued)

- At the date of test work, over 2,000 users requiring “display only” access had update capabilities to affect Electronic Benefit Transfer (EBT) cancellation, issuance override, and notice cancellation. Users with this improper access included DSS employees and users from external agencies.
- Certain application programmers and IT security personnel were granted system level access that grants cross-parish update capabilities for most business functions such as case/member processing, disposition, special/manual issuance, and EBT cancellation without a business need. Programmers should not have update capabilities in production.
- Several DSS Fraud and Recovery Unit investigators had update capability to certain business functions (case/member processing, EBT cancellation, special/manual issuance) without a business need.
- Certain DSS Office of Family Services’ employees had update capability to business functions such as EBT cancellation, issuance override, card maintenance, and table maintenance without a business need.
- The DSS security group and the DSS internal audit section did not have access to protection logs that were available as an audit trail of all the data changes in L’AMI.

Audit procedures performed by OLA IT auditors during a general control review disclosed the following:

- The DSS IT disaster recovery plan does not contain detailed working procedures for system and data restoration; no live simulation test has ever been conducted to switch production to the DSS hot site; and no formal disaster training has been provided to all the IT personnel involved in the disaster recovery plan.
- Nine DSS programmers had ALTER access to the EFT files. This access could allow them to make direct changes to the EFT files. In addition, the audit setting on the EFT files only logged failed access and any successful changes by the programmers with ALTER access would not be logged.

A comprehensive understanding of L’AMI security levels does not exist among departmental staff and access to EFT files was not evaluated after implementation. A live disaster recovery simulation test has not been performed because of the potential risks involved and the lack of funding to perform the test. The integrity and confidentiality of private/sensitive information could be compromised by users with inappropriate access levels. Fraud could be committed by users with excessive privileges without being detected on a timely basis. In addition, inadequate disaster recovery planning could lead to prolonged disruption of continuous service and loss of valuable assets.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

DSS management should evaluate current access to L'AMI and its EFT files, establish controls to ensure access is based on business need only, and establish procedures to allow for effective monitoring of access capabilities. In addition, the DSS IT disaster recovery plan should include detailed working procedures to allow timely and orderly system and data restoration, periodic testing, and a disaster recovery training program. Management concurred with the finding and provided corrective action plans (B-101).

F-07-CC-DSS-2 - Improper Employee Activity in Federal Programs

Award Year: 2001 - 2007

Award Number: Unknown

Compliance Requirements: Allowable costs/cost principles, Eligibility

	Questioned Costs
93.558 - Temporary Assistance for Needy Families	\$2,664
<u>Food Stamp Cluster:</u>	24,028
10.551 - Food Stamps	
10.561 - State Administrative Matching Grants for Food Stamp Program	
<u>CCDF Cluster:</u>	17,975
93.575 - Child Care and Development Block Grant	
93.596 - Child Care Mandatory and Matching Funds of the Child Care and Development Fund	
	<u>\$44,667</u>

Based upon work performed by the DSS Fraud and Recovery Section (FRS), DSS identified instances of fraudulent activity and alleged fraudulent activity by its employees in several federal programs. The affected federal programs are the Food Stamp Cluster (CFDA 10.551 and 10.561), the Child Care and Development Fund Cluster (CFDA 93.575 and 93.596), and the Kinship Care Subsidy Program within the Temporary Assistance for Needy Families (TANF) program (CFDA 93.558). DSS, Office of Family Support (OFS) Policy I-510 states that OFS employees are prohibited from taking any action on their personal case, a case involving an immediate family member, friend, or social acquaintance of him/herself or his supervisor. Managers are responsible for assuring that all employees are advised of this policy and are made aware that violation of policy will result in disciplinary action (suspension, reduction in pay, reassignment, demotion, or dismissal).

The instances of fraudulent activity and alleged fraudulent activity are as follows:

- On May 30, 2007, an Administrative Coordinator 3 pled guilty to a combined count of "Access Device Fraud and Malfeasance" and to one count of "Theft". The employee stole two Food Stamp EBT cards and used the DSS computer system to obtain recipient information to activate those cards; submitted

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Federal Award Findings and Questioned Costs (Continued)

fraudulent Child Care Assistance Program, Kinship Care Subsidy Program, and Food Stamp applications by concealing her actual household composition; and approved Disaster Food Stamp Program (DFSP) benefits for a relative and friends. The employee was terminated on September 29, 2006. On October 3, 2007, the court ordered her to repay \$10,104.63. However, DSS is seeking to recover the full amount of \$17,224. Questioned costs are \$17,224.

- A Social Services Analyst Supervisor certified and maintained a relative's Food Stamp case without going through the proper eligibility process and certified the relative's DFSP cases. The employee was suspended on May 5, 2007; arrested on June 4, 2007; and terminated on July 6, 2007. The employee pled guilty on December 12, 2007, to unauthorized use of a food stamp card. Questioned costs are \$3,461. During the above investigation, FRS discovered that the employee may have also certified and maintained two other food stamp cases for individuals who were ineligible to receive benefits and may have diverted some of those benefits for personal use. A demand letter was sent on December 18, 2007, requiring the employee to repay an additional \$6,001. The employee has until January 21, 2008, to respond. Total questioned costs are \$9,462.
- A Social Services Analyst 2 allegedly completed DFSP applications and worksheets for relatives; added fictitious household members to various relatives' DFSP applications; completed a DFSP application in her husband's name and reported incorrect social security numbers for herself and her husband and reported inaccurate information concerning income and resources; changed the address on a relative's DFSP application that resulted in two additional months of DFSP benefits; and set up a fictitious DFSP case. Questioned costs are \$7,543. On November 29, 2007, the employee was indicted by a federal grand jury on one count of "Theft from Program Receiving Federal Funds" [18 USC 666(a)(1)(A)]. The employee was terminated on December 6, 2007.
- A Social Services Analyst 2 allegedly submitted fraudulent Child Care Assistance Program applications to receive child care assistance over the period March 2003 through July 2006 as the employee understated household income on the applications. Questioned costs are \$7,334. As of January 4, 2008, the DSS Bureau of Legal Counsel is still reviewing the information.
- A Social Services Analyst 2 allegedly performed unauthorized transactions on the Food Stamp cases of relatives; falsified the food stamp and TANF case records of a client (no relationship); and certified a fictitious DFSP case and activated the disaster EBT card. This employee had been reprimanded in 2002 for unauthorized case activities and falsification of case documents. The employee was arrested on September 10, 2007, and charged with "Theft and Malfeasance in Office" and was terminated on November 8, 2007. Questioned costs are \$2,955.

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****Federal Award Findings and Questioned Costs (Continued)**

- An Administrative Coordinator 3 violated DSS Policy I-510 by certifying a relative for DFSP benefits when the employee already included the relative on the employee's DFSP application and tried to disguise this action by using a non-existent address and only including a first and middle name of the DFSP application. As of January 4, 2008, DSS management still has not made any decision on the disciplinary actions for this employee nor have any funds been recouped. Questioned costs are \$149.

Certain DSS employees failed to adhere to department policies and state regulations during the performance of their job duties. In addition, existing controls were not sufficient to prevent the fraudulent activity from occurring or to identify the fraudulent activity in a timely manner. Failure to establish and follow adequate internal control procedures increases the risk that federal program benefits are made to ineligible applicants and that errors and/or fraud could occur. For the instances noted above, a total of \$306 in restitution has been paid, as of January 4, 2008.

Management should continue to investigate the possibility of fraudulent activity among DSS employees and strengthen existing controls within the affected federal programs to reduce the likelihood that fraudulent activities occur in the future. In addition, management should work with the grantor to resolve the questioned costs. Management concurred with the finding and provided a corrective action plan (B-109).

**SUMMARY OF FINDINGS
FROM OTHER EXTERNAL AUDITORS
FOR THE YEAR ENDED JUNE 30, 2007**

GRAMBLING STATE UNIVERSITY

Independent auditors performed an audit of the Grambling State University Schedule of Expenditures of Federal Awards and federal award programs for the year ended June 30, 2007, and have issued their report thereon dated December 7, 2007. The following finding was presented in their report.

F-07-CC-GSU-1 - Matching**Award Year: 2007****Award Number: Unknown****Compliance Requirement: Matching, level of effort, earmarking****Pass-Through Entity: Department of Social Services**

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

	<u>Questioned Costs</u>
47.049 - Mathematical and Physical Sciences	\$0
93.658 - Foster Care - Title IV-E	
<u>WIA Cluster:</u>	
17.259 - WIA Youth Activities	

The auditors noted that the university failed to properly document the match that is required by the grant agreement for the period July 1, 2006, through June 30, 2007. As a result, the auditors could not determine whether or not the university complied with the matching requirement.

OMB Circular A-133 *Compliance Supplement*, Part 3, Section G, stipulates that a non-federal entity must provide matching or cost sharing of a specified amount or percentage as provided in the contract or grant agreement with the federal government.

The auditors recommended that management of the university properly document the matching requirements of the grant agreement. Management provided a corrective action plan (B-57).

U.S. DEPARTMENT OF AGRICULTURE

EDUCATION, DEPARTMENT OF

**F-07-USDA-EDUC-4 - Inappropriate Charges for Free and Reduced
Price Student Meals - Recovery School District**

Award Year: 2006

Award Number: 6LA300324

Compliance Requirements: Eligibility, Special tests and provisions

	<u>Questioned Costs</u>
<u>Child Nutrition Cluster:</u>	\$0
10.553 - School Breakfast Program	
10.555 - National School Lunch Program	

The RSD of DOE charged the School Breakfast Program (CFDA 10.553) and the National School Lunch Program (CFDA 10.555) for certain ineligible student meals. Code of Federal Regulation 7 CFR 245.6a requires a school district to verify a sample of the approved free and reduced price meal applications and to reduce or terminate benefits when eligibility cannot be confirmed.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

In the verification process, RSD could not confirm eligibility for 51 approved applications for free or reduced price meals for 70 students but did not reduce or terminate program benefits for these students. The employee who performed the verifications reported that he was not adequately trained to evaluate the compliance requirements. RSD's failure to adjust student eligibility status resulted in unallowable charges to the School Breakfast Program and the National School Lunch Program.

Management should ensure that employees are adequately trained and that RSD complies with free and reduced price meal guidelines. Management concurred with the finding and outlined corrective action (B-28).

SOCIAL SERVICES, DEPARTMENT OF

**F-07-USDA-DSS-3 - Disaster Food Stamp Program: Intentional
 Program Violations and Ineligible Benefits**

Award Year: 2006

Award Number: Unknown

Compliance Requirements: Allowable costs/cost principles, Eligibility

Questioned Costs
\$248,825

Food Stamp Cluster:

10.551 - Food Stamps

**10.561 - State Administrative Matching Grants for
 Food Stamp Program**

DSS identified instances of ineligible benefits in the Disaster Food Stamp Program (DFSP) including 10 employee cases and 12 non-employee cases in which intentional program violations (IPV) were committed. The DFSP is a part of the Food Stamp Cluster, which is comprised of Food Stamps (CFDA 10.551) and the State Administrative Matching Grants for Food Stamp Program (CFDA 10.561). Federal regulation 7 CFR 273.16 defines IPV as making false or misleading statements, or misrepresenting, concealing or withholding facts; or committing any act that constitutes a violation of the Food Stamp Act, the Food Stamp Program Regulations, or any state statute for the purpose of using, presenting, transferring, acquiring, receiving, possessing or trafficking of coupons, authorization cards or reusable documents used as part of an automated benefit delivery system (access device). In addition, the U.S. Department of Agriculture, Food and Nutrition Services (FNS) *Disaster Food Stamp Handbook 320* states that agencies must develop strategies to prevent fraud and ensure program integrity from the start of the disaster response.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

As a result of concerns relating to ineligible employees, the FNS required DSS to review 100 percent of the employee DFSP cases. As of November 26, 2007, the following were disclosed:

- Ten cases were identified as IPV. Seven of the cases involved DSS employees, while three cases involved spouses of DSS employees. These 10 individuals understated income, overstated hurricane-related expenses, and/or misrepresented their household composition to improperly obtain DFSP benefits. In these 10 cases, DFSP benefits totaling \$5,348 were distributed. Four of the seven employees are still employed by DSS with no disciplinary action occurring besides restitution of funds. The department is in the process of recouping these funds.
- DSS has rendered decisions in 809 of 1,428 employee cases (57%) and has determined that 573 of the 809 employees (71%) were not eligible to receive DFSP benefits.

As of December 3, 2007, DSS records indicate that DSFP benefits totaling \$348,832 were provided to ineligible DSS employees and the three spouses mentioned above. DSFP benefits totaling \$125,731 have been repaid to the department. Of the total \$348,832, DSS identified questioned costs of \$117,820, as of March 9, 2007, which was reported in our prior year auditor's report. The remaining \$231,012 represents questioned costs identified by DSS since March 9, 2007.

As of January 10, 2008, the DSS Fraud and Recovery Section had also completed the investigation of 81 non-employee cases. Of those 81 cases, 49 cases (60%) were determined ineligible to receive DFSP benefits with 12 cases identified as IPV. DSS records indicate that DSFP benefits totaling \$29,452 were provided to ineligible applicants with DSS recouping \$11,639. The remaining \$17,813 is questioned costs.

DSS did not establish adequate control procedures to prevent DFSP applicants, including DSS employees and their spouses, from obtaining ineligible benefits. Failure to establish adequate internal control procedures over the distribution of DFSP benefits resulted in benefits made to ineligible applicants and in questioned program cost.

Management should continue to investigate the possibility of additional ineligible DFSP benefits paid, including those obtained through intentional program violations, and should work with the grantor to resolve any questioned costs. Management concurred with the finding and provided a corrective action plan (B-106).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

ECONOMIC DEVELOPMENT, DEPARTMENT OF

F-07-HUD-DED-1 - Inadequate Subrecipient Monitoring

Award Year: 2007

Award Number: Unknown

Compliance Requirements: Eligibility, Subrecipient monitoring

**14.228 - Community Development Block Grants/
 State's Program**

**Questioned
 Costs**

Unable to determine

The Department of Economic Development (DED) did not perform adequate monitoring reviews of its subrecipients of the Business Recovery Grant and Loan Program, a sub-program of the Community Development Block Grant Program (CFDA 14.228). In accordance with OMB Circular A-133 and the Memorandum of Understanding (MOU) between DED and the Office of Community Development (OCD), the department is required to conduct on-site monitoring visits of subrecipients, ensure that the grant and loan documentation is complete, and provide written documentation of the agency's monitoring activities.

The Performance Audit Division of the Office of Legislative Auditor issued a report on the Business Recovery Grant and Loan Program in October 2007. The audit found that the department did not monitor its intermediaries (subrecipients) as required by the agreement with OCD. The department did not conduct any reviews of the grant application files. As a result, the performance audit found that 53 of 68 files (78%) did not have proper documentation of eligibility, 7 of the 68 files (10%) showed that the applicants were ineligible, and 11 of the 68 applicants (16%) were awarded incorrect grant amounts. Adequate monitoring procedures should have detected these errors before the disbursement of funds.

Management did not ensure that controls were in place to determine compliance with federal and state monitoring requirements. Failure to adequately monitor program subrecipients results in noncompliance with federal regulations and the state MOU. Inadequate monitoring of subrecipients also increases the risk that funds may not be expended in accordance with program requirements resulting in disallowed costs by the federal grantor.

Management should develop and implement adequate subrecipient monitoring procedures for the Business Recovery Grant and Loan Program to ensure that subrecipients are complying with applicable federal and state requirements. Management concurred with the finding and recommendation (B-8).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

EXECUTIVE DEPARTMENT - OFFICE OF COMMUNITY DEVELOPMENT

**F-07-HUD-EXEC-OCD-1 - Inadequate Controls Over the Road Home
 Homeowner Assistance Program**

Award Year: 2007

Award Number: B-06-DG-22-001

**Compliance Requirements: Allowable costs/cost principles,
 Eligibility, Subrecipient monitoring**

**14.228 - Community Development Block Grants/
 State's Program**

**Questioned
 Costs**

Unable to determine

For the fiscal year ended June 30, 2007, OCD had not yet implemented adequate controls over the administration of the Road Home Homeowner Assistance Program of the Community Development Block Grant (CDBG - CFDA 14.228). OCD focused on making payments to disaster victims as quickly as possible because the State of Louisiana made a decision to accept additional risks associated with expedited payments with the understanding that any ineligible or unallowable payments would be detected and corrected in post-close reviews. This decision was beyond the control of OCD and inherently caused challenges to the timely planning, design, and implementation of adequate control procedures. Furthermore, this expedited payment process did not ensure that the program regulations, approved action plans, and the federal compliance requirements applicable to the program were followed by the contracted program manager, ICF Emergency Management Services (ICF), in accordance with state law and OMB Circular A-133. In recognition of this increased risk and in an effort to improve controls and address the significant errors being found in post-close reviews, OCD implemented a pre-closing process in July 2007 and has continued to modify its monitoring procedures to address additional risks and program changes. However, before July 2007, OCD's practice of monitoring on a post-close basis only allows for the detection of ineligible or unallowable payments after the disbursement of funds to recipients has been made, thereby decreasing the chances of recovery. Absent approval by the federal government to hold the state harmless for repayment of these expedited ineligible or unallowable payments, the state could be liable to the federal government for those amounts. Furthermore, disbursing funds to ineligible recipients limits the availability of those funds for eligible recipients in need of assistance. In addition, OCD advanced \$750,000 of CDBG funds to the Road Home Corporation (Louisiana Land Trust), a subrecipient, without a valid subrecipient agreement in place.

ICF, as the state's contracted program manager, is responsible for awarding funds to recipients in accordance with the program regulations and action plans. OCD, as the state's designated recipient and administrator of the CDBG funds, is responsible for ensuring ICF's compliance with program regulations. The Code of Federal Regulations (24 CFR 570.501) provides that

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

"The recipient is responsible for ensuring that CDBG funds are used in accordance with all program requirements. The use of designated public agencies, subrecipients, or contractors does not relieve the recipient of this responsibility." Good internal controls over program compliance should include adequate monitoring of a contracted program manager to ensure disbursements are made to eligible recipients and award calculations are made correctly based on accurate data. Adequate monitoring involves the consideration of certain risk factors such as the program complexity, experience of the entity with the program, the dollar amount of the award, and the percentage of the program passed through or administered by the subrecipient and/or contractor. When relying on information in a data warehouse, adequate controls should include sufficient testing to ensure the accuracy and reliability of that data. Furthermore, adequate monitoring should include an appropriate response to indications of noncompliance or possible fraudulent activities. In addition, 24 CFR 570.503 requires that before disbursing CDBG funds to a subrecipient "the recipient shall sign a written agreement with the subrecipient" to cover the entire period of time that the subrecipient controls the use of CDBG funds. These regulations specify the minimum requirements for such an agreement.

Before June 30, 2007, monitoring performed by OCD, which was done on a post-closing basis, used a sample of 5% of federal draws. Furthermore, reviews by OCD noted significant concerns such as incomplete supporting documentation, inaccurate grant calculations, and lack of ownership verification. Despite significant errors being noted in its reviews, OCD did not suspend payments, perform pre-close reviews, or increase the level of review above 5% during the fiscal year. In addition, the monitoring by OCD relied upon the accuracy of information in a data warehouse being maintained by ICF. The reliability and accuracy of the data in the data warehouse, including insurance benefit data, is questionable.

At the request of OCD, the Recovery Assistance Division (RAD) of the Louisiana Legislative Auditor performed agreed-upon procedures on the Road Home Homeowner's Program and issued a report dated September 5, 2007. The procedures were performed to assist OCD in evaluating whether homeowner grant recipients were eligible for the Road Home program and whether they received the correct award amount. The results of those procedures indicated that "Thirty-seven percent of the award amounts sampled had other values or information available in program data sources that suggested a different value could have been used in the award calculation." The RAD report cites that 19 of the 80 homeowners sampled received a total of \$166,871 more than they should have received. Furthermore, 11 of the 80 homeowners sampled received \$29,103 less than they should have received. The report further stated that "... the reliability and accuracy of the data warehouse information is questionable given that in many instances information was available in an applicant's file that was contradictory to the value in the data warehouse . . ."

The Performance Audit Division of the Louisiana Legislative Auditor conducted a performance audit on the additional compensation grant (ACG) eligibility determinations. The ACG is additional funding applicants can receive if there is a gap between their estimated cost of damage and the initial homeowner grant amount received. In this performance audit, a sample of applicants receiving the ACG at closings in May 2007 were tested. This report, issued

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Federal Award Findings and Questioned Costs (Continued)

October 17, 2007, states that 18 of the 56 applicants tested (32%) "did not provide sufficient eligibility documentation or were not eligible." These applicants had received \$687,025 in ACG funds.

Additional audits and reviews have been performed on the Road Home program by the Louisiana Legislative Auditor that cite other control weaknesses and/or deficiencies in the program and include management's responses, as appropriate. These reports can be accessed on the Internet at www.lila.la.gov:

- Road Home Housing Assistance Centers Performance Audit, issued March 28, 2007
- Road Home Program ICF Contract and Deliverables Performance Audit, issued May 30, 2007
- Road Home Program Analysis of Road Home Program Fiscal Shortfall, issued May 31, 2007
- Road Home Program Review of Policy Change Approval Process Performance Audit, issued June 13, 2007
- Road Home Program Pre-Closing Process Performance Audit, issued July 5, 2007
- Road Home Program Resolution Process Performance Audit, issued July 25, 2007

Subsequent to July 2007, additional audit reports have been issued on the program which cite certain improvements in controls but also disclose continued noncompliance with program requirements. These reports, which can also be accessed on the Internet at www.lila.la.gov will be considered in conjunction with our fiscal year 2008 audit of the program:

- Road Home Program Review of LMI Determinations Performance Audit, issued September 12, 2007
- Road Home Program Pipeline Reliability Performance Audit, issued October 31, 2007
- Road Home Program Home Evaluations Performance Audit, issued December 5, 2007
- Road Home Program Resolution Process Follow-Up Performance Audit, issued February 6, 2008

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Federal Award Findings and Questioned Costs (Continued)

- Division of Administration, Office of Community Development, Road Home Homeowner Program Recovery Services Audit, issued April 23, 2008

As mentioned previously, we recognize that the decision to expedite payments under the Road Home Homeowner Assistance Program was beyond the control of OCD, the program administrator. We also recognize that the administrative controls over the program were still in a developmental stage at June 30, 2007, as OCD was implementing policy and procedure modifications in reaction to program changes and errors noted in internal monitoring and external reviews. OCD has continued to modify and improve program controls subsequent to year-end including the implementation of pre-close reviews which provide a more timely detection of noncompliance than the post-close reviews which were in effect during fiscal year 2007. Under the post-close process, significant ineligible payments or unallowable costs would not be detected until well after the end of the fiscal year. Accordingly, because of OCD's review of program payments on a post-close rather than a pre-close basis, the limited amount of post-close reviews performed, the decision by the state to expedite program payments, the lack of reliable information in ICF's data warehouse, and the exceptions disclosed in OCD's internal monitoring and external review reports, we are unable to determine whether program disbursements as of June 30, 2007, were in substantial compliance with program regulations. In addition, the lack of a complete and valid subrecipient agreement with the Road Home Corporation further increases the risk of noncompliance with program requirements and could result in the misuse of federal funds and disallowed costs.

Management of OCD should continue working to establish adequate controls over the Road Home Homeowner Assistance Program, including holding ICF accountable for complying with contract terms to ensure that program funds are spent in accordance with the applicable requirements. Management should also review previously disbursed awards to identify program funds which were not disbursed in accordance with the applicable program regulations and should actively pursue the recoupment of overpayments, as well as ensuring that underpaid recipients are fully compensated. In addition, management should ensure that complete and valid subrecipient agreements are in place before disbursing funds to a subrecipient. OCD does not concur with the finding and contends that it did adequately monitor the program and that its controls over the program were adequate. See management's response at B-36.

Additional Comments: Controls and monitoring procedures over a federal program should provide reasonable assurance that the program is being administered in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved. Because of the evidence described above, we do not have assurance that the expedited payments made to recipients during fiscal year ending June 30, 2007, were made in accordance with the requirements of the program. We believe that adequate controls and monitoring procedures should be established to ensure that a recipient is eligible and an accurate payment amount is calculated before payment is made to a recipient.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

**PUBLIC SAFETY AND CORRECTIONS - PUBLIC SAFETY
 SERVICES, DEPARTMENT OF**

F-07-HUD-DPS-1 - Failure to Document Payroll Costs

Award Year: 2007

Award Number: Unknown

Compliance Requirements: Allowable costs/cost principles

**Pass-Through Entity: Executive Department - Office of
 Community Development**

	Questioned Costs
14.228 - Community Development Block Grants/ State's Program	\$12,551

The Department of Public Safety and Corrections, Public Safety Services, failed to document on time sheets, or any other secondary formal documentation, the hours that the program manager worked on the Uniform Construction Code Enforcement (UCCE) program, which is funded by the Community Development Block Grants/State's Program (CFDA 14.228). OMB Circular A-87, Attachment B, Section 8h, states that if employees work on multiple activities, a distribution of their salaries and related benefits will be supported by documentation that accounts for the total hours devoted to their performance of those awards.

The program manager for the department failed to identify the hours devoted to the UCCE program on his time sheets. Instead, a standard rate of 25% of his salary and related benefits was allocated as a program expenditure. Without a detailed time sheet or other supporting documentation that identifies his time devoted to the program, the department has not complied with regulations to properly support those expenditures. As a result, \$12,551 of payroll expenditures allocated to the grant during the fiscal year ended June 30, 2007, represents questioned costs.

Management of the department should develop and implement a method whereby the program manager identifies and certifies the hours devoted to performance of the UCCE program. In addition, management should contact the grant provider to resolve the questioned costs. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-93).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

U.S. DEPARTMENT OF LABOR

LABOR, DEPARTMENT OF

**F-07-USDOL-LABR-1 - Inadequate Subrecipient Monitoring
 for Workforce Investment Act Cluster**

Award Year: 2006

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

WIA Cluster:

17.260 - WIA Dislocated Workers

**Questioned
 Costs**

Unable to determine

For the fourth consecutive year, the Department of Labor (DOL) did not adequately monitor all subrecipients of the Workforce Investment Act (WIA) Dislocated Worker Program (CFDA 17.260) for compliance with federal laws and regulations. In fiscal year 2007, DOL received \$31.7 million from the National Emergency Grant (NEG), a program within the WIA Dislocated Worker Program that provided funding for temporary disaster-related jobs and training for dislocated workers after hurricanes Katrina and Rita. Of the \$31.7 million grant, \$30,166,300 was sent to subrecipients who were not monitored.

The Code of Federal Regulations [20 CFR 667.410(b)(2) and (b)(3)] requires that DOL's monitoring system provide for annual on-site reviews of its subrecipients' compliance with the federal uniform administrative requirements and include reviews of its subrecipients' fiscal and administrative functions. In addition, in accordance with the NEG agreement, states are responsible for monitoring job worksites for those participants who have temporary disaster-related employment. DOL has developed a subrecipient monitoring log to track monitoring reviews to ensure they are performed annually and a subrecipient monitoring guide to be used by staff performing the reviews. However, our review of the monitoring log for 18 NEG subrecipients that required monitoring reviews during fiscal year 2007 disclosed that all subrecipients were not monitored at least annually. As of October 1, 2007, 16 subrecipients had not been monitored from 16 to 22 months after their prior reviews were completed, and monitoring reviews had not been started for two subrecipients located in Hurricane Katrina and Hurricane Rita affected areas.

Failure to adequately monitor subrecipients impairs DOL's ability to evaluate the impact of subrecipient activities on overall compliance with laws and regulations. Costs incurred by a subrecipient that have not been appropriately monitored are at an increased risk of being disallowed by the federal grantors. Questioned costs could not be determined.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

DOL management should ensure that all subrecipient monitoring reviews are complete and adequately documented to indicate their compliance with the WIA NEG requirements and that the subrecipient monitoring reviews are performed timely. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-82).

F-07-USDOL-LABR-2 - Noncompliance With Record Retention Policy

Award Year: 2007

Award Number: Unknown

Compliance Requirements: Activities allowed or unallowed, Eligibility

	Questioned Costs
17.225 - Unemployment Insurance	\$17,928

DOL did not retain employer wage records for the Unemployment Insurance program (UI - CFDA 17.225). Employer wage records are the basis for determining whether applicants for UI benefits have earned sufficient wages in a base period to qualify for those benefits. Louisiana Revised Statute (R.S.) 44:411.A(1) requires that the head of each state agency submit a record retention schedule to the state archivist. DOL's current record retention schedule was approved by the state archivist on June 6, 2006, and it requires that employer tax records be maintained for 11 years. In addition, OMB Circular A-133, Subpart C, Section 300(b), requires states to establish internal control over federally funded programs to provide reasonable assurance that the states are administering federal awards in compliance with grant provisions, and OMB Circular A-87 requires that costs be adequately documented.

Our tests of 60 claimant eligibility of UI benefits disclosed that employer wage records for 11 claimants (18%) were not retained by DOL. Employers provided these records to DOL on electronic media, and DOL returned the records to the employers after the information was input into DOL's UI benefit master files. Benefits paid to the 11 claimants totaled \$17,928.

DOL's failure to retain records to support employee wages and eligibility may result in improper benefit payments and/or questioned costs totaling \$17,928. DOL management should strengthen its controls to ensure that records are retained in accordance with state and federal laws and regulations. Management concurred with the finding and recommendation and stated that DOL is in the process of a complete system redesign, which will include an imaging filing system. See management's response at B-84.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

**F-07-USDOL-LABR-3 - Overdraw of Unemployment Insurance
 Extended Benefits**

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Matching, level of effort, earmarking

	Questioned Costs
17.225 - Unemployment Insurance	\$12,101

For the second consecutive year, DOL overdrew federal funds for Extended Benefits (EB) in the UI program (CFDA 17.225). The amount overdrawn totaled \$12,101. The Code of Federal Regulations (20 CFR 615.10) requires that reimbursable employers or the state pay 100% of their EB payments.

EB payments are made by the federal government to eligible unemployed individuals who have exhausted their regular UI benefits during periods of high unemployment. Reimbursable employers are governments and nonprofit agencies that reimburse DOL 100% of the unemployment claims made against their accounts rather than paying a percentage of their payrolls based on unemployment experience ratings. As a result of hurricanes Katrina and Rita, which occurred in fiscal 2006, the state's unemployment rate rose, making the state eligible for extended benefits for the first time since the 1980s.

We reviewed the summary reports for the state fiscal year ended June 30, 2007. EB payments made for reimbursable employers totaled \$24,203, and DOL claimed a 50% reimbursement from the federal government, resulting in a \$12,101 overdraw of federal funds. The department did not correct the control deficiency noted in the prior audit and has not established procedures to notify accounting of the EB amount paid on behalf of reimbursable employers.

DOL management should establish policies and procedures to ensure that EB payments are reimbursed in accordance with federal regulations and should repay the federal government \$12,101, which is the amount the department claimed for reimbursable employers. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-85).

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 Federal Award Findings and Questioned Costs (Continued)

U.S. DEPARTMENT OF TRANSPORTATION

TRANSPORTATION AND DEVELOPMENT, DEPARTMENT OF

F-07-USDOT-DOTD-1 - Overdraw of Federal Funds

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Matching, level of effort, earmarking

Highway Planning and Construction Cluster:
20.205 - Highway Planning and Construction

Questioned Costs
\$43,680

The Department of Transportation and Development (DOTD) overdrew \$43,680 in federal funds for the Highway Planning and Construction program (CFDA 20.205). OMB Circular A-133 *Compliance Supplement*, Parts 3 and 4, Section G, stipulates that a non-federal entity must provide matching or cost sharing of a specified amount or percentage as provided in the project agreements with the federal government.

The overdraw resulted from a misclassification of expenditures that were to be funded by a local government as federal. Although the department has policies and procedures for the review of system-generated reports indicating errors in cost share percentages, management failed to ensure timely follow-up on this item, which was identified as a potential error during that review. Failure to ensure timely detection and correction of cost share errors subjects the department to noncompliance with matching requirements, overdraw of federal funds, and potential interest liabilities.

Management of DOTD should ensure compliance with established policies and procedures over matching and timely follow-up of potential errors identified to ensure timely detection and correction of errors. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-127).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

U.S. DEPARTMENT OF EDUCATION

BATON ROUGE COMMUNITY COLLEGE

F-07-ED-BRCC-1 - Inadequate Controls Over Federal Work-Study Program

Award Year: 2006 - 2007

Award Number: P033A068804

**Compliance Requirements: Matching, level of effort, earmarking,
 Period of availability of funds**

Student Financial Assistance Cluster:
84.033 - Federal Work-Study Program

**Questioned
 Costs**

\$55,711

The Baton Rouge Community College has not established adequate internal control over the matching and period of availability compliance requirements of the Federal Work-Study program (CFDA 84.033). The Code of Federal Regulations (34 CFR 675.26) states that the federal share of work study program disbursements must not exceed 75% of the total program disbursements, plus 5% for grant administration unless approval is obtained from the grantor agency to request 100% reimbursement. In addition, 34 CFR 673.4(f) states that an institution may not use funds allocated for an award year to satisfy obligations incurred after the end of the designated award year. Furthermore, 34 CFR 600.2 defines award year as "the period of time from July 1 of one year to June 30 of the following year." Finally, 34 CFR 675.18(b)(1) allows an institution to carry forward up to 10% of its current year allocation to the subsequent award year.

During the fiscal and award year ended June 30, 2007, we noted the following:

- The college did not provide the required matching funds (25%) and received grant funds in excess of the allowable federal portion. For the year, the college disbursed work study program payments to students totaling \$234,110. Of that amount, the allowable federal portion totaled \$187,289, which consisted of \$175,583 (75%) for reimbursement of payments to students plus \$11,706 (5%) for administrative costs. The total grant funds requested by the college for the award year totaled \$212,094, which exceeded the allowable federal portion by \$24,805.
- The college received excess reimbursement for work performed subsequent to the end of the award year. For the award year, the college received \$57,906 reimbursement of student payments and administrative cost for work subsequent to June 30, 2007. Of this amount, \$30,906 exceeded 10% of the current year

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

award or \$27,000, which can be carried over and expended in the subsequent award year.

The college did not place sufficient emphasis on calculating the required matching requirement and did not have a sufficient understanding of the award year's period of availability and carryover limitations. As a result, a total of \$55,711 in Federal Work-Study program grants were improperly requested and represent questioned costs.

The college should establish and implement policies and procedures to ensure the college provides the required matching funds for the Federal Work-Study program and only requests funds for work performed within the award year. In addition, the college should contact the grant provider to resolve the questioned costs. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-3).

F-07-ED-BRCC-2 - Inadequate Control Over Pell Grant

Award Year: 2006 - 2007

Award Number: P063P065473

Compliance Requirement: Special tests and provisions

Student Financial Assistance Cluster:
84.063 - Federal Pell Grant Program

Questioned Costs
\$1,610

For the third consecutive year, the Baton Rouge Community College has not established adequate internal controls over unofficial withdrawals and refunds of the Federal Pell Grant program (CFDA 84.063). An adequate system of internal controls should include procedures to identify timely Federal Pell Grant (Pell) recipients who unofficially withdraw from the college and accurately calculate the portion of grant funds to be refunded to the grantor agency. The Code of Federal Regulations (34 CFR 668.22) states that if a student who received Title IV program assistance withdraws from the college during a payment period or period of enrollment, the college must (1) determine the student's withdrawal date within 30 days after the date of the period of enrollment; (2) calculate the portion of grant funds earned by the student; and (3) refund any unearned grant funds to the grantor agency within 45 days of determining the students withdrew.

Our tests of the college's Title IV financial aid programs for the year ended June 30, 2007, identified the following:

- For two of 10 (20%) students tested who unofficially withdrew from the college during the fiscal year (received F's in all classes), the college did not determine the student's withdrawal date (last date the student attended an academic-related activity) within 30 days after the end of the term. For these two students,

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Federal Award Findings and Questioned Costs (Continued)

who both withdrew during the fall 2006 term, as well as for the 152 other students who unofficially withdrew during the fall 2006 term, the college did not determine the students' withdrawal dates until June 2007. The total refunds calculated by the college in June 2007 for all students who unofficially withdrew during the fall 2006 term totaled \$36,068. This amount was remitted to the grantor agency on July 27, 2007.

- For 10 of 15 (67%) students tested who officially withdrew from the college during the fiscal year (received W's in all classes), the college did not correctly identify the dates of the students' final withdrawal. For six of those 10 students, the college's use of an incorrect withdrawal date in calculating the unearned grant funds resulted in funds due to the grantor agency being understated by \$1,610. During the fiscal year, 176 students received Pell grants totaling \$226,973. The 15 students tested received Pell grants totaling \$18,346.

The college did not place sufficient emphasis on identifying timely the date students officially withdrew from all classes. In addition, the college's use of incorrect withdrawal dates in its refund calculations resulted from financial aid personnel using the date the withdrawal form was approved by enrollment services, rather than the earlier student signature date. As a result, a total of \$1,610 in Pell grants were not properly refunded and represent questioned costs.

The college should ensure that procedures are in place to identify unofficial withdrawals within 30 days after the end of the period of enrollment and calculate the unearned Pell grant funds refundable to the grantor agency. In addition, the college should take actions to properly identify the actual withdrawal date of students when calculating the unearned Pell grant funds to be returned to the grantor agency. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-4).

BOARD OF REGENTS FOR HIGHER EDUCATION

F-07-ED-BOR-1 - Deficiencies in Subrecipient Monitoring

Award Year: 2007

Award Number: P938D060001

Compliance Requirements: Allowable costs/cost principles,
Subrecipient monitoring

	Questioned Costs
84.938 - Hurricane Education Recovery	\$0

The Louisiana Board of Regents for Higher Education (the Board) did not adequately address allowable costs in its monitoring of subrecipients of the Hurricane Education Recovery Act

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

(HERA) program (CFDA 84.938D). As required by OMB Circular A-133, the Board has procedures to monitor the activities of subrecipients and performs tests for compliance with laws, regulations, and the provisions of contracts or grant agreements. The Board's procedures, however, did not include specific tests to determine if there were other sources of funding for the expenses reimbursed by the HERA program. The HERA grant agreement between the Board and the U.S. Department of Education states that the funds are to provide emergency assistance based upon the demonstrated need of institutions of higher education that were affected by the hurricanes. If an affected institution had another source of funding for expenses reimbursed by the HERA program, the institution may not have a demonstrated need for the reimbursement and unallowable costs could be incurred.

We found that the Board's auditors do perform tests for certain unallowable costs, such as cleanup, repair, and construction, which are not reimbursed by the HERA program. In addition, the subrecipients provided written attestation that funds provided by the HERA program would only be used for expenditures that are not funded with monies from other sources. The Board's subrecipient monitoring procedures, however, did not specifically test management's attestations that there were no other sources of funds for the expenses reimbursed by the HERA program. As a result, the Board's tests of expenses reimbursed by the HERA program may not have detected expenses that were also funded from other sources. As of June 5, 2007, the amount of HERA program expenses that the Board paid to subrecipients during the fiscal year was \$30,865,457.

The Board should expand its subrecipient monitoring procedures to include specific tests for other sources of funding for the expenses reimbursed by the HERA program. Although management responded that it does not concur with the finding, management did outline a plan of action (B-5).

EDUCATION, DEPARTMENT OF

**F-07-ED-EDUC-5 - Inadequate Controls Over Movable Property -
 Recovery School District**

Award Year: 2005 - 2006

Award Number: S938A060002

Compliance Requirement: Equipment and real property management

	Questioned Costs
84.938 - Hurricane Education Recovery	\$0

The RSD of DOE did not maintain adequate internal control over movable property that was purchased with federal funds under the Hurricane Education Recovery Program (CFDA 84.938)

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Federal Award Findings and Questioned Costs (Continued)

and did not comply with state and federal laws and regulations. OMB Circular A-87, "Cost Principles for State, Local, and Indian Tribal Governments," requires that governmental units manage equipment purchased with federal funds in accordance with state laws and procedures. Title 34, Part VII, Section 307 of the Louisiana Administrative Code requires that all movable property having an original acquisition cost of \$1,000 or more be tagged with a uniform state of Louisiana identification tag and all pertinent inventory information be forwarded to the Louisiana Property Assistance Agency (LPAA) within 60 calendar days after receipt of these items. Gifts of movable property must be given a fair market value as agreed upon between the donor and head of the receiving agency and be recorded in inventory if the fair market value is \$1,000 or more. DOE movable property control procedures require that employees report property deliveries to the appropriate property liaison and also sign and date any paperwork received with the property and forward the paperwork to the property liaison immediately. R.S. 39:325 requires that upon completion of the initial inventory, an inventory report be submitted by each property manager to LPAA.

RSD management did not conduct an annual inventory of movable property and submit a report as required. RSD did not tag and report movable property items as required; did not maintain accurate information in the state's movable property system, Protégé; and did not follow proper receiving and reporting procedures. RSD also did not properly value donated property to determine if tagging and reporting was required.

In our test of movable property transactions, the following were noted:

- RSD failed to conduct an initial inventory and submit the inventory report by the due date of April 30, 2007.
- One of 24 property items tested (4%) could not be located.
- Four of 20 items tested (20%) were not tagged and five of 21 items tested (24%) were not entered into Protégé.
- Four of seven items tested (57%) were not entered into Protégé within 60 days of receipt.
- Two of 15 items reported in Protégé (13%) were not in the location indicated and four (27%) did not include the correct state property tag numbers and/or serial numbers.
- Of 13 purchases of movable property tested, seven (54%) lacked a receiver's signature and 10 (77%) lacked evidence of the receiving date or had conflicting dates of receipt.

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Federal Award Findings and Questioned Costs (Continued)

- A donated conference room projector lacked the required fair market value agreement with the donor, and the department had not considered if it should be tagged and entered into the inventory system.

Failure to maintain adequate internal control over movable property increases the risk that assets may be misreported, lost, or stolen.

Management should ensure that RSD conducts an annual inventory and submits reports as required; tags and reports property as required; documents when property is received; correctly enters property information in inventory records; and tracks the physical location of property when moved. Management concurred with the finding and outlined a corrective action plan (B-19).

F-07-ED-EDUC-6 - Inadequate Fiscal Monitoring

Award Year: 2005, 2006

Award Number: Various

Compliance Requirement: Subrecipient monitoring

	Questioned Costs
84.010 - Title I Grants to Local Educational Agencies	
84.367 - Improving Teacher Quality State Grants	
84.938 - Hurricane Education Recovery	
<u>Special Education Cluster (IDEA):</u>	
84.027 - Special Education - Grants to States	
84.173 - Special Education - Preschool Grants	\$0

For the second consecutive year, DOE did not perform adequate fiscal monitoring of federal awards. OMB Circular A-133 requires pass-through entities of federal awards to monitor the activities of subrecipients as necessary to ensure that federal awards are used for authorized purposes in compliance with laws, regulations, and provisions of contracts or grant agreements.

- As of June 30, 2007, the department had not performed any monitoring for the Hurricane Education Recovery - Immediate Aid to Restart School Operations (CFDA 84.938A) program since its inception in fiscal year 2006.
- During the current fiscal year, no fiscal monitoring was performed by the department to ensure that only allowable expenditures were charged to the following major federal programs: Title I Grants to Local Educational Agencies (CFDA 84.010), Improving Teacher Quality State Grants (CFDA 84.367), Special Education - Grants to States (CFDA 84.027), and Special Education - Preschool Grants (CFDA 84.173).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

Management failed to adequately emphasize the importance of fiscal monitoring to its program managers. Failure to monitor subrecipients could result in possible misuse of federal funds by subrecipients.

Management should perform adequate fiscal monitoring on all its federal awards, as required by federal regulations. Management concurred with the finding and outlined corrective action (B-24).

**F-07-ED-EDUC-7 - Inadequate Subrecipient Monitoring
Over Single Audits**

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

Questioned Costs
\$0

84.367 - Improving Teacher Quality State Grants

84.938 - Hurricane Education Recovery

Special Education Cluster (IDEA):

84.027 - Special Education - Grants to States

84.173 - Special Education - Preschool Grants

For the third consecutive year, DOE did not adequately follow up on single audits of its subrecipients. OMB Circular A-133 requires pass-through entities for federal awards to (1) ensure that subrecipients expending \$500,000 or more in federal awards during a fiscal year have a single audit; (2) issue a management decision on audit findings within six months after receipt of the subrecipient's audit report; and (3) ensure that the subrecipient takes appropriate and timely corrective action. OMB Circular A-133 further states that a management decision means the evaluation by the pass-through entity of audit findings and the issuance of a written decision as to what corrective action is necessary.

A test of three single audit reports with findings showed the following:

- For all three reports, the department failed to issue management decisions within six months of receipt of the audit reports. No management decisions have been issued even though the reports were received by DOE approximately eight months ago.
- For one of the three reports, no corrective action plan had been finalized.
- For two of the three reports, the department did not ensure the timely resolution of \$20,625 in questioned costs.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

Management failed to adequately stress the importance of a timely followup on single audits of its subrecipients. Inadequate resolution of findings from the single audits of subrecipients results in noncompliance with federal regulations and could result in repeat findings in subsequent single audits of subrecipients, including possible continued misuse of federal funds by subrecipients and disallowed costs.

DOE should issue management decisions on findings in single audits of its subrecipients within six months after receipt of the subrecipient's audit report, ensure that the subrecipient takes appropriate and timely corrective action, and resolve all questioned costs. Management concurred with the finding and outlined corrective action (B-27).

**F-07-ED-EDUC-8 - Noncompliance With Federal Equipment
 Management Regulations**

Award Year: 2005 - 2006

Award Number: S938A060002

Compliance Requirement: Equipment and real property management

	Questioned Costs
84.938 - Hurricane Education Recovery	\$0

DOE did not comply with federal equipment management regulations. Equipment means tangible nonexpendable property purchased with a federal award, having a useful life of more than one year, and an acquisition cost of \$5,000 or more per unit. OMB Circular A-87, "Cost Principles for State, Local, and Indian Tribal Governments," requires a state to use, manage, and dispose of equipment acquired under a federal grant in accordance with state laws and procedures. Title 34, Part VII, Section 307 of the Louisiana Administrative Code requires that all movable property having an original acquisition cost of \$1,000 or more be tagged with a uniform state of Louisiana identification tag and all pertinent inventory information be forwarded to the LPAA within 60 calendar days after receipt of these items.

DOE did not tag and report equipment as required and did not maintain accurate information in the state's property system, Protégé. In a test of 15 items of equipment purchased with federal grants (Hurricane Education Recovery - CFDA 84.938), the following were noted:

- Four of 15 (27%) items of equipment were not in the location reported.
- Three of 15 (20%) items were not tagged, even though the equipment was received 157 days before testing.
- Eleven of 15 (73%) items were not entered into Protégé within 60 days. The delays in entering the equipment ranged from 62 to 109 days.

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 Federal Award Findings and Questioned Costs (Continued)

- For three of 15 (20%) items, the serial numbers were not reported in Protégé.

DOE failed to comply with federal regulations because off-site property liaisons were not adequately instructed and monitored. Failure to comply with federal equipment management regulations increases the risk that assets may be misreported, lost, or stolen.

Management should ensure that equipment is tagged and reported accurately and timely in accordance with state and federal regulations. Management should also ensure that records are corrected when equipment is relocated. Management concurred with the finding and outlined corrective action (B-30).

F-07-ED-EDUC-9 - Theft of Computers - Recovery School District

Award Year: 2006

Award Number: S938A060002

Compliance Requirement: Equipment and real property management

	Questioned Costs
84.938 - Hurricane Education Recovery	\$0

The RSD of DOE failed to maintain adequate control over movable property, resulting in the loss of 34 laptop computers. In addition, RSD management did not notify the district attorney and legislative auditor of the thefts as required by law. Good internal control requires that adequate control procedures be in place to ensure that movable property is properly safeguarded against loss arising from unauthorized use or theft. In addition, R.S. 24:523 states that an agency head of an auditee who has actual knowledge of any misappropriation of public funds or assets of the agency shall immediately notify, in writing, the legislative auditor and the district attorney of the parish in which the agency is domiciled of such misappropriation.

A New Orleans Police Department report shows that on May 31, 2007, Wicker Elementary School, operated by the RSD, reported 34 laptop computers stolen from a storage container. A broken key was noted in the lock of the storage container. The employee reporting the theft said his keys had been stolen in a separate theft at this location. Police reported that no alarms came in from the school. As of October 4, 2007, RSD had not notified the district attorney or the legislative auditor in writing about this theft. These computers were purchased at a cost of \$56,128 with the federal Hurricane Education Recovery - Immediate Aid to Restart School Operations Program (CFDA 84.938).

RSD management should strengthen its internal controls over movable property and should report all misappropriations of public funds and assets to the district attorney and legislative auditor. Management concurred with the finding and outlined a corrective action plan (B-31).

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 Federal Award Findings and Questioned Costs (Continued)

LOUISIANA STATE UNIVERSITY AT ALEXANDRIA

**F-07-ED-LSUALEX-1 - Weaknesses in the Administration
 of Student Financial Aid**

Award Year: 2006 - 2007

Award Number: Various

Compliance Requirement: Reporting

	<u>Questioned Costs</u>
<u>Student Financial Assistance Cluster:</u>	\$0
84.007 - Federal Supplemental Educational Opportunity Grants	
84.032 - Federal Family Education Loans	
84.033 - Federal Work-Study Program	
84.063 - Federal Pell Grant Program	

Louisiana State University at Alexandria (LSUA) did not fully comply with all student financial aid reporting requirements. Volume 6, Chapter 1 of the *Federal Student Aid Handbook* [U.S. Department of Education (USDOE)] requires institutions to maintain financial records that reflect all campus-based program transactions and support the school's application for campus-based funds. Volume 4, Chapter 2 of the *Federal Student Aid Handbook* requires that an institution submit Federal Pell Grant disbursement records to the USDOE no later than 30 days after making a disbursement or becoming aware of the need to adjust a student's Pell Grant. Volume 2, Chapter 10 of the *Federal Student Aid Handbook* requires that an institution report changes in enrollment to less than half time, graduated, or withdrawn within 30 days for students who received a Federal Family Education Loan or a Federal Direct Loan.

In our tests of student financial aid at LSUA (CFDA 84.007 - Federal Supplemental Educational Opportunity Grants, 84.032 - Federal Family Education Loans, 84.033 - Federal Work Study, and 84.063 - Federal Pell Grant Program), we determined the following:

- Management of LSUA was unable to provide assurance that some of the data reported in the Fiscal Operations Report and Application to Participate (FISAP) was properly calculated and supported by adequate documentation. LSUA did not ensure that supporting documentation was maintained for 15 fields for Parts II, IV, V, and VI of the FISAP. LSUA believes the dollar differences are likely timing differences because the reports that LSUA used at the time it prepared the FISAP were not located at the time of our audit tests.
- Disbursement records that report Pell payment data to the federal grantor (USDOE) were not submitted timely. LSUA did not submit the Pell Grant payment data for the fall 2006 semester to USDOE within 30 days after making

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 Federal Award Findings and Questioned Costs (Continued)

the disbursements. In our test of 14 student financial aid transactions, we found that six were submitted from 15 to 42 days late.

- LSUA did not ensure that changes in student status were timely reported to the National Student Clearinghouse. LSUA did not maintain documentation to verify that changes in enrollment for students who graduated or withdrew during the fall and spring semesters of academic year 2006-2007 were reported to the National Student Clearinghouse within 30 days for two of three students tested.

As a result, management of LSUA did not ensure that data was properly calculated, supported by adequate documentation, and submitted timely as required by federal regulations. Failure to maintain supporting documentation reduces the accuracy of reports and could result in disallowed or questioned costs. Failure to timely submit Pell payment data to the USDOE and failure to timely report changes in student enrollment to the National Student Clearinghouse results in noncompliance with federal program requirements.

LSUA management should ensure that adequate documentation is maintained to support the accuracy of data included in all parts of the FISAP. LSUA management should also establish procedures to ensure that disbursements of Pell are timely reported to the USDOE and ensure that student status changes are reported timely to the National Student Clearinghouse. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-87).

LOUISIANA TECHNICAL COLLEGE

F-07-ED-LTC-1 - Inadequate Control Over Pell Grant

Award Year: 2006 - 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Student Financial Assistance Cluster:
84.063 - Federal Pell Grant Program

Questioned Costs
\$0

For the sixth consecutive year, the Louisiana Technical College (LTC) has inadequate internal control over refunds and returns of overpayments of the Federal Pell Grant program (CFDA 84.063). The Code of Federal Regulations (34 CFR 668.22) requires that a refund of Pell funds be made as soon as possible but no later than 45 days after the date of the institution's determination that the student withdrew. Furthermore, 34 CFR 668.21 requires that an institution return overpayments resulting from Pell checks issued but not picked up by students who subsequently withdrew, dropped out, or were expelled before the first day of class. LTC

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policy requires each campus to submit a void form and the original check to be voided for each student that does not pick up his/her Pell check within 30 days of the check date.

Pell refunds and returns of overpayments are initiated at the individual LTC campuses and sent to the LTC Transition Office, who then credits the Pell account and remits the funds to the USDOE. In a review of all Pell refunds and voided Pell checks initiated during fiscal year 2007, we noted the following:

- Of 199 refunds, 35 (18%) totaling \$11,112 were not remitted to the USDOE until 46 to 184 days after the reported date of determination of the students' withdrawal for an average of 87 days.
- Of 190 voided Pell checks resulting from student withdrawals, 20 (11%) totaling \$20,784 were not remitted to the USDOE until 46 to 376 days after the reported date of determination of the students' withdrawal for an average of 88 days. In addition, we noted that the reported date of determination of the students' withdrawal for 29 of these voided checks was 38 to 178 days after the check issue date for an average of 62 days.
- Of 154 Pell checks voided for campus errors and for students not picking up their checks, 87 (56%) totaling \$69,661 were not remitted to the USDOE until 48 to 634 days after the checks were issued for an average of 145 days.

Failure to adequately control Pell refunds and returns of overpayments has caused the LTC to be in noncompliance with federal program requirements. Management of the LTC should ensure that its policies are followed and that Pell refunds and returns of overpayments from voided Pell checks are remitted timely to the USDOE. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-92).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

SOCIAL SERVICES, DEPARTMENT OF

**F-07-ED-DSS-4 - Vocational Rehabilitation: Weaknesses Over
 Program Requirements**

Award Year: 2006, 2007

Award Number: Unknown

**Compliance Requirements: Allowable costs/cost principles,
 Eligibility, Reporting**

	Questioned Costs
84.126 - Rehabilitation Services - Vocational Rehabilitation Grants to States	\$0

The Department of Social Services (DSS), Louisiana Rehabilitation Services (LRS), did not maintain sufficient controls to ensure expenditures charged to the Rehabilitation Services - Vocational Rehabilitation Grants to States program (CFDA 84.126) were supported by adequate documentation. DSS also did not comply with certain eligibility and reporting requirements in administering the Vocational Rehabilitation program. OMB Circular A-133, Subpart C, Section 300(b), requires states to establish internal control over federally funded programs to provide reasonable assurance that the state is managing federal awards in compliance with grant provisions. Proper administration would include controls for ensuring expenditures are properly supported and federal reports are accurate.

Audit procedures performed on the Vocational Rehabilitation program disclosed the following:

Allowable Cost

For the fifth consecutive year, expenditures were not adequately supported. In two of 25 (8%) client expenditures tested, there was no evidence of supporting documentation such as a transcript or invoice at the time of payment.

Eligibility

For three of 30 (10%) clients tested, LRS did not determine eligibility within 60 days after an application was submitted and did not obtain client agreement to a specific extension of time. United States Code Title 29, Chapter 16, Section 722, provides that the state shall determine if an individual is eligible for vocational rehabilitation services within a reasonable period of time, not to exceed 60 days, after the individual has submitted an application for the services unless the individual agrees to a specific extension of time.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

Reporting

LRS overstated the amount reported on the federal fiscal year 2006 RSA-2 report, Schedule I, Line 2.A.2.a by \$82,821. LRS personnel did not reconcile the amounts reported to the underlying accounting records.

Failure to maintain sufficient control over program expenditures, eligibility, and reporting requirements may subject the department to disallowed costs by the grantor agency and increases the risk of errors and/or fraud.

DSS management should require all employees to adhere to program regulations and established procedures in administering the Rehabilitation Services - Vocational Rehabilitation Grants to States program. In addition, LRS personnel should develop reconciliation procedures to ensure that required federal reports are accurate and complete. Management concurred with the finding and provided a corrective action plan (B-115).

SUMMARY OF FINDINGS
FROM OTHER EXTERNAL AUDITORS
FOR THE YEAR ENDED JUNE 30, 2007

GRAMBLING STATE UNIVERSITY

Independent auditors performed an audit of the Grambling State University Schedule of Expenditures of Federal Awards and federal award programs for the year ended June 30, 2007, and have issued their report thereon dated December 7, 2007. The following finding was presented in their report.

F-07-ED-GSU-2 - Federal Work-Study

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Student Financial Assistance Cluster:
84.033 - Federal Work-Study Program

Questioned Costs
\$0

The auditors noted the following conditions during the audit of the Federal Work-Study Program (CFDA 84.033):

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

- The hours reported on students' time sheets did not agree to the hours for which the students were paid for eight students out of 10 tested. The wages were underpaid to the students totaling \$79.
- Six out of 10 students selected for testing worked while scheduled to be in class.

Recordkeeping requirements [34 CFR 675.19(b)] cite that a school must follow the record retention and examination provisions and establish and maintain program and fiscal records that are reconciled at least monthly. The university did not properly adhere to established university procedures which require that university personnel reconcile fiscal records on a monthly basis, ensure that students do not receive federal work-study payments in excess of amounts earned, and ensure that students do not work during scheduled class periods.

The auditors recommended that management of the university adhere to established policies and procedures regarding the work-study program. Management provided a corrective action plan (B-56).

SOUTHERN UNIVERSITY AND A&M COLLEGE (BATON ROUGE)

Independent auditors performed an audit of the Southern University and A&M College (Baton Rouge) Schedule of Expenditures of Federal Awards and federal award programs for the year ended June 30, 2007, and have issued their report thereon dated December 14, 2007. The following findings were presented in their report.

F-07-ED-SUBR-1 - Return of Title IV Funds

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Student Financial Assistance Cluster:

84.007 - Federal Supplemental Educational Opportunity Grants

84.032 - Federal Family Education Loans

Questioned Costs
\$0

For the second consecutive year, the auditors noted the management of the university identified approximately 76 students that unofficially withdrew from the university and required, but did not have, a return of Title IV funds calculation. Prior to issuing the audit report, management prepared the calculations and returned the funds to the USDOE.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

OMB Circular A-133 *Compliance Supplement*, Part 5, Section (N) (4), specifies that when a student receives Title IV assistance and withdraws from an institution, the institution must determine the amount of the Title IV aid earned by the student as of the withdrawal date. The difference between any amounts earned that is less than the amount disbursed must be returned to the Title IV program within the prescribed time frame.

The auditors recommended that management of the university implement procedures to ensure that all calculations are prepared timely and funds are returned in accordance with Title IV regulations. Management concurred with the finding and provided a corrective action plan (B-118).

F-07-ED-SUBR-2 - Satisfactory Academic Progress

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

	Questioned Costs
<u>Student Financial Assistance Cluster:</u>	
84.032 - Federal Family Education Loans	\$8,593
84.063 - Federal Pell Grant Program	<u>6,075</u>
	<u>\$14,668</u>

The auditors noted that two students out of 50 tested were awarded and received financial aid although the students did not meet the university's standards for achieving satisfactory academic progress.

Title IV regulations [34 CFR Section 668.32(f)] stipulate that students participating in the Title IV Federal Financial Aid programs must be maintaining satisfactory progress in the course of study he or she is pursuing, according to the standards and practices of that institution to receive student financial aid. OMB Circular A-133 *Compliance Supplement*, Part 5, Appendix A, Student Financial Assistance - Student Eligibility Compliance Requirement Number (6), stipulates that a student must maintain good standing or satisfactory progress. Title IV regulations [34 CFR 668.16(e)] stipulate that an institution must establish, publish, and apply reasonable standards for measuring satisfactory academic progress. The university disbursed financial aid to two students that did not maintain satisfactory academic progress. Questioned costs totaled \$14,668.

The auditors recommended that management of the university adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

monitor the academic standing of all students prior to awarding student financial aid. Management provided a corrective action plan (B-118).

F-07-ED-SUBR-3 - Verification

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

	<u>Questioned Costs</u>
<u>Student Financial Assistance Cluster:</u>	
84.032 - Federal Family Education Loans	
84.063 - Federal Pell Grant Program	\$4,700

The auditors noted that the verification information for two students out of 25 tested conflicted with the verified documentation or the verification information was not verified.

OMB Circular A-133 *Compliance Supplement*, Part 5, Student Financial Assistance Programs, Section III, Part N - Special Tests and Provisions, stipulates that the university is required to establish written policies and procedures that incorporate the provisions of 34 CFR sections 668.51 through 668.61 for verifying applicant information. The university shall require each applicant whose application is selected by the central processor, based on edits specified by the USDOE, to verify the information specified in 34 CFR section 668.56. The university disbursed financial aid to two students who had not completed the verification process. Questioned costs totaled \$4,700.

The auditors recommended that management of the university adhere to established procedures to ensure that all verification information is obtained and verified prior to the disbursement of financial aid. Management provided a corrective action plan (B-118).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

SOUTHERN UNIVERSITY AT NEW ORLEANS

Independent auditors performed an audit of the Southern University at New Orleans Schedule of Expenditures of Federal Awards and federal award programs for the year ended June 30, 2007, and have issued their report thereon dated December 14, 2007. The following findings were presented in their report.

F-07-ED-SUNO-1 - Student Account Balance

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

	Questioned Costs
<u>Student Financial Assistance Cluster:</u>	<u>\$0</u>
84.007 - Federal Supplemental Educational Opportunity Grants	
84.032 - Federal Family Education Loans	
84.033 - Federal Work-Study Program	
84.063 - Federal Pell Grant Program	

For the second consecutive year, the auditors noted that 34 of 50 students tested had student financial aid credit balances, and the university did not refund the credit balances to the students within the required 14 days.

OMB Circular A-133 *Compliance Supplement*, Part 5 - Student Financial Assistance (SFA) programs, Section III, Part N - Special Tests and Provisions, stipulates that disbursements to students must be made in accordance with required time frames. Title IV regulations [34 CFR 668.164 (e)] specify that whenever a school credits SFA program funds to a student's account, and those funds exceed the student's allowable charges, a SFA credit balance occurs. The school must pay the credit balance to the student as soon as possible, but no later than 14 days after the later of the date the balance occurred on the student's account or the first day of classes of the payment period.

The auditors recommended that management of the university take immediate steps to ensure that students receive their refund checks within the required time frames as required by Title IV regulations. Management provided a corrective action plan and explained that the university continues to operate its data processing from a temporary location as a result of Hurricane Katrina (B-120).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

F-07-ED-SUNO-2 - Student Status Confirmation Report

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Questioned
Costs
\$0

Student Financial Assistance Cluster:
84.032 - Federal Family Education Loans

The auditors noted that the enrollment status was not properly reported on the student status confirmation reports for four students out of 10 tested. As a result, the university did not properly report the students' enrollment status to the guaranty agency.

Title IV regulations [CFR 682.610 (C)(I)(ii)(iii)] stipulate that if a university discovers that a Stafford, SLS, or PLUS loan has been made to or on behalf of a student who is enrolled, but who has ceased to be enrolled on at least a half-time basis; a student who has been accepted for enrollment, but has failed to enroll on at least a half-time basis for the period for which the loan was intended; or a full-time student who has ceased to be enrolled on a full-time basis; the university must notify the guaranty agency. The university did not properly report the students' status to the guaranty agency.

The auditors recommended that the university determine students' proper enrollment status and report the accurate status to the guaranty agency. Management provided a corrective action plan (B-121).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

SOUTHERN UNIVERSITY AT SHREVEPORT-BOSSIER CITY

Independent auditors performed an audit of the Southern University at Shreveport-Bossier City Schedule of Expenditures of Federal Awards and federal award programs for the year ended June 30, 2007, and have issued their report thereon dated December 14, 2007. The following findings were presented in their report.

F-07-ED-SUSH-1 - Crediting Student Account

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Questioned
Costs
\$0

Student Financial Assistance Cluster:

84.007 - Federal Supplemental Educational Opportunity Grants

84.063 - Federal Pell Grant Program

For the second consecutive year, auditors noted that accounts were credited earlier than 10 days before the first day of class for 20 students out of 50 tested. The university did not properly ensure that Federal Pell Grant Program funds were disbursed within the time frame allowed by federal regulations, thus financial aid was disbursed to students before the allowed time.

Title IV regulations [34 CFR 668.164(e)(1)] stipulate that if a student is enrolled in a credit-hour educational program that is offered in semester academic terms, the earliest the institution may disburse Title IV funds to a student for any payment period is 10 days before the first day of classes for a payment period. Funds may be disbursed to a student by crediting the student's account.

The auditors recommended that management of the university adhere to established procedures which require that all federal funds be disbursed to students within a timely manner. Management outlined a plan of corrective action (B-123).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

F-07-ED-SUSH-2 - Return of Title IV Funds

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

Questioned Costs
\$464,175

Student Financial Assistance Cluster:

84.007 - Federal Supplemental Educational Opportunity Grants

84.032 - Federal Family Education Loans

The auditors noted the following conditions:

- The return of the Title IV fund calculation was done incorrectly for one student out of 18 tested. The incorrect calculation resulted in an underpayment by the student of \$95 for the Federal Family Education Loans program.
- An incorrect federal grant overpayment occurred for one student out of 18 tested. This overpayment resulted in a decrease of \$294 in the amount due to the federal government.
- Federal Pell Grant Program (Pell) funds were required to be returned to the USDOE for all 18 students tested. The university did not report the Pell adjustments to the USDOE Common Origination and Disbursement system.
- Eight students who withdrew on or before the 60% point of enrollment received Title IV aid but did not have a return of Title IV funds calculation on file.
- The university determined that a group of students unofficially withdrew from the university and prepared the return of Title IV funds calculations; however, the funds were not remitted to the funding sources. The total amount to be returned by the school and the students totaled \$187,531 and \$277,033, respectively. The university follows the practice of returning the student's portion of amounts due as a result of the return of Title IV funds calculations.

OMB Circular A-133 *Compliance Supplement*, Part 5, Student Financial Assistance Section (N)(4), specifies that when a student receives Title IV assistance and withdraws from an institution, the institution must determine the amount of Title IV aid earned by the student as of the withdrawal date. The difference between any amounts earned that is less than the amount disbursed must be returned to the Title IV program within the prescribed time frame.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

The auditors questioned costs totaling \$464,175 relating to the unofficial withdrawals. The auditors were unable to question the costs pertaining to the eight students with no calculations, as the calculations had not been performed as of the report issuance date.

The auditors recommended that management of the university immediately make the necessary determination as to whether or not the students unofficially withdrew from the university, prepare the return of Title IV funds calculations, and return the funds to the USDOE. Management outlined a corrective action plan (B-126).

F-07-ED-SUSH-3 - Satisfactory Academic Progress

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

	Questioned Costs
<u>Student Financial Assistance Cluster:</u>	
84.007 - Federal Supplemental Educational Opportunity Grants	\$200
84.032 - Federal Family Education Loans	42,314
84.033 - Federal Work-Study Program	717
84.063 - Federal Pell Grant Program	45,869
	<u>\$89,100</u>

For the third consecutive year, auditors noted that 14 students out of 50 tested were awarded and received financial aid although the students did not meet the university's standards for achieving satisfactory academic progress.

Title IV regulations [34 CFR Section 668.32(f)] stipulate that students participating in the Title IV Federal Financial Aid programs must be maintaining satisfactory progress in the course of study he or she is pursuing, according to the standards and practices of that institution to receive student financial aid. In addition, OMB Circular A-133 *Compliance Supplement*, Part 5, Appendix A, Student Financial Assistance, Section III E (Eligibility) Compliance Requirement Number (6), stipulates that a student must maintain good standing or satisfactory progress. Title IV regulations [34 CFR Section 668.16(e)] stipulate that an institution must establish, publish, and apply reasonable standards for measuring satisfactory academic progress.

The university inadvertently disbursed financial aid to academically ineligible students. The auditors questioned costs totaling \$89,100.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

The auditors recommended that the university adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and monitor the academic standing of all students prior to awarding student financial aid. Management outlined a corrective action plan (B-125).

F-07-ED-SUSH-4 - Verification

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Special tests and provisions

	Questioned Costs
<u>Student Financial Assistance Cluster:</u>	
84.007 - Federal Supplemental Educational Opportunity Grants	\$400
84.032 - Federal Family Education Loans	15,750
84.033 - Federal Work-Study Program	3,183
84.063 - Federal Pell Grant Program	<u>33,410</u>
	<u><u>\$52,743</u></u>

For the second consecutive year, the auditors noted that verification information either conflicted with the required supporting documentation or did not appear to be verified for 11 students out of 25 tested. The university did not properly ensure that all required verifiable information was properly verified prior to disbursing financial aid.

OMB Circular A-133 *Compliance Supplement*, Part 5, Student Financial Assistance programs, Section III, Part N - Special Tests and Provisions, stipulates that the university is required to establish written policies and procedures that incorporate the provisions of 34 CFR sections 668.51 through 668.61 for verifying applicant information. The university shall require each applicant whose application is selected by the central processor, based on edits specified by the USDOE, to verify the information specified in 34 CFR Section 668.56.

For purposes of this condition, the auditors have questioned costs totaling \$52,743.

The auditors recommended that management of the university adhere to established procedures to ensure that all verification information is obtained and verified prior to the disbursement of financial aid. Management outlined a plan of corrective action (B-124).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

ELDERLY AFFAIRS, GOVERNOR'S OFFICE OF

**F-07-HHS-ELDAFF-1- Inadequate Subrecipient Monitoring
for the Aging Cluster**

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

**Questioned
Costs**

\$0

Aging Cluster:

**93.044 - Special Programs for the Aging - Title III, Part B -
Grants for Supportive Services and Senior Centers**

**93.045 - Special Programs for the Aging - Title III, Part C -
Nutrition Services**

93.053 - Nutrition Services Incentive Program

The Governor's Office of Elderly Affairs' (GOEA) Home and Community Based Services Unit (HCBS) did not monitor subrecipients of the Aging Cluster programs (CFDA 93.044, 93.045, and 93.053) for compliance with federal laws and regulations during the period July 1, 2006, through March 31, 2007. The Code of Federal Regulations (35 CFR 1321.11) requires that state agencies develop policies for monitoring the subrecipient performance for quality and effectiveness for all programs and activities for the Aging Cluster programs. Part 3 of the OMB Circular A-133 *Compliance Supplement* requires that pass-through entities monitor subrecipient activities to provide reasonable assurance that the subrecipients are administering federal awards in compliance with federal regulations. In addition, OMB Circular A-133 requires entities to consider various risk factors, such as the relative size and complexity of awards administered by, and prior experience with, each subrecipient in developing subrecipient monitoring procedures.

During our review of the Aging Cluster programs, we noted that written monitoring procedures were last updated and issued in November 2002 and were last used in the 2004 fiscal year. Our review of the HCBS program monitors' desk review working papers for five of 37 subrecipients disclosed the following for all five monitoring reviews:

- Standard monitoring programs were not used by the monitors to conduct and document the reviews.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

- Monitors did not document consideration of risk factors, which include the size and complexity of the awards and prior experience (i.e., results of audits, prior monitoring reviews, or desk reviews) to develop subrecipient monitoring procedures.
- Monitors did not document that they had performed procedures to determine if the subrecipients had complied with applicable compliance requirements.
- Monitoring reports were not issued.

In addition, the HCBS unit stated that the above procedures were not performed for the remaining 32 subrecipients.

GOEA does not have a comprehensive tracking system to identify all subrecipients, monitoring review completion or due dates, monitoring report issue dates, or the scope and results of reviews. In addition, the agency neither ensured that monitors addressed the risk of noncompliance in planning nor considered the adequacy of its test procedures for detecting noncompliance.

Failure to monitor subrecipients increases the risk that GOEA's subrecipients are not administering the federal awards in compliance with federal requirements. Costs incurred by a subrecipient that have not been appropriately monitored are at an increased risk of being treated as disallowed costs by the federal grantors. GOEA should implement procedures to ensure that the monitoring function is performed to determine subrecipient compliance with applicable laws and regulations. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-33).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

HEALTH AND HOSPITALS, DEPARTMENT OF

F-07-HHS-DHH-1 - Improper Claims by Waiver Services Providers

Award Year: 2007

Award Number: 05-0705LA5028

Compliance Requirement: Activities allowed or unallowed

	<u>Costs</u>
<u>Medicaid Cluster:</u>	
93.778 - Medical Assistance Program	\$1,825
State Funds	<u>794</u>
	<u><u>\$2,619</u></u>

The Department of Health and Hospitals (DHH) paid providers of waiver services in the Medical Assistance Program (CFDA 93.778) for services that were not in accordance with departmental policies. Waiver services are provided to eligible recipients under the New Opportunities Waiver, the Elderly and Disabled Adult Waiver, and the Supports Waiver. These services include individualized and family supports, personal care attendant, household supports, personal supervision, and supported employment. Regulations and requirements for the delivery of services and payment of claims for these waiver programs are established through administrative rules and policy manuals developed by DHH. These regulations include developing a comprehensive plan of care, providing services consistent with the approved comprehensive plan of care, maintaining adequate documentation to support services billed, and filing progress summaries as required.

We reviewed 477 claims, totaling \$291,276, filed by seven providers for 45 recipients during calendar year 2006. Errors were noted on 135 of the 477 claims tested (28.3%). We noted the following errors:

- For 105 claims, weekly hours of service were not delivered according to the plan of care approved by DHH. The plan of care specifies the units of service to be provided each week. The recipient record did not contain documentation as to why the services were not provided according to the plan of care.
- For 40 claims, the providers did not maintain time sheets, progress notes, and/or logs to support and describe the services provided and the units of service billed.
- For 11 claims, the comprehensive plan of care was not present in the recipient record.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

- Monthly progress summaries were not prepared for 21 of 35 recipient records that required monthly progress summaries.
- Quarterly progress summaries were not prepared for 15 of 35 recipient records that required quarterly progress summaries.

The waiver services providers failed to follow established DHH policies and regulations for providing services according to the plan of care and adequately documenting those services. Questioned costs are \$2,619, which include \$1,825 of federal funds and \$794 of state matching funds.

DHH should establish, implement, and enforce adequate controls to ensure that only appropriate claims for waiver services are paid to providers in accordance with departmental policies and federal regulations. Management concurred in part with the finding and outlined corrective action (B-58).

**F-07-HHS-DHH-2- Ineffective Medicaid Eligibility
 Quality Control System**

Award Year: 2007
Award Number: 05-0705LA5028
Compliance Requirement: Eligibility

Medicaid Cluster:
93.778 - Medical Assistance Program

Questioned Costs
\$0

For the second consecutive year, DHH did not operate its Medicaid Eligibility Quality Control (MEQC) system in accordance with the guidelines approved by the Centers for Medicare and Medicaid Services (CMS). States are required to operate a MEQC system that redetermines eligibility for individual sampled cases of beneficiary eligibility made by state Medicaid agencies or their designees in accordance with the requirements in 42 CFR 431.800 through 431.865. DHH is operating a MEQC pilot project approved by CMS that allows the department to perform targeted or focused reviews. The pilot project requires DHH to perform 220 reviews per month. DHH policy for MEQC requires that reviews be completed within 45 days after the review sample has been identified.

The MEQC section did not perform any reviews for three months (March, April, and May 2007). In a test of 60 cases assigned for MEQC review, in months where some reviews were performed, test results disclosed that 28 of the 60 cases (47%) were not reviewed within the 45 days normally allowed. Reviews were completed 78 to 278 days late.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

Although DHH is required to operate a MEQC system, the department failed to assign sufficient personnel to perform the reviews required by the system. For example, during the period from March 2007 through May 2007, the department did not have anyone performing the MEQC system reviews. Failure to operate the MEQC system in accordance with the approved MEQC pilot project results in noncompliance with federal regulations and may allow incorrect eligibility determinations to go undetected. Therefore, payments may be made for recipients who are not Medicaid eligible.

DHH should ensure that eligibility reviews are performed in accordance with the approved pilot project for the MEQC system and should include assigning sufficient personnel to perform all required reviews timely. Management concurred with the finding and outlined corrective action (B-65).

LABOR, DEPARTMENT OF

F-07-HHS-LABR-4 - Inadequate Subrecipient Monitoring for the Temporary Assistance for Needy Families Program

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

Pass-Through Entity: Department of Social Services

	Questioned Costs
93.558 - Temporary Assistance for Needy Families	\$0

For the third consecutive year, DOL has not performed adequate monitoring reviews of its subrecipients of the Strategies to Empower People (STEP) Program, a sub-program of the Temporary Assistance for Needy Families Program (TANF - CFDA 93.558). In accordance with OMB Circular A-133 and the Memorandum of Understanding (MOU) between DOL and DSS, DOL is required to conduct annual on-site reviews of each of its subrecipients that carry out the STEP program activities. These reviews should include all applicable OMB Circular A-133 compliance requirements and all program and administrative requirements of the MOU.

Our tests of the 17 STEP program subrecipients disclosed that 14 subrecipients (82%) had not been monitored annually as follows:

- Seven subrecipients (41%) had not been monitored within the last 17 to 36 months. Two of these subrecipients are located in Hurricane Katrina and Hurricane Rita affected areas.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

- Seven subrecipients' monitoring reviews (41%) were begun from 17 to 30 months after their prior reviews were completed.

Management has not ensured that its staff are adequately performing subrecipient reviews. Failure to adequately monitor STEP subrecipients results in the department's noncompliance with federal regulations and with the MOU and increases the risk that funds may not be expended in accordance with program requirements.

Management of the department should ensure that subrecipient monitoring procedures for the STEP Program are done annually and include all applicable requirements of OMB Circular A-133 and the MOU between DOL and DSS. Management concurred with the finding and recommendations and outlined a plan of corrective action (B-81).

SOCIAL SERVICES, DEPARTMENT OF

F-07-HHS-DSS-5 - Child Care Cluster: Noncompliance With Program Requirements

Award Year: 2004, 2005, 2006, 2007

Award Number: Unknown

Compliance Requirements: Allowable costs/cost principles, Eligibility

CCDF Cluster:

93.575 - Child Care and Development Block Grant

**93.596 - Child Care Mandatory and Matching Funds of the Child
Care and Development Fund**

Questioned Costs
\$84,781

For the third consecutive year, DSS did not comply with certain federal and state requirements for administering the federal child care cluster. The child care cluster is comprised of the Child Care and Development Block Grant (CFDA 93.575) and the Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CFDA 93.596) programs. OMB Circular A-133, Subpart C, Section 300(b), requires states to establish internal control over federally funded programs to provide reasonable assurance that the state is managing federal awards in compliance with grant provisions. Proper administration would include controls for ensuring expenditures are supported by adequate documentation and eligibility criteria are met. In addition, child care provider agreements require the provider to keep a daily record of attendance of each child participating in the program, including time of arrival and departure. The provider is also instructed to retain supporting fiscal documents (including attendance records) for three years to ensure that claims for federal funds are in accordance with federal requirements.

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Federal Award Findings and Questioned Costs (Continued)

Audit procedures performed on the child care cluster disclosed the following:

- For 28 of 41 provider invoices (68%) tested, the invoices were either not supported by attendance logs or the invoiced days did not agree with the attendance logs. Nine providers did not provide any attendance logs. Of these nine providers, one provider could not be located; one provider had discarded the attendance logs; and one provider was unaware that attendance logs were required. Questioned costs totaled \$56,926.
- For four of 31 children (13%) tested, case files did not have documentation verifying the child was age-appropriately immunized in accordance with 45 CFR 98.41(a)(1)(i), Section 6.7 of the State Plan and department Policy 08.B-710. Questioned costs totaled \$1,185.

During 2007, the DSS Contract Accountability Review Team (CART) conducted 41 on-site reviews and five desk reviews on child care providers. For each on-site review, CART selected a sample of five children and compared the attendance logs to the invoiced days for the sampled children. For each desk review, CART compared two months of attendance logs to the provider invoices submitted for payment. Based on information obtained from CART, 33 of 46 provider invoices (72%) were either not supported by attendance logs or the invoiced days did not agree with the attendance logs. Questioned costs totaled \$26,670.

DSS procedures for validating provider reimbursement requests are deficient as the children's attendance is not verified to supporting documentation (attendance logs). In addition, providers continue to violate the child care provider agreements by maintaining inaccurate or incomplete attendance records or no attendance records. Over 5,300 providers receive reimbursements totaling in excess of \$96,900,000. Considering the large exception rate for attendance logs, the risk exists that significant amounts may not be adequately supported, which increases the risk of error, fraud, and/or abuse. In addition, controls established for verification of immunization and eligibility were not followed.

DSS management should improve its review and monitoring procedures to ensure provider reimbursement requests are accurate and supported and should consider implementing stronger consequences for noncompliant providers. In addition, DSS personnel should follow established controls over verification of immunization. Management concurred with the finding and provided a corrective action plan (B-98).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

F-07-HHS-DSS-6 - Child Support Escrow Fund Not Reconciled

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Other

	Questioned Costs
93.563 - Child Support Enforcement	\$0

For the eighth consecutive year, DSS is not reconciling the Child Support (Title IV-D) Escrow Fund to the client accounts on a periodic basis. Good internal control includes periodic reconciliations of cash accounts (such as the Title IV-D Escrow Fund) to subsidiary records (such as the client accounts). A proper reconciliation would provide management with a basis to ensure that errors and/or fraud are detected in a timely manner and that accounting data are both accurate and reliable. Departmental and contract personnel are developing a reconciliation process for the Title IV-D Escrow Fund and DSS management expects the reconciliation process to be completed during fiscal year 2008.

The Title IV-D Escrow Fund is the clearing account that is used to process child support receipts and payments. Child support receipts from noncustodial parents are deposited into the fund and credited to the accounts of custodial parents. Distributions are then made to the custodial parents and/or to the state General Fund, depending on the status of each parent's account. During fiscal year ended June 30, 2007, total collections and disbursements of the escrow fund were approximately \$323.5 million (\$26.9 million per month) and \$324 million (\$27 million per month), respectively. The balance in the account at June 30, 2007, is approximately \$7.4 million.

Failure to reconcile the Title IV-D Escrow Fund cash to subsidiary client accounts could lead to the misuse of funds and increases the risk that fraud and/or computer programming or operating errors could occur and not be detected in a timely manner. A reconciliation may detect errors such as undistributed amounts payable to custodial parents, undistributed amounts payable to the state General Fund, and failure to post a receipt to a client account.

DSS management should require monthly reconciliations of the Title IV-D Escrow Fund to the client accounts to ensure that the accounting records are both accurate and reliable and that child support receipts and related distributions to both the state and custodial parents have been appropriately recorded. Management concurred with the finding and provided a corrective action plan (B-100).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

**F-07-HHS-DSS-7- Control Weaknesses Over the LaCarte
 Purchasing Card Program**

Award Year: 2006/2007

Award Number: Unknown

**Compliance Requirements: Activities allowed or unallowed,
 Allowable costs/cost principles,
 Procurement and suspension
 and debarment**

	Questioned Costs
93.667 - Social Services Block Grant	\$6,388
93.669 - Child Abuse and Neglect State Grants	160
State Funds	2,752
	<u>\$9,300</u>

For the second consecutive year, DSS did not follow state and departmental control procedures relating to the LaCarte Purchasing Card Program. The State of Louisiana, Division of Administration's Louisiana LaCarte Purchasing Card Policy assigns agencies with various responsibilities in relation to the administration of the purchasing card. The department has established DSS Policy 1-19, LaCarte Procurement Card Program, to provide detailed control procedures.

A test of 92 LaCarte purchasing transactions made by DSS employees disclosed the following:

- Fourteen of 92 (15.2%) transactions did not have sufficient documentation to verify the purchases were reasonable, for official state business, or for allowable goods and services. Eleven transactions did not have a proper receipt and three transactions did not appear to be reasonable or for allowable goods and services.
- Twelve of 41 (29.3%) transactions that were client specific purchases from the Office of Community Services did not have the signature of the client or the client's caretaker on the receipt to verify the client received the goods or services.
- Four transactions exceeded the \$1,000 limit set by the Office of State Purchasing and Travel. The Office of State Purchasing and Travel must approve in writing any authority for a single purchase limit to be above \$1,000. No approvals for spending over the limit were provided for these transactions.

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 Federal Award Findings and Questioned Costs (Continued)

- Thirteen purchases were artificially divided into 32 transactions so that they would not exceed the \$1,000 individual transaction limit set by Office of State Purchasing.
- Seven of the eight (87.5%) special meals paid through the LaCarte Procurement Card Program did not have evidence of approval from the secretary of DSS for the special meals as required by Division of Administration Policy and Procedure Memorandum 49.
- Four of 51 (7.8%) purchase logs tested were not signed by the cardholder as required by DSS LaCarte Purchasing Card Policy.

Although the Division of Administration and DSS have established control procedures over the LaCarte Purchasing Card Program, certain departmental supervisors and staff are choosing not to follow these controls. Failure to enforce control procedures increases the risk of noncompliance with state regulations and departmental policy and increases the risk that errors and/or fraud could occur and remain undetected. In addition, since certain expenditures made with the LaCarte card are funded by federal programs, the department may be susceptible to disallowed costs. Because of the exceptions noted above, questioned costs total \$9,300 with \$6,388 federally funded and charged to the Social Services Block Grant (CFDA 93.667), \$160 charged to the Child Abuse and Neglect State Grants (CFDA 93.669), and \$2,752 of state funds.

DSS management should ensure that employees and supervisors comply with state and departmental control procedures relating to the LaCarte Purchasing Card Program. Management concurred with the finding and provided a corrective action plan (B-104).

**F-07-HHS-DSS-8 - Foster Care - Title IV-E: Noncompliance With
 Program Requirements**

Award Year: 2003 - 2007

Award Number: Unknown

**Compliance Requirements: Activities allowed or unallowed, Allowable
 costs/cost principles, Eligibility**

	Questioned Costs
93.658 - Foster Care - Title IV-E	\$151,881
State Funds	62,872
	<u>\$214,753</u>

For the third consecutive year, DSS did not comply with certain requirements for administering the Foster Care - Title IV-E program (CFDA 93.658). OMB Circular A-133, Subpart C,

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Federal Award Findings and Questioned Costs (Continued)

Section 300(b), requires states to establish internal control over federally funded programs to provide reasonable assurance that the state is managing federal awards in compliance with laws, regulations, and provisions of contracts or grant agreements. R.S. 46:1408 states the department shall issue a Class A license to a facility or agency upon establishment of the fact that minimum requirements for a license as established by the department are met and other state and local laws and regulations have been met.

Audit procedures performed on the Foster Care - Title IV-E program disclosed the following conditions:

- Two of 13 clients (15.4%) tested residing in child-care institutions were placed in institutions that were not fully licensed or were fully licensed despite not meeting minimum standards. The federal Administration for Children and Families policy manual states that a child-care institution becomes eligible for Title IV-E funding when it comes into full compliance with the state's licensing requirements. The DSS Office of the Secretary, Bureau of Licensing is responsible for issuing Class A licenses to child-care facilities housing foster care children.
- One of 13 clients (7.7%) tested was placed in a child-care institution that did not have documentation to verify safety considerations with respect to staff of the institution as required by 45 CFR 1356.30(f) and the criminal background checks required by Louisiana Administrative Code, Title 48, Chapter 79, Section 7911, D.3.
- Eleven of 31 foster care expenditures (35.5%) tested were not properly authorized. The expenditure authorization documentation was not properly approved or the form for authorization was not found in the client's file.

DSS Office of Community Services personnel did not consistently follow program regulations and existing procedures in the administration of the Foster Care - Title IV-E program. In addition, the department failed to consistently follow departmental regulations in providing Class A licenses to facilities housing foster care children. Failure to follow adequate control procedures to ensure compliance with federal regulations may result in disallowed costs. As a result of the exceptions noted previously, questioned costs totaled \$214,753 (\$151,881 - federal funds and \$62,872 - state funds).

DSS management should require all employees to adhere to program regulations and established procedures in administering the Foster Care IV-E program. In addition, management should ensure all fully licensed childcare institutions meet minimum standards. Management concurred with the finding and provided a corrective action plan (B-108).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

F-07-HHS-DSS-9 - Temporary Assistance for Needy Families Program:
Internal Control Weaknesses Over Program Requirements

Award Year: 2006/2007

Award Number: Unknown

Compliance Requirements: Activities allowed or unallowed, Allowable costs/cost principles, Reporting

	Questioned Costs
93.558 - Temporary Assistance for Needy Families	\$259,540

DSS did not comply with certain program requirements for administering the Temporary Assistance for Needy Families Program (TANF - CFDA 93.558). DSS uses TANF funds to operate several programs, including Family Independence Temporary Assistance Program (FITAP), Strategies to Empower People (STEP), Kinship Care Subsidy Program (KSCP), and TANF Initiatives. OMB Circular A-133, Subpart C, Section 300(b), requires states to establish internal control over federally funded programs to provide reasonable assurance that the state is managing federal awards in compliance with grant provisions. Proper administration would include controls for ensuring expenditures are supported by adequate documentation and procedures are established to ensure federal reports are accurate and complete. In addition, OMB Circular A-87 and Circular A-122 provide that to be allowable under federal awards, costs must be adequately documented, necessary, and reasonable.

Activities Allowed/Allowable Costs

In a review of 30 contract payments, we noted 12 instances (40%) totaling \$259,540 in which expenditures were not for allowable activities/costs or were not adequately supported to determine that the expenditures were properly, accurately, and reasonably charged to the TANF program. For six instances, invoices were either not supported by required attendance logs/sign-in sheets or the invoiced amounts did not agree with the supporting attendance logs/sign-in sheets. This is the sixth consecutive year for contract payment exceptions.

Reporting

Audit procedures performed on the PMS-272 Federal Cash Disbursement Report for the quarter ended December 31, 2006, disclosed that the PMS-272 was understated by \$1,022,246 for the federal fiscal year 2006 TANF grant and understated by \$4,524,975 for the federal fiscal year 2007 TANF grant. This resulted in the PMS-272 not reconciling to the TANF ACF-196 Financial Report. These errors occurred during the report's compilation performed by the department and were not detected by the department's review process.

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****Federal Award Findings and Questioned Costs (Continued)**

DSS personnel did not follow program regulations and existing procedures in the administration of the TANF program. Failure to follow adequate internal control procedures to ensure compliance with federal regulations can result in costs that are unreasonable and unnecessary to the objectives of the TANF program and increases the risk of error, fraud, and/or abuse. As a result of the exceptions noted previously, questioned costs totaled \$259,540.

Management should ensure adherence to program regulations and established control procedures in administering the TANF program. Management concurred with the finding and provided a corrective action plan (B-113).

U.S. DEPARTMENT OF HOMELAND SECURITY**EXECUTIVE DEPARTMENT - OFFICE OF FACILITY PLANNING AND CONTROL****F-07-DHS-EXEC-FPC-1 - Inadequate Controls Over Capital Outlay Transactions**

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Procurement and suspension and debarment

**Pass-Through Entity: Governor's Office of Homeland Security
and Emergency Preparedness**

**97.036 - Disaster Grants - Public Assistance
(Presidentially Declared Disasters)**

**Questioned
Costs**

Unable to determine

The Office of Facility Planning and Control (OFPC) did not maintain adequate controls to ensure that capital outlay projects were properly advertised in accordance with state and federal laws and regulations and properly approved to commence work. In addition, OFPC did not maintain adequate controls to ensure that capital outlay transactions were accurately coded and adequately supported. Good internal control requires that procedures be in place to ensure compliance with laws and regulations and to ensure that transactions are properly approved, accurately coded, and adequately supported.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

Tests of capital outlay transactions revealed the following deficiencies:

- Three contracts with original contract amounts totaling \$12,249,898 were not publicly advertised in accordance with R.S. 38:2212(D) (1) (c), which requires that OFPC publicly advertise projects to repair damage caused by hurricanes Katrina and Rita. This occurred because of untimely implementation of Act 102 of the 2006 Regular Session, which was effective May 31, 2006. These three contracts were funded with Disaster Grants - Public Assistance (CFDA 97.036) funds. Title 44 of the Code of Federal Regulations, Part 13, Section 36, requires that "When procuring property and services under a grant, a State will follow the same policies and procedures it uses for procurements from its non-Federal funds." Because the procurement of these three contracts did not adhere to state law, the amounts paid may be questioned costs, but the known amounts are currently undeterminable.
- Fifteen of 57 projects (26.3%) commenced work before issuing a formal Notice to Proceed. Fourteen of these were for projects funded with Disaster Grants - Public Assistance (CFDA 97.036) funds. R.S. 38:2215 requires that a notice to proceed be issued to the contractor within 30 days of the contract execution. In addition, good internal control requires that OFPC issue a notice to proceed before the commencement of work by the contractor. This occurred because of the rush to get hurricane-related work started and because management did not place sufficient emphasis on ensuring the notice to proceed was issued before the commencement of work. Failure to collect the necessary vendor information to allow the issuance of a notice to proceed before work commencement could result in an increased risk of liability to the state.
- Four of 42 expenditure transactions (9.5%) reviewed indicate that the related contract retainage was not properly recorded in the state's Integrated Statewide Information System (ISIS). In addition, six of nine retainage payable entries reviewed were determined to have been improperly reversed.
- Four of 50 transactions (8%) reviewed were incorrectly coded and posted in ISIS. These four errors resulted in overstatements of both revenues and expenditures requiring an audit adjustment totaling \$9,395,767.
- Two payments totaling \$9,784,455 included \$3,036,066 in expenditures that were not adequately supported.

These errors occurred because of an increase in activity at OFPC for hurricane-related projects and because management did not place sufficient emphasis on ensuring that established controls were being followed. Failure to carry out established control procedures increases the risk of noncompliance with state and federal laws and regulations, inaccurate financial reporting, and fraud.

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Federal Award Findings and Questioned Costs (Continued)

OFPC management should ensure that adequate internal controls over operations are established and operating as prescribed to ensure compliance with state and federal laws and regulations and to ensure the proper review, approval, and recording of capital outlay transactions. OFPC concurs with all issues except for bullet one regarding publicly advertising contracts and bullet five on inadequate support for expenditures. OFPC contends that the requests for proposal for the contracts discussed in bullet one did not have to be bid. OFPC responded to bullet five indicating that the detailed supporting documentation for these transactions was available in New Orleans at the Louisiana Stadium and Exposition District (LSED) and therefore was unnecessary to be kept at OFPC. The transactions consisted of payments to the LSED for FEMA ineligible costs for work on the Superdome to be covered by general obligation bonds. See management's response at B-42.

Additional Comments: Our issue in bullet one was that the procurement of three contracts did not adhere to state law. OFPC contends that the requests for proposal did not have to be bid. We agree that OFPC could enter into negotiated contracts after the issuance of the emergency declarations; however, the authority granted to OFPC under the declarations appears to have terminated on May 31, 2006, the effective date of the new exception. Therefore, OFPC was required to follow the expedited bid process provided in R.S. 38:2212 D (1) (c) for contracts that were entered into after May 31, 2006. Because OFPC did not issue the bids in accord with the new exception, the contracts appear to be in violation of the Public Bid Law and may be null and void.

Our issue in bullet five was not that detailed support was needed at OFPC rather that the summary list requesting reimbursement that was used as OFPC's support to make payments included questionable categories that could not be explained by OFPC management. Amounts paid in these questionable categories totaled \$3,036,066. We believe that adequate controls should require sufficient documentation of management's understanding of the categories being billed and, thereby, provide adequate support for these costs before payment.

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 Federal Award Findings and Questioned Costs (Continued)

**HOMELAND SECURITY AND EMERGENCY PREPAREDNESS,
 GOVERNOR'S OFFICE OF**

F-07-DHS-GOHSEP-1 - Noncompliance With Federal Earmarking Requirement

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Matching, level of effort, earmarking

	<u>Questioned Costs</u>
<u>Homeland Security Cluster:</u>	
97.067 - Homeland Security Grant Program	\$0

The Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) did not comply with the earmarking requirement for the Homeland Security Grant Program (CFDA 97.067). OMB Circular A-133 requires states to obligate not less than 80% of grant funds under the State Homeland Security Program, Law Enforcement Terrorism Prevention Program, and Urban Area Security Initiative programs to local governments within 60 days of receipt of funds. In our test of earmarking requirements, we noted that for 30 local subrecipients grant awards tested, 28 (93%) were not obligated to the local government within 60 days of receipt by GOHSEP.

Failure to ensure compliance with the OMB Circular A-133 earmarking requirement increases the risk that grant funds could be disallowed or future grant awards could be negatively affected. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

GOHSEP management should develop and implement procedures to ensure that awards are properly obligated to local governments within the time requirements set by OMB Circular A-133. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred with the finding and outlined corrective action (B-71).

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

F-07-DHS-GOHSEP-2 - Noncompliance With Federal Reporting Requirements

Award Year: Unknown
Award Number: Unknown
Compliance Requirement: Reporting

	Questioned Costs
97.036 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	\$0

GOHSEP, as the grantee of the Public Assistance Grant (CFDA 97.036), failed to timely submit required financial reports PSC 272 and FEMA 20-10. As a subgrantee, GOHSEP failed to timely input required quarterly project listing reports, P.4, into the Louisiana Public Assistance (LAPA) system. In addition, GOHSEP, as the primary grantee, did not submit complete performance/progress reports to FEMA, as required.

In accordance with federal and state reporting regulations, GOHSEP was required to submit the following reports:

- Per the due dates published by the FEMA Division of Payment Management, the federal cash transaction report, PSC 272, is due to FEMA within 45 days after the end of the quarter.
- Per the FEMA-State agreement, the grantee must submit the financial status report, FEMA 20-10, to the FEMA regional office within 30 days after the end of the first federal quarter following the initial grant award and for all subsequent quarters.
- Per the State Administrative Plan, section X, paragraph (8)(b), the subgrantees are required to report progress on all open projects, small and large, at least quarterly to the primary grantee. Per GOHSEP notification to all applicants, the required applicant P.4 reports are due to GOHSEP 15 days after the end of the fiscal quarter. In addition, the GOHSEP *Disaster Recovery Manual* Part II, Section E, states that each applicant is required to provide either an unsigned copy of each P.4 report indicating the current status toward completion of each project, or in cases when all projects have been completed and all bills paid, a final P.4 report must be submitted. GOHSEP must ensure that all subgrantees file required reports by due dates so that GOHSEP can meet its reporting requirements to FEMA.
- Per the FEMA-State agreement, exhibit C, section 14.c.2, the quarterly performance/progress reports must include a status of the project's completion,

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Federal Award Findings and Questioned Costs (Continued)

amount of expenditures, and amount of payment or reimbursement of costs for each project funded under each of the programs authorized under the FEMA-State agreement.

In our test of required reporting, we determined the following:

- In a test of three federal fiscal quarters for federal cash transaction reports (PCS 272), GOHSEP did not timely submit the required report for the January-March 2007 quarter to FEMA. The report was due on May 15, 2007, but was not submitted until May 31, 2007. While GOHSEP employees contend that an extension was granted by FEMA, they did not provide evidence of an extension.
- In a test of three fiscal quarters for financial status reports (FEMA 20-10), GOHSEP did not timely submit the required report for the January-March 2007 quarter to FEMA. The report was due April 30, 2007, but was not submitted until May 31, 2007.
- In four of eight quarterly P.4 reports tested, GOHSEP, as the subgrantee, did not timely input the required reports into LAPA. First quarter 2007 reports were due January 15, 2007, and were not submitted until July 13, 2007. Second quarter 2007 reports were due April 15, 2007, and were not submitted until April 27, 2007.
- For four of 45 (9%) large project worksheets (PWs) tested, the PWs were not included in the required quarterly reports submitted by GOHSEP to FEMA. The reports were incomplete because the subgrantees did not submit their quarterly P.4 reports before the compilation of the report filed by GOHSEP as the primary grantee.

Failure to properly submit required quarterly financial status reports and performance/progress reports is in violation of the FEMA-State agreement. Noncompliance with federal reporting requirements increases the risk of adverse consequences to the state. Failure to require timely submission of quarterly P.4 reports from subgrantees in LAPA increases the risk that GOHSEP, as the primary grantee, will not be able to properly report the progress of projects to FEMA. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

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 Federal Award Findings and Questioned Costs (Continued)

GOHSEP management should implement procedures to ensure that all required federal reports are accurate and complete and filed timely by the due dates. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred with the finding and outlined corrective action (B-74).

**F-07-DHS-GOHSEP-3 - Noncompliance With Federal Subrecipient
 Monitoring Requirements**

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

	Questioned Costs
97.036 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	\$0

GOHSEP did not comply with subrecipient monitoring requirements for the Public Assistance (PA) Grant Program (CFDA 97.036). OMB Circular A-133 requires pass-through entities for federal awards to (1) ensure subrecipients expending \$500,000 or more in federal awards during their fiscal year have a single audit; (2) issue a management decision on audit findings within six months after receipt of the subrecipient's audit report; and (3) ensure the subrecipient takes appropriate and timely corrective action.

In our test of subrecipient monitoring, we determined the following:

- GOHSEP used the LAPA system to track and monitor the PA grants. LAPA has a system process (single audit flag) that notes when a subrecipient has reached \$500,000 in grant expenditures and, thus, would require a single audit to be performed. In testing the single audit flag in LAPA, we determined that the system accumulated expenditures on a calendar year basis rather than on the subgrantee's fiscal year as required by OMB Circular A-133. We also determined that no data in LAPA noted the subgrantee's fiscal year.
- GOHSEP did not develop and implement procedures to ensure that subrecipients requiring a single audit did receive the audit within nine months of the subrecipient's fiscal year-end. GOHSEP did not attempt to ensure that it identified and received copies of all required subrecipient single audits.
- GOHSEP did not develop and implement procedures to review all subrecipient single audit reports and issue management decisions, when warranted, within six months of the audit issue date. Also, GOHSEP management did not develop

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and implement procedures to ensure that the subrecipient took appropriate corrective action when required.

Management failed to adequately stress the importance of obtaining, reviewing, and providing a timely followup on single audits of its subrecipients. Inadequate resolution of findings from the single audits of subrecipients results in noncompliance with federal regulations and could result in repeat findings in subsequent single audits of subrecipients, including possible continued misuse of federal funds by subrecipients and disallowed costs. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

GOHSEP management should develop and implement procedures to ensure that subrecipients obtain required single audits. Management should also develop and implement procedures to review all single audits, issue a management decision on any relevant findings, and ensure appropriate corrective action is taken. If the LAPA system is used to identify when subrecipients are required to have a single audit performed, the system should be revised to accumulate federal grant expenditures by the fiscal year of the subrecipient. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred with the finding and outlined corrective action (B-76).

F-07-DHS-GOHSEP-4 - Noncompliance With Movable Property Regulations

Award Year: Unknown

Award Number: Unknown

Compliance Requirement: Equipment and real property management

	Questioned Costs
97.036 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	\$0
<u>Homeland Security Cluster:</u>	
97.004 - State Domestic Preparedness Equipment Support Program	
97.067 - Homeland Security Grant Program	

GOHSEP did not comply with federal and state movable property laws and regulations, did not maintain adequate internal control over movable property, and did not implement written policies and procedures over movable property. Title 44, Part 13, Section 32 of the Code of Federal Regulations requires that a state use, maintain, and dispose of equipment acquired under a federal grant in accordance with state laws and procedures and that a record of the percentage of federal participation in the cost of the property be maintained. Title 34, Part VII, Section 307

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Federal Award Findings and Questioned Costs (Continued)

of the Louisiana Administrative Code requires all acquisitions of movable property with an original acquisition cost of \$1,000 or more be tagged and all pertinent inventory information forwarded to the Louisiana Property Assistance Agency within 60 calendar days after receipt. Good internal control should ensure that all information entered into the state's property control system (Protégé) is accurate; that written policies and procedures are developed, implemented, and followed; that reconciliations are performed between the financial records and the property records; and that proper segregation of duties is maintained.

GOHSEP management did not maintain the percentage of federal participation in Protégé for assets purchased with federal funds. GOHSEP also did not enter the correct date for the receipt of the property items; did not maintain adequate segregation of duties; did not perform routine reconciliations between the financial records and movable property records; and did not fully develop and implement written policies and procedures for movable property transactions.

In our test of 16 movable property transactions, the following were noted:

- For all items purchased with federal funds, the cost allocation feature was not used in Protégé to identify the percentage of federal participation in asset cost.
- For eight of 16 acquisitions (50%), items were not tagged or input into Protégé within 60 days of receipt.
- For all 16 transactions, the acquisition date recorded in Protégé was incorrect. The creation date or date that the accounting department paid for the item was used as the acquisition date rather than the date the item was actually received.
- For one of 16 transactions (6.25%), the original cost noted in Protégé was understated by \$14,730 because the costs for all components were not included.
- For all 16 transactions, the property manager was responsible for receiving movable property items, entering receipt in the financial records, recording applicable information in Protégé, and performing the annual certification. These duties do not reflect an adequate segregation of duties.
- For the time period tested, no reconciliation was performed between capital acquisitions in the financial records and movable property records.
- For the time period tested, management did not implement written policies and procedures over movable property. Some policies were in draft form but not yet implemented.

Failure to record and maintain the percentage of federal participation in asset cost has placed the agency in noncompliance with federal regulations. Failure to develop and implement adequate internal controls increases the risk that assets may be misreported, lost, or stolen.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

Management should record and maintain the required percentage of federal participation in asset cost, strengthen internal control by providing for an adequate segregation of duties, perform routine reconciliations between property records and financial records, tag and input movable property items within the required 60 days of receipt, and develop and implement written policies and procedures over movable property transactions. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred with the finding and outlined corrective action (B-78).

**F-07-DHS-GOHSEP-5 - Noncompliance With Subrecipient Monitoring
 Requirements Over the Homeland Security
 Cluster Programs**

Award Year: 2007

Award Number: Unknown

Compliance Requirement: Subrecipient monitoring

**Questioned
 Costs**

Homeland Security Cluster:

\$0

97.004 - State Domestic Preparedness Equipment Support Program

97.067 - Homeland Security Grant Program

GOHSEP did not comply with the federal subrecipient monitoring compliance requirements for the Homeland Security Cluster grant programs (CFDA 97.067 and 97.004). OMB Circular A-133 requires pass-through entities for federal awards to (1) identify to the subrecipient the federal award information and applicable requirements; (2) monitor the subrecipient's use of federal awards; (3) ensure subrecipients expending \$500,000 or more in federal awards during their fiscal year obtain a single audit; (4) issue a management decision on audit findings within six months after receipt of the subrecipient's audit report; and (5) ensure the subrecipient takes appropriate and timely corrective action.

STATE OF LOUISIANA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Federal Award Findings and Questioned Costs (Continued)

Although GOHSEP provided the subrecipient monitoring compliance requirements to subrecipients through the award letter, management did not conduct or document any further subrecipient monitoring activities. GOHSEP did not ensure that “during-the-award” monitoring was conducted, that subrecipients obtained the required single audits, and that corrective action was taken by the subrecipient on audit findings. According to GOHSEP, the agency signed an interagency agreement for the Department of Public Safety and Corrections, Office of State Police (LSP), to conduct the monitoring during fiscal year 2007 for the Homeland Security Cluster grant programs. According to a finding written during the LSP audit, LSP did not conduct any subrecipient monitoring over the Homeland Security Grant Program. GOHSEP did not review the activity of LSP under the agreement and conduct adequate program monitoring when LSP did not. As the grant administrator, GOHSEP is ultimately responsible for compliance with the subrecipient monitoring requirements.

Management’s failure to ensure that adequate subrecipient monitoring was performed could result in possible misuse of federal funds by subrecipients and result in disallowed costs. Since hurricanes Katrina and Rita in August and September of 2005, GOHSEP has faced a workload of unprecedented volume in its efforts to assist state and local governmental entities in their recovery and prepare for future disasters. GOHSEP management has expressed that since its separation from the Military Department, it has not been able to secure adequate staffing and management to meet these demands.

Management should develop and implement procedures to ensure that during-the-award monitoring is performed and that subrecipients obtain the required single audits. It should also develop and implement procedures to review all single audits from subrecipients, issue a management decision on any relevant findings, and ensure appropriate corrective action is taken. Management should continue to recruit and adequately fund labor resources to meet its work demand. Management concurred with the finding and outlined corrective action (B-80).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Federal Award Findings and Questioned Costs (Continued)

**PUBLIC SAFETY AND CORRECTIONS - PUBLIC SAFETY
 SERVICES, DEPARTMENT OF**

F-07-DHS-DPS-2 - Inadequate Subrecipient Monitoring

Award Year: 2006

Award Number: Multiple

Compliance Requirement: Subrecipient monitoring

**Pass-Through Entity: Governor's Office of Homeland Security
 and Emergency Preparedness**

**Questioned
 Costs**

Homeland Security Cluster:

\$0

97.004 - State Domestic Preparedness Equipment Support Program

97.067 - Homeland Security Grant Program

The Department of Public Safety and Corrections, Public Safety Services, did not adequately monitor subrecipients of the Homeland Security Grant Program (CFDA 97.067), a program within the Homeland Security Cluster, for compliance with federal laws and regulations. OMB Circular A-133 requires that a pass-through entity be responsible for monitoring the subrecipient's use of federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers the federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements.

In the fiscal year ended June 30, 2007, the department failed to complete site visits to the 121 local and state jurisdictions that received funds from the Homeland Security Cluster. Failure to monitor subrecipients increases the risk of noncompliance with federal laws and regulations applicable to the Homeland Security Cluster and increases the risk that funds may not be expended in accordance with program requirements.

Management of the department should adequately monitor all subrecipients of its Homeland Security Grant Program to ensure that the subrecipients are in compliance with the requirements of the program. Management concurred with the finding and recommendation and outlined a plan of corrective action (B-94).

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

**FINANCIAL STATEMENT FINDINGS WITH AN
IMPACT ON FEDERAL AWARDS**

The following findings were reported as financial statement findings in Schedule B, but also have an impact on federal awards. They are listed below and referenced to where they are reported in detail in Schedule B.

EXECUTIVE DEPARTMENT - STATEWIDE

FS-07-SW-EXEC-1 - Inadequate Preparation of Annual Fiscal Reports (page 18)

**HOMELAND SECURITY AND EMERGENCY PREPAREDNESS,
GOVERNOR'S OFFICE OF**

FS-07-GOHSEP - 1 - Deficiencies in Controls Over Expenditures (page 36)

OTHER REPORTS

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

EXECUTIVE DEPARTMENT - OFFICE OF COMMUNITY DEVELOPMENT

**Community Development Block Grant (CFDA 14.228) -
Road Home Program**

Several audit reports issued on the Office of Community Development by the Louisiana Legislative Auditor's Performance Audit Division include findings and recommendations for the Road Home program, which is administered under the Community Development Block Grants/State's Program (CFDA 14.228), a major federal program for the Single Audit of the State of Louisiana, during fiscal year ended June 30, 2007. The performance audit reports, including recommendations and management's full responses, can be accessed on the Louisiana Legislative Auditor's Web site at <http://www.la.gov/lla/padreports.htm>.

The Recovery Assistance Division of the Louisiana Legislative Auditor's Office also issued several "Agreed-Upon Procedures" reports on the Office of Community Development to include the administration of the Road Home program, which is administered under the Community Development Block Grants/State's Program (CFDA 14.228), a major federal program for the Single Audit of the State of Louisiana, during fiscal year ended June 30, 2007. These reports are referred to in the finding reported on page 65. The Recovery Assistance Division reports can be accessed on the Louisiana Legislative Auditor's Web site at <http://www.la.gov/lla/radreports.htm>.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Continued)

ECONOMIC DEVELOPMENT, DEPARTMENT OF

**Community Development Block Grant (CFDA 14.228) -
Business Recovery Grant and Loan Program**

On October 24, 2007, a report was issued on the Department of Economic Development by the Louisiana Legislative Auditor's Performance Audit Division. The report indicated that the department did not implement specific controls to monitor and oversee the entities responsible for accepting and approving applications for the program, and is referred to in the finding on page 64. The Business Recovery Grant and Loan Program is administered under the Community Development Block Grants/State's Program (CFDA 14.228), a major federal program for the Single Audit of the State of Louisiana, during fiscal year ended June 30, 2007.

The report, including recommendations and management's full responses, can be accessed on the Louisiana Legislative Auditor's Web site at <http://www.la.gov/lla/padreports.htm>.

U.S. DEPARTMENT OF EDUCATION

LOUISIANA TECHNICAL COLLEGE

**Louisiana Technical College Emergency Assistance
(CFDA 84.938)**

The Internal Audit Division of the Louisiana Community and Technical College System (LCTCS) conducted a review of the Louisiana Technical College (LTC) to determine if LTC complied with the specific requirements of a grant agreement between the Louisiana Board of Regents for Higher Education and LTC in administering the Hurricane Education Recovery Program (CFDA 84.938).

The report was issued September 17, 2007, and includes findings, recommendations, and management's full responses to the findings. To obtain a copy of the report, contact Allen Brown, Director of Internal Audit for the LCTCS, 265 South Foster Drive, Baton Rouge, Louisiana 70806 or call (225) 922-2800.

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Federal Award Findings and Questioned Costs (Concluded)

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

SOCIAL SERVICES, DEPARTMENT OF

Know Your Bible Ministries (Subrecipient)

On November 2, 2007, a report was issued on Know Your Bible Ministries, a subrecipient of the Department of Social Services, by Louisiana's Office of State Inspector General. The report included findings that Know Your Bible Ministries may have not properly accounted for and used Abstinence Education Program (CFDA 93.235) and Temporary Assistance for Needy Families (CFDA 93.558) funds in accordance with applicable regulations. The report includes recommendations and responses from Know Your Bible Ministries. The report can be found at the Louisiana Office of State Inspector General's Web site at www.doa.louisiana.gov/oig/inspector.htm.

U.S. DEPARTMENT OF HOMELAND SECURITY

**HOMELAND SECURITY AND EMERGENCY PREPAREDNESS,
GOVERNOR'S OFFICE OF**

**Disaster Grants - Public Assistance - (Presidentially
Declared Disasters) (CFDA 97.036)**

The Recovery Assistance Division of the Louisiana Legislative Auditor's Office has issued two "Agreed-Upon Procedures" reports on the Governor's Office of Homeland Security and Emergency Preparedness evaluating the operations of the state's Public Assistance Program (CFDA 97.036), a major federal program for the Single Audit of the State of Louisiana, during fiscal year ended June 30, 2007. These agreed-upon procedures reports can be accessed on the Louisiana Legislative Auditor's Web site at <http://www.la.gov/lla/radreports.htm>.

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Schedule D

Schedule of Unresolved
Prior Audit Findings
For the Year Ended June 30, 2007

STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Schedule of Unresolved Prior Audit Findings

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STATE OF LOUISIANA
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Appendix A

Schedule of Expenditures of Federal Awards
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Expenditures of Federal Awards
For the Year Ended June 30, 2007

STATE OF LOUISIANA
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

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STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
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STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
EXECUTIVE OFFICE OF THE PRESIDENT		
<u>Office of National Drug Control Policy:</u>		
<u>Direct Awards:</u>		
<u>Department of Public Safety and Corrections - Public Safety Services:</u>		
Baton Rouge Task Force 1	07.unknown	\$10,343
Caddo/Bossier Task Force Initiative/HIDTA/HIDTA		41,063
Meth Investigation	07.15PGCP501Z	
HIDTA Int Coord Network/ HIDTA/Caddo/Bossier	07.16PGCP501Z	22,328
HIDTA Louisiana Operations	07.0515PGCP501Z	103,795
Multiple Initiative	07.14PGCP501Z	56,259
New Orleans HIDTA Task Force Group 2	07.unknown	9,882
Total Office of National Drug Control Policy		243,670
Total Executive Office of the President		\$243,670
U.S. DEPARTMENT OF AGRICULTURE		
Agricultural Research - Basic and Applied Research	10.001	
<u>Direct Awards:</u>		
LSU Agricultural Center		\$1,231,770
Southern University and A&M College (Baton Rouge)		39,905
Total Agricultural Research - Basic and Applied Research		1,271,675
Plant and Animal Disease, Pest Control, and Animal Care	10.025	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		1,740,904
Department of Wildlife and Fisheries		117,319
Total Plant and Animal Disease, Pest Control, and Animal Care		1,858,223
Wetlands Reserve Program	10.072	
<u>Through: Tuskegee University (#F2001-52101-1141)</u>		
Southern University and A&M College (Baton Rouge)		23,407
Tree Assistance Program	10.082	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		12,992
Market News	10.153	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		2,000

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
Marketing Agreements and Orders	10.155	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		\$4,200
Inspection Grading and Standardization	10.162	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		4,245
Market Protection and Promotion	10.163	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		96,183
Grants for Agricultural Research, Special Research Grants	10.200	
<u>Direct Awards:</u>		
LSU Agricultural Center		3,074
<u>Through: Mississippi State University Southern</u>		
<u>Regional Aquaculture Center (#2004-38500-14387)</u>		
LSU Agricultural Center		2,904
<u>Through: Oceanic Institute</u>		
Nicholls State University		108,389
<u>Through: University of Georgia (#2005-38640-15542)</u>		
LSU Agricultural Center		1,275
Total Grants for Agricultural Research, Special Research Grants		115,642
Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		44,280
Grants for Agricultural Research - Competitive Research Grants	10.206	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		14,586
University of Louisiana at Lafayette		27,918
Total Grants for Agricultural Research - Competitive Research Grants		42,504
Sustainable Agriculture Research and Education	10.215	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		437

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
1890 Institution Capacity Building Grants	10.216	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		\$351,017
<u>Through: South Carolina State University (#04-443621-FCS-SU-LA)</u>		
Southern University and A&M College (Baton Rouge)		5,853
<u>Through: University of Maryland Eastern Shore (#206638820174)</u>		
Southern University and A&M College (Baton Rouge)		536
Total 1890 Institution Capacity Building Grants		357,406
Community Food Projects	10.225	
<u>Through: University of Wisconsin-Madison (#2001-51110-11357)</u>		
Southern University and A&M College (Baton Rouge)		(5,384)
Integrated Programs	10.303	
<u>Through: North Carolina State University</u>		
LSU Agricultural Center		17,340
<u>Through: North Carolina State University</u>		
<u>(#2003-51120-02104)</u>		
LSU Agricultural Center		18,578
<u>Through: Texas A&M University - Texas</u>		
<u>Cooperative Extension (#2004-51130-03114)</u>		
LSU Agricultural Center		38,127
Total Integrated Programs		74,045
Homeland Security - Agricultural	10.304	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		234,774
<u>Through: Purdue University (#2004-37620-14644)</u>		
LSU Agricultural Center		13,253
<u>Through: Purdue University (#2005-37620-15609)</u>		
LSU Agricultural Center		56,167
<u>Through: University of Florida (#2002-30001-12082)</u>		
LSU Agricultural Center		53,284
Total Homeland Security - Agricultural		357,478
Rural Housing Preservation Grants	10.433	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		13,866

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
Outreach and Assistance for Socially Disadvantaged Farmers and Ranchers	10.443	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		\$17,833
Rural Community Development Initiative	10.446	
<u>Direct Awards:</u>		
Executive Department		71,802
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		2,210,107
Cooperative Extension Service	10.500	
<u>Direct Awards:</u>		
LSU Agricultural Center		5,447,814
Southern University and A&M College (Baton Rouge)		1,341,525
<u>Through: Kansas State University (#2003-48558-01716)</u>		
LSU Agricultural Center		30,564
<u>Through: National 4-H Council (#2002-45201-01528AMD2)</u>		
LSU Agricultural Center		8,283
<u>Through: North Carolina State University</u>		
<u>(#2005-48642-03345)</u>		
LSU Agricultural Center		61,448
<u>Through: Pennsylvania State University</u>		
<u>(#2006-0457-01/2005-48)</u>		
LSU Agricultural Center		15,000
<u>Through: Rutgers University (No. 1521)</u>		
Southern University and A&M College (Baton Rouge)		(3,250)
<u>Through: Texas A&M University - Texas</u>		
<u>Cooperative Extension (#2004-49200-03126)</u>		
LSU Agricultural Center		278
<u>Through: Texas A&M University - Texas</u>		
<u>Cooperative Extension (#2001-49200-01238)</u>		
LSU Agricultural Center		1,079
<u>Through: Texas A&M University - Texas</u>		
<u>Cooperative Extension (#2004-48616-03116)</u>		
LSU Agricultural Center		6,719
<u>Through: Texas A&M University - Texas</u>		
<u>Cooperative Extension (#S4079036101)</u>		
LSU Agricultural Center		50,799

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
Cooperative Extension Service (Cont.)	10.500	
<u>Through: Tuskegee University (#F2001-52101-1141)</u>		
Southern University and A&M College (Baton Rouge)		\$23,144
<u>Through: Unidentified (#TCE6226407)</u>		
Southern University and A&M College (Baton Rouge)		(250)
<u>Through: University of Georgia (#2006-47001-03368)</u>		
LSU Agricultural Center		6,648
<u>Through: University of Georgia (#2004-47001-01844)</u>		
LSU Agricultural Center		5,310
<u>Through: University of Georgia (#2003-47001-01583)</u>		
LSU Agricultural Center		167
Total Cooperative Extension Service		6,995,278
Food Donation	10.550	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		16,661,225
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	
<u>Direct Awards:</u>		
Office of Public Health		89,748,023
Child and Adult Care Food Program	10.558	
<u>Direct Awards:</u>		
Department of Education		52,208,640
State Administrative Expenses for Child Nutrition	10.560	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		246,105
Department of Education		3,381,954
Total State Administrative Expenses for Child Nutrition		3,628,059
Commodity Supplemental Food Program	10.565	
<u>Direct Awards:</u>		
Office of Public Health		20,773,320

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
WIC Farmers' Market Nutrition Program	10.572	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		\$6,062
Team Nutrition Grants	10.574	
<u>Direct Awards:</u>		
Department of Education		132,910
Senior Farmers Market Nutrition Program	10.576	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		207,854
Cooperative Forestry Assistance	10.664	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		5,483,494
<u>Through: West Virginia University Research Corporation</u>		
<u>(#05-DG-11244225-310)</u>		
LSU Agricultural Center		(81)
Total Cooperative Forestry Assistance		5,483,413
Rural Development, Forestry, and Communities	10.672	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		70,395
Forest Products Lab: Technology Marketing Unit (TMU)	10.674	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		46,112
Urban and Community Forestry Program	10.675	
<u>Direct Awards:</u>		
LSU Agricultural Center		7,241
Southern University and A&M College (Baton Rouge)		50,264
Total Urban and Community Forestry Program		57,505
Forest Land Enhancement Program	10.677	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		130,394

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
Rural Business Enterprise Grants	10.769	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$215,784
University of Louisiana at Lafayette		69,026
University of Louisiana at Monroe		37,593
Total Rural Business Enterprise Grants		322,403
RUS Denali Commission Grants and Loans	10.858	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		70,166
Soil and Water Conservation	10.902	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		189,455
LSU Agricultural Center		207,120
Southern University and A&M College (Baton Rouge)		5,260
Total Soil and Water Conservation		401,835
Agricultural Statistics Reports	10.950	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		23,000
Southern University and A&M College (Baton Rouge)		2,942
Total Agricultural Statistics Reports		25,942
Technical Agricultural Assistance	10.960	
<u>Direct Awards:</u>		
LSU Agricultural Center		966,978
Southern University and A&M College (Baton Rouge)		1,125
Total Technical Agricultural Assistance		968,103
2007 Partners Video Magazine Calendar	10.unknown	
<u>Direct Awards:</u>		
LSU Agricultural Center		1,176
Classic Swine Fever Surveillance	10.05-9419-0026-CA	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		21,999

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
Cooperative Funds and Deposits	10.06-PA-11080600-002	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		\$1,500
Diagnostic Network	10.2002-30001-12085	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		110,718
Federal Reimbursement	10.unknown	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		294,623
Food, Agriculture, Conservation, and Trade Act of 1990	10.60010-20250-010/90CSALA1-122	
<u>Direct Awards:</u>		
LSU Agricultural Center		(287)
Indonesia Phase II - Beef/Cattle Industry	10.unknown	
<u>Direct Awards:</u>		
LSU Agricultural Center		12,375
Tri-state Master Farmer Program Template Development	10.unknown	
<u>Through: Mississippi State University - SRDC</u>		
LSU Agricultural Center		12,500
WIC Breastfeeding Peer Counseling	10.6LA700523	
<u>Direct Awards:</u>		
Office of Public Health		154,615
<u>Child Nutrition Cluster:</u>		
School Breakfast Program	10.553	
<u>Direct Awards:</u>		
Department of Education		49,075,637
National School Lunch Program	10.555	
<u>Direct Awards:</u>		
Department of Education		153,936,603
Special Milk Program for Children	10.556	
<u>Direct Awards:</u>		
Department of Education		31,087

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Child Nutrition Cluster:</u> (Cont.)		
Summer Food Service Program for Children	10.559	
<u>Direct Awards:</u>		
Department of Education		\$5,403,960
Total Child Nutrition Cluster		208,447,287
<u>Emergency Food Assistance Cluster:</u>		
Emergency Food Assistance Program (Administrative Costs)	10.568	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		2,093,572
Emergency Food Assistance Program (Food Commodities)	10.569	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		5,310,387
Total Emergency Food Assistance Cluster		7,403,959
<u>Food Stamp Cluster:</u>		
Food Stamps	10.551	
<u>Direct Awards:</u>		
Department of Social Services		738,874,069
State Administrative Matching Grants for Food Stamp Program	10.561	
<u>Direct Awards:</u>		
Department of Social Services		47,496,142
Total Food Stamp Cluster		786,370,211
<u>Research and Development Cluster:</u>		
Agricultural Research - Basic and Applied Research	10.001	
<u>Direct Awards:</u>		
LSU Agricultural Center		338,774
LSU A&M College (Baton Rouge)		63,118
Nicholls State University		12,617
Pennington Biomedical Research Center		679,761
Southern University and A&M College (Baton Rouge)		367,373
University of New Orleans		29,242
Milk Income Loss Contract Program	10.080	
<u>Direct Awards:</u>		
LSU Agricultural Center		24,294

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Grants for Agricultural Research, Special Research Grants	10.200	
<u>Direct Awards:</u>		
LSU Agricultural Center		\$1,124,709
Louisiana Tech University		83,218
Pennington Biomedical Research Center		650,760
<u>Through: Auburn University</u>		
LSU Agricultural Center		76,025
<u>Through: Mississippi State University (#2004-38640-14341)</u>		
LSU Agricultural Center		14,638
<u>Through: Mississippi State University - Southern Regional</u>		
<u>Aquaculture Center (#2003-38500-12997)</u>		
LSU Agricultural Center		8,312
<u>Through: Mississippi State University - Southern Regional</u>		
<u>Aquaculture Center (#2004-38500-14387)</u>		
LSU Agricultural Center		71,433
<u>Through: Mississippi State University - Southern Regional</u>		
<u>Aquaculture Center (#2005-38500-15815)</u>		
LSU Agricultural Center		34,383
<u>Through: Mississippi State University - SRAC</u>		
<u>(#2001-38500-10307 ETC)</u>		
LSU A&M College (Baton Rouge)		1,127
<u>Through: Prairie View A&M Research Foundation</u>		
<u>(#2006-34136-17246)</u>		
LSU Agricultural Center		9,746
<u>Through: Research Corporation of the University of Hawaii</u>		
<u>(#2004-34135-15168)</u>		
LSU Agricultural Center		22,881
<u>Through: Texas A&M University - Texas Agricultural</u>		
<u>Experiment Station (#2003-38824-02015)</u>		
LSU Agricultural Center		1,675
<u>Through: Texas A&M University - Texas Agricultural</u>		
<u>Experiment Station (#2006-38824-03528)</u>		
LSU Agricultural Center		47,941
<u>Through: University of Florida (#2006-34383-16867)</u>		
LSU Agricultural Center		14,000
<u>Through: University of Georgia (#2002-38640-11764)</u>		
LSU Agricultural Center		4,785

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Grants for Agricultural Research, Special Research Grants (Cont.)	10.200	
Through: <u>University of Georgia (#2005-38640-15542)</u>		
LSU Agricultural Center		\$5,278
Through: <u>University of Georgia</u>		
LSU A&M College (Baton Rouge)		1,216
Through: <u>University of Georgia (#RD309-061/9820567)</u>		
Southeastern Louisiana University		3,399
Cooperative Forestry Research	10.202	
<u>Direct Awards:</u>		
Louisiana Tech University		216,367
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	
<u>Direct Awards:</u>		
LSU Agricultural Center		3,305,129
Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		(29)
Grants for Agricultural Research - Competitive Research Grants	10.206	
<u>Direct Awards:</u>		
LSU Agricultural Center		75,567
LSU A&M College (Baton Rouge)		109,292
Louisiana Tech University		(1,194)
Through: <u>East Carolina University</u>		
LSU Agricultural Center		28,273
Through: <u>Mississippi State University (#2004-35600-14180)</u>		
LSU A&M College (Baton Rouge)		566
Through: <u>North Carolina State University (#2004-35212-14882)</u>		
LSU Agricultural Center		121,645
LSU A&M College (Baton Rouge)		45,387
Through: <u>Texas A&M Research Foundation (#2006-35401-17432)</u>		
LSU A&M College (Baton Rouge)		12,195

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Grants for Agricultural Research - Competitive Research Grants (Cont.) <u>Through: University of Arkansas</u> LSU Agricultural Center	10.206	\$6,572
<u>Through: University of Arkansas (#2004-35317-14867)</u> LSU Agricultural Center		103,799
<u>Through: University of Massachusetts - Amherst (#2005-35107-15278)</u> LSU A&M College (Baton Rouge)		42,949
Animal Health and Disease Research <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	10.207	10,805
Higher Education Challenge Grants <u>Through: University of Arkansas (#2004-38411-14738)</u> LSU Agricultural Center	10.217	7,008
Fund for Rural America - Research, Education, and Extension Activities <u>Direct Awards:</u> Louisiana Tech University	10.224	16,907
Agricultural and Rural Economic Research <u>Direct Awards:</u> LSU Agricultural Center <u>Through: Mississippi State University (#43-3AEM-5-80100)</u> LSU Agricultural Center	10.250	45,456 5,282
Integrated Programs <u>Direct Awards:</u> LSU Agricultural Center LSU A&M College (Baton Rouge) <u>Through: North Carolina State University</u> LSU Agricultural Center <u>Through: North Carolina State University (#2003-51120-02104)</u> LSU Agricultural Center <u>Through: North Carolina State University (#2003-51101-02106)</u> LSU Agricultural Center	10.303	260 2,127 25,580 28,519 50,591

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Partnership Agreements to Develop Non-Insurance Risk Management Tools for Producers (Farmers) <u>Through: University of Kentucky Research Foundation</u> <u>(#05IE08310215)</u>	10.456	
LSU Agricultural Center		\$15,904
Cooperative Extension Service	10.500	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		(93)
<u>Through: Texas A&M University - Texas Cooperative</u> <u>Extension (#2004-49200-03126)</u>		
LSU Agricultural Center		16,954
<u>Through: University of Arkansas (#2004-49200-03126)</u>		
LSU Agricultural Center		1,772
Forestry Research	10.652	
<u>Direct Awards:</u>		
LSU Agricultural Center		185,561
LSU A&M College (Baton Rouge)		46,355
Louisiana Tech University		10,705
Southern University and A&M College (Baton Rouge)		1,700
Cooperative Forestry Assistance	10.664	
<u>Through: Kisatchie National Forest (#72-6000751)</u>		
Grambling State University		2,181
<u>Through: Purdue University (#05-DG1124425-150)</u>		
LSU Agricultural Center		895
Scientific Cooperation and Research	10.961	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		6,550
Acquisition of Goods and Services		
<u>Direct Awards:</u>		
LSU Agricultural Center	10.RD.58-6413-7-118	3,771
LSU Agricultural Center	10.RD.58-6413-7-119	2,450
Beltwide Collection of Bollworm and Tobacco Budworm Moths in Traps for Monitoring Studies	10.RD.58-6402-1-130	
<u>Direct Awards:</u>		
LSU Agricultural Center		101

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Continuation to 2005 BI Grad Fellowship: Effects of Aversive Conditioning <u>Through: Mississippi State University (#06-7400-0590 (CA))</u> LSU Agricultural Center	10.RD.080300-330570-01	\$5,292
Developing the Goat Meat Industry by Improving Market Channel Communication <u>Direct Awards:</u> LSU Agricultural Center	10.RD.unknown	5,585
Development of Lower Mississippi River System Grain Flow Indices <u>Direct Awards:</u> LSU Agricultural Center	10.RD.12-25-A-4410	93
The Development of a Supply and Demand Model for Hardwood Lumber <u>Direct Awards:</u> LSU Agricultural Center	10.RD.SRS 06-CA-11330143-161	21,698
Effects of Aversive Conditioning on Behavior of Nuisance Louisiana Black Bears <u>Through: Mississippi State University (#06-7400-0471 (CA))</u> LSU Agricultural Center	10.RD.080300-330571-08	15,000
Estimate Density of White-Tailed Deer on the Evangeline and Catahoula Districts <u>Direct Awards:</u> LSU Agricultural Center	10.RD.AG-447U-C-05-0079	5,000
Estimation of Sugarcane Economic Losses Under the 2005 Louisiana Sugarcane Disaster Program <u>Direct Awards:</u> LSU Agricultural Center	10.RD.AG-3151-P-07-0061	6,000
Operation of UVB Monitoring Site <u>Through: Colorado State University</u> LSU Agricultural Center	10.RD. unknown	7,000
Research Activities for Displaced ARS Personnel <u>Direct Awards:</u> LSU Agricultural Center	10.RD.58-6401-2-0003/T664357010	75,381

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Soil and Water Research Unit - Utilities	10.RD.58-6401-2-0003/T664131010	
<u>Direct Awards:</u>		
LSU Agricultural Center		\$2,588
Sustainable Control of Gastrointestinal Nematodes	10.RD.RD309-061/9039947	
<u>Through: Fort Valley State University (#2005-38640-15542)</u>		
LSU A&M College (Baton Rouge)		8,642
A Systemic Study of the Synergistic Effects of Blueberry Phytochemicals	10.RD. unknown	
<u>Through: U.S. Highbush Blueberry Council</u>		
LSU Agricultural Center		23,000
Technical and Economic Feasibility of Producing Ethanol from Sugar in the United States	10.RD.58-0111-5-003	
<u>Direct Awards:</u>		
LSU Agricultural Center		18,872
Thermoplastics Composites Reinforced with Natural Fibers and Inorganic Nano-Particles	10.RD.68-3A75-6-508	
<u>Direct Awards:</u>		
LSU Agricultural Center		1,694
LSU A&M College (Baton Rouge)		12,374
USDA-FSA-Dairy Losses Contract	10.RD.unknown	
<u>Direct Awards:</u>		
LSU Agricultural Center		14,856
Use of Condensed Tannin-Containing Plants to Control Gastrointestinal Nematodes in Sheep and Goats	10.RD.CANFVSU-06-009	
<u>Through: Fort Valley State University (#2005-38814-16429)</u>		
LSU A&M College (Baton Rouge)		12,670
Yield Loss Prediction Tool for Risk Management of Asian Soybean Rust in the Southern USA	10.RD.3046988000-06-366	
<u>Through: University of Kentucky Research Foundation (#1000301396)</u>		
LSU Agricultural Center		7,578
Total Research and Development Cluster		8,487,887

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF AGRICULTURE (CONT.)		
<u>Schools and Roads Cluster:</u>		
Schools and Roads - Grants to States	10.665	
<u>Direct Awards:</u>		
Department of the Treasury		\$3,948,803
Total Schools and Roads Cluster		3,948,803
Total U.S. Department of Agriculture		\$1,219,777,946
U.S. DEPARTMENT OF COMMERCE		
Economic Development - Technical Assistance	11.303	
<u>Direct Awards:</u>		
University of New Orleans		\$83,559
Fishery Products Inspection and Certification	11.413	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		58,476
Sea Grant Support	11.417	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		44,428
Coastal Zone Management Administration Awards	11.419	
<u>Direct Awards:</u>		
Department of Natural Resources		2,790,590
<u>Through: University of New Hampshire (#05-935)</u>		
University of Louisiana at Lafayette		99,610
Total Coastal Zone Management Administration Awards		2,890,200
Undersea Research	11.430	
<u>Through: University of Connecticut (#523894)</u>		
University of Louisiana at Lafayette		36,485
<u>Through: University of Maine (#UM-S596)</u>		
University of Louisiana at Lafayette		5,215
Total Undersea Research		41,700

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
Cooperative Fishery Statistics	11.434	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		\$894,191
Regional Fishery Management Councils	11.441	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		30,000
Unallied Industry Projects	11.452	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		327,973
Unallied Management Projects	11.454	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		1,932,549
Habitat Conservation	11.463	
<u>Direct Awards:</u>		
Executive Department		160,717
Department of Natural Resources		14,411,470
Department of Wildlife and Fisheries		35,413
<u>Through: The Nature Conservancy</u>		
Nicholls State University		8,624
Total Habitat Conservation		14,616,224
Meteorologic and Hydrologic Modernization Development	11.467	
Research		
<u>Through: University Corporation for Atmospheric</u>		
University of Louisiana at Lafayette (#S06-58386)		9,378
Unallied Science Program	11.472	
<u>Through: University of Rhode Island (#1224)</u>		
University of Louisiana at Lafayette		221
Coastal Services Center	11.473	
<u>Direct Awards:</u>		
Department of Natural Resources		272,512
University of New Orleans		292,095
Total Coastal Services Center		564,607

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
Public Telecommunications Facilities Planning and Construction	11.550	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		\$39,991
University of Louisiana at Monroe		8,000
Total Public Telecommunications Facilities Planning and Construction		47,991
Measurement and Engineering Research and Standards	11.609	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		14,122
University of New Orleans		12,665
Total Measurement and Engineering Research and Standards		26,787
Manufacturing Extension Partnership	11.611	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		422,144
Department of Commerce - Program Income	11.unknown	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		540
Intergovernmental Personnel Act for Nicole Vollmer	11.CBLAM56P00	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		26,580
Intergovernmental Personnel Act for Scott France	11.28L4SOMPFB	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		43,778
Manufacturing Extension Partnership	11.70NANB5H1156	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		588,869
National Marine Fisheries Services	11.40GE133F04SE1475	
<u>Direct Awards:</u>		
McNeese State University		8,965
National Marine Fisheries Service - Characterization of Fisheries Operating in State Waters of LA	11.unknown	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		20,252

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
National Marine Fisheries Service - Cooperative Enforcement Agreement	11.unknown	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		\$2,329,539
Operations of the Southern Regional Climate Center	11.EA133E-02-CN-0028	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		383,333
Oyster Vibrio Vulnificus Education Program	11.96-01-45360/0	
<u>Through: Gulf and South Atlantic Fisheries Foundation, Inc.</u>		
<u>(#NA03NMF4270393-96)</u>		
LSU Agricultural Center		29,650
<u>Public Works and Economic Development Cluster:</u>		
Economic Adjustment Assistance	11.307	
<u>Direct Awards:</u>		
Delgado Community College		1,491,325
Southern University A&M College (Baton Rouge)		(6,996)
Total Public Works and Economic Development Cluster		1,484,329
<u>Research and Development Cluster:</u>		
Economic Development - Technical Assistance	11.303	
<u>Direct Awards:</u>		
Louisiana Tech University		97,008
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)	11.400	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		45,421
Interjurisdictional Fisheries Act of 1986	11.407	
<u>Direct Awards:</u>		
University of New Orleans		73,455
Sea Grant Support	11.417	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,158,936
University of New Orleans		22,609
<u>Through: University of Georgia (#NA04OAR4170033)</u>		
LSU A&M College (Baton Rouge)		6,540

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Coastal Zone Management Administration Awards	11.419	
Through: University of New Hampshire (#NA17OZ2607)		
LSU A&M College (Baton Rouge)		\$83,568
Financial Assistance for National Centers for Coastal Ocean Science	11.426	
Through: University of Southern Mississippi (#NA04N0S4260203)		
LSU A&M College (Baton Rouge)		47,810
Marine Fisheries Initiative	11.433	
Direct Awards:		
LSU A&M College (Baton Rouge)		62,324
Through: University of West Florida (#NA05NMF4331072)		
LSU A&M College (Baton Rouge)		43,007
Cooperative Fishery Statistics	11.434	
Direct Awards:		
University of New Orleans		44,429
Southeast Area Monitoring and Assessment Program	11.435	
Direct Awards:		
University of New Orleans		123,727
Marine Mammal Data Program	11.439	
Through: Institute for Marine Mammal Studies, Inc.		
LSU A&M College (Baton Rouge)		877
Special Oceanic and Atmospheric Projects	11.460	
Direct Awards:		
LSU A&M College (Baton Rouge)		87,574
Through: Harvard Public		
Louisiana Universities Marine Consortium		58,437

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Habitat Conservation	11.463	
<u>Direct Awards:</u>		
Louisiana Universities Marine Consortium		\$791,415
University of New Orleans		1,108,413
<u>Through: Coalition to Restore Coastal Louisiana</u>		
LSU A&M College (Baton Rouge)		20,828
<u>Through: University of New Orleans Research and Technology</u>		
<u>Foundation (#58534-S12)</u>		
Southeastern Louisiana University		5,119
<u>Through: UNO Research and Technology Foundation (#58534-S9)</u>		
University of New Orleans		3,518
Coastal Services Center	11.473	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		518
<u>Through: Southeastern Universities Research Association</u>		
<u>(#NA04NOS4730254)</u>		
LSU A&M College (Baton Rouge)		14,866
Center for Sponsored Coastal Ocean Research -	11.478	
Coastal Ocean Program		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		862,474
Louisiana Universities Marine Consortium		698,036
<u>Through: Texas A&M Research Foundation</u>		
<u>(#NA03NOS4780039)</u>		
LSU A&M College (Baton Rouge)		1,063
<u>Through: Texas A&M Research Foundation</u>		
<u>(#NA06NOS4780198)</u>		
LSU A&M College (Baton Rouge)		13,397
<u>Through: University of Texas at Austin</u>		
<u>(#NA06NOS47080131)</u>		
LSU A&M College (Baton Rouge)		15,490
Measurement and Engineering Research and Standards	11.609	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		14,837

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Assessment of Chemical Hazards Associated With Oil	11.RD.50ABNC200041/TO #1	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$108,632
Data Gathering for the GSMFC Bottom Mapping Project	11.RD.NA05NMF433107	
<u>Through: Gulf States Marine Fisheries Commission (#Bottom Mapping - 0002-2006)</u>		
University of New Orleans		10,894
Establishment of an Environmental and Infrastructure Information Clearinghouse Phase One	11.RD.NA16FZ2719	
<u>Through: UNO Research and Technology Foundation (#58534-S2)</u>		
University of New Orleans		1,460
Geodetic Analysis and Program Support	11.RD.DG133C-06-CN-0286	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		799,004
IPA for Daniel Laurent	11.RD.19612	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		76,977
Photographic Comparison of Bottlenose Dolphin Occurrence in the Coastal Waters of Louisiana and Mississippi	11.RD.NFFN7300-6-00115	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		10,000
Product Characterizations to Advance the Use of Post-Harvests Treatment	11.RD.5720-563-12, 00032641	
<u>Through: University of Florida (#NA16RG-2195)</u>		
LSU Agricultural Center		19,604
Real-Time Quantitative Measurement of Dispersed and Non-Dispersed Oils Using an In-Situ Multiple Simultaneous Scattering and Fluorescence Sensor	11.RD.FP244-06-0045	
<u>Through: Department of Fisheries and Oceans - Canada (#NA04N0S4190063)</u>		
LSU A&M College (Baton Rouge)		12,722

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF COMMERCE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Rita Modification Funding to NOAA-HRMD Contract	11.RD.50ABNC20041/TO#16	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(\$1)
The SURA Coastal Ocean Observation and Prediction Program (SCOOP)	11.RD.SURA-2005-210	
<u>Through: Southeastern Universities Research Association</u>		
<u>(#NA05NOS4730254)</u>		
LSU A&M College (Baton Rouge)		22,285
Total Research and Development Cluster		7,567,273
Total U.S. Department of Commerce		\$34,473,536
U.S. DEPARTMENT OF DEFENSE		
Procurement Technical Assistance for Business Firms	12.002	
<u>Direct Awards:</u>		
Executive Department		\$182,624
University of Louisiana at Lafayette		332,687
Total Procurement Technical Assistance for Business Firms		515,311
Planning Assistance to States	12.110	
<u>Direct Awards:</u>		
Executive Department		27,949
Payments to States in Lieu of Real Estate Taxes	12.112	
<u>Direct Awards:</u>		
Department of the Treasury		166,871
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113	
<u>Direct Awards:</u>		
Department of Environmental Quality		16,806

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
Basic and Applied Scientific Research	12.300	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		\$275,071
<u>Through: North Carolina A&T State University</u>		
LSU A&M College (Baton Rouge)		17,674
<u>Through: Science Applications International Corporation</u>		
<u>(#4400110043)</u>		
Southern University and A&M College (Baton Rouge)		44,811
<u>Through: Tetra Tech, Inc. (#1000698)</u>		
Southern University and A&M College (Baton Rouge)		122,998
Total Basic and Applied Scientific Research		460,554
Military Construction, National Guard	12.400	
<u>Direct Awards:</u>		
Department of Military Affairs		100,602,677
National Guard Military Operations and Maintenance (O&M) Projects	12.401	
<u>Direct Awards:</u>		
Department of Military Affairs		50,206,990
National Guard Civilian Youth Opportunities	12.404	
<u>Direct Awards:</u>		
Department of Military Affairs		9,514,733
Basic, Applied, and Advanced Research in Science and Engineering	12.630	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		102,288
<u>Through: Michael Baker, Jr., Inc. (#Federal Programs 2005-1)</u>		
Southern University and A&M College (Baton Rouge)		17,341
<u>Through: Naval Research (PO 909752)</u>		
Southern University and A&M College (Baton Rouge)		77,042
<u>Through: Shaw Group (#IDIQ-102014)</u>		
Southern University and A&M College (Baton Rouge)		28,550
Total Basic, Applied, and Advanced Research in Science and Engineering		225,221

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
Air Force Defense Research Sciences Program	12.800	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$8,737
<u>Through: Clarkson Aerospace Corp.</u>		
Southern University and A&M College (Baton Rouge)		360,902
Total Air Force Defense Research Sciences Program		369,639
Mathematical Sciences Grants Program	12.901	
<u>Through: The Shaw Group (#PO 29744 OP)</u>		
Southern University and A&M College (Baton Rouge)		821,218
Evaluation of Electroactive Polymers	12.W912HZ-06-P-0073	
<u>Direct Awards:</u>		
Louisiana Tech University		29,958
Food Service - Minden	12.unknown	
<u>Direct Awards:</u>		
Department of Military Affairs		6,225
Genetic Approaches for Assisting in Management of Species	12.W912HZ-07-C-0043	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		8,609
Guidelines and Rules Instrument for Displays in 3D	12.N00014-06-M-0314	
<u>Through: Aptima, Inc. (#0373-1305)</u>		
University of Louisiana at Lafayette		19,984
Hydrologic and Hydraulic Modeling for Three Streams in Lafayette Parish	12.W912P-05-P-0096	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		29,614
Hydrologic and Hydrodynamic Study of the Chenier Plain, Phase 1	12.unknown	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		99,959
Hydrologic and Hydrodynamic Study of the Chenier Plain, Phase 2	12.unknown	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		110,788

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
Internet Tool Development and Web Site Maintenance	12.unknown	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		\$55,000
Joint Readiness Training Center	12.MIPR6/7AOPSN012/013	
<u>Direct Awards:</u>		
Department of Military Affairs		225,653
Long-Term Genetic Viability of TES that Live Within Fragmented Scrub Habitat	12.W912HZ-05P-0093	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		89,919
Louisiana Junior Science and Humanities Symposium 2006-2007	12.31258	
<u>Through: Academy of Applied Science</u> <u>(#W911NF-04-1-0001)</u>		
LSU A&M College (Baton Rouge)		10,984
Louisiana Operation Military Kids (OMK)	12.05-ACES-539120-LSUAG	
<u>Through: Auburn University (#NAFBA1-04-D-0044)</u>		
LSU Agricultural Center		20,650
Rear Training Detachment	12.MIPR5AUAL5H003	
<u>Direct Awards:</u>		
Department of Military Affairs		3,309
Schools and Roads/Sale of Timber	12.10 USC 2665	
<u>Direct Awards:</u>		
Department of the Treasury		70,540
U.S. Air Force Academy - Visiting Distinguished Professor	12.IPA: 601	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		75,297

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster:</u>		
Collaborative Research and Development	12.114	
<u>Direct Awards:</u>		
Louisiana Universities Marine Consortium		\$93,894
Southern University and A&M College (Baton Rouge)		56,672
Basic and Applied Scientific Research	12.300	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		123,403
LSU Health Sciences Center (New Orleans)		6,103
Louisiana Universities Marine Consortium		216,315
Southern University and A&M College (Baton Rouge)		247,606
University of New Orleans		245,858
<u>Through: Advanced Technology Institute (#N00014-04-C-0139)</u>		
University of New Orleans		94,176
<u>Through: Computer Sciences Corporation (#N00024-01-D-7017)</u>		
University of New Orleans		143,942
<u>Through: Foam Matrix, Inc. (#N00014-05-C-0014)</u>		
University of New Orleans		42,795
<u>Through: North Carolina Agricultural and Technical State University</u>		
<u>(#N00014-04-1-0369)</u>		
University of New Orleans		38,861
<u>Through: Pittsburgh State University (#N000140510532)</u>		
University of New Orleans		149,386
<u>Through: University of Connecticut (#N00014-04-1-0079)</u>		
University of New Orleans		2,297
<u>Through: University of Florida (#N00014-06-1-0229)</u>		
LSU A&M College (Baton Rouge)		14,750
<u>Through: Wayne State University (#N00014-05-1-0040)</u>		
University of New Orleans		44,323
<u>Through: Woods Hole Oceanographic Institution</u>		
<u>(#N00014-06-1-0387)</u>		
LSU A&M College (Baton Rouge)		61,740

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Military Medical Research and Development	12.420	
<u>Direct Awards:</u>		
LSU Agricultural Center		\$86,102
LSU A&M College (Baton Rouge)		4,296
LSU Health Sciences Center (New Orleans)		245,240
LSU Health Sciences Center (Shreveport)		274,289
Louisiana Tech University		1,087
Pennington Biomedical Research Center		792,884
University of Louisiana at Monroe		40,011
<u>Through: University of North Carolina</u>		
LSU Health Sciences Center (New Orleans)		627,247
Basic Scientific Research		
	12.431	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(3,387)
Louisiana Tech University		47,659
Southern University and A&M College (Baton Rouge)		723,417
University of New Orleans		224,558
<u>Through: Pennsylvania State University</u>		
<u>(#2123-LTU-USA-0646)</u>		
Louisiana Tech University		48,378
<u>Through: Shot, Inc. (#Shot, Inc.)</u>		
Louisiana Tech University		37,181
<u>Through: University of Illinois at Urbana - Champaign</u>		
<u>(#W911NF-05-1-0397)</u>		
LSU A&M College (Baton Rouge)		137,735
Basic, Applied, and Advanced Research in Science and Engineering		
	12.630	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		22,985
<u>Through: Central Washington University</u>		
<u>(#NMA401-02-BAA-0002)</u>		
LSU A&M College (Baton Rouge)		11,386

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Air Force Defense Research Sciences Program	12.800	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$566,243
Louisiana Tech University		11,707
Southern University and A&M College (Baton Rouge)		98,456
<u>Through: Clarkson Aerospace - Airforce (#202029118)</u>		
Grambling State University		279,068
<u>Through: Clarkson Aerospace Corp. (#06-S567-07-C1)</u>		
Louisiana Tech University		142,755
<u>Through: Georgia Institute of Technology</u>		
<u>(#FA8650-07-C-774)</u>		
LSU A&M College (Baton Rouge)		1,733
<u>Through: Radiance Technologies (#07S-0782)</u>		
Louisiana Tech University		21,514
<u>Through: Radiance Technologies (#07S-0783)</u>		
Louisiana Tech University		18,234
Mathematical Sciences Grants Program	12.901	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		36,234
Research and Technology Development	12.910	
<u>Direct Awards:</u>		
Louisiana Tech University		37,388
University of New Orleans		4,177,350
Damage in Materials Due to Impact Loading	12.RD.FA8601-05-9-0453	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		12,100
A Dendrochronological Fire History of the Avon Park Air Force Range and Surrounding Central Florida	12.RD.W81XWH-04-2-0034-0001	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		101,285
Developing Regional Grid Technology Support for TATRC Programs	12.RD.SURA-2006-505	
<u>Through: Southeastern Universities Research Association</u>		
<u>(#X81XWH-06-1-0419)</u>		
LSU A&M College (Baton Rouge)		50,000

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Epidemiological Survey of Human and Animal Brucellosis in the Republic of Uzbekistan <u>Through: U.S. Civilian Research and Development Foundation</u> <u>(#DTRA01-01-D-0011)</u> LSU Agricultural Center	12.RD.BTL05-029	\$50,877
FIB Resistant Systems <u>Through: Radiance Technologies (#FA8650-06-M-8062)</u> Louisiana Tech University	12.RD.06S-0615	26,902
IPA Hale: Assessment and Management of the Atchafalaya Basin <u>Direct Awards:</u> LSU Agricultural Center	12.RD.IPA/HALE	32,448
Kazakh Anthrax GIS Project <u>Through: U.S. Civilian Research and Development</u> <u>Foundation (#DTRA01-03-C-0055)</u> LSU A&M College (Baton Rouge)	12.RD.DTRA04-007	127,656
Landscape Fire Models for the Avon Park Air Force Range <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	12.RD.W81XWH-04-2-0034	123,849
Low Profile MIM Sensors <u>Through: Radiance Technologies (#FA8650-06-M-8066)</u> Louisiana Tech University	12.RD.06S-0615	14,984
LYTIC - Peptide Conjugates for Treatment of Metastases <u>Direct Awards:</u> Pennington Biomedical Research Center	12.RD.DAMD17-03-1-0150	6,130
Military Health Behaviors <u>Direct Awards:</u> Pennington Biomedical Research Center	12.RD.DAMD17-03-2-0030	603,715
Military Nutrition Research <u>Direct Awards:</u> Pennington Biomedical Research Center	12.RD.W81XWH-05-2-0081	1,940,717

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Modeling the Natural Distribution and Forecasting Disease Spread of Pathogens	12.RD.W81XWH-05-C-0088	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$47,719
Modeling, Simulation, Visualization and Damage Characterization for Penetration into Concrete Target	12.RD.19825	
<u>Through: Virginia Tech</u>		
LSU A&M College (Baton Rouge)		(9,555)
A Novel Approach to Managing Invasive Termite Species Using Genetically Engineered Bacteria	12.RD.W912HQ-06-P-0041	
<u>Direct Awards:</u>		
LSU Agricultural Center		74,958
Novel High Energy Materials and Processes for Counter WMD Applications	12.RD.HDTRA1-07-1-0002	
<u>Direct Awards:</u>		
University of New Orleans		38,114
Operational Effects Program Office (PMW-150) Intergovernmental Personnel Act Agreement	12.RD.unknown	
<u>Direct Awards:</u>		
University of New Orleans		172,434
Photonic-Crystal Satellite Reflectors and Radiators	12.RD.NRO000-06-C-0074	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		355,556
RDM Model for Hurricane Protection and Coastal Restoration in Louisiana	12.RD.W912P8-07-C-0001	
<u>Through: Rand Corporation (#W912P8-07-C-0001)</u>		
University of New Orleans		6,321
RDX Degradation Program	12.RD.W912HZ-05-P-0145	
<u>Direct Awards:</u>		
University of Louisiana at Monroe		15,529

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF DEFENSE (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Research Program to Investigate the Damage of Materials Due to Impact Loading	12.RD.FA8601-06-P-0385	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$23,031
SURA Coastal Ocean Observation and Prediction Program (SCOOP)		
<u>Through: Southeastern Universities Research Association</u> (#N00014-05-1-0831)	12.RD.SURA-2006-308	
LSU A&M College (Baton Rouge)		104,014
<u>Through: Southeastern Universities Research Association</u> (#N00014-04-1-0721)	12.RD.SURA-2005-208/210	
LSU A&M College (Baton Rouge)		26,131
Urban Factors on Transportation Network Capacity	12.RD.TCN 05022	
<u>Through: Battelle Corp.</u>		
LSU A&M College (Baton Rouge)		21,407
Total Research and Development Cluster		14,260,193
Total U.S. Department of Defense		\$178,044,651
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
Manufactured Home Construction and Safety Standards	14.171	
<u>Direct Awards:</u>		
Executive Department		\$66,499
Community Development Block Grants/State's Program	14.228	
<u>Direct Awards:</u>		
Executive Department		2,882,057,310
Emergency Shelter Grants Program	14.231	
<u>Direct Awards:</u>		
Department of Social Services		1,305,786

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (CONT.)		
Supportive Housing Program	14.235	
<u>Direct Awards:</u>		
Mental Health Area A		\$324,552
Mental Health Area B		194,199
Southeastern Louisiana University		122,184
Total Supportive Housing Program		640,935
Historically Black Colleges and Universities Program	14.237	
<u>Direct Awards:</u>		
Southern University at New Orleans		146,510
Southern University at Shreveport-Bossier City		284,899
Total Historically Black Colleges and Universities Program		431,409
Shelter Plus Care	14.238	
<u>Direct Awards:</u>		
Metropolitan Human Services District		194,496
Housing Opportunities for Persons with AIDS	14.241	
<u>Direct Awards:</u>		
Office of Public Health		1,123,209
Opportunities for Youth - Youthbuild Program	14.243	
<u>Direct Awards:</u>		
Louisiana Technical College		876,381
Community Development Block Grants/Brownsfields	14.246	
Economic Development Initiative		
<u>Direct Awards:</u>		
Nicholls State University		56,207
Rural Housing and Economic Development	14.250	
<u>Direct Awards:</u>		
Delgado Community College		22,766
Fair Housing Assistance Program - State and Local	14.401	
<u>Direct Awards:</u>		
Department of Insurance		385,777

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (CONT.)		
Fair Housing Initiatives Program	14.408	
<u>Through: Advocacy Center</u>		
LSU Health Sciences Center (New Orleans)		\$14,351
Community Outreach Partnership Center Program	14.511	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		207,858
Southern University at Shreveport-Bossier City		143,978
Total Community Outreach Partnership Center Program		351,836
Community Development Work-Study Program	14.512	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		45
Historically Black Colleges and Universities Program	14.520	
<u>Direct Awards:</u>		
Grambling State University		71,201
Southern University and A&M College (Baton Rouge)		231,077
Southern University at Shreveport-Bossier City		152,178
Total Historically Black Colleges and Universities Program		454,456
<u>Research and Development Cluster:</u>		
Universities Rebuilding America Program - Community Design	14.521	
<u>Through: University of Missouri at Kansas City (#URAP-05-MO-034)</u>		
University of New Orleans		9,150
Total Research and Development Cluster		9,150
Total U.S. Department of Housing and Urban Development		\$2,887,990,613

U.S. DEPARTMENT OF THE INTERIOR

Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	
<u>Direct Awards:</u>		
Department of Natural Resources		\$140,502
Abandoned Mine Land Reclamation (AMLR) Program	15.252	
<u>Direct Awards:</u>		
Department of Natural Resources		76,569

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
Minerals Management Service (MMS) Environmental Studies Program (ESP)	15.423	
<u>Direct Awards:</u>		
University of New Orleans		\$126,885
Fish and Wildlife Management Assistance	15.608	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		53,611
Coastal Wetlands Planning, Protection and Restoration Act	15.614	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		85,240
Clean Vessel Act	15.616	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		46,332
North American Wetlands Conservation Fund	15.623	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		1,000,000
Coastal Program	15.630	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		15,061
Conservation Grants Private Stewardship for Imperiled Species	15.632	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		19,895
Landowner Incentive	15.633	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		32,838
U.S. Geological Survey - Research and Data Collection	15.808	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		104,920
Historic Preservation Fund Grants-In-Aid	15.904	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		7,299,744

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
Outdoor Recreation - Acquisition, Development and Planning	15.916	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		<u>\$1,470,883</u>
National Center for Preservation Technology and Training	15.923	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		<u>47,514</u>
Historically Black Colleges and Universities Preservation Initiative	15.924	
<u>Direct Awards:</u>		
Grambling State University		<u>15,000</u>
An Annotated List of All Seaweeds in the Gulf of Mexico	15.unknown	
<u>Through: I.M. Systems Group (#IMSG-5010-ULL)</u>		
University of Louisiana at Lafayette		<u>14,820</u>
Contract with National Park Service	15.1443 CX 0001 94-09	
<u>Direct Awards:</u>		
Northwestern State University		<u>5,519</u>
Cooperative Agreements with National Park Service		
<u>Direct Awards:</u>		
Northwestern State University	15.200001	3,890
Northwestern State University	15.H5720010226	3,504
Northwestern State University	15.H2210050410	386,111
Northwestern State University	15.2005-02	140,016
Northwestern State University	15.H5729060041	<u>11,455</u>
Total Cooperative Agreements with National Park Service		<u>544,976</u>
Hydrodynamic and Water Quality Modeling Study	15.401814M204	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		<u>140,837</u>
Lease Office Space and Student Interns	15.H5000 02 0430	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		<u>6,475</u>
National Wetlands Research Center Interns	15.99CRBA0001	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		<u>115,751</u>

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
Sedimentary Processes and Fluxes, as modulated	15.035CS0012 / 00Crag-00035	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		\$715
U.S. Fish and Wildlife Service	15.701816M258	
<u>Direct Awards:</u>		
McNeese State University		5,190
<u>Fish and Wildlife Cluster:</u>		
Sport Fish Restoration	15.605	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		4,539,967
Wildlife Restoration	15.611	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		4,221,808
Total Fish and Wildlife Cluster		8,761,775
<u>Research and Development Cluster:</u>		
Minerals Management Service (MMS) Environmental Studies Program (ESP)	15.423	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		83,700
Fish and Wildlife Management Assistance	15.608	
<u>Direct Awards:</u>		
Louisiana Tech University		6,635
Cooperative Endangered Species Conservation Fund	15.615	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		30,775
Department of Wildlife and Fisheries		61,271
Wildlife Conservation and Restoration	15.625	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		27,662
Conservation Grants Private Stewardship for Imperiled Species	15.632	
<u>Direct Awards:</u>		
University of New Orleans		3,948
Department of Wildlife and Fisheries		37,913

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
State Wildlife Grants	15.634	
<u>Direct Awards:</u>		
University of New Orleans		\$2,771
Department of Wildlife and Fisheries		515,245
Marine Turtle Conservation Fund	15.645	
<u>Direct Awards:</u>		
Southeastern Louisiana University		27,997
Assistance to State Water Resources Research Institutes	15.805	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		96,437
U.S. Geological Survey - Research and Data Collection	15.808	
<u>Direct Awards:</u>		
LSU Agricultural Center		369,194
LSU A&M College (Baton Rouge)		56,951
Southeastern Louisiana University		3,625
University of New Orleans		212,595
<u>Through: Texas A&M University (#02HQAG0113)</u>		
University of New Orleans		3,554
<u>Through: Tulane University (#LUMCON-LEAG)</u>		
Louisiana Universities Marine Consortium		75,976
National Spatial Data Infrastructure Cooperative Agreements Program	15.809	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		60,487
National Cooperative Geologic Mapping Program	15.810	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		66,687
Cooperative Research Units Program	15.812	
<u>Direct Awards:</u>		
LSU Agricultural Center		474,456
LSU A&M College (Baton Rouge)		12,691
Rivers, Trails and Conservation Assistance	15.921	
<u>Through: Texas A&M University (#GCCESU H5000 02 0271)</u>		
University of New Orleans		25,400

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
National Center for Preservation Technology and Training	15.923	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$17,178
Analysis of the Real-Time MMS ADCPS From Oil Platforms and the Effects of Loop Current and Loop Current Eddies	15.RD. 32806/TO#39901	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		11,080
An Analysis of the Socioeconomic Effects of OCS Activities on Ports	15.RD.30660/#19957	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(816)
Assessing Trophic Linkage Between Platforms and Pelagic Fish	15.RD.30951/#73514	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		68,189
An Assessment of the Opportunities for Alternative Uses of the Hydrocarbon Infrastructure in the Gulf of Mexico	15.RD.32806/TO#39324	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		19,022
Capital Investment Decision Making and Trends	15.RD.30951/#18178	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		969
Characterization of Epiphytes and Drift Algae	15.RD.0035CS0010	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		7,309
A Collaborative Investigation of Baseline and Scenarion Information	15.RD.30951/#85248	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		26,692

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Comparing Waterbird Density Between Unrestored Marshes and Marshes Restores with Terraces <u>Through: Ducks Unlimited Inc. (#201814J870)</u> LSU Agricultural Center	15.RD.LA-86-1	\$15,165
The Continuing Repatriation of the Louisiana Black Bear <u>Direct Awards:</u> LSU Agricultural Center	15.RD.1448-40181-02-G-078	47
A Continuous Monitoring, Shallow Water Hydrodynamic and Meteorological Station <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD.1443CA532097010	(6,194)
Deep Water Currents at 92 Degrees <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD.30951/#16807	39,922
Determination of Net Flux of Reactive Volatile Organic Compounds at the Air-Water Interface in the Gulf of Mexico <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD.32806/TO#36186	17,923
Determining Geographical Distribution <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD.32806/TO#36188	154,940
Digital Conversion and Selected Analysis of Dive Analysis <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD.32806/TO#36183	23,919
Diversifying Energy Industry Risk in the Gulf of Mexico <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	15.RD. 32806/TO#39899	10,643
Endangered Species Act of 1973 <u>Direct Awards:</u> Department of Wildlife and Fisheries <u>Through: Mississippi Fish and Wildlife Service</u> Southeastern Louisiana University	15.RD.FFB	4,419 224

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Environmental Investigation of the Long-Term Use of Ship Shoal Sand Resources	15.RD.1435-01-04-CA-35162	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$246,722
Evaluating and Collecting Acid Precipitation	15.RD.06HQSA0031	
<u>Direct Awards:</u>		
LSU Agricultural Center		3,050
An Examination of the Development of Liquefied Natural Gas Facilities on the Gulf of Mexico	15.RD.32806/TO#36435	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		969
Factors Affecting Petroleum Exploration and Development and Their Impacts on the Attractiveness and Prospectivity of the Gulf of Mexico Deepwater	15.RD.32806/TO#39305	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		8,462
Gulf Coast Subsidence and Wetland Loss: A Synthesis of Recent Research	15.RD.32806/TO#39904	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		3,745
High Resolution Model of Current Topographic Interaction in the Gulf of Mexico	15.RD.30951/#18180	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		15,994
History of Offshore Oil Development in the Gulf of Mexico	15.RD.1435-01-02-CA-85169	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		111,244
Idle Iron, Scrap and Reuse in the Gulf of Mexico	15.RD.32806/TO#36184	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		12,903
Improving the Predictive Capability of 30-Seismic Surface Amplitude Data for ID	15.RD.30951/#17801	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,271

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Inventory of Vascular Plants on Gulf Islands National	15.RD.J2115040014/H5000030400	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$66,213
Landscape - Level Impact of Invasive Smooth Brome on a Native Prairie Plant	15.RD.G246-06-W0094	
<u>Through: Montana State University (#ESA04FF33 ESF04FF01)</u>		
LSU A&M College (Baton Rouge)		3,818
Lecture and Cultural Arts Series: Revolutionary Repercussions: The Impact of the Haitian Revolution on the Louisiana Purchase	15.RD.H5000030400/J7530030008	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		1,088
Literature Review and Bibliography of the Environmental Impacts of Disinfection Byproducts Formed During the Offshore Regasification of Liquefied Natural Gas	15.RD.32806/TO#39264	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		55,821
Local and Long-Range Movements, Habitat Use, and Survival of Female Mallards within the Lower Mississippi Alluvial Valley and along the Gulf Coast Chenier Plain	15.RD.LA-85-1	
<u>Through: Ducks Unlimited Inc. (#201814J870)</u>		
LSU Agricultural Center		44,460
The LSU Intra-University Colloquia on Cumulative Socioeconomic Side Effects	15.RD.30951/#74301	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		20,769
Management of the Coastal Marine Institute at LSU		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)	15.RD.30951/#16800	13,474
LSU A&M College (Baton Rouge)	15.RD. 32806/TO#39922	14,583

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Multicomponent and Multifrequency Seismic for Assessment of Fluid-Gas Expulsion Geology and Gas Hydrate Deposits	15.RD.1435-01-05-CA-39076	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$170,387
Natural Resources	15.RD.AAV	
<u>Direct Awards:</u>		
Nicholls State University		22,002
New Remote Sensing Methodologies for the Surveillance of Ocean Features	15.RD.30951/#85247	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		26,832
New Wave Current Information System (WAVCIS) Ocean Observing Station on Ship Shoal	15.RD.32806/TO#39273	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		180,824
Observation of Deep Water Manifestation of Loop Current Rings	15.RD.30951/#16805	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		7,295
Phase 2, Ethnographic Study of Fazendeville Community	15.RD.H5000030400/J7530030007	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		5,547
Platform Debris Fields - Extent, Composition, and Biological Utilization	15.RD.30951/#72406	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		44,787
Platform Recruited Reef Fish, Phase II	15.RD. 32806/TO#39903	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		7,248
Post Hurricane Assessment of OCS - Related Infrastructure and Communities in the Gulf of Mexico Region	15.RD.32806/TO#39641	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		115,045

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Profitability of Offshore Petroleum Ventures and Operations: Empirical Evidence	15.RD.30951/#18176	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$11
Ship Shoal: Sand, Shrimp, and Sea Trout	15.RD.32806/TO#35161	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		40,925
Short-term Movement, Home Range, and Behavior of Red Snapper Around Petroleum	15.RD.30951/#73515	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		10,044
Simultaneous Measurements of Atmospheric Visibility	15.RD.30951/#74533	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		68,264
Social Capital and Offshore Oil Development	15.RD.32806/TO#36798	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		85,444
Spatial Restructuring and Fiscal Impacts in the Wake of Disaster: The Case of the Oil and Gas Industry Following Hurricanes Katrina and Rita	15.RD.32806/TO#39640	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		61,190
Special Cultural Landscape Study: The Thomas Affleck Papers Through Gulf Coast CESU at Texas A&M	15.RD.H5000030400/J5565040016	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		1,881
A Study of Long-Term Trends in Environmental Parameters Along the Louisiana/Mississippi Outer Continental Shelf Using Ocean Floor Remote Sensing Data	15.RD. 32806/TO#39900	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		65,991

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF THE INTERIOR (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Total Mercury, Methylmercury and Other Toxic Metal In Lake Pontchartrain Basin	15.RD.58534-S1	
<u>Through: Research and Technology Foundation of the University of New Orleans (#NA16FZ2719)</u>		
LSU A&M College (Baton Rouge)		\$59,108
Variability of Deep Water Mass Properties	15.RD.32806/TO#36189	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		88,567
Wave-Bottom Interaction and Bottom Boundary Dynamic	15.RD.30951/#85245	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(15,636)
Wetlands Center Security	15.RD.01CRC0023	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		32,920
Total Research and Development Cluster		4,370,863
Total U.S. Department of the Interior		\$24,501,915
U.S. DEPARTMENT OF JUSTICE		
Asset Forfeiture	16.000	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		\$1,124,442
Pioneer Reentry Initiative Demonstration (Offender Reentry)	16.202	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Corrections Services		2,793
Juvenile Accountability Incentive Block Grants	16.523	
<u>Direct Awards:</u>		
Executive Department		1,109,605

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF JUSTICE (CONT.)		
Education and Training to End Violence Against and Abuse of Women with Disabilities <u>Direct Awards:</u> Executive Department	16.529	\$178,413
Juvenile Justice and Delinquency Prevention - Allocation to States <u>Direct Awards:</u> Executive Department	16.540	976,026
Missing Children's Assistance <u>Direct Awards:</u> Department of Justice	16.543	281,497
Title V - Delinquency Prevention Program <u>Direct Awards:</u> Executive Department	16.548	119,108
Part E - State Challenge Activities <u>Direct Awards:</u> Executive Department	16.549	151,483
State Justice Statistics Program for Statistical Analysis Centers <u>Direct Awards:</u> Executive Department	16.550	28,298
National Criminal History Improvement Program (NCHIP) <u>Direct Awards:</u> Executive Department	16.554	612,675
National Institute of Justice Research, Evaluation, and Development Project Grants <u>Direct Awards:</u> Executive Department	16.560	109,341
National Institute of Justice W.E.B. DuBois Fellowship Program <u>Direct Awards:</u> Southern University and A&M College (Baton Rouge)	16.566	4,293

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF JUSTICE (CONT.)		
Crime Victim Assistance	16.575	
<u>Direct Awards:</u>		
Executive Department		\$5,647,600
<u>Through: City of New Orleans</u>		
LSU Health Sciences Center (New Orleans)		25,398
Total Crime Victim Assistance		5,672,998
Crime Victim Compensation	16.576	
<u>Direct Awards:</u>		
Executive Department		638,832
Edward Byrne Memorial Formula Grant Program	16.579	
<u>Direct Awards:</u>		
Executive Department		4,068,685
Crime Victim Assistance/Discretionary Grants	16.582	
<u>Direct Awards:</u>		
Executive Department		46,017
Children's Justice Act Partnerships for Indian Communities	16.583	
<u>Through: Baylor College</u>		
LSU Health Sciences Center (New Orleans)		4,031
Violent Offender Incarceration and Truth in Sentencing Incentive Grants	16.586	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Corrections Services		15,239,814
Violence Against Women Formula Grants	16.588	
<u>Direct Awards:</u>		
Executive Department		2,429,671
Rural Domestic Violence and Child Victimization Enforcement Grant	16.589	
<u>Direct Awards:</u>		
Executive Department		166,350
Local Law Enforcement Block Grant Program	16.592	
<u>Direct Awards:</u>		
Executive Department		40,091

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF JUSTICE (CONT.)		
Residential Substance Abuse Treatment for State Prisoners	16.593	
<u>Direct Awards:</u>		
Executive Department		\$283,668
Corrections - Training and Staff Development	16.601	
<u>Direct Awards:</u>		
Louisiana Technical College		77,428
State Criminal Alien Assistance Program	16.606	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Corrections Services		40,508
Community Prosecution and Project Safe Neighborhoods	16.609	
<u>Direct Awards:</u>		
Executive Department		124,718
University of New Orleans		86,170
Total Community Prosecution and Project Safe Neighborhoods		210,888
Public Safety Partnership and Community Policing Grants	16.710	
<u>Direct Awards:</u>		
Northwestern State University		539,786
Enforcing Underage Drinking Laws Program	16.727	
<u>Direct Awards:</u>		
Department of Revenue		163,797
Protecting Inmates and Safeguarding Communities Discretionary Grant Program	16.735	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Corrections Services		104,591
Edward Byrne Memorial Justice Assistance Grant Program	16.738	
<u>Direct Awards:</u>		
Executive Department		30,574,229
Forensic DNA Capacity Enhancement Program	16.741	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		362,113

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF JUSTICE (CONT.)		
Forensic Casework DNA Backlog Reduction Program	16.743	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		\$567,851
Anti-Gang Initiative	16.744	
<u>Direct Awards:</u>		
Executive Department		75,168
Bombing Incident Reporting System and the Hostage/BA	16.6968	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		5,048,036
Developing Meaningful Performance Measures for Justice Information Technology Projects	16.2005-DD-BX-K042	
<u>Direct Awards:</u>		
University of New Orleans		25,557
<u>Drug Enforcement Administration:</u>		
<u>Direct Awards:</u>		
<u>Department of Public Safety and Corrections - Public Safety Services:</u>		
Cannabis Eradication	16.2005-69	(216)
Cannabis Eradication Suppression 2005	16.unknown	136,421
Cops Tech	16.2002CKWX0388	1,149
DEA Marijuana	16.unknown	32
Drug Enforcement Administrative	16.SE-LAW-103H	7,342
Marijuana Eradication 2007	16.unknown	66,478
New Orleans HIDTA Task Force	16.CCP1'07	9,947
New Orleans Task Force Group 1	16.unknown	6,500
New Orleans Task Force Group 10	16.unknown	5,779
Organized Crime Drug Enforcement Task Force	16.SE-LAM-030H/LAW-00-80/086/LAE-239(H)	(149)
Shreveport Task Force Group 2	16.unknown	410
Total Drug Enforcement Administration		233,693
<u>Federal Bureau of Investigation:</u>		
<u>Direct Awards:</u>		
<u>Department of Public Safety and Corrections - Public Safety Services:</u>		
Northwest Louisiana Violent Crime Task Force	16.166E-NO-54661	3,733

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF JUSTICE (CONT.)		
Hurricane Katrina Fraud Task Force (HKFTF)	16.20087	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$363,432
Law Enforcement Online Infragard Phase VII	16.6968/30863	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		514,217
LEO - Law Enforcement Intelligence Linguist Access (LEILA)	16.6968/TO#2004-003	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,309
LEO - Operations and Maintenance FY 2006-Phase XII	16.6968/20010	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		4,685,487
LEO - Phase X Task Order 2004-001	16.6968/TO#2004-001	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,533,699
Statewide Drug Court Enhancement Grant	16.2004-DC-BX 0062	
<u>Direct Awards:</u>		
Supreme Court of Louisiana		24,586
U.S. Marshall's Service	16.MS-88-L-0014	
<u>Direct Awards:</u>		
Department of Military Affairs		555,975
<u>Research and Development Cluster:</u>		
Identification and Analysis of Polymorphic ALU Repeats	16.RD.1999-IJ-CX-K009	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		544
Total Research and Development Cluster		544
Total U.S. Department of Justice		\$79,995,758

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF LABOR		
Labor Force Statistics	17.002	
<u>Direct Awards:</u>		
Department of Labor		<u>\$1,457,699</u>
Labor Certification for Alien Workers	17.203	
<u>Direct Awards:</u>		
Department of Labor		<u>428</u>
Unemployment Insurance	17.225	
<u>Direct Awards:</u>		
Department of Labor		<u>215,490,178</u>
Senior Community Service Employment Program	17.235	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		1,333,169
<u>Through: The National Council on the Aging, Inc.</u>		
University of Louisiana at Monroe		<u>613,739</u>
Total Senior Community Service Employment Program		<u>1,946,908</u>
Trade Adjustment Assistance	17.245	
<u>Direct Awards:</u>		
Department of Labor		<u>514,583</u>
WIA Pilots, Demonstrations, and Research Projects	17.261	
<u>Direct Awards:</u>		
Department of Labor		3,909,920
L.E. Fletcher Technical Community College		1,016,671
Louisiana Community and Technical College System		1,976,913
Southern University at Shreveport-Bossier City		<u>714,482</u>
Total WIA Pilots, Demonstrations, and Research Projects		<u>7,617,986</u>
Work Incentive Grants	17.266	
<u>Direct Awards:</u>		
Department of Labor		<u>350,630</u>
Incentive Grants-WIA Section 503	17.267	
<u>Direct Awards:</u>		
Executive Department		<u>609,239</u>

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF LABOR (CONT.)		
Prisoner Reentry	17.270	
<u>Direct Awards:</u>		
Louisiana Technical College		\$249,629
Temporary Labor Certification for Foreign Workers	17.273	
<u>Direct Awards:</u>		
Department of Labor		186,904
Occupational Safety and Health - Susan Harwood Training Grants	17.502	
<u>Direct Awards:</u>		
Louisiana Technical College		45,960
Consultation Agreements	17.504	
<u>Direct Awards:</u>		
Department of Labor		728,158
Mine Health and Safety Education Training	17.602	
<u>Direct Awards:</u>		
Louisiana Technical College		75,786
<u>Employment Service Cluster:</u>		
Employment Service/Wagner-Peyser Funded Activities	17.207	
<u>Direct Awards:</u>		
Department of Labor		11,898,716
Disabled Veterans' Outreach Program (DVOP)	17.801	
<u>Direct Awards:</u>		
Department of Labor		1,106,886
Local Veterans' Employment Representative Program	17.804	
<u>Direct Awards:</u>		
Department of Labor		1,223,197
Total Employment Service Cluster		14,228,799

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF LABOR (CONT.)		
<u>WIA Cluster:</u>		
WIA Adult Program	17.258	
<u>Direct Awards:</u>		
Department of Labor		\$18,904,798
WIA Youth Activities	17.259	
<u>Direct Awards:</u>		
Department of Labor		13,384,451
<u>Through: EBR Parish, BR Workforce Investment Board</u>		
LSU A&M College (Baton Rouge)		348,646
<u>Through: Tangipahoa Parish School System</u>		
LSU A&M College (Baton Rouge)		408,175
<u>Through: City of Shreveport</u>		
Bossier Parish Community College		52,650
<u>Through: The Coordinating and Development Center</u>		
Bossier Parish Community College		52,736
WIA Dislocated Workers	17.260	
<u>Direct Awards:</u>		
Department of Labor		56,142,946
Total WIA Cluster		89,294,402
Total U.S. Department of Labor		\$332,797,289
U.S. DEPARTMENT OF STATE		
ACRT		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Topic Development Phase II	19.796 ATA #5540	\$123,451
Walk-thru	19.797 ATA #5540	123,651
Total ACRT		247,102
Advanced Crisis Response Team		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Topic Development Phase I	19.785 ATA #5540	164,935
Training Course - Bahamas	19.806 ATA #5983	275,115
Training Course - Kyrgyz Republic	19.776 ATA #5314	285,848
Total Advanced Crisis Response Team		725,898

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF STATE (CONT.)		
Anti-Terrorism Assistance Program	19.S-DSASD-92-CA-001	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		\$4,347,586
Antiterrorism Training Program	19.SDSASD92CA002	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		308,439
Crisis Response Team		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Qatar	19.777 ATA #5908	301,584
Training Course - India	19.801 ATA #5950	319,630
Training Course - Senegal	19.791 ATA #5965	301,702
Total Crisis Response Team		922,916
Critical Incident Management		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Brazil	19.778 ATA #2611	18,178
Kenya - FLY AWAY	19.790 ATA #3302	119,142
Kyrgyz Republic - Capstone Exercise	19.784 ATA #5394	30,398
Kyrgyz Republic - Refresher Course	19.783 ATA #5394	14,893
Mali	19.789 ATA #5250	113,090
Nepal	19.803 ATA #5992	68,967
Total Critical Incident Management		364,668
Explosive Incident Countermeasures		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Bangladesh - Course	19.793 ATA #5946	314,863
Barbados	19.780 ATA #5910	318,661
India - Course	19.805 ATA #5993	324,537
Sri Lanka - Course	19.800 ATA #5949	315,700
Total Explosive Incident Countermeasures		1,273,761

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF STATE (CONT.)		
Hostage Negotiations		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Kyrgyz Republic - Course	19.782 ATA #2984	\$46,049
Macedonia - Course	19.794 ATA #5927	44,023
Mali	19.788 ATA #1903	40,852
Niger - Course	19.804 ATA #5994	41,353
		172,277
Total Hostage Negotiations		172,277
Post Blast Investigation Course		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
India	19.787 ATA #2994	126,713
Kyrgyz Republic	19.781 ATA #5909	129,882
Sri Lanka	19.795 ATA #5419	127,687
Sri Lanka	19.799 ATA #5951	131,004
Thailand	19.807 ATA #5995	135,146
		650,432
Total Post Blast Investigation Course		650,432
Rural Border Operations Course - Tanzania	19.730 ATA #5084	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(327)
Senior Crisis Management Seminar		
<u>Direct Awards:</u>		
<u>LSU A&M College (Baton Rouge):</u>		
Bangladesh	19.798 ATA #3297	66,392
India	19.792 ATA #5062	68,479
Nepal	19.802 ATA #5423	66,298
Senegal	19.786 ATA #5598	68,624
		269,793
Total Senior Crisis Management Seminar		269,793
Total U.S. Department of State		\$9,282,545

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF TRANSPORTATION		
Airport Improvement Program	20.106	
<u>Direct Awards:</u>		
Department of Transportation and Development		<u>\$886,950</u>
Highway Training and Education	20.215	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		15,099
<u>Through: South Carolina A&M University (#01447245NSTI)</u>		
Southern University and A&M College (Baton Rouge)		<u>(8)</u>
Total Highway Training and Education		<u>15,091</u>
National Motor Carrier Safety	20.218	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		<u>5,199,500</u>
Commercial Driver License State Programs	20.232	
<u>Direct Awards:</u>		
Supreme Court of Louisiana		<u>275,696</u>
Federal Transit Grants for University Research and Training	20.502	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		(10)
<u>Through: South Carolina A&M University (#02447405NSTI-SU-LA)</u>		
Southern University and A&M College (Baton Rouge)		<u>21,040</u>
Total Federal Transit Grants for University Research and Training		<u>21,030</u>
Formula Grants for Other Than Urbanized Areas	20.509	
<u>Direct Awards:</u>		
Department of Transportation and Development		<u>14,101,576</u>
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	
<u>Direct Awards:</u>		
Department of Transportation and Development		<u>1,461,394</u>
Public Transportation Research	20.514	
<u>Direct Awards:</u>		
Executive Department		<u>42,206</u>

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF TRANSPORTATION (CONT.)		
State Planning and Research	20.515	
<u>Direct Awards:</u>		
Department of Transportation and Development		\$795,035
Alcohol Open Container Requirements	20.607	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		4,321,701
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		4,321,701
Pipeline Safety	20.700	
<u>Direct Awards:</u>		
Department of Natural Resources		769,830
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		185,524
Commercial Vehicle Accident Reporting System	20.21115TND	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		231,105
<u>Federal Transit Cluster:</u>		
Federal Transit-Capital Investment Grants	20.500	
<u>Direct Awards:</u>		
Department of Transportation and Development		353,959
University of Louisiana at Monroe		1,818,540
Federal Transit-Formula Grants	20.507	
<u>Direct Awards:</u>		
Department of Transportation and Development		1,644,141
Total Federal Transit Cluster		3,816,640

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF TRANSPORTATION (CONT.)		
<u>Highway Planning and Construction Cluster:</u>		
Highway Planning and Construction	20.205	
<u>Direct Awards:</u>		
Department of Transportation and Development		\$660,053,241
Total Highway Planning and Construction Cluster		660,053,241
<u>Highway Safety Cluster:</u>		
State and Community Highway Safety	20.600	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		3,778,038
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	
Incentive Grants		
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		1,467,712
Occupant Protection	20.602	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		976,328
Federal Highway Safety Data Improvements Incentive Grants	20.603	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		16,199
Safety Incentive Grants for Use of Seatbelts	20.604	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		700,763
Safety Belt Performance Grants	20.609	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		535,973
State Traffic Safety Information System Improvement Grants	20.610	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		90,394
Incentive Grant Program to Increase Motorcyclist Safety	20.612	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		100,000
Total Highway Safety Cluster		7,665,407

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF TRANSPORTATION (CONT.)		
<u>Research and Development Cluster:</u>		
Public Transportation Research	20.514	
<u>Direct Awards:</u>		
University of New Orleans		\$14,429
Research Grants	20.762	
<u>Through: National Academy of Sciences</u>		
<u>(#SHFP-R-01)</u>		
Louisiana Tech University		67,375
Application of TRANSIMS for the Multimodal Microscale Simulation of the New Orleans Emergency Evacuation Plan	20.RD.DTFH61-06-C-00044	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		58,083
Differential Impedance Obstacle Detection	20.RD.K143260	
<u>Through: Gas Technology Institute</u>		
<u>(#DTPH56-06-T-0005)</u>		
Louisiana Tech University		6,269
Load Distribution and Performance Fiber Reinforcement	20.RD.C1406	
<u>Through: Kansas Department of Transportation</u>		
LSU A&M College (Baton Rouge)		7,514
Total Research and Development Cluster		153,670
Total U.S. Department of Transportation		\$704,317,297
U.S. DEPARTMENT OF THE TREASURY		
Asset Forfeiture	21.000	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		\$64,443
Low-Income Taxpayer Clinics	21.008	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		70,202
Total U.S. Department of the Treasury		\$134,645

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. POSTAL SERVICE		
U.S. Postal Service - Fixed Price Contract	22.216565-89-P-0444	
<u>Direct Awards:</u>		
Nicholls State University		\$6,000
Total U.S. Postal Service		\$6,000
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION		
Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	30.002	
<u>Direct Awards:</u>		
Executive Department		\$30,764
Total Equal Employment Opportunity Commission		\$30,764
GENERAL SERVICES ADMINISTRATION		
Donation of Federal Surplus Personal Property	39.003	
<u>Direct Awards:</u>		
Executive Department		\$2,238,028
Election Reform Payments	39.011	
<u>Direct Awards:</u>		
Department of State		26,690
<u>Research and Development Cluster:</u>		
Navy Human Capital Development Program	39.RD.GS-10F-0221K	
<u>Through: Science and Engineering Associates (#Sub S7806-40)</u>		
University of New Orleans		92,536
Total Research and Development Cluster		92,536
Total General Services Administration		\$2,357,254

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION		
Aerospace Education Services Program	43.001	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		\$2,034
<u>Through: Iowa State University (#422-25-01)</u>		
Southern University and A&M College (Baton Rouge)		105,065
Total Aerospace Education Services Program		107,099
Technology Transfer	43.002	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		168,936
<u>Through: Hamilton Sunstrand (#NAS8-98053)</u>		
Southern University and A&M College (Baton Rouge)		24,809
<u>Through: Shaw Group (#PO#202190))</u>		
Southern University and A&M College (Baton Rouge)		(45)
<u>Through: Tulane University (#TUL1460203)</u>		
Southern University and A&M College (Baton Rouge)		15,195
<u>Through: United Negro College Fund (#UNCF)</u>		
Southern University and A&M College (Baton Rouge)		1,180
Total Technology Transfer		210,075
Adapting and Validating Precision Technologies for Cotton Production in the Mid-Southern United States	43.NCC13-02003	
<u>Direct Awards:</u>		
LSU Agricultural Center		31,018
Application of Physical and Biological Techniques in the Study of the Gravisensing and Response System of Plants	43.NAG10-0190	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		3,546
Development of a CFD Model	43.NNC05GA35G	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		48,677
Louisiana Space Grant Consortium	43.NNG05GH22H	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		177,694

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (CONT.)		
National Space Club, Low Memorial Engineering Fellowship	43.31027	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$5,683
Spatial and Temporal Analysis of Gravitropism in Chara Rhizoids	43.NNA04CK48G	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		110,858
<u>Research and Development Cluster:</u>		
Aerospace Education Services Program	43.001	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		451,516
Southern University and A&M College (Baton Rouge)		74,633
Technology Transfer	43.002	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		1,042,172
<u>Through: Clark Atlanta University (#1581825259)</u>		
Grambling State University		7,493
Accretion Rates of Recurrent Novae	43.RD.NNG06GD08G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		30,852
Adapting and Validating Precision Technologies for Cotton Production in the Mid-Southern United States	43.RD.NCC13-02003	
<u>Direct Awards:</u>		
LSU Agricultural Center		171,921
The Advanced Thin Ionization Calorimeter Balloon	43.RD.NNG04WC12G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		324,661
Collaborative: A Large-Scale Multi-Color Photometric Survey of Trans-Neptunian Objects, Irregular Satellites, and Trojan Asteroids	43.RD.30742	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,696

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Collaborative: Rotation Periods and Opposition Surges of Small Icy Bodies	43.RD.NAG5-13533	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(\$370)
Determination of Functional Human Strength	43.RD.NNJ05HD43G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		7,595
Digging for Interstellar Rare Elements in Archival UV Spectra	43.RD.HST-AR-10643.01-A	
<u>Through: Space Telescope Science Institute (#NAS5-26555)</u>		
LSU A&M College (Baton Rouge)		164
Dust Formation and Evolution in SN 1987A	43.RD.HST-AR-10944.01-A	
<u>Through: Space Telescope Science Institute</u> <u>(#NAS5-26555)</u>		
LSU A&M College (Baton Rouge)		5,625
Echo - Mapping a Quiescent Black Hole	43.RD.NNG06GB64G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		32,777
Echo - Tomography of Cygnus X-2	43.RD.NNX06AG87G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		3,166
The Effects of Microgravity on Protein-Ligand Interactions	43.RD.NAG2-1511	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		10,527
The Evolution of Dust in Star Formation	43.RD.NNG04GK74G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		28,570
From Stars to Genes: An Integrated Study of the Prospects of Life in the Cosmos	43.RD.2090GGB117/4-443869-EY-23204	
<u>Through: University of California, Los Angeles</u>		
LSU A&M College (Baton Rouge)		9,606

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
FUV Extinction: Unique Insights into the Nature and Role of Small Dust Grains	43.RD.NAG5-13033	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$5,009
A Gulf-Coast Monitoring and Hazards Decision Support Tool	43.RD.NNA07CN12A	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		68,367
High Temperature Accretion Flows and Reprocessing in X-ray Binaries	43.RD.HST-GO-10535.03-A	
<u>Through: Space Telescope Science Institute</u> <u>(#NAS5-26555)</u>		
LSU A&M College (Baton Rouge)		7,938
Louisiana Research Consortium	43.RD.NNS05AA95C	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		144,741
Louisiana Space Grant Consortium	43.RD.NNG05GH22H	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		478,420
Molecular Mechanisms for the Persistence, Protection, and Repair of DNA and Proteins Under Extreme Radiation, UV Light, and Dessicating Conditions	43.RD.NNG05GN49G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		122,055
NASA: Micro gravity EFF on Transvascular Transport & VASC	43.RD.NNC04GB41G	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		6,457
NASA, Stennis Space Center Intergovernmental Personnel Act Agreement	43.RD.unknown	
<u>Direct Awards:</u>		
University of New Orleans		150,308

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
NASA Training Grant	43.RD.NNS05AB23H	
<u>Direct Awards:</u>		
University of New Orleans		\$21,355
NASA Training Grant	43.RD.NNS05AB24H	
<u>Direct Awards:</u>		
University of New Orleans		27,438
National Center for Advanced Manufacturing - LA Partnership	43.RD.NCC8-223	
<u>Through: UNO Research and Technology Foundation (#58404)</u>		
University of New Orleans		638,774
Numerical Modeling of Gravitational Wave Sources	43.RD.NAG5-13430	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		58,270
Numerical Simulations of Interacting Binaries	43.RD.NNX07AG84G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		26,085
Pico De Orizaba - Insights into the Limits of Life and Implications for the Terraformation of Mars	43.RD.NNA04CK72H	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		14,917
The Shadow Echoes of the Unique R Coronae Borealis	43.RD.HST-GO-10267.01-A	
<u>Through: Space Telescope Science Institute</u>		
<u>(#NAS5-26555)</u>		
LSU A&M College (Baton Rouge)		15,356
Two New Gamma-Ray Burst Luminosity Indicators	43.RD.NNG06GH07G	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		33,567
A UV Survey of Quiescent Black Holes and Neutron Stars	43.RD.HST-GO-10253.05-A	
<u>Through: Space Telescope Science Institute</u>		
<u>(#NAS5-26555)</u>		
LSU A&M College (Baton Rouge)		19,980
Total Research and Development Cluster		4,042,641
Total National Aeronautics and Space Administration		\$4,737,291

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL ENDOWMENT FOR THE ARTS		
Promotion of the Arts - Grants to Organizations and Individuals	45.024	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		\$22,000
LSU A&M College (Baton Rouge)		16,200
Southeastern Louisiana University		6,128
University of New Orleans		67,891
Total Promotion of the Arts - Grants to Organizations and Individuals		112,219
Promotion of the Arts - Partnership Agreements	45.025	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		544,816
Promotion of the Arts - Leadership Initiatives	45.026	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		2,110
Total National Endowment for the Arts		\$659,145
NATIONAL ENDOWMENT FOR THE HUMANITIES		
Promotion of the Humanities - Federal/State Partnerships	45.129	
<u>Through: Louisiana Endowment for the Humanities</u>		
LSU at Alexandria		\$1,181
LSU A&M College (Baton Rouge)		1,388
LSU in Shreveport		43,160
University of Louisiana at Monroe		2,500
Total Promotion of the Humanities - Federal/State Partnerships		48,229
Promotion of the Humanities - Division of Preservation and Access	45.149	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		5,000
LSU A&M College (Baton Rouge)		17,023
University of New Orleans		13,077
Total Promotion of the Humanities - Division of Preservation and Access		35,100

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL ENDOWMENT FOR THE HUMANITIES (CONT.)		
Promotion of the Humanities - Research	45.161	
<u>Direct Awards:</u>		
Northwestern State University		\$54,196
Promotion of the Humanities - Teaching and Learning Resources and Curriculum Development	45.162	
<u>Direct Awards:</u>		
Grambling State University		60,492
Promotion of the Humanities - Public Programs	45.164	
<u>Direct Awards:</u>		
University of New Orleans		250,999
Louisiana Gumbo	45.MG-94-197-107	
<u>Through: Louisiana Endowment for the Humanities</u>		
LSU at Eunice		46
Total National Endowment for the Humanities		\$449,062
INSTITUTE OF MUSEUM AND LIBRARY SERVICES		
Grants to States	45.310	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		\$2,283,493
National Leadership Grants	45.312	
<u>Direct Awards:</u>		
Department of Culture, Recreation and Tourism		92,043
LSU A&M College (Baton Rouge)		88,055
Total National Leadership Grants		180,098
<u>Research and Development Cluster:</u>		
National Leadership Grants	45.312	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		18,472
Total Research and Development Cluster		18,472
Total Institute of Museum and Library Services		\$2,482,063

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION		
Engineering Grants	47.041	
<u>Direct Awards:</u>		
LSU in Shreveport		\$48,461
Mathematical and Physical Sciences	47.049	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		1,007,408
Southern University and A&M College (Baton Rouge)		347,984
Total Mathematical and Physical Sciences		1,355,392
Geosciences	47.050	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		56,560
<u>Through: Texas A&M University (#F001605/7/8)</u>		
University of Louisiana at Lafayette		1,454
Total Geosciences		58,014
Computer and Information Science and Engineering	47.070	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		42,016
Biological Sciences	47.074	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		60,430
<u>Through: Harvey Mudd College</u>		
University of Louisiana at Lafayette		6,457
Total Biological Sciences		66,887

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
Education and Human Resources	47.076	
<u>Direct Awards:</u>		
Baton Rouge Community College		\$40,652
Grambling State University		406,356
LSU A&M College (Baton Rouge)		1,065,933
LSU in Shreveport		30
Louisiana Technical College		201,166
McNeese State University		217,047
Southern University and A&M College (Baton Rouge)		671,220
University of Louisiana at Monroe		326,910
<u>Through: Houston Community College</u>		
McNeese State University		35,653
<u>Through: Iowa State University (#420-21-11)</u>		
University of Louisiana at Lafayette		14,885
<u>Through: Michigan Technological University (#021019Z)</u>		
Southern University and A&M College (Baton Rouge)		242,225
Total Education and Human Resources		3,222,077
Polar Programs	47.078	
<u>Through: University of Wisconsin (#G067933)</u>		
Southern University and A&M College (Baton Rouge)		185,363
Evolution of Species and Signal Diversity in the Neotropical Electric Fish	47.DEB-0614334	
<u>Through: University of Central Florida (#24036040)</u>		
University of Louisiana at Lafayette		11,937
IPA for Dr. Luigi Marzilli at the Division of Chemistry, Directorate for Mathematical and Physical Sciences	47.CHE-0737195	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		21,971
IPA - Pius Egbelu	47.IRM-0547335	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		260,660

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
<u>Research and Development Cluster:</u>		
Engineering Grants	47.041	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$1,278,276
Louisiana Tech University		872,284
McNeese State University		2,746
University of Louisiana at Lafayette		290,880
University of New Orleans		290,067
Mathematical and Physical Sciences	47.049	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		4,003,753
Louisiana Tech University		297,560
Southeastern Louisiana University		59,383
Southern University and A&M College (Baton Rouge)		85,737
University of New Orleans		707,299
<u>Through: University of California - San Diego (#0317017)</u>		
LSU A&M College (Baton Rouge)		7,346
<u>Through: University of Nebraska</u>		
Southeastern Louisiana University		7,235
Geosciences	47.050	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		1,246,647
Louisiana Universities Marine Consortium		358,437
Southeastern Louisiana University		51,188
University of Louisiana at Lafayette		54,364
University of New Orleans		118,933
<u>Through: Montana State University (#EAR-0525567)</u>		
LSU A&M College (Baton Rouge)		25,198
<u>Through: Oregon State University (#OCE-0624092)</u>		
LSU A&M College (Baton Rouge)		8,627
<u>Through: University of Arizona (#ATM-0611320)</u>		
LSU A&M College (Baton Rouge)		26,969
<u>Through: University Corporation for Atmospheric Research (#ATM-031213)</u>		
LSU A&M College (Baton Rouge)		3,800
<u>Through: University of Minnesota</u>		
LSU A&M College (Baton Rouge)		861
<u>Through: University of North Carolina at Wilmington</u>		
Louisiana Universities Marine Consortium		8,390

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Geosciences (Cont.)	47.050	
Through: University of Southern Mississippi (#GR01390B10)		
Louisiana Universities Marine Consortium		\$3,789
Through: University of Southern Mississippi (#GR02399-B10)		
Louisiana Universities Marine Consortium		10,960
Computer and Information Science and Engineering	47.070	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		1,285,718
LSU Health Sciences Center (New Orleans)		1,631
Louisiana Tech University		20,049
Southern University and A&M College (Baton Rouge)		56,124
Southern University at New Orleans		190,708
University of Louisiana at Lafayette		147,341
University of New Orleans		365,860
Through: University of Kentucky Research Foundation		
LSU A&M College (Baton Rouge)		146,964
Biological Sciences	47.074	
<u>Direct Awards:</u>		
LSU Agricultural Center		216,239
LSU A&M College (Baton Rouge)		2,064,735
LSU Health Sciences Center (Shreveport)		235,067
Southeastern Louisiana University		114,963
University of Louisiana at Lafayette		375,292
University of Louisiana at Monroe		185
University of New Orleans		922,593
Through: Florida International University (#DIB-0620409)		
LSU A&M College (Baton Rouge)		3,607
Through: Marine Biological Laboratory (#DEB-0213767)		
LSU A&M College (Baton Rouge)		87,418
Through: University of Florida (#DBI-0445712)		
LSU A&M College (Baton Rouge)		19,027
Through: University of Miami		
University of New Orleans		129,201
Through: University of Texas at Austin		
University of New Orleans		45,963

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Social, Behavioral, and Economic Sciences	47.075	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$912,866
Louisiana Tech University		43,569
McNeese State University		17,793
University of Louisiana at Lafayette		21,805
University of New Orleans		69,888
Education and Human Resources	47.076	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		3,420,189
Grambling State University		19,913
LSU A&M College (Baton Rouge)		705,230
Louisiana Tech University		488,365
Southern University and A&M College (Baton Rouge)		627,363
University of Louisiana at Lafayette		91,906
<u>Through: San Diego State University Research Foundation</u> <u>(#52270A P1623)</u>		
Southeastern Louisiana University		25,505
<u>Through: University of Oregon</u>		
Louisiana Universities Marine Consortium		875
Polar Programs	47.078	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		114,132
International Science and Engineering (OISE)	47.079	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		11,045
Louisiana Tech University		65,179
University of Louisiana at Lafayette		29,206
University of Louisiana at Monroe		38,126
<u>Through: University of New Mexico (#787031-87B9)</u>		
Louisiana Tech University		1,515
Architectural Support for Scalable High-Speed Routers	47.RD.CCR-0105529	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		20,447

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Boosters and Barriers to First Generation College Students' Academic and Early Labor Market Outcomes <u>Through: American Educational Research Association</u> <u>(#REC-0310268)</u> LSU A&M College (Baton Rouge)	47.RD.30326	\$6,590
Carbon Monoxide Based Ecological Interactions Between Legumes and Their Rhizobial Symbionts <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	47.RD.DEB-TRANSFER	10,429
Charge Transfer Devices Using Organic Semiconductor <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	47.RD.ECCS-TRANSFER	45,690
Coastal Oligotrophic Ecosystems Research, the Coastal Everglades (FCE-LTER) <u>Through: Florida International University (#DEB-9910514)</u> LSU A&M College (Baton Rouge)	47.RD.205000519-03C	27,037
Intergovernmental Personnel Act for Fahmida Chowdhury <u>Direct Awards:</u> University of Louisiana at Lafayette	47.RD.SBE-0618474	122,906
IPA Agreement for Roy Goodrich <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	47.RD.DMR-0503948	170,682
A Molecular Approach to Larval Ecology <u>Direct Awards:</u> University of Louisiana at Lafayette	47.RD.OCE-0347686	27,925
Paleotempestology of the Caribbean Region <u>Through: Inter-American Institute for Global Change</u> <u>Research (#GEO-0452325)</u> LSU A&M College (Baton Rouge)	47.RD.CRN II 2050	4,272
PEET: Monographic Research and Phylogenetic Investigations of the Ceramiales <u>Direct Awards:</u> University of Louisiana at Lafayette	47.RD.DEB-0328491	122,998

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
NATIONAL SCIENCE FOUNDATION (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
A Survey of the Deep Bank Marine Macroalgae and Macrocrustaceans	47.RD.DEB-0315995	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		\$35,546
U.S. - Egypt Cooperative Research: A Low Cost Video and Image Compression Framework	47.RD.INT-0211620	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		8,171
U.S. - Korea Cooperative Research: Carbon Monoxide as a Substrate for Microbial Maintenance	47.RD.DEB-TRANSFER	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,871
Total Research and Development Cluster		23,559,448
Total National Science Foundation		\$28,832,226
SMALL BUSINESS ADMINISTRATION		
Federal and State Technology Partnership (FAST) Program	59.SBAHQ-04-R-0016	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$24,732
Latin America Commercial Law Program	59.SBAHQ-05-I-0080	
<u>Direct Awards:</u>		
Paul M. Hebert Law Center		17,862
<u>Research and Development Cluster:</u>		
Small Business Development Center	59.037	
<u>Direct Awards:</u>		
University of Louisiana at Monroe		990,652
Total Research and Development		990,652
Total Small Business Administration		\$1,033,246

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF VETERANS AFFAIRS		
Grants to States for Construction of State Home Facilities	64.005	
<u>Direct Awards:</u>		
Department of Veterans Affairs		<u>\$8,171,243</u>
Veterans State Nursing Home Care	64.015	
<u>Direct Awards:</u>		
Department of Veterans Affairs		<u>8,921,958</u>
Veterans Information and Assistance	64.115	
<u>Direct Awards:</u>		
Louisiana Technical College		<u>231</u>
State Cemetery Grants	64.203	
<u>Direct Awards:</u>		
Department of Veterans Affairs		<u>1,829,388</u>
IPA - VAMC - Chicago	64.unknown	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		<u>(24,246)</u>
Reimbursement Contract	64.V101 (223B)	
<u>Direct Awards:</u>		
Department of Veterans Affairs		<u>200,330</u>
VA - Disbursement Agreement - Fellow Stipends	64.unknown	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		<u>1,398,677</u>
VA - Disbursement Agreement - House Staff Stipends	64.unknown	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		<u>746,154</u>
VA - Family Medicine - Teaching Agreement - Alexandria	64.V502P-2280	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		<u>(72)</u>
VA - Neurosurgery, IPA	64.V667P-1615	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		<u>59,623</u>

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF VETERANS AFFAIRS (CONT.)		
VA - Orthopedic IPA	64.VAMC	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		\$189,038
Total U.S. Department of Veterans Affairs		\$21,492,324
ENVIRONMENTAL PROTECTION AGENCY		
Air Pollution Control Program Support	66.001	
<u>Direct Awards:</u>		
Department of Environmental Quality		\$289,581
Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034	
<u>Direct Awards:</u>		
Department of Environmental Quality		221,270
Department of Health and Hospitals		838
Office of Public Health		3,181
Total Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act		225,289
State Public Water System Supervision	66.432	
<u>Direct Awards:</u>		
Office of Public Health		1,011,750
State Underground Water Source Protection	66.433	
<u>Direct Awards:</u>		
Department of Natural Resources		460,081
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of Clean Water Act	66.436	
<u>Direct Awards:</u>		
Department of Natural Resources		1,055,304
Water Quality Management Planning	66.454	
<u>Direct Awards:</u>		
Department of Environmental Quality		270,823

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
ENVIRONMENTAL PROTECTION AGENCY (CONT.)		
Capitalization Grants for Clean Water State Revolving Funds	66.458	
<u>Direct Awards:</u>		
Department of Environmental Quality		\$332,770
Nonpoint Source Implementation Grants	66.460	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		1,901,542
Department of Environmental Quality		3,579,013
Total Nonpoint Source Implementation Grants		5,480,555
Regional Wetland Program Development Grants	66.461	
<u>Direct Awards:</u>		
Executive Department		48,761
Department of Natural Resources		1,456
Total Regional Wetland Program Development Grants		50,217
Water Quality Cooperative Agreements	66.463	
<u>Direct Awards:</u>		
Department of Environmental Quality		18,898
Wastewater Operator Training Grant Program (Technical Assistance)	66.467	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		33,698
Capitalization Grants for Drinking Water State Revolving Funds	66.468	
<u>Direct Awards:</u>		
Office of Public Health		1,429,626
State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs	66.471	
<u>Direct Awards:</u>		
Office of Public Health		230,860
Beach Monitoring and Notification Program Implementation Grants	66.472	
<u>Direct Awards:</u>		
Office of Public Health		414,665

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
ENVIRONMENTAL PROTECTION AGENCY (CONT.)		
Water Protection Grants to the States	66.474	
<u>Direct Awards:</u>		
Office of Public Health		\$47,526
Gulf of Mexico Program	66.475	
<u>Direct Awards:</u>		
Department of Environmental Quality		26,876
Environmental Protection - Consolidated Research	66.500	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		68,311
<u>Through: Texas A&M University (#69372)</u>		
University of Louisiana at Lafayette		9,815
Total Environmental Protection - Consolidated Research		78,126
Performance Partnership Grants	66.605	
<u>Direct Awards:</u>		
Department of Environmental Quality		10,624,932
Surveys, Studies, Investigations and Special Purpose Grants	66.606	
<u>Direct Awards:</u>		
Department of Environmental Quality		474,375
Department of Natural Resources		1,611,233
Total Surveys, Studies, Investigations and Special Purpose Grants		2,085,608
Training and Fellowships for the Environmental Protection Agency	66.607	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		603
Environmental Information Exchange Network Grant Program and Related Assistance	66.608	
<u>Direct Awards:</u>		
Department of Environmental Quality		9,687
Office of Public Health		16,781
Total Environmental Information Exchange Network Grant Program and Related Assistance		26,468

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
ENVIRONMENTAL PROTECTION AGENCY (CONT.)		
Consolidated Pesticide Enforcement Cooperative Agreements	66.700	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		\$670,812
Toxic Substances Compliance Monitoring Cooperative Agreements	66.701	
<u>Direct Awards:</u>		
Department of Environmental Quality		180,973
Surveys, Studies, Investigations, Training Demonstrations and Educational Outreach	66.716	
<u>Direct Awards:</u>		
LSU Agricultural Center		2,012
Hazardous Waste Management State Program Support	66.801	
<u>Direct Awards:</u>		
Department of Environmental Quality		20,677
Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements	66.802	
<u>Direct Awards:</u>		
Department of Environmental Quality		255,368
Leaking Underground Storage Tank Trust Fund Program	66.805	
<u>Direct Awards:</u>		
Department of Environmental Quality		740,798
Brownfield Job Training Cooperative Agreements	66.815	
<u>Direct Awards:</u>		
Southern University at Shreveport-Bossier City		100,446
State and Tribal Response Program Grants	66.817	
<u>Direct Awards:</u>		
Department of Environmental Quality		253,584
<u>Research and Development Cluster:</u>		
Congressionally Mandated Projects	66.202	
<u>Direct Awards:</u>		
LSU in Shreveport		69,276

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
ENVIRONMENTAL PROTECTION AGENCY (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Surveys, Studies, Investigations, Demonstrations, and Training	66.436	
Grants and Cooperative Agreements - Section 104(b)(3)		
of the Clean Water Act		
<u>Direct Awards:</u>		
Grambling State University		\$113,558
LSU in Shreveport		142,097
<u>Through: Lake Pontchartrain Basin Foundation</u>		
Southeastern Louisiana University		7,028
National Estuary Program	66.456	
<u>Direct Awards:</u>		
Louisiana Universities Marine Consortium		523,210
Water Quality Cooperative Agreements	66.463	
<u>Direct Awards:</u>		
LSU Agricultural Center		17,753
Gulf of Mexico Program	66.475	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		60,204
Louisiana Universities Marine Consortium		130,009
Environmental Protection - Consolidated Research	66.500	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		4,563
LSU A&M College (Baton Rouge)		392,595
McNeese State University		126,094
Southeastern Louisiana University		109,740
Science to Achieve Results (STAR) Research Program	66.509	
<u>Direct Awards:</u>		
LSU Agricultural Center		49,816
University of New Orleans		106,212
<u>Through: University of Texas at Austin</u>		
LSU A&M College (Baton Rouge)		1,651
Office of Research and Development	66.511	
Consolidated Research/Training		
<u>Through: Lamar University (#CR-831276-01-0)</u>		
LSU A&M College (Baton Rouge)		(506)
<u>Through: University of South Alabama (#R-83065101-2)</u>		
LSU A&M College (Baton Rouge)		11,218

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
ENVIRONMENTAL PROTECTION AGENCY (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Science to Achieve Results (STAR) Fellowship Program	66.514	
<u>Direct Awards:</u>		
University of New Orleans		\$11,814
P3 Award: National Student Design Competition for Sustainability	66.516	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,960
Surveys, Studies, Investigations and Special Purpose Grants	66.606	
<u>Direct Awards:</u>		
Southeastern Louisiana University		183,177
Training and Fellowships for the Environmental Protection Agency	66.607	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		4,982
Surveys, Studies, Investigations, Training Demonstrations and Educational Outreach	66.716	
<u>Direct Awards:</u>		
LSU Agricultural Center		113,201
<u>Through: Buried Asset Management Institute - International, Inc. (#BAMI-1)</u>		
Louisiana Tech University		16,478
Brownfields Training, Research, and Technical Assistance Grants and Cooperative Agreements	66.814	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		133,301
Total Research and Development Cluster		2,330,431
Total Environmental Protection Agency		\$28,749,357

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY		
State Energy Program	81.041	
<u>Direct Awards:</u>		
Department of Natural Resources		<u>\$1,420,226</u>
Office of Science Financial Assistance Program	81.049	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		85,371
<u>Through: Battelle Memorial Institute, Pacific Northwest Division</u>		
Nicholls State University		<u>3,379</u>
Total Office of Science Financial Assistance Program		<u>88,750</u>
Conservation Research and Development	81.086	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		42,780
<u>Through: Howard University (#6.33254E+1)</u>		
Southern University and A&M College (Baton Rouge)		<u>38,668</u>
Total Conservation Research and Development		<u>81,448</u>
Renewable Energy Research and Development	81.087	
<u>Through: Brookhaven Associate LLC (#111746)</u>		
Southern University and A&M College (Baton Rouge)		20,705
<u>Through: BWXT-Y-12, LLC (#430056337-38)</u>		
Southern University and A&M College (Baton Rouge)		<u>39,159</u>
Total Renewable Energy Research and Development		<u>59,864</u>
National Industrial Competitiveness through Energy, Environment, and Economics	81.105	
<u>Direct Awards:</u>		
Department of Natural Resources		<u>80,075</u>
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	81.106	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		25,167
<u>Through: Southern States Energy Board (#DE-FC04-93AL82966)</u>		
Department of Environmental Quality		<u>30,806</u>
Total Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions		<u>55,973</u>

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY (CONT.)		
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117	
<u>Direct Awards:</u>		
Department of Natural Resources		\$129,251
<u>Through: Midwest Research Institute (#ACQ43362301)</u>		
Southern University and A&M College (Baton Rouge)		25,617
Total Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance		154,868
State Energy Program Special Projects	81.119	
<u>Direct Awards:</u>		
Department of Natural Resources		(8,647)
Completion of DOE EPSCoR Reports	81.DE-FG02-00ER45830	
<u>Through: Mississippi State University (#060300-301092-05)</u>		
University of Louisiana at Lafayette		19,708
Computer Science Conference	81.4000054408	
<u>Through: UT-Battelle LLC (#DE-AC05-00OR22725)</u>		
LSU A&M College (Baton Rouge)		10,000
Petroleum Violation Escrow Funds		
<u>Direct Awards:</u>		
<u>Department of Natural Resources:</u>		
Exxon	81.E2029	1,913,273
OHA	81.OHA2030	42,502
Stripper Well	81.SW2027	200,725
Warner	81.W2031	52,209
Total Petroleum Violation Escrow Funds		2,208,709
Revision, Update, and Distribution of the Booklet Biomass Energy Resources in Louisiana	81.SEBSRP-SSEB-2005LA01LSUAC001	
<u>Through: Southern States Energy Board</u>		
<u>(#DE-FC36-04GO14049)</u>		
LSU Agricultural Center		21,805
Technical Assistance with Biodiesel Production	81.DE-FG36-04G014251	
<u>Through: Mississippi State University (#06033-300492-01)</u>		
University of Louisiana at Lafayette		1,000

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY (CONT.)		
<u>Research and Development Cluster:</u>		
Office of Science Financial Assistance Program	81.049	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		\$231,824
LSU A&M College (Baton Rouge)		1,795,659
Louisiana Tech University		471,196
Southeastern Louisiana University		37,677
<u>Through: The Research Foundation of State University</u>		
<u>of New York (#DE-FG02-06ER41416)</u>		
LSU A&M College (Baton Rouge)		(1,049)
<u>Through: University of Oregon (#234151F)</u>		
Louisiana Tech University		17,793
Renewable Energy Research and Development	81.087	
<u>Direct Awards:</u>		
LSU Agricultural Center		719,411
<u>Through: Consortium for Plant Biotechnology Research</u>		
<u>(#DE-FG36-02G012026)</u>		
LSU A&M College (Baton Rouge)		61,671
Fossil Energy Research and Development	81.089	
<u>Direct Awards:</u>		
Grambling State University		8,596
LSU A&M College (Baton Rouge)		137,988
<u>Through: Clemson University Research Foundation</u>		
<u>(#DE-FC26-02NT41431)</u>		
LSU A&M College (Baton Rouge)		(798)
<u>Through: University of Alabama (#DE-FC26-03NT15395)</u>		
LSU A&M College (Baton Rouge)		19,723
<u>Through: University of Alabama (#DE-FC26-03NT41875)</u>		
LSU A&M College (Baton Rouge)		57,279
Defense Nuclear Nonproliferation Research	81.113	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		284,025
Louisiana Tech University		24,770
Energy Efficiency and Renewable Energy Information	81.117	
Dissemination, Outreach, Training and Technical		
Analysis/Assistance		
<u>Direct Awards:</u>		
Nicholls State University		121,094

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
National Nuclear Security Administration (NNSA)	81.123	
Minority Serving Institutions (MSI) Program		
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		\$342,332
Beam Tests Experiment at KEK	81.RD.D9291ER40679/2003-1163	
<u>Through: University of California</u>		
LSU A&M College (Baton Rouge)		2,811
Characterization of Hexaaluminate Catalysts	81.RD.06-485I-LSU	
<u>Through: West Virginia University Research Corporation</u>		
LSU A&M College (Baton Rouge)		12,709
Development and Optimization of GAGD Process for Improved Light Oil Recovery	81.RD.DE-FC26-02NT15323	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,362
Distributed Sensor Network Design for Efficient Plume Mapping of Chemical Biological and Nuclear Radiation Events	81.RD.4000043768	
<u>Through: UT-Battelle LLC (#DE-AC05-00OR22725)</u>		
LSU A&M College (Baton Rouge)		32,515
Evaluation and Enhancement of Carbon Dioxide Flooding	81.RD.2006-17	
<u>Through: University of Oklahoma (#DE-FC26-04NT15536)</u>		
LSU A&M College (Baton Rouge)		18,687
Improved Biorefinery for the Production of Ethanol, Chemicals, Animal Feed, and Biomaterials from Sugar Cane	81.RD.DE-FG36-04GO14236	
<u>Direct Awards:</u>		
LSU Agricultural Center		325,234
Industrial Assessment Center	81.RD.DE-FC36-06GO16074	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		62,316
Industrial Assessment Center Program	81.RD.DE-FC02-02GO12076	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		101,743

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Iron-Based Mixed Metal Carbide Fischer - Tropsh Catalysis <u>Through: Clemson University (#DE-FC36-03G013026)</u> LSU A&M College (Baton Rouge)	81.RD.980-7558-215-2094689	\$72,794
Jefferson Lab Assistantship <u>Through: Jefferson Science Associates</u> LSU A&M College (Baton Rouge)	81.RD.JSA-06-P0013	63,288
LITE: Enabling Coastal Stewardship and Reliable Energy <u>Direct Awards:</u> University of Louisiana at Lafayette	81.RD.DE-FG02-06ER64268	179,132
Performance Modeling for Explosively Actuated Valves <u>Through: The Regents of the University of California - Los Alamos National Laboratory (#W-7405-ENG-36)</u> LSU A&M College (Baton Rouge)	81.RD.15238-001-05	20,398
Post Doc at LBNL <u>Through: University of California Berkeley - Berkeley National Laboratory (#DE-AC02-05CH11231)</u> LSU A&M College (Baton Rouge)	81.RD.6821529	3,770
PTTC Phase II <u>Through: Petroleum Technology Transfer Council</u> LSU A&M College (Baton Rouge)	81.RD.0495	171,221
Reformulation of Coal-Derived Transportation Fuels <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	81.RD.DE-FG26-01NT41277	6,951
Scalable Workload Characterization System <u>Through: UT-Battelle, LLC (#DE-FG02-05ER25659)</u> Louisiana Tech University	81.RD.4000044920	4,594
Sensor Fusion Methods for Detection and Identification for Dispersions <u>Through: UT-Battelle LLC (#DE-AC05-00OR22725)</u> LSU A&M College (Baton Rouge)	81.RD.4000057148	6,569

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF ENERGY (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Small Business Technology Transfer	81.RD.DEFG0203ER86172	
Through: Mecom, Inc.		
Southeastern Louisiana University		\$39,209
Total Research and Development Cluster		5,455,494
Total U.S. Department of Energy		\$9,649,273
U.S. DEPARTMENT OF EDUCATION		
Adult Education - State Grant Program	84.002	
<u>Direct Awards:</u>		
Department of Education		\$8,852,563
Title 1 Grants to Local Educational Agencies	84.010	
<u>Direct Awards:</u>		
Department of Education		241,773,110
Migrant Education - State Grant Program	84.011	
<u>Direct Awards:</u>		
Department of Education		2,387,465
Title 1 Program for Neglected and Delinquent Children	84.013	
<u>Direct Awards:</u>		
Department of Education		1,522,850
Overseas - Group Projects Abroad	84.021	
<u>Direct Awards:</u>		
Grambling State University		5,730

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Higher Education - Institutional Aid	84.031	
<u>Direct Awards:</u>		
Delgado Community College		\$365,086
Grambling State University		3,364,941
LSU at Alexandria		260,916
Northwestern State University		296,607
Southern University and A&M College (Baton Rouge)		8,254,929
Southern University at New Orleans		2,455,521
Southern University at Shreveport-Bossier City		3,244,239
Total Higher Education - Institutional Aid		18,242,239
Federal Family Education Loans	84.032	
<u>Direct Awards:</u>		
Office of Student Financial Assistance		22,231,082
Vocational Education - Basic Grants to States	84.048	
<u>Direct Awards:</u>		
Louisiana Community and Technical College System		22,249,481
Leveraging Educational Assistance Partnership	84.069	
<u>Direct Awards:</u>		
Office of Student Financial Assistance		426,883
Fund for the Improvement of Postsecondary Education	84.116	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		205,383
McNeese State University		208,981
Paul M. Hebert Law Center		144,748
Southeastern Louisiana University		2,514
University of Louisiana at Lafayette		5,422
University of Louisiana at Monroe		45,027
University of New Orleans		128,828
<u>Through: Online Louisiana, Inc. (#P116Z030207)</u>		
LSU A&M College (Baton Rouge)		33,921
Total Fund for the Improvement of Postsecondary Education		774,824
Minority Science and Engineering Improvement	84.120	
<u>Direct Awards:</u>		
Southern University at New Orleans		108,050

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	
<u>Direct Awards:</u>		
Department of Social Services		\$57,272,285
Rehabilitation Long-Term Training		
<u>Direct Awards:</u>	84.129	
LSU Health Sciences Center (New Orleans)		153,392
Southern University and A&M College (Baton Rouge)		438,587
Total Rehabilitation Long-Term Training		591,979
National Institute on Disability and Rehabilitation Research	84.133	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		216,305
Migrant Education - Coordination Program	84.144	
<u>Direct Awards:</u>		
Department of Education		43,612
Business and International Education Projects	84.153	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		19,833
Independent Living - State Grants	84.169	
<u>Direct Awards:</u>		
Department of Social Services		321,890
Rehabilitation Services - Independent Living Services for Older Individuals Who Are Blind	84.177	
<u>Direct Awards:</u>		
Department of Social Services		433,224
Special Education - Grants for Infants and Families with Disabilities	84.181	
<u>Direct Awards:</u>		
Office of Public Health		4,247,660
Safe and Drug-Free Schools and Communities - National Programs	84.184	
<u>Direct Awards:</u>		
Department of Education		490,334
Byrd Honors Scholarships	84.185	
<u>Direct Awards:</u>		
Department of Education		633,000

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Safe and Drug-Free Schools and Communities - State Grants	84.186	
<u>Direct Awards:</u>		
Department of Education		\$5,501,697
Executive Department		1,588,299
Total Safe and Drug-Free Schools and Communities - State Grants		7,089,996
Supported Employment Services for Individuals with Severe Disabilities	84.187	
<u>Direct Awards:</u>		
Department of Social Services		146,503
Bilingual Education - Professional Development	84.195	
<u>Direct Awards:</u>		
Southeastern Louisiana University		548,724
Education for Homeless Children and Youth	84.196	
<u>Direct Awards:</u>		
Department of Education		1,144,069
Graduate Assistance in Areas of National Need	84.200	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		306,797
Javits Gifted and Talented Students Education Grant Program	84.206	
<u>Direct Awards:</u>		
Department of Education		91,141
Even Start - State Educational Agencies	84.213	
<u>Direct Awards:</u>		
Department of Education		3,132,394
Fund for the Improvement of Education	84.215	
<u>Direct Awards:</u>		
Department of Education		42,949
<u>Through: UNO Foundation (#90732-S1)</u>		
University of New Orleans		103,297
Total Fund for the Improvement of Education		146,246

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Assistive Technology	84.224	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$415,785
Tech-Prep Education	84.243	
<u>Direct Awards:</u>		
Louisiana Community and Technical College System		2,032,507
<u>Through: Crossroad Tech Prep</u>		
LSU at Alexandria		5,667
Total Tech-Prep Education		2,038,174
Rehabilitation Training - State Vocational Rehabilitation	84.265	
Unit In-Service Training		
<u>Direct Awards:</u>		
Department of Social Services		76,814
Charter Schools	84.282	
<u>Direct Awards:</u>		
Department of Education		8,833,615
Twenty-First Century Community Learning Centers	84.287	
<u>Direct Awards:</u>		
Department of Education		12,141,701
State Grants for Innovative Programs	84.298	
<u>Direct Awards:</u>		
Department of Education		2,346,562
Capacity Building for Traditionally Underserved Populations	84.315	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		225,642
Education Technology State Grants	84.318	
<u>Direct Awards:</u>		
Department of Education		7,811,238

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Special Education - State Personnel Development	84.323	
<u>Direct Awards:</u>		
Department of Education		\$877,951
Research in Special Education	84.324	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		3,414
<u>Through: University of Tennessee - Postsecondary</u>		
<u>Education Consortium (#H324A01003-05)</u>		
LSU A&M College (Baton Rouge)		1,803
Research in Special Education		5,217
Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		207,754
University of New Orleans		225,524
Total Special Education - Personnel Development to Improve Services and Results for Children with Disabilities		433,278
Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326	
<u>Direct Awards:</u>		
Department of Education		85,715
LSU Health Sciences Center (New Orleans)		871,416
<u>Through: University of Florida</u>		
Southern University and A&M College (Baton Rouge)		12,835
<u>Through: University of Tennessee (#H326D060003)</u>		
LSU A&M College (Baton Rouge)		8,820
Total Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities		978,786
Advanced Placement Program	84.330	
<u>Direct Awards:</u>		
Department of Education		67,148

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Grants to States for Incarcerated Youth Offenders	84.331	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Corrections Services		\$819,762
Comprehensive School Reform Demonstration	84.332	
<u>Direct Awards:</u>		
Department of Education		4,955,345
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		576,383
Southeastern Louisiana University		235,548
Total Gaining Early Awareness and Readiness for Undergraduate Programs		811,931
Child Care Access Means Parents in School	84.335	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		31,510
TRIO - Dissemination Partnership Grants	84.344	
<u>Direct Awards:</u>		
Southeastern Louisiana University		98,452
Underground Railroad Educational and Cultural Program	84.345	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		211,693
Vocational Education - Occupational and Employment Information State Grants	84.346	
<u>Direct Awards:</u>		
Louisiana Community and Technical College System		35,545
Transition to Teaching	84.350	
<u>Direct Awards:</u>		
University of Louisiana at Monroe		538,847
University of New Orleans		147,935
Total Transition to Teaching		686,782

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Reading First State Grants	84.357	
<u>Direct Awards:</u>		
Department of Education		\$29,190,284
Rural Education	84.358	
<u>Direct Awards:</u>		
Department of Education		5,238,531
School Leadership	84.363	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		95,140
English Language Acquisition Grants	84.365	
<u>Direct Awards:</u>		
Department of Education		2,467,135
Mathematics and Science Partnerships	84.366	
<u>Direct Awards:</u>		
Department of Education		3,206,760
<u>Through: Concordia Parish School Board</u>		
University of Louisiana at Monroe		48,860
<u>Through: East Baton Rouge Parish School System</u>		
(<u>#S366B030019</u>)		
LSU A&M College (Baton Rouge)		27,989
<u>Through: East Baton Rouge Parish School System</u>		
(<u>#S366B030019/S</u>)		
LSU A&M College (Baton Rouge)		21,668
<u>Through: East Baton Rouge Parish School System</u>		
(<u>#S366B040019</u>)		
LSU A&M College (Baton Rouge)		2,589
<u>Through: East Baton Rouge Parish School System</u>		
(<u>#S366B040019/S366B050</u>)		
LSU A&M College (Baton Rouge)		223,278
<u>Through: East Baton Rouge Parish School System</u>		
(<u>#S366B050019</u>)		
LSU A&M College (Baton Rouge)		23,695

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Mathematics and Science Partnerships (Cont.)	84.366	
Through: East Feliciana Parish School Board (S366B040019)		
LSU A&M College (Baton Rouge)		\$24,517
Through: Iberville Parish School Board (#S366B050019)		
LSU A&M College (Baton Rouge)		98,790
Through: Morehouse Parish School Board		
University of Louisiana at Monroe		53,871
Through: Pointe Coupee Parish School Board (#S366B030019)		
LSU A&M College (Baton Rouge)		22,957
Through: St. Landry Parish School System - CSTEP		
LSU at Eunice		(113)
Total Mathematics and Science Partnerships		3,754,861
Improving Teacher Quality State Grants	84.367	
Direct Awards:		
Department of Education		55,467,629
Grants for State Assessments and Related Activities	84.369	
Direct Awards:		
Department of Education		7,565,660
National Writing Project	84.928	
Through: National Writing Project Corporation (#94-3130846)		
Northwestern State University		44,046
Through: National Writing Project Corporation, University of California at Berkeley (#92-LA01/Amd No. 15)		
University of New Orleans		32,765
Through: University of California - Berkeley (#92-LA04)		
University of Louisiana at Lafayette		57,900
Total National Writing Project		134,711

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Hurricane Education Recovery	84.938	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		\$31,092,508
Delgado Community College		56,709
Department of Education		338,476,442
LSU at Alexandria		4,860
LSU A&M College (Baton Rouge)		116,054
LSU Health Sciences Center (New Orleans)		587,028
McNeese State University		110,526
Nunez Community College		130,703
Southeastern Louisiana University		83,590
Southern University and A&M College (Baton Rouge)		126,257
Sowela Technical Community College		38,331
Office of Student Financial Assistance		100,000
University of Louisiana at Monroe		7,114
University of New Orleans		3,509,877
Total Hurricane Education Recovery		374,439,999
Hurricane Katrina Foreign Contributions	84.940	
<u>Direct Awards:</u>		
Delgado Community College		323,904
Nunez Community College		73,689
University of New Orleans		31,428
Total Hurricane Katrina Foreign Contributions		429,021
MSP Project Dreams	84.31904	
<u>Through: Iberville Parish School Board</u>		
LSU A&M College (Baton Rouge)		12,716
MSP Project Smart	84.31925	
<u>Through: East Baton Rouge Parish School System</u>		
LSU A&M College (Baton Rouge)		3,334
National Writing Project Models and Programs	84.92-LA02	
<u>Through: National Writing Project Corp.</u>		
LSU A&M College (Baton Rouge)		43,175

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
Restoring the North American Ecological Landscape <u>Through: University of Wisconsin-Madison</u> LSU A&M College (Baton Rouge)	84.599F362	<u>\$15,642</u>
Regional Network Addressing Collegiate Alcohol and Other Drug Issues <u>Through: Education Development Center</u> LSU A&M College (Baton Rouge)	84.31043	<u>571</u>
Task Order for Basic Participation for Louisiana <u>Direct Awards:</u> Department of Education	84.ED-03-CO-0041	<u>10,168</u>
Task Order for National Assessment of Educational Programs (FPC) <u>Direct Awards:</u> Department of Education	84.ED-03-CO-0041	<u>27,287</u>
<u>Research and Development Cluster:</u> Rehabilitation Long-Term Training <u>Direct Awards:</u> Louisiana Tech University	84.129	95,019
Fund for the Improvement of Education <u>Direct Awards:</u> Louisiana Tech University	84.215	87,556
Gaining Early Awareness and Readiness for Undergraduate Programs <u>Direct Awards:</u> Board of Regents for Higher Education	84.334	1,865,960
Mathematics and Science Partnerships <u>Through: Monroe City School Board</u> <u>(#2806 MP-65)</u> Louisiana Tech University	84.366	115,978

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Improving Teacher Quality State Grants	84.367	
<u>Direct Awards:</u>		
Board of Regents for Higher Education		\$1,500,900
<u>Through: Claiborne Parish School Board</u>		
<u>(#Professional Dev)</u>		
Louisiana Tech University		2,538
National Writing Project	84.928	
<u>Through: National Writing Project Corporation (#92-LA-05)</u>		
Southeastern Louisiana University		51,056
Annual Interest Grant	84.RD.R-7-00375	
<u>Direct Awards:</u>		
Louisiana Tech University		113,349
Total Research and Development Cluster		3,832,356
<u>Special Education Cluster (IDEA):</u>		
Special Education - Grants to States	84.027	
<u>Direct Awards:</u>		
Department of Education		162,602,968
Special Education - Preschool Grants	84.173	
<u>Direct Awards:</u>		
Department of Education		5,687,262
Total Special Education Cluster (IDEA)		168,290,230
<u>Student Financial Assistance Cluster:</u>		
Federal Supplemental Educational Opportunity Grants	84.007	
<u>Direct Awards:</u>		
Baton Rouge Community College		238,946
Bossier Parish Community College		109,800
Delgado Community College		2,632,093
Grambling State University		602,814
LSU at Alexandria		121,889
LSU A&M College (Baton Rouge)		1,017,866
LSU at Eunice		119,836
LSU in Shreveport		122,834
LSU Health Sciences Center (New Orleans)		552,133
LSU Health Sciences Center (Shreveport)		18,666

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>Student Financial Assistance Cluster:</u> (Cont.)		
Federal Supplemental Educational Opportunity Grants (Cont.)	84.007	
<u>Direct Awards:</u> (Cont.)		
Louisiana Tech University		\$266,891
McNeese State University		534,267
Nicholls State University		169,259
Northwestern State University		309,889
Nunez Community College		132,800
Southeastern Louisiana University		482,499
Southern University and A&M College (Baton Rouge)		577,783
Southern University at New Orleans		1,459,794
Southern University at Shreveport-Bossier City		61,761
University of Louisiana at Lafayette		530,595
University of Louisiana at Monroe		260,113
University of New Orleans		2,380,071
Federal Work-Study Program	84.033	
<u>Direct Awards:</u>		
Baton Rouge Community College		184,670
Bossier Parish Community College		110,078
Delgado Community College		75,479
Grambling State University		820,951
L.E. Fletcher Technical Community College		4,828
LSU at Alexandria		82,630
LSU A&M College (Baton Rouge)		1,148,727
LSU at Eunice		135,254
LSU in Shreveport		111,194
Louisiana Tech University		503,653
McNeese State University		292,642
Nicholls State University		254,437
Northwestern State University		252,579
Nunez Community College		95,350
Southeastern Louisiana University		632,257
Southern University and A&M College (Baton Rouge)		975,143
Southern University at New Orleans		194,090
Southern University at Shreveport-Bossier City		267,802
University of Louisiana at Lafayette		618,709
University of Louisiana at Monroe		715,844
University of New Orleans		433,984

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>Student Financial Assistance Cluster:</u> (Cont.)		
Federal Perkins Loan Program - Federal Capital Contributions	84.038	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$7,720
LSU at Eunice		284
LSU Health Sciences Center (Shreveport)		13,600
McNeese State University		162
Northwestern State University		26,169
University of New Orleans		64,471
Federal Pell Grant Program	84.063	
<u>Direct Awards:</u>		
Baton Rouge Community College		4,403,797
Bossier Parish Community College		4,760,414
Delgado Community College		13,661,829
Grambling State University		10,293,789
L.E. Fletcher Technical Community College		755,218
LSU at Alexandria		3,450,659
LSU A&M College (Baton Rouge)		11,514,591
LSU at Eunice		3,334,362
LSU in Shreveport		3,303,294
LSU Health Sciences Center (New Orleans)		309,920
LSU Health Sciences Center (Shreveport)		55,084
Louisiana Tech University		6,044,519
Louisiana Technical College		15,889,523
McNeese State University		6,779,914
Nicholls State University		6,101,452
Northwestern State University		10,105,084
Nunez Community College		1,522,372
River Parishes Community College		903,139
South Louisiana Community College		1,442,996
Southeastern Louisiana University		12,970,744
Southern University and A&M College (Baton Rouge)		15,722,685
Southern University at New Orleans		4,575,873
Southern University at Shreveport-Bossier City		5,499,648
Sowela Technical Community College		1,258,613
University of Louisiana at Lafayette		12,368,887
University of Louisiana at Monroe		8,642,158
University of New Orleans		9,688,854

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>Student Financial Assistance Cluster:</u> (Cont.)		
Academic Competitiveness Grants	84.375	
<u>Direct Awards:</u>		
Baton Rouge Community College		\$3,750
Bossier Parish Community College		78,500
Delgado Community College		102,818
LSU at Alexandria		25,125
LSU A&M College (Baton Rouge)		646,946
LSU at Eunice		138,904
LSU in Shreveport		72,625
Louisiana Tech University		335,227
Louisiana Technical College		2,425
McNeese State University		236,441
Nicholls State University		214,480
Nunez Community College		9,325
River Parishes Community College		14,800
Southeastern Louisiana University		528,446
Southern University and A&M College (Baton Rouge)		63,650
Southern University at New Orleans		14,000
Sowela Technical Community College		5,541
University of Louisiana at Lafayette		504,422
University of Louisiana at Monroe		432,823
University of New Orleans		262,750
National Science and Mathematics Access to Retain Talent Grant	84.376	
<u>Direct Awards:</u>		
Grambling State University		323,730
LSU A&M College (Baton Rouge)		731,449
LSU in Shreveport		178,987
Louisiana Tech University		287,764
McNeese State University		75,905
Nicholls State University		71,219
Southeastern Louisiana University		100,146
Southern University and A&M College (Baton Rouge)		192,799
Southern University at New Orleans		7,875
University of Louisiana at Lafayette		157,909
University of Louisiana at Monroe		37,150
University of New Orleans		211,147
Total Student Financial Assistance Cluster		202,153,802

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>TRIO Cluster:</u>		
TRIO - Student Support Services	84.042	
<u>Direct Awards:</u>		
Grambling State University		\$341,590
LSU A&M College (Baton Rouge)		314,520
LSU at Eunice		345,542
Northwestern State University		364,119
Southeastern Louisiana University		367,084
Southern University at New Orleans		289,518
Southern University at Shreveport-Bossier City		424,189
University of Louisiana at Lafayette		534,136
University of New Orleans		214,728
TRIO - Talent Search	84.044	
<u>Direct Awards:</u>		
Southeastern Louisiana University		608,905
Southern University and A&M College (Baton Rouge)		565,825
Southern University at New Orleans		408,240
Southern University at Shreveport-Bossier City		468,949
University of Louisiana at Lafayette		681,793
University of Louisiana at Monroe		322,730
University of New Orleans		610,370
TRIO - Upward Bound	84.047	
<u>Direct Awards:</u>		
Delgado Community College		194,124
Grambling State University		516,791
LSU at Eunice		413,604
McNeese State University		300,457
Nicholls State University		245,545
Southeastern Louisiana University		1,453,205
Southern University and A&M College (Baton Rouge)		922,962
Southern University at New Orleans		405,582
Southern University at Shreveport-Bossier City		533,577
University of Louisiana at Lafayette		1,249,089
University of New Orleans		835,867
TRIO - Educational Opportunity Centers	84.066	
<u>Direct Awards:</u>		
Southeastern Louisiana University		379,957
Southern University at Shreveport-Bossier City		270,746

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF EDUCATION (CONT.)		
<u>TRIO Cluster:</u> (Cont.)		
TRIO - McNair Post-Baccalaureate Achievement	84.217	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$249,248
Southern University and A&M College (Baton Rouge)		227,646
University of Louisiana at Lafayette		267,983
Total TRIO Cluster		15,328,621
Total U.S. Department of Education		\$1,307,854,073
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION		
National Historical Publications and Records Grants	89.003	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$52,238
University of Louisiana at Lafayette		442
Total National Historical Publications and Records Grants		52,680
Total National Archives and Records Administration		\$52,680
ELECTIONS ASSISTANCE COMMISSION		
Help America Vote Act Requirements Payments	90.401	
<u>Direct Awards:</u>		
Department of State		\$18,915,776
Total Elections Assistance Commission		\$18,915,776

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		
Public Health and Social Services Emergency Fund	93.003	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$7,576,519
<u>Through: Louisiana Hospital Association</u>		
LSU Health Sciences Center (Shreveport)		40,286
LSU Health Sciences Center (Shreveport) - E.A. Conway Medical Center		33,825
Total Public Health and Social Services Emergency Fund		7,650,630
State and Territorial and Technical Assistance Capacity	93.006	
Development Minority HIV/AIDS Demonstration Program		
<u>Through: Brotherhood, Inc.</u>		
LSU Health Sciences Center (New Orleans)		16,388
Medical Reserve Corps Small Grant Program	93.008	
<u>Direct Awards:</u>		
LSU in Shreveport		13,879
HIV Prevention Programs for Women	93.015	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		41,303
<u>Through: International Resource Group (#942289908)</u>		
Grambling State University		10,940
Total HIV Prevention Programs for Women		52,243
Special Programs for the Aging - Title VII, Chapter 3 - Programs	93.041	
for Prevention of Elder Abuse, Neglect, and Exploitation		
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		65,338
Special Programs for the Aging - Title VII, Chapter 2 - Long	93.042	
Term Care Ombudsman Services for Older Individuals		
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		208,989
Special Programs for the Aging - Title III, Part D - Disease	93.043	
Prevention and Health Promotion Services		
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		298,085

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Special Programs for the Aging - Title IV - and Title II - Discretionary Projects	93.048	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		\$458,097
Alzheimer's Disease Demonstration Grants to States	93.051	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		15,323
National Family Caregiver Support	93.052	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		2,107,872
Chronic Diseases: Research, Control and Prevention	93.068	
<u>Direct Awards:</u>		
Northwestern State University		193,972
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		39,542
Food and Drug Administration - Research	93.103	
<u>Direct Awards:</u>		
Department of Agriculture and Forestry		7,840
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104	
<u>Direct Awards:</u>		
Department of Health and Hospitals		932,794
Model State-Supported Area Health Education Centers	93.107	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		252,125
LSU Health Sciences Center (Shreveport)		53,952
Model State-Supported Area Health Education Centers		306,077

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Maternal and Child Health Federal Consolidated Programs	93.110	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		\$65,478
LSU Health Sciences Center (Shreveport)		9,526
Office of Public Health		200,561
<u>Through: Tulane University</u>		
LSU Health Sciences Center (Shreveport)		171
Total Maternal and Child Health Federal Consolidated Programs		275,736
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	
<u>Direct Awards:</u>		
Office of Public Health		1,378,888
Emergency Medical Services for Children	93.127	
<u>Direct Awards:</u>		
Office of Public Health		115,261
Primary Care Services - Resource Coordination and Development	93.130	
<u>Direct Awards:</u>		
Department of Health and Hospitals		166,020
Injury Prevention and Control Research and State and Community-Based Programs	93.136	
<u>Direct Awards:</u>		
Office of Public Health		524,869
NIEHS Hazardous Waste Worker Health and Safety Training	93.142	
<u>Through: Dillard University</u>		
Southern University and A&M College (Baton Rouge)		152,258
Projects for Assistance in Transition from Homelessness (PATH)	93.150	
<u>Direct Awards:</u>		
Department of Health and Hospitals		393,490
Grants for State Loan Repayment	93.165	
<u>Direct Awards:</u>		
Department of Health and Hospitals		189,448

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Nursing Workforce Diversity	93.178	
<u>Direct Awards:</u>		
Northwestern State University		\$292,384
Childhood Lead Poisoning Prevention Projects - State and Local	93.197	
Childhood Lead Poisoning Prevention and Surveillance of		
Blood Lead Levels in Children		
<u>Direct Awards:</u>		
Office of Public Health		320,632
Surveillance of Hazardous Substance Emergency Events	93.204	
<u>Direct Awards:</u>		
Office of Public Health		152,488
Family Planning - Services	93.217	
<u>Direct Awards:</u>		
Office of Public Health		5,828,401
Consolidated Knowledge Development and	93.230	
Application (KD&A) Program		
<u>Direct Awards:</u>		
Department of Health and Hospitals		584,644
<u>Through: University of California - San Francisco</u>		
LSU Health Sciences Center (New Orleans)		8,854
Total Consolidated Knowledge Development and		
Application (KD&A) Program		593,498
Abstinence Education Program	93.235	
<u>Direct Awards:</u>		
Executive Department		1,766,802
Grants for Dental Public Health Residency Training	93.236	
<u>Direct Awards:</u>		
Office of Public Health		3,023
Cooperative Agreements for State Treatment	93.238	
Outcomes and Performance Pilot Studies		
Enhancement		
<u>Direct Awards:</u>		
Department of Health and Hospitals		26,522

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
State Rural Hospital Flexibility Program	93.241	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$285,570
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	
<u>Direct Awards:</u>		
Department of Health and Hospitals		1,553,821
Universal Newborn Hearing Screening	93.251	
<u>Direct Awards:</u>		
Office of Public Health		143,933
Poison Control Stabilization and Enhancement Grants	93.253	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		295,430
State Planning Grants Health Care Access for the Uninsured	93.256	
<u>Direct Awards:</u>		
Department of Health and Hospitals		710,559
Rural Access to Emergency Devices Grant	93.259	
<u>Direct Awards:</u>		
Office of Public Health		83,352
Occupational Safety and Health Program	93.262	
<u>Through: University of Maryland (#CG 0515)</u>		
University of Louisiana at Lafayette		97,649
Immunization Grants	93.268	
<u>Direct Awards:</u>		
Office of Public Health		1,953,605
Substance Abuse and Mental Health Services - Access to Recovery	93.275	
<u>Direct Awards:</u>		
Department of Health and Hospitals		11,209,165

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Drug Abuse and Addiction Research Programs	93.279	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		(\$3,564)
Mental Health National Research Service Awards for Research Training	93.282	
<u>Direct Awards:</u>		
Grambling State University		302,344
LSU A&M College (Baton Rouge)		19,168
Total Mental Health National Research Service Awards for Research Training		321,512
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	
<u>Direct Awards:</u>		
Department of Health and Hospitals		723,634
Office of Public Health		16,642,655
<u>Through: National Black Women's Health Project (#U50/CCU322186-02)</u>		
Southern University and A&M College (Baton Rouge)		40,667
Total Centers for Disease Control and Prevention - Investigations and Technical Assistance		17,406,956
Small Rural Hospital Improvement Grant Program	93.301	
<u>Direct Awards:</u>		
Department of Health and Hospitals		281,016
Advanced Education Nursing Traineeships	93.358	
<u>Direct Awards:</u>		
Grambling State University		32,987
McNeese State University		35,442
Northwestern State University		28,645
Southeastern Louisiana University		33,314
Southern University and A&M College (Baton Rouge)		35,756
University of Louisiana at Lafayette		35,278
Total Advanced Education Nursing Traineeships		201,422
Centers for Medicare and Medicaid	93.377	
<u>Direct Awards:</u>		
Southern University and A&M College (Baton Rouge)		253

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
National Center for Research Resources	93.389	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$104,680
Cancer Treatment Research	93.395	
<u>Through: NAFEO</u>		
Southern University and A&M College (Baton Rouge)		2,508
Cancer Research Manpower	93.398	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		50,255
Promoting Safe and Stable Families	93.556	
<u>Direct Awards:</u>		
Department of Social Services		10,751,332
<u>Through: Volunteers of America of Greater New Orleans Inc.</u>		
LSU Agricultural Center		29,139
Total Promoting Safe and Stable Families		10,780,471
Temporary Assistance for Needy Families	93.558	
<u>Direct Awards:</u>		
Department of Social Services		148,940,111
Child Support Enforcement	93.563	
<u>Direct Awards:</u>		
Department of Social Services		39,502,382
Child Support Enforcement Research	93.564	
<u>Direct Awards:</u>		
Department of Social Services		168,745
Refugee and Entrant Assistance - State Administered Programs	93.566	
<u>Direct Awards:</u>		
Department of Social Services		57,151
Community Services Block Grant	93.569	
<u>Direct Awards:</u>		
Department of Labor		14,987,300

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Community Services Block Grant - Discretionary Awards	93.570	
<u>Through: National Youth Sports Corporation (#NYSP 05:1045)</u>		
Grambling State University		\$29,772
<u>Through: National Youth Sports (#NYSPF05-1123)</u>		
Southern University and A&M College (Baton Rouge)		21,896
Total Community Services Block Grant - Discretionary Awards		51,668
Community Services Block Grant Formula and Discretionary	93.571	
Awards Community Food and Nutrition Programs		
<u>Direct Awards:</u>		
Department of Labor		16,806
Refugee and Entrant Assistance - Discretionary Grants	93.576	
<u>Direct Awards:</u>		
Office of Public Health		20,017
Department of Social Services		673
Total Refugee and Entrant Assistance - Discretionary Grants		20,690
State Court Improvement Program	93.586	
<u>Direct Awards:</u>		
Supreme Court of Louisiana		311,366
Community-Based Child Abuse Prevention Grants	93.590	
<u>Direct Awards:</u>		
Department of Social Services		284,534
Family Violence Prevention and Services/Grants for	93.592	
Battered Women's Shelters - Discretionary Grants		
<u>Through: Central State University (#FCVP0311103)</u>		
Southern University and A&M College (Baton Rouge)		28,142
Grants to States for Access and Visitation Programs	93.597	
<u>Direct Awards:</u>		
Department of Social Services		122,724
Chafee Education and Training Vouchers Program (ETV)	93.599	
<u>Direct Awards:</u>		
Department of Social Services		362,975

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Head Start	93.600	
<u>Direct Awards:</u>		
Department of Social Services		\$170,373
Southern University and A&M College (Baton Rouge)		186,252
<u>Through: Regina Coeli Child Development Center</u>		
Southeastern Louisiana University		1,366
Total Head Start		357,991
Child Support Enforcement Demonstrations and Special Projects	93.601	
<u>Through: South Baton Rouge Christian Children's Foundation</u>		
(#90FI0069)		
LSU A&M College (Baton Rouge)		13,360
Voting Access for Individuals with Disabilities - Grants to States	93.617	
<u>Direct Awards:</u>		
Department of State		123,963
Basic Center Grant	93.623	
<u>Direct Awards:</u>		
Executive Department		264,940
Developmental Disabilities Basic Support and Advocacy Grants	93.630	
<u>Direct Awards:</u>		
Department of Health and Hospitals		1,350,059
Children's Justice Grants to States	93.643	
<u>Direct Awards:</u>		
Department of Social Services		298,701
Child Welfare Services - State Grants	93.645	
<u>Direct Awards:</u>		
Department of Social Services		5,193,796
Foster Care - Title IV-E	93.658	
<u>Direct Awards:</u>		
Department of Social Services		47,444,959

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Adoption Assistance	93.659	
<u>Direct Awards:</u>		
Department of Social Services		\$14,319,938
Social Services Block Grant	93.667	
<u>Direct Awards:</u>		
Department of Social Services		146,244,553
Child Abuse and Neglect State Grants	93.669	
<u>Direct Awards:</u>		
Department of Social Services		206,608
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes	93.671	
<u>Direct Awards:</u>		
Executive Department		1,449,776
Chafee Foster Care Independence Program	93.674	
<u>Direct Awards:</u>		
Department of Social Services		1,316,637
State Children's Insurance Program	93.767	
<u>Direct Awards:</u>		
Department of Health and Hospitals		113,340,020
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	93.768	
<u>Direct Awards:</u>		
Department of Health and Hospitals		332,742
Demonstration to Maintain Independence and Employment	93.769	
<u>Direct Awards:</u>		
Department of Health and Hospitals		65,821

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		\$540,897
Department of Health and Hospitals		101,071,228
Department of Insurance		255,936
Total Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations		101,868,061
Health Careers Opportunity Program	93.822	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		28,211
Biomedical Research and Research Training	93.859	
<u>Direct Awards:</u>		
Grambling State University		584,482
Southern University and A&M College (Baton Rouge)		329,318
Total Biomedical Research and Research Training		913,800
Grants for Training in Primary Care Medicine and Dentistry	93.884	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		430,028
Health Care and Other Facilities	93.887	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		183,224
University of Louisiana at Monroe		292,192
Total Health Care and Other Facilities		475,416
Specially Selected Health Projects	93.888	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		(1,647)
<u>Through: Southeastern Louisiana Area Health Education Center Foundation, Inc.</u>		
LSU Health Sciences Center (New Orleans)		223,668
Total Specially Selected Health Projects		222,021

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Grants to States for Operation of Offices of Rural Health	93.913	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$119,753
HIV Emergency Relief Project Grants	93.914	
<u>Through: City of New Orleans</u>		
LSU Health Sciences Center (New Orleans)		1,771,766
<u>Through: City of New Orleans (#PC210-00000028102)</u>		
Medical Center of Louisiana at New Orleans		1,384,013
Total HIV Emergency Relief Project Grants		3,155,779
HIV Care Formula Grants	93.917	
<u>Direct Awards:</u>		
Office of Public Health		22,287,160
<u>Through: HIV/AIDS Alliance Region II, Inc.</u>		
LSU Health Sciences Center (New Orleans)		208,669
Total HIV Care Formula Grants		22,495,829
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		219,705
Medical Center of Louisiana at New Orleans		781,851
<u>Through: Greater Ouachita Coalition (GO CARE) (#72-113-663-9)</u>		
LSU Health Sciences Center (Shreveport) - E.A. Conway Medical Center		328,420
Total Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease		1,329,976
Special Projects of National Significance	93.928	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		22,830
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	93.938	
<u>Direct Awards:</u>		
Department of Education		190,770

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
HIV Prevention Activities - Health Department Based	93.940	
<u>Direct Awards:</u>		
Office of Public Health		\$5,049,286
HIV Demonstration, Research, Public and Professional Education Projects	93.941	
<u>Direct Awards:</u>		
Office of Public Health		127,463
<u>Through: McFarland and Associates (#MCF&A)</u>		
Southern University and A&M College (Baton Rouge)		52,032
Total HIV Demonstration, Research, Public and Professional Education Projects		179,495
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	
<u>Direct Awards:</u>		
Office of Public Health		1,617,034
Assistance Programs for Chronic Disease Prevention and Control	93.945	
<u>Direct Awards:</u>		
Department of Health and Hospitals		162,524
Office of Public Health		103,454
Total Assistance Programs for Chronic Disease Prevention and Control		265,978
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	
<u>Direct Awards:</u>		
Office of Public Health		198,557
Trauma Care Systems Planning and Development	93.952	
<u>Direct Awards:</u>		
Office of Public Health		1
Block Grants for Community Mental Health Services	93.958	
<u>Direct Awards:</u>		
Department of Health and Hospitals		3,713,432

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Block Grants for Prevention and Treatment of Substance Abuse	93.959	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$32,051,681
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	
<u>Direct Awards:</u>		
Office of Public Health		2,228,933
Mental Health Disaster Assistance and Emergency Mental Health	93.982	
<u>Direct Awards:</u>		
Department of Health and Hospitals		19,090,556
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	93.988	
<u>Direct Awards:</u>		
Department of Health and Hospitals		69,863
Office of Public Health		39,097
Total Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems		108,960
Preventive Health and Health Services Block Grant	93.991	
<u>Direct Awards:</u>		
Office of Public Health		1,995,903
Maternal and Child Health Services Block Grant to the States	93.994	
<u>Direct Awards:</u>		
Office of Public Health		10,334,684
Food Inspection	93.F22320054/640010/58C	
<u>Direct Awards:</u>		
Office of Public Health		49,651
Gulf Coast Addiction Technology Transfer Center	93.UTA03-223	
<u>Through: University of Texas at Austin</u>		
Northwestern State University		30,904

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
Hansen's Disease National Ambulatory Care Program	93.unknown	
<u>Direct Awards:</u>		
Department of Military Affairs		\$306,520
HIV Demo Project Rapid Testing	93.200-2003-02367	
<u>Direct Awards:</u>		
Office of Public Health		254,798
NHDP: Physician Education and Training Regarding Newborn Screening	93.unknown	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		13,810
NN/LM Resource Library Outreach	93.OTHN01LM63505	
<u>Through: Houston Academy of Medicine</u>		
LSU Health Sciences Center (New Orleans)		11,575
Record Linkage Service From National Cancer Registry	93.OTH064-RMB-4-0119	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		726
Resource Library Outreach	93.N01-LM-6-3505	
<u>Through: NM/LM SCR, Houston Academy of Medicine</u>		
LSU Health Sciences Center (Shreveport)		12,000
Seafood Inspection	93.F22320054/640010/58C	
<u>Direct Awards:</u>		
Office of Public Health		78,050
Services to Promote Sharing of Information	93.OTHN01-LM1-1-3515	
<u>Through: Houston Academy of Medicine</u>		
LSU Health Sciences Center (New Orleans)		(284)
Vital Stat Coop	93.200-2000-07218	
<u>Direct Awards:</u>		
Office of Public Health		302,287

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Aging Cluster:</u>		
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		\$5,015,192
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		7,523,432
Nutrition Services Incentive Program	93.053	
<u>Direct Awards:</u>		
Governor's Office of Elderly Affairs		2,411,211
Total Aging Cluster		14,949,835
<u>CCDF Cluster:</u>		
Child Care and Development Block Grant	93.575	
<u>Direct Awards:</u>		
Department of Social Services		57,561,839
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	
<u>Direct Awards:</u>		
Department of Social Services		61,418,567
Total CCDF Cluster		118,980,406
<u>Medicaid Cluster:</u>		
State Medicaid Fraud Control Units	93.775	
<u>Direct Awards:</u>		
Department of Justice		2,675,824
Hurricane Katrina Relief	93.776	
<u>Direct Awards:</u>		
Department of Health and Hospitals		348,862,750

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Medicaid Cluster:</u> (Cont.)		
State Survey and Certification of Health Care Providers and Suppliers	93.777	
<u>Direct Awards:</u>		
Department of Health and Hospitals		\$10,087,067
Medical Assistance Program	93.778	
<u>Direct Awards:</u>		
Department of Health and Hospitals		3,648,595,611
Total Medicaid Cluster		4,010,221,252
<u>Research and Development Cluster:</u>		
Centers for Genomics and Public Health	93.063	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		256,252
Model State-Supported Area Health Education Centers	93.107	
<u>Through: Southeast Louisiana Area Health Education Center Foundation</u>		
Southeastern Louisiana University		11,237
Maternal and Child Health Federal Consolidated Programs	93.110	
<u>Direct Awards:</u>		
Office of Public Health		123,795
Environmental Health	93.113	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		415,645
LSU Health Sciences Center (New Orleans)		420,585
LSU Health Sciences Center (Shreveport)		234,274
Southern University and A&M College (Baton Rouge)		26,828
<u>Through: Iowa State University (#5 P01 ES012020-04)</u>		
LSU A&M College (Baton Rouge)		(326)
<u>Through: University of Alabama at Birmingham (#5 P01 ES011617-05)</u>		
LSU A&M College (Baton Rouge)		19,628
Applied Toxicological Research and Testing	93.114	
<u>Direct Awards:</u>		
Nicholls State University		8,222
Southern University and A&M College (Baton Rouge)		(117)

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Oral Diseases and Disorders Research	93.121	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$318,202
LSU Health Sciences Center (New Orleans)		423,418
LSU Health Sciences Center (Shreveport)		321,830
Pennington Biomedical Research Center		61,858
<u>Through: University of Kentucky</u>		
LSU Health Sciences Center (New Orleans)		14,152
Nurse Anesthetist Traineeships	93.124	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		35,404
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		120,288
NIEHS Superfund Hazardous Substances - Basic Research and Education	93.143	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		5,944
AIDS Education and Training Centers	93.145	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		1,684,937
Health Program for Toxic Substances and Disease Registry	93.161	
<u>Direct Awards:</u>		
University of Louisiana at Monroe		17,807
Human Genome Research	93.172	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		(40,051)
<u>Through: University of Utah</u>		
LSU Health Sciences Center (New Orleans)		(26)
Research Related to Deafness and Communication Disorders	93.173	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		4,205

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Nursing Workforce Diversity	93.178	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		\$151,864
Research and Training in Complementary and Alternative Medicine	93.213	
<u>Direct Awards:</u>		
LSU Agricultural Center		44,876
Pennington Biomedical Research Center		1,774,847
<u>Through: Rutgers, The State University of New Jersey</u> <u>(#P50AT002776)</u>		
LSU Agricultural Center		44,896
Research on Healthcare Costs, Quality and Outcomes	93.226	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		209,382
State Capacity Building	93.240	
<u>Direct Awards:</u>		
Office of Public Health		267,432
Mental Health Research Grants	93.242	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		124,223
LSU Health Sciences Center (New Orleans)		174,006
LSU Health Sciences Center (Shreveport)		606,646
University of New Orleans		178,198
<u>Through: Children's Hospital Research Foundation</u>		
LSU Health Sciences Center (Shreveport)		(414)
<u>Through: Tulane University Health Sciences Center</u> <u>(#1 R34 MH070827-01A1/Tulane Sub 544132)</u>		
University of New Orleans		3,402
<u>Through: University of Louisville HSC</u>		
LSU Health Sciences Center (New Orleans)		(957)
<u>Through: University of North Carolina at Charlotte</u> <u>(#1 R03 MH078197-01)</u>		
LSU A&M College (Baton Rouge)		19,983

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	
<u>Through: Brotherhood, Inc.</u>		
LSU Health Sciences Center (New Orleans)		\$18,780
<u>Through: City of Baton Rouge/Parish of East Baton Rouge</u>		
LSU A&M College (Baton Rouge)		57,002
Advanced Education Nursing Grant Program	93.247	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		146,669
Family Planning - Personnel Training	93.260	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		46,735
Occupational Safety and Health Program	93.262	
<u>Direct Awards:</u>		
Office of Public Health		128,512
<u>Through: University of Texas Health Center at Tyler</u>		
<u>(#SC04-07)</u>		
Southeastern Louisiana University		41,155
Alcohol Research Career Development Awards for Scientists and Clinicians	93.271	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		169,967
Alcohol National Research Service Awards for Research Training	93.272	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		233,081

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Alcohol Research Programs	93.273	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$264,391
LSU Health Sciences Center (New Orleans)		1,461,039
LSU Health Sciences Center (Shreveport)		612,999
<u>Through: Rand Corporation</u>		
LSU Health Sciences Center (New Orleans)		17,684
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		43,689
<u>Through: Xavier University</u>		
LSU Health Sciences Center (New Orleans)		24,877
Drug-Free Communities Support Program Grants	93.276	
<u>Direct Awards:</u>		
Louisiana Tech University		100,211
Drug Abuse and Addiction Research Programs	93.279	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		835,349
LSU Health Sciences Center (Shreveport)		607,483
Pennington Biomedical Research Center		31,455
University of New Orleans		398,245
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		87,221
<u>Through: University of Minnesota</u>		
LSU Health Sciences Center (Shreveport)		78,300
Mental Health National Research Service Awards for Research Training	93.282	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		2,073
LSU Health Sciences Center (New Orleans)		(14,301)

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		\$2,636,075
Office of Public Health		122,677
<u>Through: American Medical Association</u>		
LSU Health Sciences Center (New Orleans)		110,024
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		45,211
<u>Through: University of Arizona</u>		
LSU Health Sciences Center (New Orleans)		2,282
<u>Through: University of California, Los Angeles</u>		
LSU Health Sciences Center (New Orleans)		5,008
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		76,480
Bioengineering Research	93.287	
<u>Direct Awards:</u>		
Louisiana Tech University		36
Comparative Medicine	93.306	
<u>Direct Awards:</u>		
University of New Orleans		144,403
<u>Through: University of California, Davis (#K-980472-02)</u>		
University of New Orleans		36,004
Minority Health and Health Disparities Research	93.307	
<u>Direct Awards:</u>		
Southern University at Shreveport-Bossier City		345,657
Advanced Education Nursing Traineeships	93.358	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		49,043

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
National Center for Research Resources	93.389	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$5,212,130
LSU Health Sciences Center (New Orleans)		7,781,454
LSU Health Sciences Center (Shreveport)		1,534,641
Pennington Biomedical Research Center		1,675,258
University of Louisiana at Lafayette		1,226,902
University of New Orleans		294,711
<u>Through: Illinois State University (#1 R25 RR020425-01A1)</u>		
University of New Orleans		21,997
<u>Through: Texas State University - San Marcos</u>		
<u>(#5P40RR17072-05)</u>		
LSU Agricultural Center		72,845
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		733,157
Academic Research Enhancement Award	93.390	
<u>Direct Awards:</u>		
Southeastern Louisiana University		26,025
Cancer Construction	93.392	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		55,793
Cancer Cause and Prevention Research	93.393	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		182,970
LSU Health Sciences Center (New Orleans)		585,706
LSU Health Sciences Center (Shreveport)		806,799
Pennington Biomedical Research Center		258,794
<u>Through: H. Lee Moffit Cancer Center</u>		
LSU Health Sciences Center (New Orleans)		(9,000)
<u>Through: Premiere Community Health</u>		
LSU Health Sciences Center (Shreveport)		11,321
<u>Through: Vanderbilt University</u>		
LSU Health Sciences Center (New Orleans)		224,063
<u>Through: University of Miami</u>		
LSU Health Sciences Center (New Orleans)		69,903
<u>Through: University of Michigan</u>		
LSU Health Sciences Center (New Orleans)		14,855
<u>Through: University of Cincinnati</u>		
LSU Health Sciences Center (New Orleans)		4,034

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Cancer Detection and Diagnosis Research	93.394	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$442,761
<u>Through: Stanford University</u>		
LSU Health Sciences Center (New Orleans)		4,453
Cancer Treatment Research	93.395	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		584,147
LSU Health Sciences Center (New Orleans)		572,594
LSU Health Sciences Center (Shreveport)		263,939
<u>Through: National Childhood Cancer Foundation</u>		
LSU Health Sciences Center (New Orleans)		32,707
<u>Through: National Surgical Adjuvant Breast and Bowel Project</u>		
LSU Health Sciences Center (New Orleans)		90,426
<u>Through: Southwest Oncology Group</u>		
LSU Health Sciences Center (Shreveport)		226,243
<u>Through: Wayne State University (#2 RO1 CA023378-25)</u>		
LSU A&M College (Baton Rouge)		19,799
Cancer Biology Research	93.396	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		196,328
LSU Health Sciences Center (New Orleans)		1,118,471
LSU Health Sciences Center (Shreveport)		430,987
University of Louisiana at Monroe		96,209
<u>Through: Florida Atlantic University (#R01 CA098799)</u>		
LSU A&M College (Baton Rouge)		89,397
Cancer Centers Support Grants	93.397	
<u>Through: Mayo Clinic</u>		
LSU Health Sciences Center (New Orleans)		(58)
Cancer Research Manpower	93.398	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		130,917
LSU Health Sciences Center (Shreveport)		160,392
<u>Through: University of South Alabama</u>		
LSU Health Sciences Center (New Orleans)		4,659

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Cancer Control	93.399	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		\$585,726
University of Louisiana at Monroe		44,343
<u>Through: Sloan-Kettering Center</u>		
LSU Health Sciences Center (Shreveport)		152,188
<u>Through: Southwest Oncology Group</u>		
LSU Health Sciences Center (Shreveport)		37,886
<u>Through: University of Texas (#5 R01 CA109919 03)</u>		
Pennington Biomedical Research Center		2,265
Early Learning Fund	93.577	
<u>Through: Agenda for Children</u>		
LSU Health Sciences Center (New Orleans)		1,250
Head Start	93.600	
<u>Direct Awards:</u>		
University of New Orleans		1,187
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	93.632	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		529,689
Health Careers Opportunity Program	93.822	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		212,361
Basic/Core Area Health Education Centers	93.824	
<u>Through: American Medical Student Assoc Foundation</u>		
LSU Health Sciences Center (New Orleans)		10,517

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Heart and Vascular Diseases Research	93.837	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$419,585
LSU Health Sciences Center (New Orleans)		1,453,497
LSU Health Sciences Center (Shreveport)		1,081,441
Pennington Biomedical Research Center		1,754,329
Southeastern Louisiana University		58,017
<u>Through: Rand Corporation</u>		
LSU Health Sciences Center (New Orleans)		36,560
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		180,893
<u>Through: University of Wisconsin (#1 R01 HL076238-01)</u>		
Pennington Biomedical Research Center		110,809
<u>Through: Wake Forest University HSC</u>		
LSU Health Sciences Center (New Orleans)		161,256
Lung Diseases Research	93.838	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		2,212,779
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		477,514
Blood Diseases and Resources Research	93.839	
<u>Through: Medical College of Georgia</u>		
LSU Health Sciences Center (New Orleans)		4,749
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		165,545
Pennington Biomedical Research Center		11,890
<u>Through: University of South Florida</u>		
LSU Health Sciences Center (New Orleans)		9,975
Diabetes, Endocrinology and Metabolism Research	93.847	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		319,611
LSU Health Sciences Center (New Orleans)		394,558
LSU Health Sciences Center (Shreveport)		284,524
Pennington Biomedical Research Center		3,454,279
<u>Through: University of Pittsburgh</u>		
LSU Health Sciences Center (New Orleans)		19,071

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Digestive Diseases and Nutrition Research	93.848	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		\$2,294,611
Pennington Biomedical Research Center		5,065,414
Kidney Diseases, Urology and Hematology Research	93.849	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		785,815
LSU Health Sciences Center (Shreveport)		41,590
Pennington Biomedical Research Center		77,259
University of Louisiana at Monroe		77,079
<u>Through: Medical City Dallas Hospital</u>		
LSU Health Sciences Center (New Orleans)		(10,841)
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	
<u>Direct Awards:</u>		
LSU Agricultural Center		3,166
LSU Health Sciences Center (New Orleans)		2,434,257
LSU Health Sciences Center (Shreveport)		703,787
Pennington Biomedical Research Center		696,570
<u>Through: Emory University</u>		
LSU Health Sciences Center (Shreveport)		(781)
<u>Through: Rush-Presbyterian-St. Luke's Medical Center</u>		
LSU Health Sciences Center (Shreveport)		7,178
<u>Through: University of Medicine and Dentistry of New Jersey</u>		
LSU Health Sciences Center (New Orleans)		35,264
LSU Health Sciences Center (Shreveport)		119,120
<u>Through: Yale University</u>		
LSU Health Sciences Center (Shreveport)		24,570

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster: (Cont.)</u>		
Allergy, Immunology and Transplantation Research	93.855	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$418,343
LSU Health Sciences Center (New Orleans)		583,873
LSU Health Sciences Center (Shreveport)		552,631
<u>Through: Drexel University</u>		
LSU Health Sciences Center (Shreveport)		31,900
<u>Through: Harvard</u>		
LSU Health Sciences Center (New Orleans)		4,138
<u>Through: Social and Scientific Systems Inc.</u>		
LSU Health Sciences Center (New Orleans)		18,838
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		1,718
 Microbiology and Infectious Diseases Research		
	93.856	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		78,672
LSU Health Sciences Center (New Orleans)		3,351,316
LSU Health Sciences Center (Shreveport)		1,541,871
<u>Through: Boston University</u>		
LSU Health Sciences Center (New Orleans)		(1,303)
<u>Through: Children's Hospital, Research Institute</u>		
LSU Health Sciences Center (New Orleans)		59,099
<u>Through: Social and Scientific Systems Inc.</u>		
LSU Health Sciences Center (New Orleans)		6,520
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		(673)
<u>Through: University of Florida</u>		
LSU Health Sciences Center (New Orleans)		122,496
<u>Through: University of Indiana</u>		
LSU Health Sciences Center (New Orleans)		(8,739)
<u>Through: University of Texas Medical Branch</u>		
LSU Health Sciences Center (Shreveport)		364,075

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Biomedical Research and Research Training	93.859	
<u>Direct Awards:</u>		
Grambling State University		\$16,192
LSU A&M College (Baton Rouge)		685,283
LSU Health Sciences Center (New Orleans)		1,429,333
LSU Health Sciences Center (Shreveport)		466,062
Southeastern Louisiana University		38,537
University of New Orleans		183,101
<u>Through: Massachusetts General Hospital</u>		
<u>(#5 R01 GM071345-03)</u>		
LSU A&M College (Baton Rouge)		173,114
<u>Through: Regents of New Mexico State University</u>		
<u>(#GM08136-32S2)</u>		
LSU A&M College (Baton Rouge)		10,143
<u>Through: Suny Research Foundation - University at Albany</u>		
<u>(#R4GM65580A)</u>		
LSU A&M College (Baton Rouge)		(288)
<u>Through: University of Utah (#R01 GM059290)</u>		
LSU A&M College (Baton Rouge)		251,451
<u>Through: University of Wisconsin-Madison</u>		
<u>(#1 R01 GM067085-01)</u>		
LSU A&M College (Baton Rouge)		60,363
Child Health and Human Development Extramural Research	93.865	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		770,585
LSU Health Sciences Center (Shreveport)		111,644
Pennington Biomedical Research Center		1,085,643
Southern University at Shreveport-Bossier City		12,941
University of New Orleans		394,691
<u>Through: Ponce School of Medicine</u>		
LSU Health Sciences Center (New Orleans)		22,115
Aging Research	93.866	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		2,330,664
Pennington Biomedical Research Center		1,041,540
<u>Through: University of Georgia</u>		
LSU Health Sciences Center (New Orleans)		220,894

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Vision Research	93.867	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$225,054
LSU Health Sciences Center (New Orleans)		3,437,693
<u>Through: Johns Hopkins University</u>		
LSU Health Sciences Center (New Orleans)		255,535
<u>Through: Keramed Company</u>		
LSU Health Sciences Center (New Orleans)		11,153
Medical Library Assistance	93.879	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		119,735
<u>Through: Children's Hospital: The Research Institute for Children</u>		
<u>(#1 K22 LM008794-01 (LOG #3092) GM073617)</u>		
University of New Orleans		177,752
Grants for Training in Primary Care Medicine and Dentistry	93.884	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		350,470
Alcohol Research Center Grants	93.891	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		2,589,291
Rural Health Care Services Outreach and Rural Health Network Development Program	93.912	
<u>Direct Awards:</u>		
Louisiana Tech University		153,123
<u>Through: Area Health Education Center</u>		
<u>(Better Health)</u>		
Louisiana Tech University		108,503
<u>Through: Southeast Louisiana Area Health Education</u>		
<u>Center Foundation</u>		
Southeastern Louisiana University		20,096
<u>Through: Southeastern Louisiana Area Health</u>		
<u>Education Center Foundation, Inc.</u>		
LSU Health Sciences Center (New Orleans)		21,161

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups	93.943	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		(\$25,968)
<u>Through: Tulane University</u>		
LSU Health Sciences Center (New Orleans)		9,760
Trauma Care Systems Planning and Development	93.952	
<u>Through: University of Hawaii</u>		
LSU Health Sciences Center (Shreveport)		64,508
Preventive Health Services - Sexually Transmitted Diseases Research, Demonstrations, and Public Information and Education Grants	93.978	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		9,528
Albumin Acute Stroke Trial	93.RD.5-U01-NS040406	
<u>Through: University of Miami</u>		
LSU Health Sciences Center (Shreveport)		26
Animal Holding and Care of Animals . . . Intramural Research	93.RD.N02-NS-4-2358	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		533,637
Assessment of Thalidomide-Based TNF-Alpha Inhibitors	93.RD.263-MD-417896	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		766
Attenuation of Brucella Using Dominant Repair Mutans	93.RD.1 R21A1055964-01	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		45,684
Breeding/Housing/Maintenance of Rhesus in Support of AIDS Vaccines Development	93.RD.N01-AO-22751	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		768,936

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Cancer Information Services	93.RD.HHSN261200511006	
<u>Through: University of Kentucky</u>		
LSU Health Sciences Center (New Orleans)		\$47,251
Cancer Prevention and Control	93.RD.543785	
<u>Through: Tulane University</u>		
LSU Health Sciences Center (Shreveport)		49,446
Chimpanzee Hepatitis Vaccine Research	93.RD.HHSF223200510489P	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		78,850
Clinical Research Network for Treatment	93.RD.N268200536172C-01	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		56,524
Collaboration Agreement Genetic Polymorphism	93.RD.263.MD.216491.2	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		5,162
CT Scan Analysis for Patients Enrolled in Export Study	93.RD.Z633174	
<u>Through: Research Corporation of the University of Hawaii</u>		
Pennington Biomedical Research Center		1,088
Determine Genetic Susceptibility to Lung Cancer	93.RD.N01-HG-65404	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		159,609
Effects of Antipsychotic Medication Schizophrenia	93.RD.N01MH90001	
<u>Through: University of North Carolina at Chapel Hill</u>		
LSU Health Sciences Center (Shreveport)		50,731
Flood Risk Determination and Evaluation of Louisiana	93.RD.HHSP233200700141P	
Nursing Homes		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		32,240
Generic Polymorphism Superoxide Dismutase in Placenta	93.RD.263.MQ.306627	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		499

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Hexahydropyrrulo 3, Indole-Based Compounds	93.RD.263-MA-602288	
<u>Direct Awards:</u>		
LSU Health Sciences Center (Shreveport)		\$4,932
HIV Sensitivity Test of Antiviral Susceptibility	93.RD.Norion-1373	
<u>Through:</u> Norion Diagnostic Innovations, Inc		
LSU Health Sciences Center (New Orleans)		(3,130)
Hurricane Sheltering in Nursing Homes	93.RD.HHSP233200600988P	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		34,258
Identifying New Biomarkers for Breast Cancer	93.RD.BCTR0601144	
Using Antibody Microarray Staining		
<u>Through:</u> Susan G. Komen Breast Cancer Foundation		
LSU A&M College (Baton Rouge)		66,255
Immunology Research Design Support Services		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#3	50,104
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#11	58,323
Immunology Research Functional Support Services	93.RD.258-03-0001/TO#2	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		47,631
Leprosy Research Support and Maintenance of an Armadillo Colony	93.RD.258-03-0001/TO#6	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		54,378
Maintenance of a SPF Pigtail Breeding Colony	93.RD.No.1-AO-12747	
<u>Direct Awards:</u>		
University of Louisiana at Lafayette		1,183,352
Microbiology Research Design Support Services	93.RD.258-03-0001/TO#1	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		53,853

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Research and Development Cluster:</u> (Cont.)		
Microbiology Research Functional Support Services		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#9	\$49,674
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#10	37,376
Phase 3 Efficacy Trial of Azithromycin Ve Benzthine Pen		
<u>Through: University of North Carolina</u>		
LSU Health Sciences Center (New Orleans)	93.RD.UNC-CH5-35002	17,546
Project Director Oversight Continued		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#HSH258F6497	13,135
SEER Expansion Program		
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)	93.RD.N02NP15106	(3,955)
LSU Health Sciences Center (New Orleans)	93.RD.N01PC54402-01	1,750,500
Sexually Transmitted Infections Clinical		
<u>Through: University of Alabama</u>		
LSU Health Sciences Center (New Orleans)	93.RD.N01AI40073	25,865
Studies on HIV Infected Women and HIV Exposed Infants		
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)	93.RD.200-2005-M-14836	25,588
Tuberculosis Research Functional Support Services		
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)	93.RD.258-03-0001/TO#8	13,824
West Nile Virus - Protocol 211		
<u>Through: University of Alabama at Birmingham</u>		
LSU Health Sciences Center (Shreveport)	93.RD.N01AI30025	3,705
Total Research and Development Cluster		98,108,812

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONT.)		
<u>Student Financial Assistance Cluster:</u>		
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	
<u>Direct Awards:</u>		
Northwestern State University		\$380,765
Southeastern Louisiana University		33,530
Southern University and A&M College (Baton Rouge)		114,167
University of Louisiana at Lafayette		37,255
University of Louisiana at Monroe		249,567
Total Student Financial Assistance Cluster		815,284
Total U.S. Department of Health and Human Services		\$5,059,426,440
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE		
Retired and Senior Volunteer Program	94.002	
<u>Direct Awards:</u>		
University of Louisiana at Monroe		\$83,633
State Commissions	94.003	
<u>Direct Awards:</u>		
Office of the Lieutenant Governor		177,910
Learn and Serve America - School and Community-Based Programs	94.004	
<u>Direct Awards:</u>		
Department of Education		341,222
<u>Through: Institute for Global Education and Services</u>		
Southeastern Louisiana University		29,869
Total Learn and Serve America - School and Community-Based Programs		371,091
Learn and Serve America - Higher Education	94.005	
<u>Through: Louisiana Campus Compact</u>		
LSU A&M College (Baton Rouge)		3,359
<u>Through: Xavier University</u>		
Grambling State University		2,446
Total Learn and Serve America - Higher Education		5,805

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE (CONT.)		
AmeriCorps	94.006	
<u>Direct Awards:</u>		
Office of the Lieutenant Governor		\$5,615,256
Planning and Program Development Grants	94.007	
<u>Direct Awards:</u>		
Office of the Lieutenant Governor		164,220
Training and Technical Assistance	94.009	
<u>Direct Awards:</u>		
Office of the Lieutenant Governor		67,155
Volunteers in Service to America	94.013	
<u>Direct Awards:</u>		
Executive Department		1,615
Office of the Lieutenant Governor		1,588
Total Volunteers in Service to America		3,203
<u>Foster Grandparent/Senior Companion Cluster:</u>		
Foster Grandparent Program	94.011	
<u>Direct Awards:</u>		
Department of Health and Hospitals		277,095
Total Foster Grandparent/Senior Companion Cluster		277,095
Total Corporation for National and Community Service		\$6,765,368

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
SOCIAL SECURITY ADMINISTRATION		
Social Security - Work Incentives Planning and Assistance Program	96.008	
<u>Direct Awards:</u>		
Executive Department		\$65,527
LSU Health Sciences Center (New Orleans)		183,913
Total Social Security - Work Incentives Planning and Assistance Program		249,440
<u>Disability Insurance/SSI Cluster:</u>		
Social Security - Disability Insurance	96.001	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Youth Services		126,940
Department of Social Services		31,884,155
Supplemental Security Income	96.006	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Youth Services		389,605
Total Disability Insurance/SSI Cluster		32,400,700
<u>Research and Development Cluster:</u>		
Social Security - Research and Demonstration	96.007	
<u>Direct Awards:</u>		
LSU Health Sciences Center (New Orleans)		67,459
Total Research and Development Cluster		67,459
Total Social Security Administration		\$32,717,599
U.S. DEPARTMENT OF HOMELAND SECURITY		
Flood Mitigation Assistance	83.536	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		\$34,925
Hazard Mitigation Grants	83.548	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		4,868,894

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOMELAND SECURITY (CONT.)		
Pre-Disaster Mitigation	83.557	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		\$28,125
Pilot Demonstration or Earmarked Projects	97.001	
<u>Direct Awards:</u>		
LSU Agricultural Center		93,184
State and Local Homeland Security Training Program	97.005	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		7,717,750
Urban Areas Security Initiative	97.008	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		8,352,115
Department of Military Affairs		1,914,661
Urban Areas Security Initiative		10,266,776
Boating Safety Financial Assistance	97.012	
<u>Direct Awards:</u>		
Department of Wildlife and Fisheries		2,571,797
Community Assistance Program State Support Services Element (CAP-SSSE)	97.023	
<u>Direct Awards:</u>		
Department of Transportation and Development		245,147
Flood Mitigation Assistance	97.029	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		15,000
Department of Military Affairs		1,761
Total Flood Mitigation Assistance		16,761

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOMELAND SECURITY (CONT.)		
Crisis Counseling	97.032	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		\$7,150,358
Department of Military Affairs		880,894
Total Crisis Counseling		8,031,252
Disaster Unemployment Assistance	97.034	
<u>Direct Awards:</u>		
Department of Labor		2,665,752
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		1,109,311,216
Louisiana Universities Marine Consortium		(199,039)
Department of Military Affairs		81,844,474
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)		1,190,956,651
Hazard Mitigation Grants	97.039	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		6,428,411
Department of Military Affairs		159
Total Hazard Mitigation Grants		6,428,570
National Dam Safety Program	97.041	
<u>Direct Awards:</u>		
Department of Transportation and Development		33,508
Emergency Management Performance Grants	97.042	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		2,200,923
Department of Military Affairs		72,647
Total Emergency Management Performance Grants		2,273,570

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STATE OF LOUISIANA

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOMELAND SECURITY (CONT.)		
State Fire Training Systems Grants	97.043	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		\$28,283
Assistance to Firefighters Grant	97.044	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		797,893
Department of Public Safety and Corrections - Public Safety Services		62,790
Total Assistance to Firefighters Grant		860,683
Pre-Disaster Mitigation	97.047	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		124,775
Southern University and A&M College (Baton Rouge)		42,031
Total Pre-Disaster Mitigation		166,806
Emergency Operations Centers	97.052	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		109,795
Department of Military Affairs		13,410
Total Emergency Operations Centers		123,205
Competitive Training Grants	97.068	
<u>Through: University of Tennessee (#2005-GT-T5-K010)</u>		
LSU A&M College (Baton Rouge)		305,610
Buffer Zone Protection Program	97.078	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		2,418,808
Disaster Assistance Projects	97.088	
<u>Direct Awards:</u>		
Department of Health and Hospitals		17,445,444

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOMELAND SECURITY (CONT.)		
Campus Public Safety Response to WMD Incidents Course Management Support and Course Delivery <u>Through: International Association of Campus Law Enforcement (#2003-TG-TX-0001)</u> LSU A&M College (Baton Rouge)	97.20027	\$89,440
Development and Delivery of an Agricultural Vulnerability Assessment Course <u>Through: University of Tennessee (#2005-GT-T5-K007)</u> LSU A&M College (Baton Rouge)	97.007456-005	64,590
Emergency Response to Weapons of Mass Destruction <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	97.1999-MU-CX-K006	16,358,137
Immigration and Customs Enforcement <u>Direct Awards:</u> Department of Public Safety and Corrections - Public Safety Services	97.unknown	9,372
LSU Hurricane Katrina Clearinghouse <u>Direct Awards:</u> LSU A&M College (Baton Rouge)	97.HSFE06-06-P-2011	200,000
Sociology Extern - Anna Cutlip <u>Through: Ascension Parish Office of Homeland Security and Emergency Preparedness</u> LSU A&M College (Baton Rouge)	97.30843	16,526
Sociology Intern - Anna Cutlip <u>Through: Ascension Parish Office of Homeland Security and Emergency Preparedness</u> LSU A&M College (Baton Rouge)	97.30299	2,274
University and College Domestic Preparedness Assistance <u>Through: International Association of Campus Law Enforcement</u> LSU A&M College (Baton Rouge)	97.16448	3
Unmet Needs <u>Direct Awards:</u> Governor's Office of Homeland Security and Emergency Preparedness	83.2004-42-1246UN-9062-4101-D	1,827,832

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See accompanying Notes to the Schedule of Expenditures of Federal Awards.

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For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. DEPARTMENT OF HOMELAND SECURITY (CONT.)		
U.S. Secret Service - Louisiana Electronic and Financial Crimes Task Force	97.unknown	
<u>Direct Awards:</u>		
Department of Public Safety and Corrections - Public Safety Services		\$8,762
<u>Homeland Security Cluster:</u>		
State Homeland Security Program (SHSP)	97.004	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		2,245,574
Department of Military Affairs		1,031,768
Homeland Security Grant Program	97.004	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		11,778,450
Homeland Security Grant Program	97.067	
<u>Direct Awards:</u>		
Governor's Office of Homeland Security and Emergency Preparedness		19,205,090
Department of Military Affairs		4,852,838
Total Homeland Security Cluster		39,113,720
<u>Research and Development Cluster:</u>		
Pilot Demonstration or Earmarked Projects	97.001	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		44,677
University of New Orleans		401,153
Flood Mitigation Assistance	97.029	
<u>Direct Awards:</u>		
University of New Orleans		176,900
Electronically-Collimated Radiation Detector for Hand-Held and Area-Search Applications	97.RD.N66001-05-C-6024	
<u>Direct Awards:</u>		
LSU A&M College (Baton Rouge)		34,244
Total Research and Development Cluster		656,974
Total U.S. Department of Homeland Security		\$1,315,929,131

(Continued)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANASchedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	CFDA OR OTHER NUMBER	ACTIVITY
U.S. AGENCY FOR INTERNATIONAL DEVELOPMENT		
Cooperative Development Program (CDP) <u>Through: OCI International, Inc. (#EDH-A-00-03-0002)</u> Southern University and A&M College (Baton Rouge)	98.002	\$2,016
Higher Education for Development <u>Through: American Council on Education</u> University of Louisiana at Lafayette	98.AEG-A-00-05-00007-00	22,194
Meat, Seafood and Poultry Expansion into Southern Africa Program <u>Direct Awards:</u> LSU Agricultural Center	98.690-A-00-04-00249-00	378,731
Partnerships for Food Industry Development <u>Direct Awards:</u> LSU Agricultural Center	98.PCE-A-00-01-00012-00	437,064
Total U.S. Agency for International Development		\$840,005
TOTAL EXPENDITURES OF FEDERAL AWARDS EXCLUDING LOANS		\$13,314,538,942
LOAN ACTIVITY		
Federal Family Education Loans	84.032	\$1,927,569,765
Perkins Loan Cancellations	84.037	1,126,567
College Housing and Academic Facilities Loans	84.142	291,000
<u>Student Financial Assistance Cluster:</u>		
Federal Family Education Loans	84.032	477,275,763
Federal Perkins Loan Program - Federal Capital Contributions	84.038	50,793,383
Federal Direct Student Loans	84.268	115,283
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	93.342	6,150,619
Nursing Student Loans	93.364	1,670,242
Total Student Financial Assistance Cluster		536,005,290
Total Loan Activity		\$2,464,992,622
TOTAL EXPENDITURES OF FEDERAL AWARDS INCLUDING LOANS		\$15,779,531,564

(Concluded)

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

STATE OF LOUISIANA**Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007****A. PURPOSE OF THE SCHEDULE**

Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, requires the State of Louisiana to prepare a schedule of expenditures of federal awards for the period covered by the state's financial statements. The schedule is required to include total federal awards expended for each federal program, the program name, and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number for each program when the CFDA number is not available. To comply with this requirement, the Office of Statewide Reporting and Accounting Policy within the Division of Administration requires each state agency, hospital, and university to prepare a schedule of expenditures of federal awards. These individual schedules are combined and reported in the accompanying Schedule of Expenditures of Federal Awards (SEFA) for the State of Louisiana.

B. REPORTING ENTITY

The SEFA includes all federal financial assistance received from federal agencies or pass-through entities that was expended or issued by the State of Louisiana during the year ended June 30, 2007. Pass-through entities include other states, local governments, or nonprofit organizations that provided federal financial assistance to the state.

C. BASIS OF ACCOUNTING

The Integrated Statewide Information Systems of the State of Louisiana currently do not have the capacity to provide expenditures of awards for each federal program in accordance with accounting principles generally accepted in the United States of America. Therefore, except as explained in the following paragraphs, expenditures of federal awards presented in the SEFA represent cash disbursements of the individual programs. Consequently, certain expenditures (activity) are recognized when paid rather than when obligations are incurred. Accordingly, the information presented in the SEFA is not intended to present federal program expenditures in conformity with accounting principles generally accepted in the United States of America.

Indirect Costs - Certain costs, such as those associated with budgeting, accounting, personnel administration, et cetera, benefit more than one program but are not readily assignable to the programs receiving the benefits. Some agencies, hospitals, and universities apply a federally approved indirect cost rate to direct program costs to recover a portion of these indirect costs from federal grants or contracts. Indirect costs charged to federal grants and contracts by means of approved indirect cost rates are recognized as disbursements or expenditures in the SEFA.

Public Institutions of Higher Education - Except as explained in the following paragraph, the expenditures of federal awards for the public institutions of higher education are presented on the full accrual basis of accounting. Consequently, expenditures are recognized when the related liability is incurred.

STATE OF LOUISIANA**Notes to the Schedule of Expenditures of Federal Awards
(Continued)**

Fixed Price Contracts - These contracts provide that a specified amount of funds will be paid upon delivery of a product, generally, a report on the results of a research study. As a result, the amount of federal awards that may be expended under fixed price contracts is limited to the amount of funds received from the contracts, regardless of the amount of costs incurred to perform the contracts or the period in which those costs were incurred. Therefore, the information presented in the SEFA for fixed price contracts represents federal funds received on the cash basis of accounting. Consequently, expenditures (activity) are recognized in the amount of the federal funds received rather than in the amount of the obligation.

Donations - Activity of the Donation of Federal Surplus Personal Property Program (CFDA 39.003) is reported in the SEFA at fair market value, which has been defined as 23.3% of the acquisition cost provided by the federal government when the property is received by the State of Louisiana.

Food Stamp Program - Expenditures of the Food Stamp Program (CFDA 10.551) are reported in the SEFA at the amount of food stamp benefits expended for food purchases by recipients that obtain their benefits through electronic benefit transfer.

Issues of the commodities programs (CFDA 10.550, 10.565, 10.569) are reported in the SEFA at the federally assigned value of the commodities when they are issued to state agencies, hospitals, and universities. Issues of chemicals and supplies for the state's Boll Weevil Eradication Program (Plant and Animal Disease, Pest Control, and Animal Care - CFDA 10.025) are reported in the SEFA at cost.

**D. TRANSFERS OF FEDERAL FUNDS AMONG STATE
AGENCIES, HOSPITALS, AND UNIVERSITIES**

The SEFA presents expenditures (activity) of federal awards for the state agencies, including hospitals and universities that initially received the federal assistance. In some instances, assistance received by one agency is transferred to a subrecipient state agency, hospital, or university to be expended for the original program or when allowed by other federal programs. In those instances, the expenditures (activity) of federal awards are reflected for the agency that initially received the assistance from a federal, local, or other state government.

**E. LOANS, LOAN GUARANTEES OUTSTANDING,
AND NON-CASH ASSISTANCE**

The SEFA and related notes include certain loans, loan guarantees outstanding, and non-cash assistance as presented in the following schedule.

STATE OF LOUISIANA**Notes to the Schedule of Expenditures of Federal Awards**
(Continued)

CFDA Number	Loans and Loan Guarantees	Loans Disbursed During Year Ended June 30, 2007	Loans and Loan Guarantees Outstanding June 30, 2007
84.032	Federal Family Education Loans (note F)	\$477,275,763	\$1,874,402,041 (a)
84.038	Federal Perkins Loan Program - Federal Capital Contributions (note K)	12,591,443	55,915,972
84.268	Federal Direct Student Loans (note G)	115,283	
93.342	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students (note J)	1,118,770	5,952,170
93.364	Nursing Student Loans (note J)	309,790	1,659,583
Other Non-Cash Assistance			
10.025	Plant and Animal Disease, Pest Control, and Animal Care	1,328,779	
10.550	Food Donation	16,661,225	
10.565	Commodity Supplemental Food Program	15,061,686	
10.569	Emergency Food Assistance Program (Food Commodities)	5,310,387	
39.003	Donation of Federal Surplus Personal Property	2,238,028	
Total		\$532,011,154	\$1,937,929,766

(a) As of June 30, 2007, the original principal on outstanding loan guarantees under the Federal Family Education Loans Program, which are guaranteed by the Office of Student Financial Assistance, amounted to \$1,874,402,041 (note F).

F. FEDERAL FAMILY EDUCATION LOANS

Public institutions of higher education administer loans under the Federal Family Education Loans (FFEL) Program (CFDA 84.032). The objective of this program is to encourage lenders such as banks, credit unions, savings and loan associations, pension funds, insurance companies, and schools to make loans to vocational, undergraduate, and graduate students enrolled at eligible postsecondary institutions to help pay for educational expenses. The loans are insured by a state or private nonprofit guaranty agency and reinsured by the federal government. OMB considers this loan program a part of the Student Financial Assistance (SFA) cluster of programs when it is administered by public institutions of higher education as presented in Part 5 of the OMB Circular A-133, *Compliance Supplement*. The *Compliance Supplement* states, however, that the FFEL Program at the guaranty agencies is not considered a part of the SFA cluster.

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)

The Office of Student Financial Assistance (OSFA) is a guaranty agency that is a component unit of the State of Louisiana. OSFA guarantees 100% of the loans it makes to students under the FFEL Program. The federal government reimburses OSFA a percentage of the defaulted claims payments to lenders on certain defaulted loans, and when defaulted loans are collected, OSFA returns a percentage of the amount collected to the federal government. During the year ended June 30, 2007, OSFA paid lending institutions \$29,265,988 for defaulted student loans, and the average federal participation in these default payments was 97.705%. New loans and consolidations of existing loans to students during the year ended June 30, 2007, which are guaranteed by OSFA, amounted to \$425,221,145. Only new loans made by universities are included as part of the SFA cluster. As of June 30, 2007, the original principal on outstanding loan guarantees under the FFEL Program, which are guaranteed by OSFA, amounted to \$1,874,402,041.

The amounts of loans disbursed by public institutions of higher education during the year under the FFEL Program are presented in the following schedule. These loans are insured by the state or private nonprofit guaranty agencies and are reinsured by the federal government. These loans are considered activity of the SFA cluster of programs.

<u>Hospital/University</u>	<u>Loans Disbursed During Year Ended June 30, 2007</u>
Bossier Parish Community College	\$7,909,098
Delgado Community College	18,027,931
Grambling State University	31,029,855
LSU A&M College (Baton Rouge)	79,918,183
LSU at Alexandria	8,419,647
LSU at Eunice	4,536,300
LSU in Shreveport	11,250,571
LSU Health Sciences Center (New Orleans)	31,051,237
LSU Health Sciences Center (Shreveport)	13,714,937
Louisiana Tech University	20,937,885
McNeese State University	18,436,780
Nicholls State University	893,416
Northwestern State University	30,998,002
River Parishes Community College	1,421,642
Southeastern Louisiana University	35,760,389
Southern University and A&M College (Baton Rouge)	65,764,264
Southern University at New Orleans	8,940,305
Southern University at Shreveport-Bossier City	4,197,792
University of Louisiana at Lafayette	28,491,112
University of Louisiana at Monroe	27,184,409
University of New Orleans	28,392,008
Total	<u>\$477,275,763</u>

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)**G. FEDERAL DIRECT STUDENT LOANS**

The federal government provides loan capital directly to vocational, undergraduate, and graduate students and their parents under the Federal Direct Student Loans Program (CFDA 84.268). During the year ended June 30, 2007, loans totaling \$115,283 were made to students at Nunez Community College.

H. UNEMPLOYMENT INSURANCE PROGRAM

The Unemployment Insurance Program (CFDA 17.225) is administered through a unique federal-state partnership that was founded upon federal law but implemented through state law. For the purposes of presenting the expenditures of this program in the SEFA, both state and federal funds have been considered federal awards expended. The breakdown of the state and federal portions of the total program expenditures for fiscal year ended June 30, 2007, is presented in the following schedule.

State Portion (Benefits Paid)	\$184,589,807
Federal Portion (Administrative Costs)	<u>30,900,371</u>
Total	<u><u>\$215,490,178</u></u>

I. PETROLEUM VIOLATION ESCROW FUNDS

Petroleum Violation Escrow Funds are monies that were provided to the state by the U.S. Department of Energy (DOE). These distributions were the result of legislative, administrative, and judicial actions involving violations of DOE's price and allocation controls in effect from August 1973 through January 1981. These controls applied to the allocation and pricing of crude oil and refined petroleum products. The funds include Warner Amendment funds, Office of Hearings and Appeals (OHA) funds, Exxon funds, and Multi-District Litigation (M.D.L.) Number 378 "Stripper Well" funds and are sometimes referred to as Federal Energy Settlement funds. Court orders and consent decrees relative to the lawsuits that resulted in these distributions imposed restrictions on the way the state can administer and use these monies.

J. NURSING STUDENT LOANS AND HEALTH PROFESSIONS STUDENT LOANS, INCLUDING PRIMARY CARE LOANS/LOANS FOR DISADVANTAGED STUDENTS

Public institutions of higher education receive federal capital contributions under the Nursing Student Loans Program (CFDA 93.364) and the Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students Program (CFDA 93.342) to make low-interest loans to eligible students to assist them in meeting their educational needs. The amount of new loans made during the year and the outstanding balances of loans made under these programs as of June 30, 2007, are presented in the following schedule.

STATE OF LOUISIANA**Notes to the Schedule of Expenditures of Federal Awards**
(Continued)

<u>Hospital/University</u>	<u>Nursing Student Loans</u>		<u>Health Professions Student Loans</u>	
	<u>Loans Made</u> <u>During the</u> <u>Year Ended</u> <u>June 30,</u> <u>2007</u>	<u>Outstanding</u> <u>Balance</u> <u>June 30,</u> <u>2007</u>	<u>Loans Made</u> <u>During the</u> <u>Year Ended</u> <u>June 30,</u> <u>2007</u>	<u>Outstanding</u> <u>Balance</u> <u>June 30,</u> <u>2007</u>
Grambling State University		\$108,191		
LSU at Eunice		5,352		
LSU Health Sciences Center (New Orleans)	\$309,790	1,422,325	\$736,733	\$4,443,741
LSU Health Sciences Center (Shreveport)				29,025
McNeese State University		4,471		
Southeastern Louisiana University		19,401		
University of Louisiana at Lafayette		72,923		
University of Louisiana at Monroe		26,920	382,037	1,479,404
Total	<u>\$309,790</u>	<u>\$1,659,583</u>	<u>\$1,118,770</u>	<u>\$5,952,170</u>

**K. FEDERAL PERKINS LOAN PROGRAM -
FEDERAL CAPITAL CONTRIBUTIONS**

Public institutions of higher education receive federal capital contributions under the Federal Perkins Loan Program - Federal Capital Contributions (CFDA 84.038) to make low-interest loans to eligible students to assist them in meeting their educational needs. The amount of new loans made during the year and the outstanding balances of loans made under this program as of June 30, 2007, are presented in the following schedule.

<u>Hospital/University</u>	<u>Perkins Loans</u>	
	<u>Loans Made</u> <u>During the</u> <u>Year Ended</u> <u>June 30,</u> <u>2007</u>	<u>Outstanding</u> <u>Balance</u> <u>June 30,</u> <u>2007</u>
Delgado Community College		\$8,375
LSU A&M College (Baton Rouge)	\$4,630,911	14,458,686
LSU at Eunice	102,308	565,020
LSU Health Sciences Center (New Orleans)	881,359	3,184,258
LSU Health Sciences Center (Shreveport)	272,000	1,837,195
Louisiana Tech University	1,819,330	7,406,600
McNeese State University	523,503	2,968,082
Nicholls State University		15,924
Northwestern State University	503,760	2,432,310
Southeastern Louisiana University	595,482	2,352,833
Southern University and A&M College (Baton Rouge)		1,676,002

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)

	Perkins Loans	
	Loans Made During the Year Ended June 30, 2007	Outstanding Balance June 30, 2007
<u>Hospital/University (Cont.)</u>		
Southern University at Shreveport-Bossier City		\$460,128
University of Louisiana at Lafayette	\$1,281,673	9,680,995
University of Louisiana at Monroe	605,053	3,894,752
University of New Orleans	1,376,064	4,974,812
Total	<u>\$12,591,443</u>	<u>\$55,915,972</u>

L. FEDERAL PERKINS LOAN CANCELLATIONS

Students who received National Defense or Perkins Loans may have a portion or all of their loan balance canceled if they meet certain military or teacher service requirements. Under the Federal Perkins Loan Cancellations Program (CFDA 84.037), the federal government restores the total amount of canceled principal and interest to the universities' loan funds. The amounts canceled under this program during the year ended June 30, 2007, are presented in the following schedule.

<u>Hospital/University</u>	<u>Principal and Interest Canceled</u>
LSU A&M College (Baton Rouge)	\$117,302
LSU at Eunice	5,091
LSU Health Sciences Center (New Orleans)	102,356
LSU Health Sciences Center (Shreveport)	4,800
Louisiana Tech University	178,131
McNeese State University	126,502
Nicholls State University	1,321
Northwestern State University	76,017
Southeastern Louisiana University	29,526
University of Louisiana at Lafayette	308,383
University of Louisiana at Monroe	169,303
University of New Orleans	7,835
Total	<u>\$1,126,567</u>

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)**M. DEPARTMENT OF EDUCATION - HOUSING
ACT OF 1950 "TITLE IV" LOAN**

The University of Louisiana System Board of Supervisors has a loan agreement, on behalf of Grambling State University, with the U.S. Secretary of Education for \$3,500,000. These funds are to be used for financing the construction of four new dormitories pursuant to Title IV of the Housing Act of 1950. The loan shall bear interest at the rate of 3% per annum on the unpaid balance. The principal and interest shall be payable in semiannual installments of \$88,877 over a term of 30 years. The payments are to commence at the point any of the new dormitories become revenue-producing. As of June 30, 2007, the outstanding loan balance was \$2,300,043. Principal and interest payments totaling \$119,337 were made during the year.

**N. SPECIAL SUPPLEMENTAL NUTRITION
PROGRAM FOR WOMEN, INFANTS,
AND CHILDREN (WIC PROGRAM)**

During the fiscal year ended June 30, 2007, the Louisiana Office of Public Health received cash rebates from infant formula manufacturers in the amount of \$36,426,954 from sales of formula to participants in the WIC Program (CFDA 10.557). Rebate contracts with infant formula manufacturers are authorized by 7 CFR 246.16(m) as a cost containment measure. Rebates represent a reduction of expenditures previously incurred for WIC food benefit costs. Dividing the rebates received by the net average food package cost per participant results in 845,926 more participants served as a result of the rebate collections. In the absence of a rebate contract, the average food package cost would increase and available federal funding would support 543,048 less participants than were actually served during the fiscal year.

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)**O. MAJOR FEDERAL AWARD PROGRAMS**

The State of Louisiana's major federal award programs for the year ended June 30, 2007, were determined using the criteria established by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. OMB Circular A-133 requires major programs to be determined using a risk-based approach. The amount of federal awards expended was determined using actual federal program activity as described in note C (page A-149) and the outstanding loan balances for certain loan programs as of and for the year ended June 30, 2006. The state's Type A federal award programs for the year ended June 30, 2007, were all federally assisted programs for which program activity and the federal government's risk in the outstanding loan balances as of June 30, 2006, was equal to or greater than \$30,000,000.

A total of 31 Type A programs/clusters were identified. Auditors designated one Type A program/cluster as low-risk, which was not audited as major during the 2007 fiscal year. The one Type A program/cluster identified as low-risk was:

Disability Insurance/SSI Cluster:

96.001 - Social Security Disability Insurance

96.006 - Supplemental Security Income

OMB Circular A-133, Section 520 describes two options for identifying high-risk Type B programs/clusters to audit as major. Option 2 allows identification of high-risk Type B programs/clusters by selecting one high-risk Type B program/cluster for each low-risk Type A program/cluster identified. Because one Type A program/cluster was assessed as low-risk for the 2007 fiscal year, one high-risk Type B program/cluster was identified and audited as major. The one high-risk Type B program/cluster audited as major during the 2007 fiscal year was:

Aging Cluster:93.044 - Special Programs for the Aging, Title III, Part B, Grants for
Supportive Services and Senior Centers

93.045 - Special Programs for the Aging, Title III, Part C, Nutrition Services

93.053 - Nutrition Services Incentive Program

The major programs cumulatively account for approximately 95% of the state's expenditures/issues/loans of federal award programs for the year ended June 30, 2007. The major programs and total federal awards expended per program as presented in the accompanying SEFA and notes are as follows:

CFDA Number	Program Name	Programs Included in Cluster	Total Activity	Amounts Provided to Subrecipients
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children		\$89,748,023	\$1,972,341
10.558	Child and Adult Care Food Program		52,208,640	51,504,057
12.400	Military Construction, National Guard		100,602,677	

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Continued)

CFDA Number	Program Name	Programs Included in Cluster	Total Activity	Amounts Provided to Subrecipients
12.401	National Guard Military Operations and Maintenance (O&M) Projects		\$50,206,990	
14.228	Community Development Block Grants/State's Program		2,882,057,310	\$84,285,694
16.738	Edward Byrne Memorial Justice Assistance Grant Program		30,574,229	
17.225	Unemployment Insurance		215,490,178	
84.010	Title 1 Grants to Local Educational Agencies		241,773,110	236,062,539
84.032	<u>Federal Family Education Loans (Guaranty Agency):</u>			
	Administrative Expenditures		22,231,082	
	Loan Activity		1,927,569,765	
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States		57,272,285	
84.367	Improving Teacher Quality State Grants		55,467,629	52,858,294
84.938	Hurricane Education Recovery		374,439,999	268,143,656
93.558	Temporary Assistance for Needy Families		148,940,111	65,045,025
93.563	Child Support Enforcement		39,502,382	11,403,960
93.658	Foster Care - Title IV-E		47,444,959	890,993
93.667	Social Services Block Grant		146,244,553	21,351,539
93.767	State Children's Insurance Program		113,340,020	
93.779	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations		101,868,061	15,000
93.959	Block Grants for Prevention and Treatment of Substance Abuse		32,051,681	10,763,415
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)		1,190,956,651	843,423,098
	<u>Food Stamp Cluster:</u>			
10.551	Food Stamps	\$738,874,069		
10.561	State Administrative Matching Grants for Food Stamp Program	47,496,142	786,370,211	1,166,431
	<u>Child Nutrition Cluster:</u>			
10.553	School Breakfast Program	49,075,637		48,178,741
10.555	National School Lunch Program	153,936,603		151,733,785
10.556	Special Milk Program for Children	31,087		23,655
10.559	Summer Food Service Program for Children	5,403,960	208,447,287	4,990,381
	<u>WIA Cluster:</u>			
17.258	WIA Adult Program	18,904,798		13,307,964
17.259	WIA Youth Activities	14,246,658		14,152,077
17.260	WIA Dislocated Workers	56,142,946	89,294,402	46,649,027

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Continued)

CFDA Number	Program Name	Programs Included in Cluster	Total Activity	Amounts Provided to Subrecipients
	<u>Highway Planning and Construction Cluster:</u>			
20.205	Highway Planning and Construction	\$660,053,241	\$660,053,241	\$3,071,303
	<u>Student Financial Assistance Cluster:</u>			
84.007	Federal Supplemental Educational Opportunity Grants	12,702,599		
84.032	<u>Federal Family Education Loans:</u>			
	Loan Activity	477,275,763		
84.033	Federal Work-Study Program	7,910,301		
84.038	<u>Federal Perkins Loan Program -</u>			
	<u>Federal Capital Contributions:</u>			
	Administrative Expenditures	112,406		
	Loan Activity	50,793,383		
84.063	Federal Pell Grant Program	175,359,418		
84.268	<u>Federal Direct Student Loan:</u>			
	Loans Disbursed	115,283		
84.375	Academic Competitiveness Grant	3,692,998		
84.376	National Science and Mathematics Access to Retain Talent Grant	2,376,080		
93.342	<u>Health Professions Student Loans, Including Primary Care</u>			
	<u>Loans/Loans for Disadvantaged Students:</u>			
	Loan Activity	6,150,619		
93.364	<u>Nursing Student Loans:</u>			
	Loan Activity	1,670,242		
93.925	Scholarships for Health Professions Students from Disadvantaged Backgrounds	815,284	738,974,376	
	<u>Special Education Cluster:</u>			
84.027	Special Education - Grants to States	162,602,968		150,772,373
84.173	Special Education - Preschool Grants	5,687,262	168,290,230	4,829,719
	<u>Aging Cluster:</u>			
93.044	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	5,015,192		4,600,204
93.045	Special Programs for the Aging - Title III, Part C - Nutrition Services	7,523,432		7,523,429
93.053	Nutrition Services Incentive Program	2,411,211	14,949,835	2,411,211
	<u>CCDF (Child Care) Cluster:</u>			
93.575	Child Care and Development Block Grant	57,561,839		2,094,643
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund	61,418,567	118,980,406	

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Continued)

CFDA Number	Program Name	Programs Included in Cluster	Total Activity	Amounts Provided to Subrecipients
<u>Medicaid Cluster:</u>				
93.775	State Medicaid Fraud Control Units	\$2,675,824		
93.776	Hurricane Katrina Relief Program	348,862,750		
93.777	State Survey and Certification of Health Care Providers and Suppliers	10,087,067		
93.778	Medical Assistance Program	3,648,595,611	\$4,010,221,252	
<u>Homeland Security Cluster:</u>				
97.004	State Domestic Preparedness Equipment Support Program	15,055,792		\$764,059
97.067	Homeland Security Grant Program	24,057,928	39,113,720	27,681,138
<u>Research and Development Cluster:</u>				
	U.S. Department of Agriculture	8,487,887		29,932
	U.S. Department of Commerce	7,567,273		86,148
	U.S. Department of Defense	14,260,193		2,584,577
	U.S. Department of Housing and Urban Development	9,150		47,795
	U.S. Department of the Interior	4,370,863		145,983
	U.S. Department of Justice	544		
	U.S. Department of Transportation	153,670		
	General Services Administration	92,536		
	National Aeronautics and Space Administration	4,042,641		201,207
	Institute of Museum and Library Services	18,472		
	National Science Foundation	23,559,448		586,913
	Small Business Administration	990,652		12,781
	Environmental Protection Agency	2,330,431		731,678
	U.S. Department of Energy	5,455,494		1,025,065
	U.S. Department of Education	3,832,356		325,551
	U.S. Department of Health and Human Services	98,108,812		6,592,460
	Social Security Administration	67,459		48,581
	U.S. Department of Homeland Security	656,974	174,004,855	306,798
Total Expenditures (Activity) of Major Programs			\$14,928,690,150	\$2,144,395,220

STATE OF LOUISIANANotes to the Schedule of Expenditures of Federal Awards
(Continued)**P. COMPONENT UNITS AUDITED BY
OTHER EXTERNAL AUDITORS**

Other external auditors audited certain entities included in the State of Louisiana's *Comprehensive Annual Financial Report* for the year ended June 30, 2007. To obtain the latest audit report of a particular entity, you may contact that agency using the following list of addresses:

Amite River Basin Drainage and
Water Conservation District
3535 S. Sherwood Forest, Suite 135
Baton Rouge, LA 70816-2255

Fifth Louisiana Levee District
102 Burnside Drive
Tallulah, LA 71282

Atchafalaya Basin Levee District
Post Office Box 170
Port Allen, LA 70767-0170

Foundation for Excellence in
Louisiana Public Broadcasting
7733 Perkins Road
Baton Rouge, LA 70810-1199

Bossier Parish Levee District
Post Office Box 8279
Bossier City, LA 71113

* Greater Baton Rouge Port Commission
Post Office Box 380
Port Allen, LA 70767-0380

Caddo Levee District
Post Office Box 78282
Shreveport, LA 71137-8282

Greater New Orleans Expressway
Commission
Post Office Box 7656
Metairie, LA 70010

Custodian of Notarial Records for
Orleans Parish
1340 Poydras St., Suite 360
New Orleans, LA 70112

House of Representatives
Post Office Box 94062
Baton Rouge, LA 70804

East Jefferson Levee District
203 Plauche Court
Harahan, LA 70123

* Jefferson Parish Human Services Authority
3300 West Esplanade Avenue, Suite 213
Metairie, LA 70002

* = Single Audit

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Continued)

Lafourche Basin Levee District Post Office Box 670 Vacherie, LA 70090	* Louisiana Housing Finance Agency 2415 Quail Drive Baton Rouge, LA 70808
* Lake Borgne Basin Levee District Post Office Box 216 Violet, LA 70092	Louisiana Legislative Auditor Post Office Box 94397 1600 North Third Street Baton Rouge, LA 70804-9397
Legislative Budgetary Control Council Post Office Box 44305 Baton Rouge, LA 70804	Louisiana Naval War Memorial Commission 305 South River Road Baton Rouge, LA 70802
Legislative Fiscal Office Post Office Box 44097 Baton Rouge, LA 70804	Louisiana Professional Engineering and Land Surveying Board 9643 Brookline Avenue, Suite 121 Baton Rouge, LA 70809
Louisiana Beef Industry Council 4921 I-10 Frontage Road Port Allen, LA 70767	Louisiana Public Employees Deferred Compensation Plan 2237 S. Acadian Thruway, Suite 702 Baton Rouge, LA 70808
Louisiana Cancer Research Center 1615 Poydras St., Suite 1000 New Orleans, LA 70112	Louisiana Public Facilities Authority 2237 South Acadian Thruway, Suite 650 Baton Rouge, LA 70808
Louisiana Economic Development Corporation Post Office Box 94185 Baton Rouge, LA 70804-9185	Louisiana Real Estate Appraisers Board Post Office Box 14785 Baton Rouge, LA 70898
* Louisiana Educational Television Authority 7733 Perkins Road Baton Rouge, LA 70810-1199	Louisiana Real Estate Commission Post Office Box 14785 Baton Rouge, LA 70898

* = Single Audit

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Continued)

Louisiana Recreational and Used Motor
Vehicle Commission
3132 Valley Creek Drive
Baton Rouge, LA 70808

Louisiana State Board of Architectural
Examiners
9625 Fenway Avenue, Suite B
Baton Rouge, LA 70809

Louisiana Relay Administration Board
Post Office Box 91154
Baton Rouge, LA 70821-9154

Louisiana State Board of Dentistry
365 Canal Street, Suite 2680
New Orleans, LA 70130-1112

Louisiana Retirement Systems Building
Management Partnership
Post Office Box 44213
Baton Rouge, LA 70804

Louisiana State Board of Embalmers and
Funeral Directors
Post Office Box 8757
Metairie, LA 70011

Louisiana Rice Promotion Board
Post Office Box 505
Crowley, LA 70527

Louisiana State Board of Medical
Examiners
Post Office Box 30250
New Orleans, LA 70190-0250

Louisiana Rice Research Board
1373 Caffey Road
Rayne, LA 70578

Louisiana State Board of Nursing
5207 Essen Lane, Suite 6
Baton Rouge, LA 70809

Louisiana School Employees' Retirement
System
Post Office Box 44516
Baton Rouge, LA 70804-4516

* Louisiana State Board of Pharmacy
5615 Corporate Boulevard, Suite 8E
Baton Rouge, LA 70808

Louisiana Senate
Post Office Box 94183
Baton Rouge, LA 70804

Louisiana State Board of Practical Nurse
Examiners
3421 North Causeway Boulevard, Suite 505
Metairie, LA 70002

Louisiana Soybean and Grain
Research and Promotion Board
Post Office Box 95004
Baton Rouge, LA 70890

Louisiana State Board of Private Security
Examiners
15703 Old Hammond Highway
Baton Rouge, LA 70816

* = Single Audit

STATE OF LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
(Concluded)

Louisiana State Employees' Retirement
System
Post Office Box 44213
Baton Rouge, LA 70804-4213

Red River, Atchafalaya and Bayou Boeuf
Levee District
Post Office Box 8235
Alexandria, LA 71306

Louisiana State Law Institute
LSU Law Center, Room 382
Baton Rouge, LA 70803

Sabine River Authority
15091 Texas Highway
Many, LA 71449

Louisiana State Police Pension and
Retirement System
3100 Brentwood Drive, Suite B
Baton Rouge, LA 70809-1752

South Lafourche Levee District
Post Office Box 426
Galliano, LA 70354

Louisiana Tax Free Shopping
Commission
Post Office Box 20125
New Orleans, LA 70141

State Plumbing Board
12497 Airline Highway
Baton Rouge, LA 70817

Millennium Port Authority
Post Office Box 60046
1350 Port of New Orleans Place
New Orleans, LA 70160

Teachers' Retirement System of Louisiana
Post Office Box 94123
Baton Rouge, LA 70804-9123

North Lafourche Conservation, Levee
and Drainage District
Post Office Drawer 230
Raceland, LA 70394

Tensas Basin Levee District
Post Office Box 68
Rayville, LA 71269

* Orleans Levee District
6920 Franklin Avenue
New Orleans, LA 70122

West Jefferson Levee District
7001 River Road
Marrero, LA 70072

Pontchartrain Levee District
Post Office Box 426
Lutcher, LA 70071

Appendix B

Management's Corrective Action Plans and Responses to the Findings and Recommendations

STATE OF LOUISIANA
Management's Corrective Action Plans and
Responses to the Findings and Recommendations

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STATE OF LOUISIANA
Management's Corrective Action Plans and
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Office of the Chancellor



225.216.8402
fax 225.216.8100
www.mybr.com

5310 Florida Boulevard • Baton Rouge, Louisiana 70806

February 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P.O. Box 94397
Baton Rouge, Louisiana 70804-9397

Dr. Mr. Theriot:

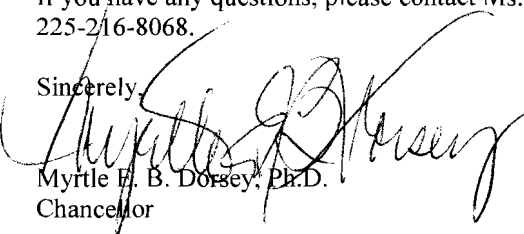
This letter is in response to the finding of Inadequate Control Over Federal Work Study Program. The management of the college places strong emphasis on the management of the funds for the Federal Work Study Program. The staff responsible for the oversight of this program is fully aware of the guidelines and procedures and will insure that this incident does not reoccur. Actions taken:

- the college obtained a six year Title III waiver that eliminates the requirement for matching funds,
- questioned cost has been returned to the grantor, and
- the Financial Institution Shared Assessments Program (FISAP) has been updated.

The vice chancellor for administration and finance, vice chancellor for student affairs, director for accounting and director for financial aid, are responsible for ensuring that the guidelines and procedures are followed.

If you have any questions, please contact Ms. Maxine Rogers, Vice Chancellor for Administration and Finance at 225-216-8068.

Sincerely,


Myrtle E. B. Dorsey, Ph.D.
Chancellor

Cc: Dr. Joe D. May, President, Louisiana Community and Technical College
Mr. Allen Brown, Director, Internal Audit
Ms. Maxine Rogers, Vice Chancellor for Administration and Finance
Dr. Steven Hilterbran, Vice Chancellor for Student Services

Office of the Chancellor



225.216.8402
fax 225.216.8100
www.mybr.com

5310 Florida Boulevard • Baton Rouge, Louisiana 70806

Amended March 14, 2008

February 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P.O. Box 94397
Baton Rouge, Louisiana 70804-9397

Dr. Mr. Theriot:

This letter is in response to our conversation during the exit interview on March 14, 2008 regarding the finding of Inadequate Control Over Pell Grant. This is an amendment to the response dated February 7, 2008 to include that Baton Rouge Community College (BRCC) conducts 100% verification of financial aid applicants. The Department of Education requires that institutions verify 30% of financial aid applications on students receiving financial aid awards. Baton Rouge Community College (BRCC) implemented a 100% verification policy at the beginning of the Pell grant program in 2003. This policy ensures that we are in compliance with federal regulations and that we have a more solid program. The management of the college continues to emphasize the importance of accurate recordkeeping and reporting. The faculty members receive class rosters the 1st, 2nd and 3rd weeks of classes (fall/spring). The rosters are used to report attendance, determine the status of a student, and to verify if the student is in the correct course. The college has made significant changes in processes and personnel to insure the efficiency of the Financial Aid Department. The audits have identified areas that needed improvement and the college has responded by:

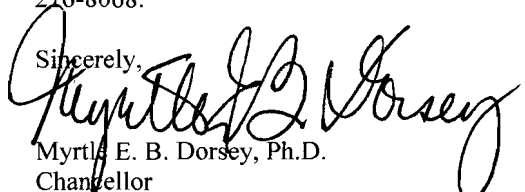
- increasing the financial aid department staff,
- requiring that faculty accurately report attendance,
- programming the electronic system to require "last date of attendance" for students earning a grade of "F",
- modifying the add/drop and/withdrawal form over a year ago, to clearly identify transaction dates.

Incorporating these methods and processes has been effective in reducing the number of occurrences on disbursement of \$4,401,660 during fiscal year 2006-07. The management of the college understands how important ongoing monitoring of corrective actions is to insuring timely reporting and accurate recordkeeping.

The vice chancellor for student affairs and the director of financial aid are responsible for ensuring that guidelines, procedures, and monitoring are in place and continue to improve.

If you have any questions, please contact Ms. Maxine Rogers, Vice Chancellor for Administration and Finance at 225-216-8068.

Sincerely,


Myrtle E. B. Dorsey, Ph.D.
Chancellor

Cc: Dr. Joe D. May, President, Louisiana Community and Technical College
Mr. Allen Brown, Director, Internal Audit
Ms. Maxine Rogers, Vice Chancellor for Administration and Finance
Dr. Steven Hilterbran, Vice Chancellor for Student Services

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Vice Chair

Artis L. Terrell, Jr.
Secretary

E. Joseph Savoie
Commissioner of
Higher Education



BOARD OF REGENTS

P. O. Box 3677
Baton Rouge, LA 70821-3677
Phone (225) 342-4253, FAX (225) 342-9318
www.regents.state.la.us

June 21, 2007

Robert J. Bruno
Richard E. D'Aquin
Maurice C. Durbin
Ingrid T. Labat
Robert W. Levy
W. Clinton Rasberry, Jr.
Mary Ellen Roy
William Clifford Smith
Victor T. Stelly
Harold M. Stokes
Roland M. Toups
James Klock
Student Member

Mr. Steve Theriot, CPA
Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

Re: Legislative Audit Finding for 2006-07 Fiscal Year-Deficiencies in Subrecipient Monitoring

Dear Mr. Theriot:

The Board of Regents is in receipt of the letter from your office dated June 7, 2007, from Angelina Boogaerts, Senior Auditor, indicating a potential audit finding for the Board regarding, in her opinion, perceived deficiencies in subrecipient monitoring. Her finding is that the Board did not adequately address allowable costs in monitoring of subrecipients of the Hurricane Education Recovery Act (HERA) program. This is despite her recognition that the "Board has procedures to monitor the activities of subrecipients and performs tests for compliance with laws, regulations, and the provisions of contracts or grant agreements." Her finding states that the Board's procedures "did not include specific tests to determine if there were other sources of funding for the expenses reimbursed by the HERA program." The finding recommends that the Board expand its sub-recipient monitoring procedures to include specific tests for other sources of funding for the expenses reimbursed by the HERA program to ensure that the institutions had a **demonstrated need** for the funds.

We are compelled to point out that the reference to the condition of "demonstrated need" in the congressional appropriation language, which was repeated in the US Department of Education grant agreement with the Board of Regents, and the intent, meaning and measurement of that condition, has been a point of considerable discussion and debate as the Board of Regents has proceeded to receive and administer the funds appropriated by Congress. The State's Joint Legislative Committee on the Budget, in approving the BA-7 budgeting the funds, raised issues with respect to the degree of "demonstrated need" of each disaster-impacted campus, and after considerable deliberation by their staff, our staff and the impacted institutions, decided on an approach which provided equal dollar amounts of "supplemental" funding for certain institutions, in addition to an agreed upon formula allocation of funds for all impacted institutions. The "supplemental" allocations were fixed dollar amounts for specified institutions and based upon general perceptions by the committee and its staff of more severe impacts at some campuses than others. The committee's assessment of "demonstrated need" in making those supplemental allocations of funds was not based upon any specific measurement of need or intended use of the funds, but upon its judgment that certain schools had more severe disruptions

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and physical damages from the storms, and thus had more “need” for emergency assistance. It should be noted that the final allocation of funds was determined by the US Department Office of Inspector General to be “an acceptable funding allocation plan.”

Clearly, these funds were designed and intended, by Congress, the Joint Legislative Committee on the Budget and the Board of Regents to maintain the survival and viability of institutions of higher education in the hurricane ravaged areas as they struggled to contend with their circumstances in the immediate post-disaster environment. Ultimately, the Board of Regents’ determination of “demonstrated need” was made by assessing the amount of the budget loss from the pre-hurricane budget to the post-hurricane budget for each institution. In all instances the amount of the difference in the two budgets was far greater than the amount of funds awarded to the institutions through the HERA grant program. It is therefore our conclusion that the condition of “demonstrated need” has been met without consideration of the specific expenses for which reimbursement is made.

It should also be noted that the Board staff worked closely with the US Department of Education to resolve various questions concerning the HERA program. In a letter addressed to Mr. Robert Lewis, Deputy Director, US Department of Education, the primary contact on these grant funds, dated March 27, 2006, the Board inquired about compensation for personal services. Specifically, the Board wanted to know, since the cost principles state that the federal government will only pay for items for work specifically tied to the sponsoring agreement, would reimbursement for faculty and staff that were retained in the wake of the hurricanes be allowed. Mr. Lewis, on behalf of the US Department of Education, responded that “personal services costs back to the date of the hurricane would be considered to be under the sponsoring agreement” and thus it was our understanding that personal services costs could be paid with these emergency assistance funds without reference to pre-existing individual employee salary support sources. We would also like to point out that of the \$62,112,692 spent in FY 06 which includes the 13th period, but excludes the \$8.5 million distributed through the Louisiana Office of Student Financial Assistance for student financial aid, the US Department of Education Inspector General audited \$53,302,412 or 86% of the total and had absolutely no findings of misspent grant funds. It should also be noted that all of those expenditures reviewed were for salaries and benefits.

As you are aware, in implementing internal control procedures, there is always a cost benefit-analysis to consider. This analysis is to determine if additional cost expended to control a specific item is worth the benefit of the additional controls. With the degree to which US Department of Inspector General auditors quickly reviewed and audited activities in FY06, it was our understanding that Board of Regents auditors would design their audit coverage to support and complement, but not duplicate, the audit work already performed.

With respect to our monitoring procedures for these funds, the Board did institute internal controls to comply with the HERA grant requirements. The President or Chancellor of each recipient institution, as well as the Chief Financial Officer, certifies on all reimbursement requests that all expenditures reported or payments requested are for appropriate, allowable purposes and in accordance with the provisions of the guidelines for proposal submission and the

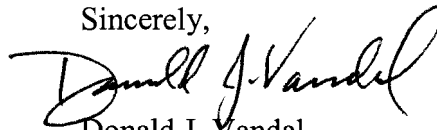
provisions of the award documents. In discussions with your auditors, they recommended that our auditors "inquire" of institution management as to the payment of expenses by other parties. The Board feels the required written certification by the institution officials as to this point should provide appropriate and adequate assurances. These institutions are all recognized and accredited postsecondary education institutions of higher education, familiar with state and federal grant requirements, and understand that there will be appropriate levels of audit review and monitoring of their expenses with the grant funds.

The Board's auditors did follow up on a possible FEMA reimbursement of expenditures presented to the BOR by one of the subrecipients as a result of our guidance from the US Department of Education that the Board should "stay clear of costs associated with clean up, repair and construction". In the case investigated, the Board's auditors determined that FEMA had not paid for the expenditures in question.

In the final analysis, although we do not concur with the finding, the Board will modify the audit plan for the coming year to try to further address the auditor's recommendation. The Board of Regents auditors have been instructed to modify their audit procedures with respect to the HERA funds in order to satisfy the concerns of your auditors.

If my staff or I can provide any additional information on the above, please do not hesitate to call.

Sincerely,

A handwritten signature in black ink, appearing to read "Donald J. Vandal". The signature is fluid and cursive, with the first name "Donald" being the most prominent part.

Donald J. Vandal

Deputy Commissioner for Finance and Administration

cc: Wendy Simoneaux
Chris Dalton

BOBBY JINDAL
GOVERNOR



STEPHEN MORET
SECRETARY

State of Louisiana

LOUISIANA ECONOMIC DEVELOPMENT

March 26, 2008

Mr. Steve. J. Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

This is in response to your request to provide your office with an official response relating to the audit finding of "Inadequate Subrecipient Monitoring" within Phase I of the Louisiana Business Recovery Grant and Loan Program.

As with the same finding from the Performance Audit Division of the Office of the Legislative Auditor, in their October 2007 report, the Department of Economic Development (LED) concurs with the finding and recommendation, and has already implemented broad corrective actions, as detailed below and in the attached Monitoring Plan. At the same time, LED would like to reiterate the particular circumstances of the initial phase of the program – particularly timing and lack of resources – which were out of LED's control and led to this finding.

* * *

Overview

16 months after Katrina and Rita, Louisiana's small businesses, the backbone of the economy, were in deep crisis. Over 80,000 had been impacted by Katrina and Rita, and thousands were on the verge of shutting down to the slow return of markets and the lack of other support (e.g., SBA loans). Because this was seen as an emergency, LED was asked by Governor Blanco to quick-launch a pilot program in a period of weeks.¹ LED was not afforded the months typically allowed to plan and organize a program of this magnitude. Furthermore, LED was not given any additional resources to manage a program that had grown by over 15x. Nevertheless, LED is proud of the critical and substantive assistance that the BRGL has delivered to thousands of worthy businesses across Louisiana. It should be noted that none of the audits on the BRGL have indicated issues of fraud.

¹ The need for the program was heard at a November 27, 2006 public meeting; the new program was then announced on December 7, 2006; the program was formally launched January 23, 2007.

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LouisianaForward.com
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LED appreciates the work of the Office of Legislative Auditor, and feels that through our joint efforts, we are building an even better program for the future. LED agrees with the recommendations of the LLA, and has implemented them. LED looks forward to continuing to work with the LLA as well as the Office of Community Development (OCD) on the next round of the BRGL, so we can continue to serve the needs of the small business community of our State as it recovers from the devastating effects of the storms.

With the next Phase of the grant and loan program imminent, LED has now:

- **Hired a full monitoring staff with the funds approved by OCD**
- **Implemented a full monitoring plan for Phase I (attached)**
- **Been planning a full monitoring procedure and schedule for Phase II**

The above will ensure that all subrecipients comply with applicable federal and state requirements.

Detail

The Business Recovery Services division of Louisiana Economic Development was established in the fall of 2006 to manage a \$38M loan program “Small Firm Loan and Grant” (SFLG) and a \$9.5M technical assistance program. The loan program would have served perhaps 400 businesses. With a staff of five (2-3 dedicated to the SFLG) Business Recovery Services would have had adequate resources to develop, implement and monitor these two programs.

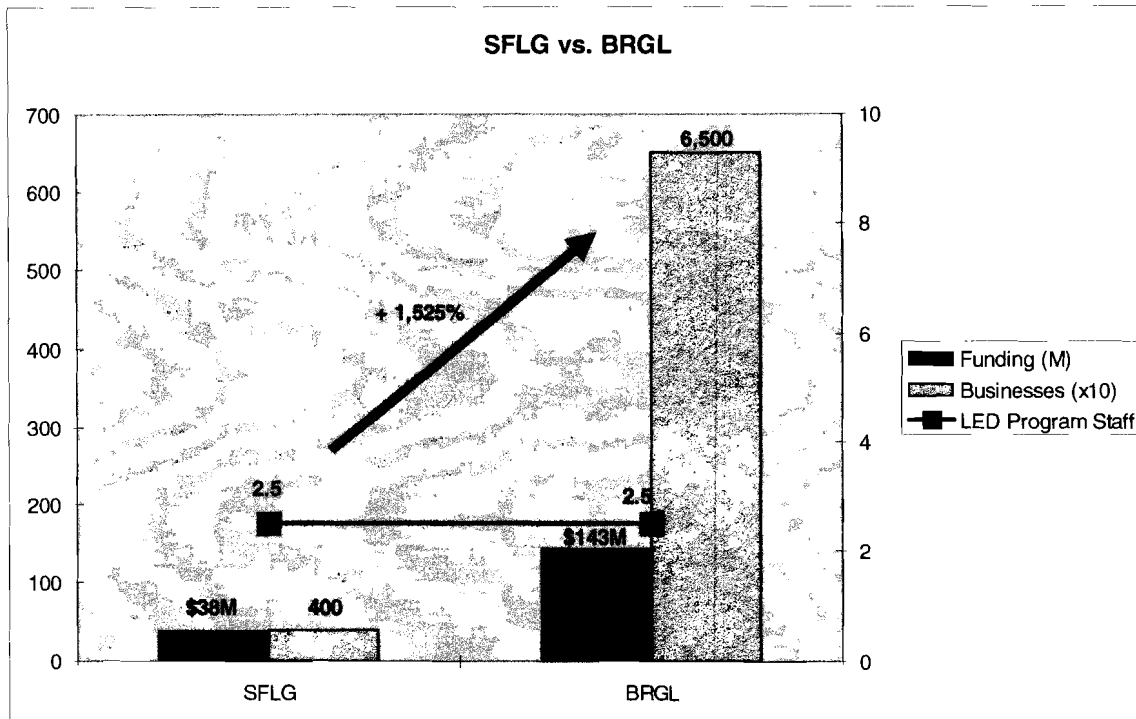
In December 2006, after hearing first-hand of the need, Governor Blanco determined to transform the SFLG into a majority grant program, the “Louisiana Business Recovery Grant and Loan Program.” Business Recovery Services was suddenly asked to manage a program that would now be \$143M in size, and would directly involve approximately 6,500 businesses – **over a 15 times explosion in size.**

<u>Original Program (SFLG)</u>		<u>New Program (BRGL)</u>	
<u>Change</u>			
\$38M		\$143M	3.5x
growth			
~400 awards	→	~6,500 awards	16x
growth			

[It should be noted that the intermediaries responded to the original RFP for the SFLG (predominantly) loan program, not the BRGL (predominantly) grant program. Given the massively increased demands of the BRGL, 4 four of the 11 chosen intermediaries actually dropped out of the program; the remaining seven made significant efforts to staff-up and redeploy resources in order to successfully deliver for their constituents and the state of Louisiana.]

Until September, 2007 the total number of individuals in Business Recovery Services remained at five, with 2.5 FTEs working on the BRGL on a daily basis (0.5 Director + 1 Program Manager + 3x0.5 support staff). None of the additional \$105M allocated to LED was approved for additional program management resources.

Original SFLG versus Expanded BRGL Program Size



Concerned about insufficient resources, LED made formal (see below) and informal (in weekly LED/OC/LRA meetings) requests for additional staffing since the beginning of the program in the first quarter of 2007.

For example:

4/4/07 from Sec. Michael Olivier (LED) Email to Comm. Jerry Luke LeBlanc (DOA)

“Jerry,

We need more staff for this program. When we brought Michael Hecht on board, it was to manage a \$47.5 million CDBG loan (\$38 million) and technical assistance (\$9.5 million) programs. Now, he will be managing \$220 million in loans, technical assistance and GRANTS. Rather than initially planning to deal with about 500 businesses, we are anticipating dealing with 16,000 businesses. The Legislative Auditor is now conducting a continuous audit of this program and has made it clear that our current staffing is unacceptable. Please see attached justification and facts regarding this critical issue.”

LED performed as much monitoring as possible with a single program manager.

Contrary to the report, LED did, in fact, review grant application files – as many as possible with a single staffer and 6,500 applications.

Also, because of limited resources, LED relied on a “train-the-trainer” methodology, whereby program leads from each intermediary were trained, and then asked to train their staff.

Round 1 program materials, developed by LED and reviewed and accepted by OCD, were intended to ensure compliance with federal and state regulations. These included:

- BRGL Application Process Overview
- BRGL Funding Process Overview
- BRGL Application Checklist
- BRGL Eligibility Checklist
- BRGL Grant Application
- BRGL Loan Underwriting Checklist
- BRGL Program FAQs
- BRGL Workshop and Intake Center Schedule

Additional funds to hire monitoring resources were finally approved by OCD the week of September 17, 2007 and LED has now hired 4 compliance staff (with one additional to be hired after the hiring freeze).

The difference in original versus September 2007 approved staffing is four-fold:

Original Staffing

#	Title	<u>Allocation to BRGL</u>	<u>Allocation to TASF*</u>
1	Director	.5	.5
2	BRGL Manager	1	--
3	TA Manager	--	1
4	Accountant	.5	.5
5	Admin Assist	.5	.5
		2.5 FTE	

September 2007 Approved Staffing

#	Title	<u>Allocation to BRGL</u>	<u>Allocation to TASF*</u>
1	Director	.5	.5
2	BRGL Manager	1	1
3	TA Manager	--	--
4	Accountant	.5	.5
5	Admin Assist	.5	.5
6	Compliance Manager	1	--
7	Compliance Assistant	1	--
8	Compliance Assistant	1	--
9	Compliance Assistant	1	--
10	Compliance Assistant	1	--
11	Database Manager	.5	.5
12	Constituent Services	1	--
13	Accountant	1	--
		10 FTE	

* TASF = Technical Assistance for Small Firms program

Corrective Action and Conclusion

In conclusion, while the Louisiana Business Recovery Grant and Loan Program was initially quick-launched, in emergency circumstances, without sufficient resources for full monitoring, the program now has been given those resources, and has implemented a comprehensive monitoring program for both Phase I and Phase II of the program:

<u>Action</u>	<u>Status</u>
• Hiring of full Monitoring and Compliance Staff	Complete
• Implementation of full Monitoring Plan for Phase I	Complete, see attached
• Monitoring Plan for Phase II	In development, will be complete for April 2008 program launch

LED is confident that with the above plan, adequate subrecipient monitoring will be ensured. This plan has been reviewed with both the Office of Community Development, the Louisiana Recovery Authority, and the U.S. Department of Housing and Urban Development, and all are in agreement.

If you have any further questions, please contact me at (225) 342-5437 or Michael Hecht, Director of Business Recovery Services, at (504) 556-9795.

Sincerely,



Fran Gladden
Undersecretary



STATE OF LOUISIANA
DEPARTMENT OF EDUCATION
POST OFFICE BOX 94064, BATON ROUGE, LOUISIANA 70804-9064
Toll Free #: 1-877-453-2721
<http://www.louisianaschools.net>

October 16, 2007

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education (DOE), Recovery School District (RSD), appreciates the opportunity to respond to the reportable audit finding for the RSD related to "Failure to Insure Warehouse Contents." RSD management has reviewed the finding and concurs with the finding as presented.

In February of 2007, the Recovery School District entered into a contract for a vendor to furnish warehouse, equipment, labor and materials to operate a central warehouse for the district. The bid's scope of services stated that "the Vendor shall have complete control over the inventory warehouse and shall assume all responsibility for its operations," and included the implementation of a warehouse inventory system. The contract was inundated with problems, starting with a bid protest entered the week of February 6, 2007, and the operation never functioned as outlined in the contract.

Because of the circumstances that surrounded the warehouse operation and the RSD challenge of employing staff, it was the end of the fiscal year before district personnel were in place to work with the vendor, conduct a physical count of contents, and produce an inventory valuation. At the completion of the valuation process, on August 6, 2007, RSD notified the Office of Risk Management (ORM) of the contents valuation so that these assets could be insured. The RSD has provided a subsequent update to ORM and will continue to provide updates to them.

RSD's contracted warehouse management company has completed an inventory of all of the equipment, materials and supplies. RSD will be provided with monthly reports, including FIFO inventory costing, inventory contents, quantities and valuation, stock numbers and descriptions and quantities.

The RSD Property Control personnel will conduct single day bi-annual internal audits. These audits will include a review of the procedures associated with shipping and receiving. Property Control will also spot audit Operations' ongoing cycle counts.

The contact person related to this finding for the Recovery School District is as follows:

Karen Burke, Deputy Superintendent of Operations
Recovery School District
(504) 250-2863
Karen.Burke@RSDLA.NET

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Mr. Steven J. Theriot, CPA
October 16, 2007
Page 2

If you have additional questions concerning this response, please contact Kyle Wedberg, RSD Deputy Superintendent of Administration and Finance, at (504) 913-1041 or by e-mail at kyle.wedberg@rsdla.net.

Sincerely,

A handwritten signature in black ink, appearing to be 'P. Pastorek', written over a horizontal line.

Paul G. Pastorek
State Superintendent of Education

PGP:MHP:pw

c: Ollie S. Tyler, Deputy Superintendent of Education
Paul Vallas
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Kyle Wedberg
Karen Burke
Marsha Pemble
Brent Washington
Rayne Martin
Janet Hoffpauir



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March 14, 2008

Mr. Steve Theriot, CPA
State Legislative Auditor
Office of the Legislative Auditor
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

RE: Inadequate Control Over Coding of Federal Expenditures

The Department does not concur with the finding regarding the inadequate control over coding of federal expenditures.

First, it must be noted that in the results of the audit that generated this finding, the auditor did state that the Recovery School District (RSD) has valid expenditures to support revenue received for applicable programs and that ineligible costs were not detected. This result is further evidenced by the clean audit of expenditures for the Immediate Aid to Restart School Operations (Restart) grant by the U.S. Department of Education Office of the Inspector General. It also provides confirmation of our belief that internal controls do exist to maintain adequate control over the coding of federal program expenditures.

As a result of Hurricane Katrina, the Recovery School District was the applicant for and recipient of multiple federal fund sources designed to enable the rebuilding of the educational system within Orleans Parish. Funding the rebuilding of both the educational system and its facilities requires the utilization of multiple funding streams to provide for the significant costs that are to be incurred. At the current time, these fund sources include Public Assistance (FEMA), Community Development Block Grant funds (CDBG), and Immediate Aid to Restart School Operations (Restart) funding. As you are aware, both construction and content replacement costs are allowable under FEMA funding, construction costs are allowable under CDBG, and lease of temporary facilities, operational costs, and content replacement costs are allowable under Restart. The magnitude of the reconstructive effort requires the maximization of all of the fund sources that will eventually support the total rebuilding costs. It is widely held that the recovery rebuilding and its related financial activities will be a multi-year process lasting a decade or more before projects can be closed and total project costs permanently allocated between funding streams.

Furthering the complexity of these issues is the original obligation of Public Assistance funding by FEMA to the Orleans Parish School Board (OPSB) as an applicant for the schools which were later transferred to the RSD. FEMA has initiated, but not yet completed, the de-obligation of OPSB project worksheets to transfer and obligate funding for these schools to the RSD. Until that process is completed and validated by both the OPSB and the RSD, it has been agreed that funds received by either party for the other will be transferred at a later date to the final funding applicant. This process is included in the Memorandum of Understanding outlined below.

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As you are aware, the nature of the FEMA program provides for the obligation of an initial version with provision for FEMA staff to return and re-version the final obligation to the total eligible costs. As stated above, these total eligible costs are based upon the final contract values and will not be known for a significant period of time in the future. Consequently, it is the Department's position that project expenditures cannot be viewed on a single state fiscal year interval, but rather must encompass an inception to date analysis. Until that point in time, the nature of the PA program essentially forces all applicants into the position of coding expenditures to that program that at first may appear ineligible because they are not obligated on project worksheets, but are later deemed eligible through the obligation of subsequent project worksheet versions.

The Department initially attempted to move expenditures to match incoming revenue after receipt. However, due to the constant shifting of eligible costs between FEMA, CDBG, and other federal funding streams, it became quickly apparent that this cannot be accomplished until the project is completed. To do so prior to that point in time blurs the audit trail significantly and significantly increases the risk of error.

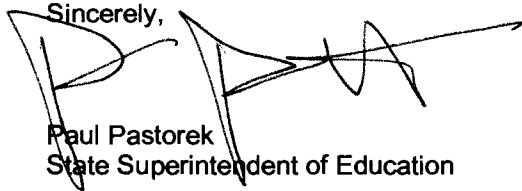
The auditor notes that ten invoices were coded in ISIS to the statutorily dedicated FEMA Reimbursement Fund even though reimbursement was received from the PA program. The FEMA Reimbursement Fund was established via Act 196 of the 2007 Regular Session (copy previously provided) to provide replacement of the FY 2006 Emergency Response Fund bridge loan of \$33.5 million. The bridge loan was the initial partial funding provided to initiate cash flow for construction of schools to be opened in FY 2007 and FY 2008. The statute was created to accomplish collection of federal or state funding received for the reconstruction projects originally financed by the Emergency Response Fund. This revenue collection and classification serves to designate the repayment of the \$33.5 million bridge funding. Additionally, due to the length of time it has taken to receive federal reimbursement funding from both FEMA and CDBG, this statute set the assignment of any federal revenues to the FEMA Reimbursement Fund to occur by the end of the FY 2009. The Department has sought and received approval from the Commissioner of Administration to utilize the public assistance funds received for continued construction cash flow purposes and will not expect classification of these funds to the FEMA Reimbursement Fund until EOY 2009.

The auditor notes that some invoices have been paid by Orleans Parish School Board, but the Recovery School District received reimbursement from the PA program and has not yet reimbursed the Orleans Parish School Board. Department, RSD, and Orleans Parish School Board legal staff, as well as their respective Superintendents, have been working diligently over the past year 15 months to develop and adopt a memorandum of understanding which governs costs paid and revenues received on behalf of the other. This memorandum will include agreements reached in these areas inclusive of insurance proceeds on hand, as well as those yet to be decided in joined litigation. Both BESE and the Orleans Parish School Board will receive this document for approval. As we have previously shared, until this agreement is in place, final amounts cannot be determined, and we are unable to charge ISIS for costs that have not yet been incurred. The Legislative Auditor has been an integral and important part of the drive for a memorandum of understanding agreement, and we appreciate his assistance on the behalf of both entities in this regard.

Mr. Steve Theriot, CPA
State Legislative Auditor
March 14, 2008
Page 3

The Department takes very seriously its obligation to properly charge all federal programs and is continuing to work diligently to accomplish this objective. We appreciate the assistance your staff provides on a daily basis to assist us in the process of continual improvement of our operations.

Sincerely,

A handwritten signature in black ink, appearing to be 'Paul Pastorek', written over a large, stylized 'P' that serves as a background for the signature.

Paul Pastorek
State Superintendent of Education

PP/BS:kdl

- c: Mrs. Ollie Tyler, Deputy Superintendent of Education
Mrs. Beth Scioneaux, Deputy Superintendent for Management and Finance
Mr. Patrick Weaver, DOE Audit Coordinator
Mrs. Janet Hoffpauir, Auditor in Charge
Mr. Cedric Lewis, Chief Financial Officer, Recovery School District
Mrs. Kitty Littlejohn, Director, Division of Appropriation Control



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September 19, 2007

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education (DOE), Recovery School District (RSD), appreciates the opportunity to respond to the reportable audit finding for the RSD related to "Inadequate Controls over Moveable Property." RSD management has reviewed the finding and concurs with the finding as presented.

Because of extenuating circumstances post-Katrina and the urgency of the RSD mission for recovery of the devastated educational system in New Orleans, the acquisition and distribution of thousands of pieces of property occurred before leadership or support staff were hired to manage the property control function. Even after leadership was in place at the Recovery School District in mid-September 2006, there was still a great challenge in recruiting competent, experienced, professional staff. It was the end of the fiscal year before personnel were in place to fully implement the district property control plan.

Corrective Action Plan

1. The Recovery School District has staffed both district-level and site-level employees with property control responsibilities to maintain adequate internal control over moveable property and compliance with district policy and state and federal laws and regulations. Effective August 29, 2007, the *Designation of Property Manager* was completed for RSD and submitted to the Louisiana Property Assistance Agency (LPAA), along with the filing of the *Certification of Annual Property Inventory*.
2. Two additional district staff members have already received hands-on training from the RSD Property Control Manager as well as the former DOE Property Control Officer, and are busily engaged in documenting property as it is received, tagging and overseeing the distribution of property to various district sites and employees. These employees are scheduled to attend LPAA training in late September 2007, to gain the formal knowledge and access needed to begin entering and maintaining records in the state Protégé system.
3. An initial training workshop for employees who serve as site property control liaisons was conducted in May 2007. These accounting personnel have been actively involved in monitoring incoming property at their worksites and tracking the physical location of property when moved. They also have supported the district employees in documenting property as it is received, tagging and overseeing the distribution of property. Additional workshops will be held in October 2007, to provide supplemental training for returning school based accounting personnel. New school-based accounting personnel training workshops will be held before the end of September 2007.

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4. Planning is underway for conducting the annual inventory of RSD moveable property for the current fiscal year, and meet the projected April 30, 2008, due date as required by LPAA and the *Louisiana Administrative Code*.
5. The development of a formal RSD donation policy is underway, and will include defining procedures for receiving gifts of moveable property and other materials, valuing donations and reporting them to the district finance office. The policy and procedures will address capturing and reporting information on donated services and general volunteer activities. A member of the finance staff has been identified to coordinate the district-wide gathering of this information and provide timely notification to the RSD property control manager of any gifts of moveable property with a fair market value of \$1,000 or more. The projected completion date for this policy is November 30, 2007.
6. The Finance Staff will meet with Deputy Superintendents for each of the offices in the RSD and Principals at each school to inform them of their roles and responsibilities relating to moveable property. The projected completion date for this is November 30, 2007.

The contact person related to this finding for the Recovery School District is as follows:

Marsha H. Pemble, Finance Director
Recovery School District
(504) 250-2863
marsha.pemble@la.gov

The contact persons related to this finding for the federal programs are the individual RSD Directors for each of the affected programs.

If you have additional questions concerning this response, please contact Kyle Wedberg, RSD Deputy Superintendent of Administration and Finance, at (504) 913-1041 or by e-mail at kyle.wedberg@rsdla.net.

Sincerely,



Paul G. Pastorek
State Superintendent of Education

PGP:MHP:pw

c: Ollie S. Tyler
Paul Vallas
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Kyle Wedberg
Marsha Pemble
Brent Washington
Janet Hoffpauir
Virginia Beridon



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November 21, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
1600 North Third Street
P.O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education's (DOE) Recovery School District (RSD) sincerely appreciates the opportunity to respond to the reportable audit findings for the RSD related to "Inadequate Controls over Payroll." RSD management has reviewed the finding and concurs in part with the finding as presented.

Extenuating circumstances post-Katrina as well as the urgency of the Recovery School District to recruit, hire, place and process payroll during the 2006-07 school year for more than 700 school-based and 100 central office employees (as a result of the devastated educational system in New Orleans) resulted in insufficient leadership and support staff necessary to manage and maintain adequate controls over the entire Human Resources function. Though DOE provided interim leadership, the Human Resource & Payroll processing function was significantly understaffed. Additionally, RSD faced a further challenge in recruiting and retaining competent, experienced, professional staff. Consequently, it was not until the end of the 2006-07 fiscal year that personnel were in place to fully implement required policies, procedures and system controls.

The portion of the audit in which we concur in part is relative to the statement that "*Report ZF65 from the ISIS/HR payroll system showed the system calculated that former employees had been overpaid a total of \$427,695 as of September 30, 2007.*"

A thorough review of the audit finding of \$427,695 in overpayments on Report ZF65 was conducted in an effort to identify the potential recouping of any of these overpayments. Our findings are listed below.

As of November 9, 2007, 72 percent of the wages overpaid (\$308,708) were recouped. Of the employees tested as part of the audit, 66 are still actively employed, and 81 have since been terminated from RSD. The strategy to recoup the remaining 28% of wages overpaid is detailed in the correction actions as follows:

Corrective Action

1. The Human Resources Department is currently in the process of converting all RSD employees from a *negative* time entry status (which automatically compensates employees unless action is taken) to a *positive* time entry status, which would only compensate an employee if time is manually entered into SAP-ISIS. This action will eliminate future overpayments because payroll will *only* be processed for employees who have active, approved and verified time sheets which have been manually input into the payroll system (SAP-ISIS). Conversion will be done in a 2-phase approach.

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Phase 1 is the conversion of the planned working time field in SAP-ISIS for all employee records. Phase 2 is a transition period wherein Payroll Processing Specialists train and monitor Time Keepers' entry of employee hours worked in SAP-ISIS. This will be a flexible period of oversight to ensure that Time Keepers have demonstrated mastery of time sheet review and data input.

The projected completion date for this action is January 31, 2008.

2. RSD's conversion to positive time entry will ensure that employees are only compensated as a result of accurately documented daily hours worked in SAP-ISIS. Payroll Processing Specialists have been assigned specific schools or Central Administration departments they are to review. Human Resource and Payroll Processing management will train all RSD managers and school administrators in leave request procedures to ensure they understand their responsibility in verifying and authorizing the employment and leave balance status of their employees.

The projected completion date for this action is February 28, 2008.

3. Rollout of a new Payroll/Benefits Department that will function independently and parallel to the existing Human Resources Department that has taken place. This new unit will allow for more focus, control, and follow-through of daily management of the timekeeping and payroll process for both school-based and central office staff.

The projected completion date for this action is October 31, 2007.

4. The Payroll/Benefits Department will work with the State's Department of Administration to collect wages overpaid to former employees by placing former employees on notice of the debt; giving them reasonable opportunity to satisfy the debt; and in the event of failure to satisfy the debt, pursuing legal action to collect funds. These procedures are calculated to help RSD recoup the remaining 28% of wages overpaid.

The projected completion date for this action is January 31, 2007.

5. Late Terminations in SAP-ISIS were the result of two factors. The first was the planned working time indicator that was set to *always* compensate employees unless an administrative action was taken to stop payment. The second was a lack of controls regarding the collection and dissemination of information regarding employees who resigned, were terminated, or abandoned their positions. The first factor has been mitigated by RSD's conversion from negative to positive time entry. The second factor will be addressed with the RSD's enforcement of a Managers/Principals' Check List for handling employees who resign, are terminated/separated and/or abandon their jobs. The check list ensures separation of duties and clearly identifies controls for accurate update of employment status of personnel in SAP-ISIS. The checklist is also being integrated into RSD's update of the *Employee Manual*, which will ensure it is an ongoing procedure for future personnel.

Additionally, the State Superintendent is working to formally delegate authority to the RSD Superintendent to separate employees from the District. Such delegated authority will increase the timeliness of termination entries in SAP-ISIS.

The projected completion date for this action is November 30, 2007.

November 21, 2007

6. Controls regarding the entry of payroll data for new hires will be tightened through two separate actions to ensure RSD does not pay employees prior to the beginning of their employment. (1) Organizing the Human Resources staff to ensure that Employment Action Requests are entered into SAP-ISIS by one individual, not a team of people which made follow-up more difficult to assess. (2) Bi-weekly salary adjustments will be automated instead of manually calculated, as is currently done. Automation will help reduce human error, thereby increasing consistent application of data entry updates.

The projected completion date for this action is January 31, 2008.

7. RSD will coordinate the dissemination and collection of A-87 documents through the following means:
- a. Budget will notify Human Resources of new/updated Federal/State/Local grants received by RSD and the employees affected by those grants.
 - b. Human Resources will update SAP-ISIS cost center information as part of their position control management.
 - c. Payroll Processing will semi-annually generate reports identifying the personnel needing to complete the A-87 documentation. Payroll Processing will also be responsible for the distribution and collection of the A-87 Forms.

The projected completion date for this action is January and June 2008.

If you have additional questions concerning this response, please contact Kyle Wedberg, Chief Administrative Officer, at (504) 373-6200 or by e-mail at kyle.wedberg@rsdla.net.

Sincerely,



Paul G. Pastorek
State Superintendent of Education

PGP:KW:kw

- c: Ollie S. Tyler, Deputy Superintendent of Education
Paul Vallas
Kelvin Adams
Kyle Wedberg
Betty Jean Wolfe
Tammy Age
Marsha Pemble
Beth Scioneaux
Patrick Weaver
Janet Hoffpauir, CPA



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November 8, 2007

Mr. Steve Theriot, CPA
Office of Legislative Auditor
1600 North Third Street
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

Re: Inadequate Fiscal Monitoring

The Department of Education concurs with the audit finding entitled Inadequate Fiscal Monitoring.

The Department takes very seriously its responsibility for fiscal monitoring and has taken the following corrective actions regarding this finding:

- The Department has contracted with the CPA firm of Posthlewaithe and Netterville to conduct fiscal monitoring of Title I (CFDA #84.010); Improving Teacher Quality State Grants (CFDA # 84.367); Special Education – Grants to States (CFDA #84.027); and Special Education – Preschool Grants (CFDA #84.173), for selected school districts. This monitoring is well underway and should be completed by January 31, 2008. This work will supplement the work of the Federal audit staff.
- A federal audit supervisor and one staff auditor have been hired in the Division of Education Finance to replace experienced staff that left. These individuals have been trained and are currently conducting fiscal monitoring.

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Mr. Steve Theriot, CPA

Page 2

November 8, 2007

- The Department has developed an audit plan and program for the monitoring of HERA - Immediate Aid to Restart School Operations (CFDA # 84.938.A). A contract with a CPA firm to complete this monitoring is being initiated.
- Contact person for this issue is Charlotte Stevens, Acting Director of the Division of Education Finance at 342-4989 or via email at charlotte.stevens@la.gov.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Pastorek', written over the word 'Sincerely,'.

Paul G. Pastorek
State Superintendent of Education

BS:CS;jh

c: Ollie S. Tyler, Deputy Superintendent of Education
Elizabeth C. Scioneaux, Deputy Superintendent for Management and Finance
Charlotte Stevens, Acting Division Director
Dudley J. Garidel, Jr., Director



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October 29, 2007

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education (DOE), Recovery School District (RSD), appreciates the opportunity to respond to the reportable audit finding for the RSD related to "Inadequate Oversight of School Activity Accounts." RSD management has reviewed the finding and concurs with the finding as presented.

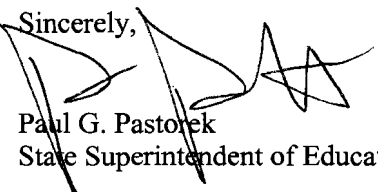
Because of extenuating circumstances post-Katrina, the RSD has faced a tremendous challenge in recruiting sufficient professional and support staff to adequately oversee and handle the many responsibilities of the district's finance office, including oversight of school activity funds. On October 8, 2007, a vacant accounting clerk position was filled, providing the RSD School Accounting Manager with an employee to provide support and assistance. With this new staff member to organize files, review reports and assist in the general operation of the School Accounting and Property Control Unit, the RSD is now appropriately staffed to complete the work necessary to ensure that state law and district policies are followed consistently.

The contact person related to this finding for the Recovery School District is as follows:

Marsha H. Pemble, Finance Director
Recovery School District
(504) 250-2863
marsha.pemble@la.gov

If you have additional questions concerning this response, please contact Kyle Wedberg, RSD Deputy Superintendent of Administration and Finance, at (504) 913-1041 or by e-mail at kyle.wedberg@rsdla.net.

Sincerely,


Paul G. Pastorek
State Superintendent of Education

PGP:MHP:pw

c: Ollie S. Tyler, Deputy Superintendent of Education
Paul Vallas
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Kyle Wedberg

Marsha Pemble
Brent Washington
Virginia Beridon
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November 8, 2007

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
State of Louisiana
P. O. Box 94397
Baton Rouge, LA 70804

Dear Mr. Theriot:

Re: Inadequate Subrecipient Monitoring Over Single Audits

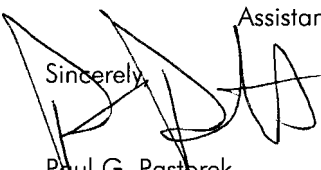
The Department of Education concurs with the finding entitled *Inadequate Subrecipient Monitoring Over Single Audits*. Specifically, the Department concurs that:

- For all three reports reviewed, the department failed to issue management decisions within six months of receipt of the audit reports;
- For one of the three reports reviewed, no corrective action plan has been finalized;
- For two of the three reports, the department did not ensure the timely resolution of \$20,625 in questioned costs.

Management is aware of the importance of subrecipient monitoring on all its federal awards. The Department has taken the following steps to correct or address the areas noted as follows:

- A tracking system has been established in each division to better meet deadlines. Oversight on this process will be provided by the Division Director via a monthly review of the status report on follow-up of findings.
- Procedures have been implemented to ensure that management decision letters will clearly state:
 - Whether or not the finding is sustained
 - Reasons for the decision
 - Expected auditee action to repay disallowed costs, make financial adjustments, or take other action including finalization of a corrective action plan
- Contact persons for the Department are:
 - Charlotte Stevens, Acting Division Director, Division of Education Finance (charlotte.stevens@la.gov, 225-342-4989)
 - Susan Batson, Acting Division Director, Division of Educational Improvement and Assistance (susan.batson@la.gov, 225-342-3513)

Sincerely,


Paul G. Pastorek
State Superintendent of Education

PGP:BS:CS:pm

c: Ollie S. Tyler, Deputy Superintendent of Education
Elizabeth C. Scioneaux, Deputy Superintendent for Management and Finance
Susan W. Batson, Acting Division Director
Charlotte Stevens, Acting Division Director
Dudley J. Garidel, Jr., Director

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February 20, 2008

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education (DOE), Recovery School District (RSD), appreciates the opportunity to respond to the reportable audit finding for the RSD related to "Inappropriate Charges for Free and Reduced Price Student Meals." RSD management has reviewed the finding and concurs with the finding as presented.

Because of extenuating circumstances post-Katrina and the urgency of the RSD's mission for recovery of the devastated educational system in New Orleans, the operation of a Child Nutrition Program (CNP) was undertaken before knowledgeable leadership and supporting staff were hired to manage and oversee the program. Also, during fiscal year 2006-2007, RSD operated without a workable student information system and without a point of service system in the school cafeterias. These two components are vitally important in the management of student eligibility and participation data in the district's CNP. Until leadership was in place in the spring of 2007, an RSD accounting employee, without the benefit of any prior experience with CNP, manually handled the records management and reporting aspect of the program, including the verification process. Because of the immense task, hampered by so many missing pieces, the step of adjusting student eligibility status was overlooked after completing the verification process.

Corrective Action Plan

1. The Recovery School District now employs CNP leadership with the needed background and knowledge to manage the program.
2. The district has implemented and is using JPAMS, a highly regarded student information system that aids in the management of student data. Additionally, the district has begun to pilot a point of service system that will be placed in all schools, automating the student participation data and report preparation.

The contact person related to this finding for the Recovery School District is as follows:

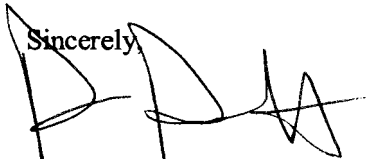
Sandra Booker, Acting CNP Director
Recovery School District
(504) 373-6200 extension 20159
sandra.booker@rsdla.net

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Mr. Steve J. Theriot
Page Two
February 20, 2008

If you have additional questions concerning this response, please contact Karen Burke, RSD Deputy Superintendent of Operations, at (504) 373-6200, extension 20043, or by e-mail at karen.burke@rsdla.net.

Sincerely,

A handwritten signature in black ink, appearing to be 'Paul G. Pastorek', written over the word 'Sincerely,'.

Paul G. Pastorek
State Superintendent of Education

PGP:KW:kw

c: Ollie S. Tyler, Deputy Superintendent of Education
Paul Vallas, Superintendent, RSD
Beth Scioneaux, Deputy Superintendent for Management and Finance
Patrick Weaver
Kitty Littlejohn
Cedric Lewis
Marsha Pemble
Sandra Booker
Brent Washington
Janet Hoffpauir



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November 19, 2007

Mr. Steve Theriot, CPA
State Legislative Auditor
Office of the Legislative Auditor
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

RE: Noncompliance with Federal Equipment Management Regulations

The Department concurs with the finding regarding the noncompliance with federal equipment management regulations and will implement corrective action as outlined below by April 1, 2008. Ms. Kitty Littlejohn, Director, Division of Appropriation Control, is responsible for corrective action.

The Department will require the Archdiocese of New Orleans to strengthen their compliance with the required reporting of inventory locations and timely entry of the respective items into the Protégé system within 60 days. The Archdiocese will be provided access to the Protégé system for their direct input of items. The Department will perform on-line monitoring of their compliance with data entry requirements. Failure of the Archdiocese to comply with timely Protégé entry will be identified and brought to their attention at 45-day intervals and reported to the State Superintendent of Education and the Deputy Superintendent for Management and Finance. Additionally, while all equipment was located at the Archdiocese of New Orleans school sites, it was moved between sites and rooms without recording. While inventory training was provided initially at the purchase of inventoried items, the Department will re-train the Archdiocese staff and perform an unannounced monitoring site visit(s).

The Department takes very seriously its obligation to properly account for all items procured with public funds and is continuing to work diligently to accomplish this objective. We appreciate the assistance your staff provides on a daily basis to assist us in the process of continual improvement of our operations.

Thank you for your continued assistance.

Sincerely,

A handwritten signature in black ink, appearing to read "Paul Pastorek", is written over the word "Sincerely,".

Paul Pastorek
State Superintendent of Education

PP/kcl

c: Ollie S. Tyler, Deputy Superintendent of Education
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Janet Hoffpauir, CPA

"An Equal Opportunity Employer"



STATE OF LOUISIANA
DEPARTMENT OF EDUCATION
POST OFFICE BOX 94064, BATON ROUGE, LOUISIANA 70804-9064
Toll Free #: 1-877-453-2721
<http://www.louisianaschools.net>

October 29, 2007

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

The Louisiana Department of Education (DOE), Recovery School District (RSD), appreciates the opportunity to respond to the reportable audit finding for the RSD related to "Theft of Computers." RSD management has reviewed the finding and concurs with the finding as presented.

On May 31, 2007, 34 laptop computers were stolen from Wicker Elementary School. While a police report was promptly and properly filed, the district property control procedures manual did not incorporate steps to meet the notification requirements of R.S. 24:523. This omission resulted in an incomplete understanding of district responsibilities.

On October 18, 2007, letters of notification were prepared for both the Office of the Legislative Auditor and the Office of the Orleans Parish District Attorney. Revisions are being made to the RSD property control procedures manual to clearly define district notification responsibilities and processes. The finance staff will provide a new copy of the procedures manual and meet with all Deputy Superintendents and Principals to inform them of their roles and responsibilities relating to misappropriation of district assets. The projected completion date for this is November 30, 2007.

The contact person related to this finding for the Recovery School District is as follows:

Marsha Pemble, Finance Director
Recovery School District
(504) 250-2863
marsha.pemble@la.gov

If you have additional questions concerning this response, please contact Kyle Wedberg, RSD Deputy Superintendent of Administration and Finance, at (504) 913-1041 or by e-mail at kyle.wedberg@rsdla.net.

Sincerely,


Paul G. Pastorek
State Superintendent of Education

PGP:MHP:pw

c: Ollie S. Tyler, Deputy Superintendent of Education
Paul Vallas
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Kyle Wedberg

Karen Burke
Marsha Pemble
Brent Washington
Rayne Martin
Janet Hoffpauir

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DEPARTMENT OF EDUCATION
POST OFFICE BOX 94064, BATON ROUGE, LOUISIANA 70804-9064
Toll Free #: 1-877-453-2721
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November 19, 2007

Mr. Steve Theriot, CPA
State Legislative Auditor
Office of the Legislative Auditor
Post Office Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

RE: Untimely Completion of A-87 Payroll Certifications

The Department concurs with the finding regarding the untimely completion of eleven (11) A-87 Payroll Certifications and will implement corrective action as outlined below by April 1, 2008. Ms. Kitty Littlejohn, Director, Division of Appropriation Control, is responsible for corrective action at the Department level.

Corrective action has already begun with the training and conversion of divisional units to the State's SAP payroll system where failure to submit forms on a timely basis has occurred. This reporting change will move the A-87 reporting from a bi-weekly and semi-annual basis to a daily reporting mechanism and eliminate the separate completion of a paper form. A-87 certifications will be attested through the employee's time sheets. This A-87 model has been demonstrated to the appropriate federal agencies and has received their praise and recommendation for use. The Department expects to complete conversions of all divisions to this model by April 1, 2008.

Due to a database failure which automated the reconciliation process during this fiscal year period, the Department had to perform the adjustment process manually. The manual financial reconciliation was performed for the entire year in one adjustment. The database has been repaired and reintroduced into service and quarterly comparisons are now being performed. Upon completion of the conversion of all Department divisions to the SAP A-87 payroll model, financial adjustments will be done automatically at the time of payroll entry and the quarterly adjustments will no longer be required.

The Department takes very seriously its obligation to properly charge all federal programs and is continuing to work diligently to accomplish this objective. We appreciate the assistance your staff provides on a daily basis to assist us in the process of continual improvement of our operations.

Thank you for your continued assistance.

Sincerely,

Paul Pastorek
State Superintendent of Education

PP/kd

c: Ollie S. Tyler, Deputy Superintendent of Education
Beth Scioneaux
Patrick Weaver
Kitty Littlejohn
Janet Hoffpauir, CPA

"An Equal Opportunity Employer"



KATHLEEN BABINEAUX BLANCO
GOVERNOR

STATE OF LOUISIANA

GOVERNOR'S OFFICE OF ELDERLY AFFAIRS

P. O. Box 61

Baton Rouge, LA 70821-0061

(225) 342-7100

FAX (225) 342-7133

August 3, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

Finding:

Inadequate Subrecipient Monitoring for the Aging Cluster

Response:

The agency concurs in principle with the finding. However, the agency would like to make a statement to put this into perspective. The storms of 2005 put three councils on aging out of business for an extended period of time, and five other councils on aging were displaced and operated on a limited basis for several months. Three councils on aging continue to operate in temporary quarters at a reduced level. The Program Monitors' top priority at that time was to get the impacted councils on aging back on line as quickly as possible.

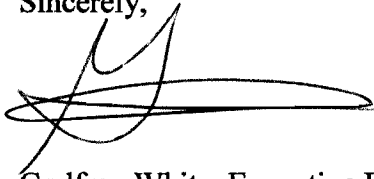
Corrective Action:

We have completed the policies and tools for monitoring the subrecipient performance for compliance with applicable laws and regulations. In addition management tracking logs have been developed to ensure timely completion of assessments, report issuance, and follow-up. Each program monitor will perform an on-site subrecipient assessment during September 2007 to test the effectiveness and usability of the instruments. For these first assessments we will choose agencies with expected good performance and varying size awards for testing purposes. Thereafter, during the area agency grant cycle, July 1, 2007 – June 30, 2011, we will assess all subrecipients, thus providing for all subrecipient assessments to be completed every 4 years. Approximately 12 subrecipients will be done each year during fiscal years 2007-2010. The order in which subrecipients will be assessed will be selected according to the following risk factors: 1) agencies receiving largest funds and 2) agencies that GOEA has encountered problem with in the past with service quality, reporting, or adequate documentation of service planning or delivery. The service areas were chosen according to the following risk factors: 1) services with largest funds appropriated, 2) services where problems in accurate reporting have been widely encountered in the past and 3) a cross-section of the various titles that funding is appropriated.

Contact Person: Mary Tonore
Beverly Armstead

Anticipated Completion Date: September 30, 2007

Sincerely,

A handwritten signature in black ink, appearing to be 'Godfrey White', written over a horizontal line.

Godfrey White, Executive Director

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Office of the Commissioner

January 30, 2008

Steve J. Theriot, CPA, Legislative Auditor
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Re: Audit Comment – Ineffective Internal Audit Function

Dear Mr. Theriot:

The Executive Department's response to your audit finding follows:

Ineffective Internal Audit Function

We concur with your finding that, as of June 30, 2007, the Executive Department lacked an effective internal audit function. Because of the enormity of the funding (over \$5 billion) coming into the Disaster Recovery Unit, we considered it to be a prudent use of those resources to consult with and to assist that critical unit in getting its operations functioning.

However, we have since hired an internal audit administrator to develop and oversee our internal audit function. By conclusion of fiscal year 2008, the Internal Audit Section will have completed the risk assessment process and developed a multi-year audit plan based on the results of that assessment.

Ms. Sharon B. Robinson, CPA, has been hired to oversee this function. She may be contacted at 225-342-7000 with any questions or concerns.

Sincerely,

A handwritten signature in black ink, appearing to read "Angele Davis".

Angele Davis
Commissioner of Administration

AD:SBR:

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Office of Community Development
Disaster Recovery Unit

June 23, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
Office of the Louisiana Legislative Auditor
1600 N. Third St.
P.O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

As per your letter dated June 18, 2008, the Division of Administration, Office of Community Development (OCD) is providing the Louisiana Legislative Auditor (LLA) with its response to the audit finding of inadequate controls over the Road Home Homeowner Assistance Program.

The OCD does not concur with the finding that it "had not yet implemented adequate controls over the administration of the Road Home Homeowner Assistance Program of the Community Development Block Grant."

The OCD was faced with developing a Homeowner Assistance Program of a magnitude never before done in this country. In addition to developing and designing the Program, OCD needed to procure a contractor to administer the Program as well as hire qualified staff for OCD's operations. OCD recognized it was short staffed and needed to procure outside assistance with an independent, competent and professional entity to augment its own in-house monitoring process. To address this urgent need OCD contracted with the Louisiana Legislative Auditors (LLA), Recovery Assistance Division (RAD) to provide additional resources to review and monitor this Program as well as others being administered by OCD.

OCD contends it did adequately monitor the Road Home Homeowner Assistance Program. Each of the points cited in the A-133 audit finding were known to OCD, except the reliability of insurance data feeds, through its monitoring program. A monitoring program is designed to detect problems within a program and alert management of the problems so it can take corrective action. OCD's monitoring program did exactly this. While no monitoring program will detect

every potential problem, OCD contends that its controls were adequate considering this Program was still being developed and refined as grants were being processed as quickly as possible in order to provide funds to Louisiana residents so they could begin rebuilding their homes and more importantly their lives. Numerous meetings, such as; the bi-weekly ICF status meetings, Road Home QA/QC meetings, ICF contract administration meetings, ICF invoice meetings, outstanding issues of immediate importance meetings, anti-fraud meetings, and ICF external training meetings occurred during fiscal year 2007, many of which are documented by attendance sign-in sheets.

The monitoring performed by OCD during the fiscal year ending June 30, 2007, was done on a post-closing basis, utilizing a sample of 5% of federal draws. The bulk of the monitoring began in March 2007, after the first major push of grant applications through closing in the last week of February 2007; approximately 2,300 applications. That monitoring continued on a weekly basis through the audit period. A 5% sample was selected because it was considered adequate to determine if the pre-closing process was thorough and accurate. As stated in the finding, reviews by OCD noted significant concerns. OCD discovered these concerns through its monitoring process. The finding states that despite significant errors being noted in the reviews OCD did not suspend payments. The suspension of payment to applicants was not an option available to OCD. As stated in the finding, the State of Louisiana made a decision to accept additional risks associated with expedited payments. The OCD knew that by relaxing "up-front" or pre-closing controls that stronger compensating controls at the "back-end" or post-closing would be required.

The A-133 finding states that OCD did not perform pre-closing reviews. Since the entire grant processing system was still new and going through numerous evaluations and changes, our first objective was to review the system and assess its functionality. As OCD completed its post-closing reviews of applications through the system, along with the findings of KPMG and the LLA, OCD recognized the need to begin a pre-closing review process. The OCD requested the LLA review the pre-closing process. In April 2007, the LLA conducted a joint review with OCD's monitoring staff of the pre-closing process. The pre-closing review was implemented to evaluate if system changes were made to correct the problems found in the post-closing review, and to add another level of monitoring to review grant applications before going to closing. OCD directed ICF to make system enhancements so that OCD staff could conduct pre-closing reviews. The process of developing and testing the enhancements took about two and a half months. The functionality of the enhancements was tested by OCD the last week of June 2007, and pre-closing reviews began on July 2, 2007. An important guiding principle for the Program is that it is better for homeowners to receive their funds much faster than originally planned, by completing certain documentation, compliance, and review activities, as needed, post-closing, not pre-closing. As a result, OCD shifted controls "downstream," after closing, many important but necessarily time-consuming activities that had been planned to be performed "upstream."

The A-133 finding states that OCD did not increase the level of review above 5% during the fiscal year. The sample size of 5% was adequate to identify errors; there was no reason for OCD to increase the sample size to confirm already known conditions. In addition, the errors noted by OCD were confirmed by work performed by the LLA and KPMG.

The A-133 audit finding states that the monitoring of OCD relied upon the accuracy of the information in a data warehouse maintained by ICF, and questioned the reliability and accuracy of this data, including insurance benefit data. OCD concurs. Given that an “entire” system had to be developed, tested, and ramped up to meet public demands for quick disbursement of funds, OCD and ICF relied on third party entities such as FEMA, insurance companies, and others supplying data to provide accurate data from their own data systems. Our focus had to be on output. In fact, no one suspected any issues with the data supplied by reliable third-parties until over 90,000 grants had been processed. When the Louisiana Legislative Auditor’s Recovery Assistance Division (RAD) and its Performance Audit Division (PAD) informed OCD that there may be problems with the reliability of data feeds from insurance companies, OCD began to work closely with the LLA to determine if there was a reliability problem and, if so, what impact it may have on the Program. If there is a problem with the reliability of the data, OCD, with input from the LLA, will develop and take corrective action.

To supplement OCD’s monitoring process it requested and hired the Recovery Assistance Division (RAD) of the Louisiana Legislative Auditor to perform agreed-upon procedures on the Road Home Homeowner’s Program. OCD was very short staffed; the staff it did have was involved in developing a program of unprecedented magnitude and needed the assistance of outside resources to review the Program. The A-133 finding uses the findings of a September 5, 2007 agreed upon procedures report by the RAD to support that OCD did not have an adequate monitoring program. However, the services of RAD were procured by OCD for this very purpose; to provide and augment the monitoring program.

The A-133 finding contains the results of this RAD agreed-upon procedures report dated September 5, 2007, which evaluated whether homeowner grant recipients were eligible for the Road Home Program and whether they received the correct award amount. The A-133 finding cites that the results of those procedures indicated that “Thirty-seven percent of the award amounts sampled had other values or information available in program data sources that *suggested* a different value *could* have been used in the award calculation.” (Italics added) The A-133 finding further states that the RAD report cites that 19 of the 80 homeowner’s sampled received a total of \$166,871 more than they should have received and 11 of the 80 homeowner’s sampled received \$29,103 less than they should have received. What is not included in the finding are the results of a joint review by OCD and ICF of the same 80 homeowner files sampled by the LLA which resulted in much lower figures than those reported by the LLA. Based on this joint review, the results of which are included the OCD’s response to the LLA’s

audit, 5 of the 80 homeowner's sampled received a total of \$81,900 more than they should have received and 3 of the 80 homeowner's sampled received \$4,200 less than they should have received. At the time of closing, the correct amount was awarded to 72 of the 80 applicants. For homeowner's receiving more than they should have received, efforts to recover the funds are being pursued.

The A-133 finding cites the results of an audit issued October 17, 2007, by the Performance Audit Division (PAD) of the Louisiana Legislative Auditor. The PAD conducted a performance audit on the additional compensation grant (ACG) eligibility determinations. In this audit, a sample of applicants receiving an ACG at closings in May 2007, were tested and the LLA found that 18 of the 56 applicants tested (32%) "did not provide sufficient eligibility documentation or were not eligible." OCD performed its own review of the 56 applicants tested and found that 53 (94.7%) of the sampled applicants qualified for the ACG.

The finding states that OCD advanced \$750,000 of CDBG funds to the Road Home Corporation (Louisiana Land Trust), a subrecipient, although there was not a valid subrecipient agreement in place. We concur that there was not a valid subrecipient agreement in place at the time of the advance; however, there was an executed Loan and Regulatory Compliance Agreement in place prior to any Community Development Block Grant (CDBG) funds being advanced. The Loan and Regulatory Compliance Agreement was specific in that the Road Home Corporation was to expend CDBG funds in compliance with HUD regulations. OCD was aware that there was not a valid subrecipient agreement in place with the Road Home Corporation. The reason there was not a valid subrecipient agreement was due to difficulties in negotiating the terms of the contract, not a lack of monitoring by OCD. HUD was made fully aware of this issue by OCD.

Corrective Action Plan

Michael Spletto, Director of the OCD, Disaster Recovery Unit is the contact person responsible for corrective action.

With regard to the Road Home Assistance Program many changes to the Program have occurred since June 30, 2007. As of May 22, 2008, over 160,000 benefits have been calculated, and awards have been made to 108,997 homeowners. As stated in the HUD – OIG report dated December 19, 2007; OCD has made a number of improvements to its monitoring processes and procedures that include a performance measurement plan with objective and measurable performance parameters, along with corresponding incentives and penalties. The report further says that OCD has:

- Hired additional staff – More than 10 additional monitoring staff persons were hired;
- Drafted policies and procedures – Written monitoring policies and procedures were drafted;
- Designated staff to track deliverables – The designated staff tracks the receipt of deliverables, ensures that deliverables are reviewed and approved within 20 days of receipt, and ensures that ICF responds to rejected deliverables within 20 days;
- Developed a performance plan – The fourth amendment to the contract requires ICF to follow a performance measurement plan on a quarterly basis, including performance credits for noncompliance;
- Designated staff to monitor policy changes – Two administrators were designated to oversee the review of policy changes, coordinate those changes for each program area, and hold weekly meetings related to the policy changes; and
- Developed a process to track policy changes – The new process tracks policy changes by program area and requires ICF to submit all policy changes to OCD for its review and approval. The policy change process also involves a weekly meeting of OCD, the Louisiana Recovery Authority, and ICF to discuss the proposed changes.

OCD has implemented the following improvements to the Program in addition to those cited by the HUD - OIG:

- Instituted a pre-closing monitoring process on July 2, 2007.
- Continues to conduct bi-weekly meetings with ICF on evaluating the aging of files to find ways to move open applications to closing.
- Continues to conduct monthly meetings to review PAL case management activities and to identify issues that need to be resolved to move applications to closing.
- Continues to conduct bi-weekly quality control meetings with ICF to identify potential problem areas that need to be addressed.
- Continues to conduct weekly fraud, waste, and abuse meetings.
- Continues to conduct bi-weekly meetings with ICF's long-term monitoring and subcontractor monitoring staff to discuss issues related to covenant and subcontractor programmatic compliance.
- Continues to review state appeals from applicants to ensure that appeals are properly addressed and to evaluate ICF's appeals process and results.
- Is instituting a process to evaluate all active grants that have not gone to closing to determine, through a committee process, what decisions are needed from OCD to move applications to closing. This will involve regular on-site visits to four Housing Assistance Centers to consult with case managers and to ICF's constituent services staff.
- Continues to conduct a weekly review of the Pipeline Report that provides overall Program statistics and accomplishments.

Mr. Steve J. Theriot, CPA

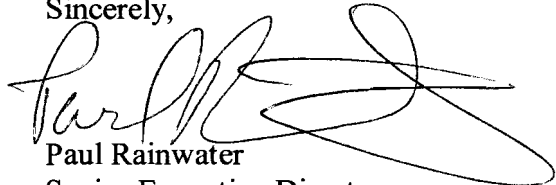
June 23, 2008

Page 6

- Has developed a grant recovery policy and process to recapture overpayments.
- Has penalized ICF for failure to correct errors found by OCD and their own staff in the cash draw reviews. This penalty will be added to quarterly performance goals.
- Continues to require ICF to meet quarterly performance goals with penalties attached for failing to achieve the performance goals.

We appreciate the cooperation and diligence of your staff in conducting this audit. If you have questions or require additional information, please let me know.

Sincerely,

A handwritten signature in black ink, appearing to read 'Paul Rainwater', with a large, stylized flourish extending from the end of the signature.

Paul Rainwater

Senior Executive Director

Office of Community Development/DRU

PR/SU

c: Ms. Angele Davis
Ms. Sharon Robinson
Ms. Susan Elkins
Mr. Thomas Brennan
Mr. Mike Spletto
Mr. Richard Gray
Mr. Stephen Upton

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Facility Planning and Control

June 9, 2008

Mr. Steve Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, LA 70802

RE: Official Response to Facility Planning and Control Audit Finding

Dear Mr. Theriot:

This is written in response to your draft audit finding dated March 27, 2008 from Beth Q. Davis, CPA to Gene Knecht, Audit Coordinator for the Executive Department regarding the Office of Facility Planning and Control (OFPC).

RE: Audit Findings Number 1

Three contracts with original contract amounts totaling \$12,249,898 were not publicly advertised in accordance with Revised Statute 38:2212(D)(1)(c).

OFPC concurs with the finding that three contracts were not publicly advertised in accordance with Louisiana Revised Statute 38:2212(D)(1)(c).

OFPC management agree with the auditor's premise that three contracts were not publicly advertised in accordance with Louisiana Revised Statute 38:2212(D)(1)(c). However for the reasons stated below, OFPC does not agree with the audit conclusion that the procurement did not adhere to state law.

As you are aware, on August 29, 2005, Hurricane Katrina was recorded as the most devastating natural disaster in the history of the United States. There were nearly 2200 state owned buildings damaged by Hurricanes Katrina and Rita representing an estimated \$1.7B in damages. This office was tasked by the Governor to serve as the applicant for Public Assistance under the FEMA Public Assistance program for all hurricane damaged state facilities. Due to the urgency of the mandated repairs this office implemented reasonable precautions, given the circumstances of the catastrophic event, to protect the interest of the government and its citizens and to begin repairs in a timely manner.

On September 6, 2005, this office publicly advertised a declaration of emergency for all work related to the recovery from Hurricane Katrina. All three of the projects in question by the audit findings were disaster recovery projects covered by the emergency declaration. It was OFPC's interpretation that the declaration of emergency was valid at the time we received proposals for the three projects and the projects were covered by the emergency declaration.

Mr. Steve Theriot, CPA
Legislative Auditor
Page -2-

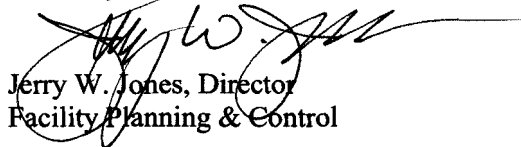
Furthermore absent a requirement of retroactive application, (R.S.) 38:2212(D)(1)(c) did not supersede the previous advertised emergency declaration of this office. The statutory language of 38:2212(D)(1)(c) does not state that the requirements arising under its authority should be provided retroactively, nor does the legislative history clearly indicate that such was meant to be retroactive. To argue otherwise would be contrary to the intent of the new law. As stated in the audit finding, the legislative intent was to create an expedited bid process for the Hurricane Katrina and Rita projects (even for those projects not deemed an "emergency").

Arguably the new law was not a replacement of the emergency exemption procedures. It is foreseeable that a repair, although damaged by Hurricane Katrina or Rita, could pose an immediate danger of imminent threat of destruction or injury to life or property requiring OFPC to invoke the emergency exemption. The new law was an added exemption available to the OFPC.

Additionally, one of the three projects at issue, LSUHCS Construction and Repairs to University Hospital, Project No. K19-610-05-ORM, was advertised separately as an emergency on March 1, 2006 due to its size and prominence. University Hospital was one of two statewide hospitals which suffered extensive damage as a result of the hurricane. These hospitals served as the primary health care safety net for many local residents. The condition of the hospital was a critical factor in determining how quickly the city was reopened to its citizens. The reopening of University Hospital was a public emergency as defined by the Public Bid Law.

It should be noted that during the period in question, it was difficult finding contractors to work the New Orleans area. Although not required under the R.S. 38:2212(D)(1)(a), OFPC made every effort to get as much participation as possible in the award process. The bidders were notified by the design team. The design team sent letters to as many contractors as it could locate who had the required license classification. Any contractor who was licensed in the proper classification of work could submit a bid. After all were submitted, bids were opened and the contractor with the lowest bid was selected to perform the work. Despite the lack of advertisement for bid, OFPC is confident that the award process to the lowest bidder was competitive.

Sincerely,


Jerry W. Jones, Director
Facility Planning & Control

JWJ:cn



BOBBY JINDAL
GOVERNOR

ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Facility Planning and Control

June 9, 2008

Mr. Steve Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, LA 70802

RE: Official Response to Facility Planning and Control Audit Finding

Dear Mr. Theriot:

This is written in response to your draft audit finding dated March 27, 2008 from Beth Q. Davis, CPA to Gene Knecht, Audit Coordinator for the Executive Department regarding the Office of Facility Planning and Control (OFPC).

RE: Audit Findings Number 2

Fifteen of 57 projects (26.3%) commenced work prior to the issuance of a formal Notice to Proceed.

OFPC concurs with the finding that work on several of the projects had begun prior to the issuance of a notice to proceed.

As stated in your findings, R.S. 38:2215 requires that a notice to proceed be issued to the contractor within 30 days of executing the contract. The primary purpose of the notice to proceed is to begin contract management and the contract time. The time for performance of the contract work begins with the date of the notice to proceed. The notice to proceed gives the contractor lead time to begin construction. This is of particular importance when time is of the essence and liquidated damages will result from untimely performance.

OFPC agrees that a good internal control mandates the issuance of the notice to proceed, prior to the work commencing. All but one of the six examples that were provided to us was disaster recovery related projects. These were all driven by various examples of urgency related to disaster recovery including returning health care to New Orleans, addressing safety issues and meeting the Superdome opening date. The latter of which became the symbol of recovery of New Orleans with literally hundreds of thousands of people dancing in the streets.

Mr. Steve Theriot, CPA
Legislative Auditor
Page -2-

While we recognize the need to maintain our standard internal management control practices, even during an emergency, under a difficult circumstances such as a natural disaster, our main focus was getting the necessary facility operational and available for the citizens.

Sincerely,



Jerry W. Jones, Director
Facility Planning & Control

JWJ:cn

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Facility Planning and Control

June 9, 2008

Mr. Steve Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, LA 70802

RE: Official Response to Facility Planning and Control Audit Finding

Dear Mr. Theriot:

This is written in response to your draft audit finding dated March 27, 2008 from Beth Q. Davis, CPA to Gene Knecht, Audit Coordinator for the Executive Department regarding the Office of Facility Planning and Control (OFPC).

RE: Audit Findings Number 3
Four of 42 expenditure transaction (9.5%) reviewed indicate the related contract retainage was not properly recorded.

OFPC concurs with the finding that 4 (four) of 42 (forty-two) expenditure transaction (9.5%) reviewed indicate the related contract retainage was not properly recorded

This problem has been addressed. Effective December 4, 2007 through an email from Marty Milner, Fiscal Officer to OFPC, the accounting staff is required the proper recording of contract retainage payable on all appropriate accounting entries.

Sincerely,

A handwritten signature in black ink, appearing to read "Jerry W. Jones".

Jerry W. Jones, Director
Facility Planning & Control

JWJ:cn

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Facility Planning and Control

June 9, 2008

Mr. Steve Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, LA 70802

RE: Official Response to Facility Planning and Control Audit Finding

Dear Mr. Theriot:

This is written in response to your draft audit finding dated March 27, 2008 from Beth Q. Davis, CPA to Gene Knecht, Audit Coordinator for the Executive Department regarding the Office of Facility Planning and Control (OFPC).

RE: Audit Findings Number 4

Four of 50 transactions (8%) reviewed were incorrectly coded.

1. OFPC agrees that Four of 50 transactions (8%) reviewed were incorrectly coded.

OFPC received \$9,395,767 of interagency transfer funds from CDBG on the repair of the Superdome as part of the 10% match. Subsequent to the receipt of these funds, President Bush approved a 100% payment of FEMA funds on category E projects. The questioned transaction was the repayment of these funds. The repayment was a one time occurrence and will not be repeated in the future.

The four transactions were in reality one transaction with four lines (PV 115 PVQ00020195) where OFPC refunded revenue to the Community Development Block Grant program. The payment voucher was incorrectly coded to an expenditure object code instead of a revenue source code. This error was corrected on ISIS transaction J2 115 J2000000628 dated 11/15/2007 reversing the charge to expenditures and debiting revenue.

Sincerely,

A handwritten signature in black ink, appearing to read "Jerry W. Jones".

Jerry W. Jones, Director
Facility Planning & Control

JWJ:cn

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Facility Planning and Control

June 6, 2008

Mr. Steve Theriot, CPA
Legislative Auditor
1600 North Street
Baton Rouge, LA 70802

RE: Official Response to Facility Planning and Control Audit Finding

Dear Mr. Theriot:

This is written in response to your draft audit finding dated March 27, 2008 from Beth Q. Davis, CPA to Gene Knecht, Audit Coordinator for the Executive Department regarding the Office of Facility Planning and Control (OFPC).

RE: Audit Findings Number 5

Two payments totaling \$9,784,455.00 were not adequately supported.

Do not concur

OFPC reimbursed The Bank of New York for payments from the Louisiana Stadium and Exposition District (LSED) trustee account for ineligible costs. The repairs to the LSED were made through two separated funds. The revenue bonds were intended for enhancements to the Superdome and the funds received from FEMA were for repairs. The payouts at issue were made in error for FEMA ineligible costs.

Since General Obligation bonds were appropriated to cover FEMA ineligible costs on hurricane repair projects it was necessary, after securing trustee and bond counsel approval, to reimburse the trustee account at The Bank of New York. There were two payments in fiscal year 2007 and one in fiscal year 2008 which will not reoccur in the future.

It was decided that since all detail supporting documentation was available in New Orleans at LSED and available for inspection and audit, it was unnecessary to keep identical records at both LSED and OFPC. Supporting documentation can be located at LSED.

Mr. Steve Theriot, CPA
Legislative Auditor
Page -2-

OFPC have detailed spreadsheets supporting the payment, but paper copies of purchase order, invoices, and evidence of payment are stored in New Orleans.

Sincerely,


Jerry W. Jones
Director

JWJ:cn

cc: Sharon Robinson



BOBBY JINDAL
GOVERNOR

ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Office of Statewide Reporting and Accounting Policy

April 24, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
1600 North Third Street
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

RE: Internal Control over Financial Reporting

This letter is the official response to the findings in the referenced letter from the Office of the Legislative Auditor dated April 2, 2008, relating to Internal Control over Financial Reporting. The findings are outlined below for reference:

- The deferred revenue amount and corresponding accounts receivable amount as they related to the General Fund were understated by \$63,503,000 as a result of OSRAP's failure to consider the Governor's Office on Homeland Security and Emergency Preparedness (GOHSEP) deferred revenue in its calculation.
- Expenditures and the corresponding accounts payable amount as they related to the General Fund were overstated by \$24,253,455 as a result of OSRAP's inclusion of certain unrecorded payables for the Department of Education twice.
- Revenues and the corresponding receivable amount as they related to the General Fund were understated by \$21,559,870 as a result of OSRAP's failure to include fiscal year 2007 net escheat revenues that were initially recorded in the state's Integrated Statewide Information System (ISIS) as fiscal year 2008 activity. A correction was made in ISIS during the 14th period to transfer the revenues to fiscal year 2007. However, OSRAP failed to consider this reversal in its General Fund work. A similar understatement occurred in fiscal year 2006 for the same reason.
- The deferred revenue amount and corresponding accounts receivable amount as they related to the Bond Security and Redemption Fund were overstated by \$15,898,116 as a result of OSRAP's inclusion of the modified accrual amount rather than the full accrual amount for the Department of Public Safety. OSRAP's method had been discussed with them in the prior year. However, no corrections were made for the current year calculation.

- The ending balance for land and corresponding expenses were understated by \$69,988,332 because OSRAP omitted right-of way additions in its calculation.
- The reconciliation between the amounts for deposits and investments per the financial statements and Note 2 (Deposits and Investments) was understated by \$18,751,000 as a result of OSRAP including items that were not reconciling items, not including the correct amount of the reconciling item, or presenting the reconciling item as the reverse of what it should be.
- Total investments for General Government was overstated by \$2,300,000,000 in Section C of Note 2 due to the duplication of amounts in the STO roll-up and the miscellaneous governmental funds roll-up. Both roll-ups are used in the calculation of total investments.
- Certain disclosures in Note 2 related to securities lending for the Retirement Systems were inaccurate because OSRAP used the language from the prior year disclosure rather than revising the language to reflect the current year circumstances.
- Differences between the financial statement and note amounts in the CPA reports for the Retirement Systems were not addressed by OSRAP. As a result, investments were misclassified in Note 2.

The Office of Statewide Reporting and Accounting Policy (OSRAP) concurs in part regarding the overall assertion made on the fact that OSRAP's internal controls over the financial reporting process did not detect errors and omissions in certain components of the state's Comprehensive Annual Financial Report (CAFR). As a general rule, components of the CAFR go through four levels of review for approval prior to being submitted for audit. This year, with the urge to finish the CAFR earlier than the previous year, (in November instead of December), OSRAP sent some of the components of the CAFR in piece meal to the Legislative Auditors (LLA) for audit prior to these components passing through all the levels of review. This was aimed at expediting the audit process. Sometimes information was forwarded in cases where OSRAP was still waiting for agency information that had been repeatedly delayed. OSRAP felt that this was an acceptable arrangement with the LLA, an arrangement which would avoid late issuance of the CAFR. This however, was a misunderstanding and a miscommunication between the OSRAP and the LLA as to how and when components of the CAFR should be passed on to the LLA for audit.

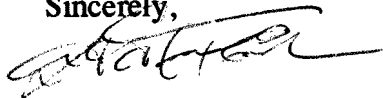
As a secondary matter, OSRAP's level of review was curtailed to three on most of the components alluded to in the findings due to the Assistant Director's assignment to the statewide ERP evaluation project and subsequently an illness that kept her hospitalized and out of that level of review for a few months until after the issuance of the CAFR.

As result of these findings, OSRAP intends to implement the following action plans so as to mitigate the recurrence of these findings in the future.

- OSRAP will place ticklers in those components of the CAFR that have not been completely reviewed indicating that fact and to indicate OSRAP's intent to go back and finish a complete review of adjustments of those files once the missing data have been received.
- OSRAP will expand its Annual Financial Report (AFR) instructions, and meet with the agencies cited in the findings to discuss proper disclosure of the accounts in questions as well as the timing for submitting those disclosures in accordance with recommended formats to facilitate identification of the accounts for inclusion in the CAFR. Meetings have already been planned with the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) to discuss financial preparation issues, and to address prior year errors and audit findings. OSRAP will also instruct the Department of Public Safety on reporting formats that will help both offices avert the errors that culminated in an audit finding.
- OSRAP will meet with the State Treasurer's Office to establish procedures that will help correct the finding on Escheat as well as discuss issues and seek resolution to the findings on the Cash Note. To the extent practical, OSRAP will work to alleviate the discrepancies on the Cash note and the cash reconciliation by providing additional training to the analyst preparing the note, as well as providing an adequate and comprehensive review of the note in a timely manner so as to avoid rushing it through the review process in order to get it out for audit.

OSRAP will continue to streamline its communications with the LLA as well as work with the state agencies to avoid future findings. We appreciate the opportunity to respond. If you have questions regarding this response, please contact me at (225) 342-1091.

Sincerely,



Afranie Adomako, CPA
Director.



State of Louisiana
Division of Administration
Office of the Commissioner

May 20, 2008

Mr. Steve J. Theriot, CPA
Louisiana Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

Thank you for the opportunity to offer a response to your finding titled Inadequate Preparation of Annual Fiscal Reports. I partially concur with your finding. I take very seriously the accuracy of the state's financial statements and believe it to be important that they are both timely and efficiently prepared. This issue is also important to one of this administration's goals of providing a proper accounting of public funds to Louisiana residents and other interested parties.

I concur that through the Office of Statewide Reporting and Accounting Policy (OSRAP), the Division of Administration (DOA) strives to assist all state agencies and component reporting units in compiling and reporting their financial statements. Part of the process includes preparing and providing detailed instructions. OSRAP updates all reporting packages each year which are inclusive of instructions and contact information. In addition, OSRAP conducts detailed reviews of the annual financial reports (AFR's) submitted as part of the Comprehensive Annual Financial Report (CAFR) compilation process, and is constantly involved in assisting entities with correcting the financial report. OSRAP recently sent 50 letters to various entities notifying them of the non compliance with the AFR instructions on their 2007 AFR's.

I also concur in the importance of adequate training and supervision of staff. However, as you are aware, the hiring and supervision of the staff and supervisors responsible for preparing and submitting agencies' AFR's rest within the individual agencies and are not subject to DOA's approval. While the DOA can offer assistance and serve as a resource, the actual AFR preparation remains the responsibility of the agency.

Corrective action

One effort that we are embarking on is developing an enterprise resource planning system (ERP) that we anticipate will alleviate many of the issues you identified at various state departments. One shortfall is that higher education and other component units are not included in the project at

Mr. Steve J. Theriot, CPA
May 20, 2008
Page 2

this time because of the many disparate systems currently in use by these entities, which are not currently on the state's central accounting system. These other systems are not even uniform among higher education institutions. The Division of Administration will look to your office to join with us in identifying weaknesses and best practices for accounting and financial reporting among the higher education systems. This joint effort could eventually lead to uniform financial accounting and reporting in Louisiana. This project is estimated to begin in early 2009.

Recently, OSRAP's Director and his staff participated in the Association of Government Accountants' Spring Conference and presented a session on the AFR package during that event.

We also hope to be able to partner with the Office of Legislative Auditor in an effort to develop an internal control guide that could be used to all governmental entities to enhance their understanding and knowledge of the importance of properly and fully documenting their policies and procedures, especially those related to preparing the AFR.

If additional information is needed, you may contact Afranie Adomako, Director of OSRAP, or Barbara Goodson, Deputy Commissioner.

Sincerely,

A handwritten signature in black ink, appearing to read "Angele Davis", with a stylized, cursive script.

Angele Davis
Commissioner of Administration



State of Louisiana
Division of Administration
Office of the Commissioner

February 19, 2008

Mr. Steve J. Theriot, CPA, Legislative Auditor
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Re: Single Audit Finding – Unlocated Movable Property

Dear Mr. Theriot:

The Division of Administration concurs, in part, that significant amounts of movable state property could not be located at specified state agencies for fiscal year ended June 30, 2007. Ultimately, the responsibility for ensuring that these policies and procedures are not only implemented, but adhered to rests with the department heads and their respective property managers. As I reviewed the individual responses from the affected agencies, these officials appear to have grasped the importance of safeguarding state assets and are taking action toward improving their oversight. However, I will be reminding all agency heads of their fiduciary responsibilities and advising sanctions for non-compliance, as allowed by state law and property management regulations.

The Division of Administration, through the Louisiana Property Assistance Agency (LPAA), has in the past and will continue to work with non-compliant agencies to assist them with implementing policies and procedures aimed at ensuring that state assets are safeguarded. This process is a continuous one with no specific date of completion. Mr. Floyd Rector, Compliance Office Supervisor with LPAA, oversees the compliance officers who are responsible for this function.

Sincerely,

A handwritten signature in cursive script, appearing to read "Angele Davis".

Angele Davis

c: Edgar Jordan, Assistant Commissioner
Susie Barthel, Director, LPAA
Sharon B. Robinson, Internal Audit Administrator



January 15, 2008

Mr. Sean Bruno, CPA
Bruno & Tervalon LLP,
Certified Public Accountants
4298 Elysian Fields Ave
New Orleans, LA 70122

Dear Mr. Bruno:

RE: Corrective Action Plan - Finding 2007-01 – Federal Work Study

The University concurs with the auditor's recommendation that management of the University adhere to established policies and procedures regarding the work-study program. To avoid future reoccurrences, the Payroll and Financial Aid Offices will work together to address any conflicting timesheets prior to student's getting paid Federal College Work Study monies.

To avoid future occurrences, the following will be implemented:

1. The Payroll Office will provide the Financial Aid Office with a class schedule conflict report.
2. The report will be reviewed by both offices prior to payment of Federal College Work Study wages.
3. Supervisors will be notified prior to payment when there is a conflict.
4. Class schedule conflicts will be charged to departmental budgets as opposed to paying wages from Federal College Work Study funds.

ITC, Payroll and Financial Aid are seeking system solutions to integrate timesheets and class schedules to streamline the process to reconcile fiscal records on a monthly basis to ensure that students do not work during scheduled class periods.

The following verbiage will be added to student web access timesheets as well as the monthly email notification sent out each month from the Payroll Office:

"Students are not permitted to work during class time. Any time reported on timesheets during scheduled class time will not be paid from Federal College Work Study Funds. Supervisors will be responsible for paying students from their departmental budgets."

Sincerely,

Horace A. Judson
President

HAI:jj



January 15, 2008

Mr. Sean Bruno, CPA
Bruno & Tervalon LLP,
Certified Public Accountants
4298 Elysian Fields Ave
New Orleans, LA 70122

Dear Mr. Bruno:

RE: Corrective Action Plan - Finding 2007-02 - Matching

Management concurs with the finding on undocumented matching. Per discussions with you and the Grants staff, management will implement procedures to document the matching requirements of the grant agreement.

Where matching is attributable to payroll expenditures, the Grants office will change the procedure for collecting time and effort certifications and will make special note of those employees whose salaries are charged to unrestricted funds, but provide services to satisfy matching requirements.

Matching funds applicable to non-payroll matching expenses will be charged to a unique restricted fund established to record the matching expense during the year. At fiscal year end or grant period end, whichever comes first, the expenses will be reclassified to the general fund in total by account code. This will properly expense the match, provide transaction detail, and readily identify the grant to which the match is applicable.

The above procedure shall be implemented effective January 1, 2008.

Sincerely,

Horace A. Judson
President

HAI:jj



Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

November 20, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

The Department of Health and Hospitals (DHH) provides the following in response the findings noted in your letter dated November 5, 2007. We understand that this audit is still in draft until the audit is completed.

Improper Claims by Waiver Service Providers

Finding: Providers did not maintain time sheets, progress notes, and/or logs to support services provided and billed.

DHH concurs with the requirement that "Home and Community Based Services (HCBS) Waiver Program Standards for Participation" require providers to maintain documentation of services rendered as per the approved comprehensive plan of care. Additionally the providers are required to maintain documentation of the day-to-day activities of the recipient (progress notes).

Corrective action plan: DHH will continue to reinforce provider compliance with documentation requirements through training and technical assistance.

Action taken: Memorandum was issued on August 27, 2007 of mandatory provider training that was conducted by Unisys, the Medicaid Fiscal Intermediary, during the period September 11, 2007 and October 4, 2007. DHH readily provides technical assistance and providers are encouraged to call DHH or its contractors if any questions concerning documentation requirements or billing issues arise.

DHH action to be taken:

- 1) Review all policies to determine if revisions are needed.
- 2) Issue letters to providers with errors noted in this category requesting plans of correction.
- 3) Require the providers who were found to be out of compliance to attend training provided by the Program Office(s).

OFFICE OF MANAGEMENT & FINANCE • BUREAU OF HEALTH SERVICES FINANCING
BIENVILLE BUILDING • 628 N. 4th STREET • P.O. BOX 91030 • BATON ROUGE, LOUISIANA 70821-9030
PHONE #: 225/342-3891 or #225/342-5774 • FAX #: 225/342-9508 • www.dhh.la.gov
"AN EQUAL OPPORTUNITY EMPLOYER"

- 4) Review all records cited in the audit and take appropriate action.

Anticipated completion of corrective action to send letters and review records is March 15, 2008.

Contacts: NOW Provider Letters: Jean Melanson
 NOW Provider Audits: Charles Ayles
 EDA Provider Letters: Susan Robinson

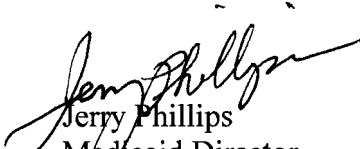
Providers who fail to return monies owed will be referred to DHH Program Integrity for recoupment.

Anticipated completion of corrective action if referral to Program Integrity is initiated is June 30, 2008. This is subject to change depending on appeals and/or other action by the provider.

Contacts: Joe Kopsa
 Lori Stephens

If you have any additional questions or concerns, please contact Randy Davidson at 225-342-4818.

Sincerely,



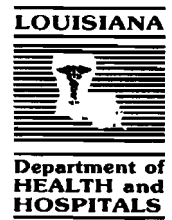
Jerry Phillips
Medicaid Director

JLP/jm



Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

November 20, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

The Department of Health and Hospitals (DHH) provides the following in response the findings noted in your letter dated November 5, 2007. We understand that this audit is still in draft until the audit is completed.

Improper Claims by Waiver Service Providers

Finding: CPOC was not present in the recipient record.

DHH agrees that the CPOC must be maintained in the recipient record.

Corrective Action Plan: DHH will notify the direct service provider cited in the audit of this deficiency and the relevant policy requirements and require that appropriate corrective action be taken.

Anticipated completion date of corrective action is December 7, 2007.

Contact: Jean Melanson

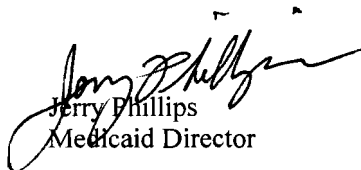
DHH will Review the records identified in the audit to insure that the current and approved CPOC is present and will take appropriate action as necessary.

Anticipated completion date of the above corrective action is March 15, 2008.

Contact: Charles Ayles

If you have additional questions or concerns please feel free to contact Randy Davidson at 225-342-4818.

Sincerely,

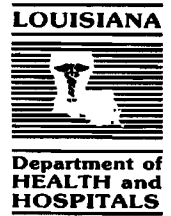

Jerry Phillips
Medicaid Director

JLP/jm



Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

November 20, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

The Department of Health and Hospitals (DHH) provides the following in response the findings noted in your letter dated November 5, 2007. We understand that this audit is still in draft until the audit is completed.

Improper Claims by Waiver Service Providers

Finding: Quarterly progress summaries were not prepared.

DHH concurs that the "Home and Community Based Services (HCBS) Waiver Program Standards for Participation" requires providers to prepare monthly and/or quarterly progress summaries. This requirement is set forth in the waiver policy manuals.

DHH Corrective action plan: Continue to reinforce provider compliance with documentation requirements through training and technical assistance.

Action taken: Memorandum was issued by DHH on August 27, 2007 of mandatory provider training to be conducted by Unisys, the Medicaid Fiscal Intermediary, during the period of September 11, 2007 and October 4, 2007. These trainings were conducted in various locations throughout the state.

DHH action to be taken:

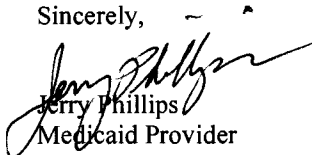
- 1) Review all policy to determine if revisions are needed.
- 2) Issue letters to providers with errors noted in this category requiring plans of correction.
- 3) Review all records identified in the audit and take appropriation action.

Anticipated completion of corrective action is March 15, 2008.

Contacts: NOW Provider Letters: Jean Melanson
 NOW Provider Audits: Charles Ayles
 EDA Provider Letters: Susan Robinson

If you have any additional questions or concerns, please feel free to contact Randy Davidson at 225-342-4818.

Sincerely,


Jerry Phillips
Medicaid Provider

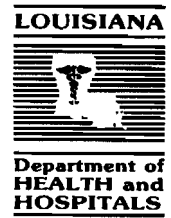
JP:jlh

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Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

November 20, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

The Department of Health and Hospitals (DHH) provides the following in response the findings noted in your letter dated November 5, 2007. We understand that this audit is still in draft until the audit is completed.

Improper Claims by Waiver Service Providers

Finding: Monthly progress summaries were not prepared

DHH concurs with the requirement that "Home and Community Based Services (HCBS) Waiver Program Standards for Participation" requires providers to prepare monthly and/or quarterly progress summaries. This requirement is set forth in the waiver policy manuals.

Corrective action plan: DHH will continue to reinforce provider compliance with documentation requirements through training and technical assistance.

Action taken: Memorandum was issued on August 27, 2007 of mandatory provider training that was conducted by Unisys, the Medicaid Fiscal Intermediary, during the period September 11, 2007 and October 4, 2007.

DHH action to be taken:

- 1) Review all policy to determine if revisions are needed.
- 2) Issue letters to providers with errors noted in this category requiring plans of correction.
- 3) Review all records identified in the audit and take appropriate action.

Anticipated completion of corrective actions is March 15, 2008.

Contacts: NOW Provider Letters: Jean Melanson
 NOW Provider Audits: Charles Ayles
 EDA Provider Letters: Susan Robinson

If you have any additional questions or concerns, please feel free to contact Randy Davidson at 225-342-4818.

Sincerely,

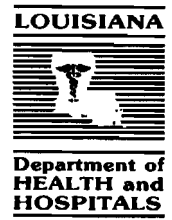
Jerry Phillips
Medicaid Director

JLP/jm



Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

November 20, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

The Department of Health and Hospitals (DHH) provides the following in response the findings noted in your letter dated November 5, 2007. We understand that this audit is still in draft until the audit is completed.

Improper Claims by Waiver Service Providers

Finding: Failure to deliver weekly hours of service according to the approved plan of care

DHH concurs in part with this finding: Waiver participants must have flexibility built into the waiver service delivery process. Current policy allows flexibility through the development of an alternate schedule included in the CPOC. The prior authorization is issued by DHH for these services on a quarterly basis to allow for this flexibility. It is expected that there are circumstances that exist which make delivery of the weekly service hours impractical or impossible, however, DHH agrees that if the flexibility is not in the alternate schedule, that appropriate documentation should exist in the recipient recorded explaining the deviation in the schedule.

Corrective action plan: DHH will continue to reinforce provider compliance with documentation requirements through training and technical assistance.

DHH action to be taken:

- 1) Review all policy to determine if revisions are needed.
- 2) Issue letters to providers with errors noted in this category requiring plans of correction.
- 3) Require the providers who were found to be out of compliance to attend training provided by the Program Office(s).
- 4) Review all records identified in the audit and take appropriate action. If the number of service hours delivered are consistently less than the hours scheduled on the CPOC, the participant's team with regional office representation will meet and assure the individuals' health and safety needs are being met.

- 5) If the participant's health and safety is not in question, DHH will ask the appropriate regional office to meet with the participant's family and support coordination to revise the participant's CPOC to more adequately reflect the participant's assessed needs.
- 6) If the number of service hours delivered are greater than the hours on the CPOC schedule, then a determination must be made to see if the CPOC adequately addresses the participant's needs. The waiver cannot pay for services delivered outside of an approved CPOC (which includes any approved revision).
- 7) If the CPOC is accurate, then the provider must provide appropriate documentation as to why the CPOC schedule is not followed.
- 8) If there is suspicion of fraudulent activities or abuse, referral will be made to the Medicaid Waiver Compliance Section for notification to the appropriate entity.

Anticipated completion date is February 15, 2008.

Contacts: NOW Provider Letters: Jean Melanson
 NOW Provider Audits: Charles Ayles
 EDA Provider Letters: Susan Robinson

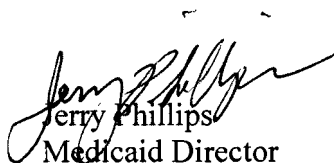
Providers who fail to return monies owed will be referred to DHH Program Integrity for recoupment.

Anticipated completion of corrective action if referral to Program Integrity is initiated is June 30, 2008. This is subject to change depending on appeals and/or other action by the provider.

Contacts: Joe Kopsa
 Lori Stephens

If you have any additional questions or concerns, please feel free to contact Randy Davidson at 225342-4818.

Sincerely,



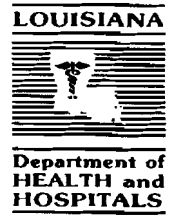
Jerry Phillips
Medicaid Director

JLP/jm



Kathleen Babineaux Blanco
GOVERNOR

STATE OF LOUISIANA
DEPARTMENT OF HEALTH AND HOSPITALS



Roxane A. Townsend, M.D.
SECRETARY

October 29, 2007

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot:

Please allow this letter to serve as the Department of Health & Hospitals' official response to your audit finding of Ineffective Medicaid Eligibility Quality Control System which is referenced in your correspondence dated October 16, 2007.

DHH respectfully concurs with the finding of the audit.

Corrective Action Plan

As a result of reorganization within DHH, the MEQC section was moved from the Program Integrity Section to the Eligibility Policy Section on May 14, 2007. As soon as the reorganization was accomplished, the vacant positions were posted and steps were undertaken to fill those positions. The one existing reviewer in the Shreveport region returned from FMLA on June 18, 2007, and began reviewing cases upon her return. The three vacancies were filled by two employees on September 10, 2007 and the remaining one was filled September 17, 2007. The MEQC unit is now fully staffed and to date the following reviews have been completed:

LaChip	114
LaMoms	99
Long Term Care	51
Negative reviews	<u>255</u>

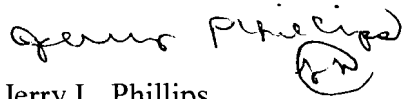
TOTAL	519

With the unit fully staffed and operational, all backlog cases will be completed shortly after the New Year, if not before, and the unit will be able to timely complete all current work.

Mr. Steve Theriot, CPA
October 29, 2007
Page 2

If you have any questions or concerns regarding this finding, please contact Lou Ann Owen of my staff at 225-342-4094.

Sincerely,

A handwritten signature in cursive script that reads "Jerry L. Phillips". Below the signature is a small circular stamp containing the initials "JLP".

Jerry L. Phillips
Medicaid Director

JLP:LAO

Cc: Charles Castille, Undersecretary
Jeff Reynolds, Director, Fiscal Services



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
ACTING DIRECTOR

December 7, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Audit Finding entitled Significant Design Deficiency in Controls Over Expenditures

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated October 25, 2007 regarding Significant Deficiency in Controls Over Expenditures.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency inceptioned, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The admin. section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

GOHSEP management does not concur that written policies and procedures were not developed, approved, and implemented to reconcile PA program expenditures in ISIS to LouisianaPA payment data. Written procedures were in place relating to ISIS and LouisianaPA payment data. GOHSEP management recognizes the importance of having

written policies and procedures and is working to add further details to the existing procedure and process documentation.

GOHSEP management does concur that reconciliations between ISIS and LouisianaPA should be performed timely. Reconciliations were being performed and available through year end. Tens of thousands of transactions valued at hundreds of millions of dollars flow through LouisianaPA.com and the sheer volume of transactions and software limitations are an impediment to timely reconciliations. GOHSEP management recognizes the importance of having timely reconciliations and is working to develop an automated process to assist staff with this reconciliation. Further, additional staff dedicated to the function has been added.

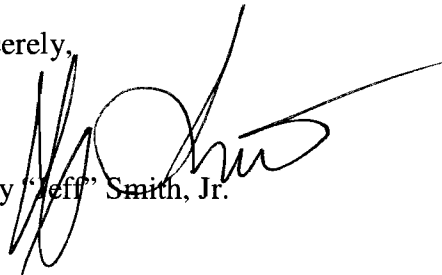
GOHSEP does not concur that we relied on external auditors to identify discrepancies between draws and disbursements. Through a cooperative endeavor agreement with the State of Louisiana Office of Legislative Auditor (LLA), various services were performed by the LLA employees housed in a quality control/quality assurance group at the disaster recovery Joint Field Office. These LLA employees did not provide management or audit services. This group ran an extract file using the ISIS Business Object Reporting Tool, which contained the payment information from ISIS. The extract file was provided to GOHSEP staff which uploaded the file into the LouisianaPA grant tracking system. This process is known as the sync process. The sync was performed at least monthly and usually weekly. Discrepancies from this sync were reviewed and identified. Reconciliations were performed by GOHSEP staff. At the point that the LLA indicated that they would no longer provide this extract file to GOHSEP, a new procedure was established for GOHSEP to run the extract and perform the sync. Additionally, two separate GOHSEP employees performed separate reconciliations between the draw SmartLink system and payment system. When the external auditors found discrepancies in their review of systems, in most instances, those discrepancies had already been corrected by GOHSEP employees. Although auditors provided this information to GOHSEP for review, this was merely used as another checkpoint for system reconciliations.

GOHSEP will review procedures related to reconciliation of ISIS and Louisiana.PA and update where needed. The appropriate employees will be notified of the new or revised procedures.

The individual responsible for corrective action is Ms. Kim Dwin, Disaster Recovery Finance Officer and Ms. Gaye Smith, Director of Finance. They can be reached at (225) 339-6689 and (225) 925-1800, respectively.

Sincerely,

Perry "Jeff" Smith, Jr.

A handwritten signature in black ink, appearing to read 'Perry Smith', is written over the printed name 'Perry "Jeff" Smith, Jr.'.



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
ACTING DIRECTOR

December 5, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Audit Finding entitled Noncompliance and Inadequate Controls Over Information Systems

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated October 26, 2007 regarding Noncompliance and Inadequate Controls Over Information Systems.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency incepted, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The admin. section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

GOHSEP management concurs in part with the finding that the agency did not develop and implement a disaster recovery/business continuity plan (DR/BCP) in compliance with the

Division of Administration's, Office of Information Technology (OIT) policy IT-POL-011. Prior to its inception, the functions of GOHSEP were carried out by the Louisiana Office of Homeland Security and Emergency Preparedness (LOHSEP), a program under the State Military Department (SMD). GOHSEP quickly recognized the need for a disaster recovery/business continuity plan, but neither manpower nor funding for planning and implementation were immediately available. Once the funding was secured, a plan was written, and implementation of the plan started with the creation of an Alternate Emergency Operations Center (AEOC) and on-going work to recreate a Replication Center. GOHSEP's accomplishments are attested by the State of Louisiana's recent accreditation by the Emergency Management Accreditation Program (EMAP). Among the many requirements for EMAP accreditation is a business continuity plan and the ability to demonstrate emergent relocation of business services.

GOHSEP does not concur that there was inadequate control over access to ISIS. The agency had a process and procedure in place whereby the Chief Accountant documented his authorization of access to ISIS based upon job duties. User IDs (USERID) were de-activated upon separation from employment or when a change of job duties triggered non-eligibility for access.

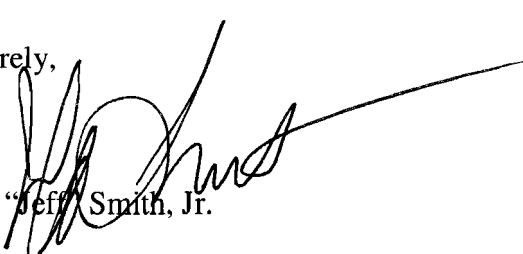
GOHSEP concurs in part that inadequate control existed over access to the LouisianaPA system (LAPA). It is important to note that LAPA is a grant tracking system and not a financial management system. GOHSEP recognized the system deficiency relating to control of access and began remedial measures. Due to the large numbers of users, initial efforts at manual controls informed the agency that such measures were not reasonable. Software changes will automate user control based on non-usage and/or password procedures.

GOHSEP concurs in part that inadequate control existed over building access. Several steps have been taken to strengthen the existing controls. New identification badges are being issued to all GOHSEP employees. Access to the building is based upon work location or job duty requirements. Visitors are required to sign in/out at the reception desk.

The following individuals are responsible for corrective action:

- Mr. Fred Palmer for the Disaster Recovery / Business Continuity Plan; his phone number is (225) 925-7500
- Ms. Gaye Smith for access to ISIS; her phone number is (225) 925-1800
- Mr. Mark Riley for access to LAPA; his phone number is (225) 925-7500
- Mr. Peter Main for building access; his phone number is (225) 925-7500.

Sincerely,


Perry "Jeff" Smith, Jr.



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
DIRECTOR

January 7, 2008

Steve J. Theriot
Legislative Auditor
Office of Legislative Auditor
1600 North Third Street
Post Office Box 94397
Baton Rouge, LA 70806

RE: Noncompliance with Federal Earmarking Requirements

Dear Mr. Theriot,

Please accept this letter as a response to the Legislature Audit findings dated January 2, 2008 regarding Noncompliance with Federal Earmarking Requirements.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency incepted, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The admin. section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

GOHSEP concurs with this finding and has already taken measures to prevent this from occurring with existing and future grants awards.

Audit findings indicate that this agency did not obligate awards of the Homeland Security Grant Program (HSGP) to local recipients within sixty days of receipt of the grant. The primary reason for this deficiency resulted from an agency reorganization within State government that established this agency as a single entity following the 2006 Legislative Session under Louisiana Revised Statute, Title 29, Chapter 6, The Louisiana Homeland Security and Emergency Assistance and Disaster Act. This act required that placement of this agency directly under the Governor's Office with an effective Date of July 1, 2006. Prior to the enactment of this legislation, the Homeland Security Grant Program Management was handled by full-time members of the Louisiana Military Department. The individuals responsible for managing the program were not employees of this agency.

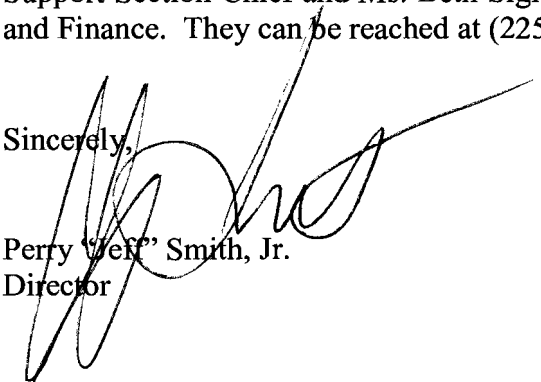
On August 28, 2006 the Regional Support Section was created to provide program management for the HSGP as part if its required function. The pre-determined requirement to award grant funding to local governments was on or about September 7, 2006 which was not adequate time to establish a support section with qualified individuals to execute the function. During this period, however, this agency worked diligently to award the Homeland Security Grants to local government. This resulted in fifty nine grant awards within a 60 day interval. Additionally, coordination efforts with the Louisiana Commission on Law Enforcement, which determines local allocations of the Law Enforcement Terrorism Prevention Program (LETPP) grant, had not occurred, resulting in a delay issuing LETPP awards. A coordination meeting with the Region 2 Urban Area Security Initiative (UASI) Working Group could not be accommodated due to scheduling conflicts which resulted in a delay of awarding the Region 2 UASI award.

The delay in issuing the award letters, as required by the grant guidance, resulted from a numerous issues. The primary reason was that a HSGP program manager was not hired until 10 days before the grants were to be awarded. The agency experienced a significant amount of growth while creating a new agency without functional support in this area from the Louisiana National Guard. Moreover, the new Program Manager was also tasked with creating a new section that did not exist within the agency. This required hiring 9 regional coordinators and 3 assistants, as well as finding suitable office locations in 8 different cities across the State for their use. During this time frame, the State also experienced a Federal Declaration as a result of two significant weather events. Our Regional Support section was required to deploy to provide assistance for both of these events for a sustained period of time in Monroe, LA and Lake Charles, LA. Once the declarations diminished, GOHSEP was able to finalize the LETPP awards and issue them to the local governments. To further the disruptions, the Regional Support Section was assigned to assist the Joint Field Office in Alexandria, LA, for a two week period, including the Thanksgiving holidays, serving as the support staff for the State. However, during this time GOHSEP was able to issue all award letters. Although the award letters were late, there was no financial impact on the State. And, at no time were the FY-06 Homeland Security Grants frozen.

Since this time, the agency has increased its personnel staff and there are several individuals now handling these grant requirements. In addition to a Program Manager, we now have an assistant Program Manager as well as two administrative assistants dedicated to the program. As a result of the increased staff and stability all FY-07 Homeland Security Grants were awarded by November 9th, which met the distribution requirement for the FY-07 HSGP grants. GOHSEP had already identified the FY-06 award letters as a deficiency and instituted a corrective action plan through staffing and procedures to ensure the FY-07 HSGP grants were awarded on time. This corrective action plan was instituted in August 2007 prior to the awarding of the 2007 Homeland Security Grant Program. As a result of this effort, there were no delays for FY-07 and the agency has a process to ensure all advance coordination is in place prior to the 60 day period and a process exists to automate the distribution for all awards within the time constraints established by DHS.

The individuals responsible for corrective action are Mr. Brant Mitchell, Regional Support Section Chief and Ms. Beth Sigler, Assistant Deputy Director of Administration and Finance. They can be reached at (225) 925-7500.

Sincerely,



Perry "Jeff" Smith, Jr.
Director



KATHLEEN BABINEAU BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
DIRECTOR

January 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Noncompliance with Federal Report Requirements

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated December 11, 2007 regarding Noncompliance with Federal Report Requirements.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency inceptioned, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The administrative section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

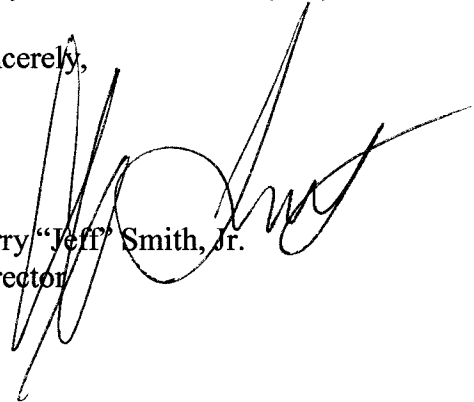
GOHSEP management concurs with the finding. Further, GOHSEP management recognizes the importance of filing timely quarterly financial reports. However, GOHSEP was under the belief that the State requested waiver had been approved. Even

FEMA was far behind in normal reporting and processing due to the magnitude of the events.

Due to the shortage of staff in the Finance section, manpower was not available to consistently complete the quarterly reporting task timely. Additional full-time positions have been assigned to ensure timely submissions of these reports.

The individual responsible for corrective action is Ms. Keisha Payton, Accounting Manager and Ms. Beth Sigler, Assistant Deputy Director of Administration and Finance. They can be reached at (225) 925-7541 and (225) 925-7549, respectively.

Sincerely,



Perry "Jeff" Smith, Jr.
Director



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
DIRECTOR

January 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Noncompliance with Federal Subrecipient Monitoring Requirements

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated December 11, 2007 regarding Noncompliance with Federal Subrecipient Monitoring Requirements.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency inceptioned, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The administrative section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

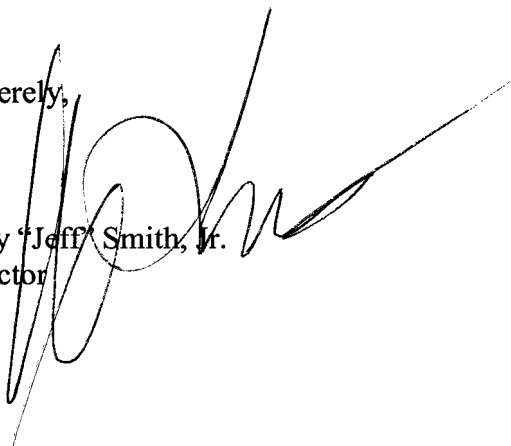
GOHSEP understands the importance and takes very seriously the responsibilities of subrecipient monitoring and has been working diligently to accomplish this objective. GOHSEP has monitored subrecipient activities through the review of financial and performance reports submitted by the subrecipient and regular site visits to review

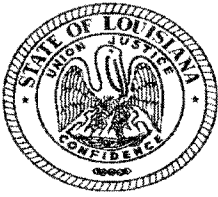
records and observe operations. In addition, GOHSEP State Public Assistance Coordinators (PACs) have regular contact with subrecipients. GOHSEP management concurs that a system for review and follow-up of single audit reports needs to be in place. A remediation plan was developed and implemented to gather the information necessary to track and monitor the single audits of our subrecipients. This plan addresses the steps necessary (1) to ensure all audits required are received, (2) to address the issuance of management decisions on audit findings, and (3) to ensure that the subrecipient takes appropriate and timely corrective action. In addition, the plan identifies the staffing needs and defines the roles of the additional positions necessary to carry out these functions. GOHSEP is actively recruiting staff. GOHSEP will implement the procedures necessary to ensure compliance with these federal regulations.

The individual responsible for corrective action is Ms. Kimberly Dwin. She can be reached at (225) 339-6689.

Sincerely,

Perry "Jeff" Smith, Jr.
Director

A large, stylized handwritten signature in black ink, written over the printed name and title of Perry "Jeff" Smith, Jr. The signature is fluid and cursive, with a prominent loop at the beginning and a long, sweeping tail that extends to the right.



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
ACTING DIRECTOR

December 7, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Audit Finding entitled Noncompliance with Movable Property Regulations

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated July 17, 2007 regarding Noncompliance with Movable Property Regulations.

On March 1, 2006 the Governors Office of Homeland Security and Emergency Preparedness (GOHSEP) was formed under the Office of the Governor. At that time there were no administration, finance, or human resource sections (admin. section) and the agency's staff on the whole was limited in size. The priority as directed by the Governor was to be prepared for hurricane season which would begin in three (3) months and to implement as many of the lessons learned from Katrina/Rita as possible. In addition, GOHSEP was charged to surge distribution of PA dollars to the devastated communities while complying with FEMA regulations. Since the date that the agency incepted, Louisiana continues to be under a declared state of emergency for Katrina/Rita and has had two (2) additional presidentially declared disasters and numerous state disasters that required significant time and resources of GOHSEP for response and recovery. During the same time period, the agency has hired and trained over 300 people and disbursed over \$2 billion in grant dollars. Due to the critical nature of GOHSEP's mission, priority over the development of processes was given to the protection of life and property, as well as the recovery funding. The admin. section is now at seventy percent strength and making great strides in the development of policies and processes that are needed to enhance the delivery of services as well as addressing audit findings.

GOHSEP management concurs with the finding. Further, GOHSEP management recognizes the importance of compliance with property regulations in order to safeguard the state's assets.

Written policies and procedures have been established to ensure compliance with property regulations. Employees will be trained on the new policies and procedures. These procedures will include use of the cost allocation feature of Protégé to record and report federal participation in asset cost.

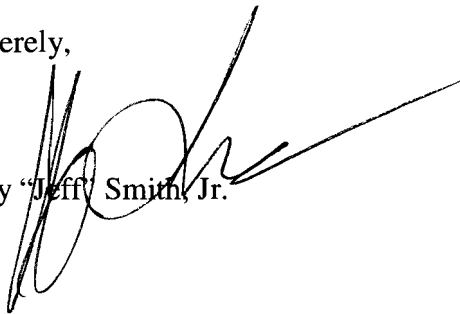
Due to the shortage of staff in Finance and Property, manpower has not been available to consistently perform all regulations relating to property. In order to get critical tasks performed, some duties did not get done. GOHSEP does understand the necessity of reconciling property to financial records, but tasks were assigned based on significant priorities. Additional full-time permanent positions have been assigned to this function. With the hiring of additional staff, the job duties will be re-assigned to ensure proper segregation of duties and procedure established to ensure timely reconciliations. The duties of these positions will include the following:

- Purchasing provides the property manager with a copy of all purchase orders that includes means of financing for the purchase. Purchase Orders including items that require tags will be noted.
- The property manager will tag items within 60 days of receipt.
- Training will be provided to the property manager to ensure the correct date is picked up as the acquisition date.
- Accounts Payable Manager will provide monthly reports from ISIS detailing items paid within the month to use for reconciliation purposes.
- Finance staff will perform a reconciliation to ensure the correct amount is entered into Protégé as the original cost amount, all items are entered timely and all purchases requiring tags are captured.

The individual responsible for corrective action is Ms. Marilyn Cooper, Purchasing Manager and. Ms. Gaye Smith, Director of Finance. They can be reached at (225) 925-7313 and (225)925-1800, respectively.

Sincerely,

Perry "Jeff" Smith, Jr.

A handwritten signature in black ink, appearing to read "Perry 'Jeff' Smith, Jr.", written over the printed name.



KATHLEEN BABINEAU BLANCO
GOVERNOR

State of Louisiana

GOVERNOR'S OFFICE OF HOMELAND SECURITY AND EMERGENCY PREPAREDNESS

PERRY JEFF SMITH, JR., CPA
COLONEL (RETIRED)
DIRECTOR

January 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Noncompliance with Subrecipient Monitoring Requirements Over the Homeland Security Cluster Programs

Dear Mr. Theriot:

Please accept this letter as a response to the Legislative Audit finding dated December 18, 2007 regarding Noncompliance with Subrecipient Monitoring Requirements Over the Homeland Security Cluster Programs.

GOHSEP management concurs with the finding. Management understands the importance and takes very seriously the responsibilities of subrecipient monitoring. We relied on others to perform this task. As a result to this finding GOHSEP, has assumed direct responsibility for these activities. Further, GOHSEP will work diligently to accomplish this objective.

GOHSEP will ensure that subrecipient monitoring activities are in place by identifying federal award information and applicable requirements, monitoring use of federal funds, through the review of financial and performance reports submitted by the subrecipient, regular site visits to review records and observe operations, regular contact with subrecipients, and compliance with the single audit requirements. GOHSEP will implement the procedures necessary to ensure compliance with these federal regulations.

The individuals responsible for corrective action are Mr. Brant Mitchell, Regional Support Section Chief and Ms. Beth Sigler, Assistant Deputy Director of Administration and Finance. They can be reached at (225) 925-7500.

Sincerely,

Perry "Jeff" Smith, Jr.
Director



LOUISIANA WORKS

DEPARTMENT OF LABOR

Kathleen Babineaux Blanco
Governor

John Warner Smith
Secretary

October 29, 2007

OFFICE OF THE SECRETARY

Mr. Steve J. Theriot
Legislative Auditor
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804

Dear Mr. Theriot:

This is in response to the Office of Legislative Auditor's correspondence relating to the legislative audit finding for Inadequate Subrecipient Monitoring for TANF.

Inadequate Subrecipient Monitoring for TANF

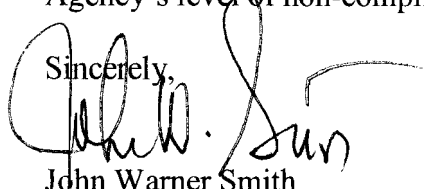
I concur with the finding and recommendation as documented.

The finding is relative to a period during which the responsibility for monitoring was being transitioned to the Internal Audit Department. In addition, dedicated resources have previously been limited as the individuals responsible for monitoring have monitoring responsibilities for a variety of other programs including Workforce Investment Act (WIA), Community Services Block Grant (CSBG), etc. With the transition of staff to the Internal Audit Department, the federal programs have been included in the 07/08 Fiscal Year Audit Plan. In addition, new monitoring tools (audit programs) have been developed to more efficiently assess the program and administrative requirements of TANF-CFDA 93.558, OMB Circular A-133, and the terms of the Memorandum of Understanding (MOU) between the Louisiana Department of Labor and the Department of Social Services.

The move to the Internal Audit Department gives the federal programs access to more audit/monitoring resources which will contribute to better compliance. Audits performed this fiscal year will be the basis for the development of a risk assessment which will be used to better assess where time needs to be spent when performing the monitoring reviews.

Based on the above, our ability to satisfy the annual on-site review requirements has increased which will result in better quality of coverage as well as a reduction in the Agency's level of non-compliance.

Sincerely,



John Warner Smith
Secretary of Labor



LOUISIANA WORKS
DEPARTMENT OF LABOR

Kathleen Babineaux Blanco
Governor

Bennett J. Soulier
Secretary

OFFICE OF THE SECRETARY

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

RE: Inadequate Sub Recipient Monitoring for Workforce Investment Act Cluster

Dear Mr. Theriot:

I concur with the findings as documented.

Monitors performed initial reviews of all NEG contracts during fiscal year 2006. However, due to limited staff, efforts in fiscal year 2007 were focused on program areas (Youth Services, Adult Services) and issues that were cited in previous audits such as lack of documentation and incomplete conclusions, etc. As a result, subsequent reviews of NEG contracts were not performed.

A schedule is being prepared to determine which subrecipients received the \$30.1 million. Based on that schedule, we will update our fiscal year 2008 Audit Plan to include the audits of those NEG contracts. These audits will be conducted prior to June 30, 2008 and will ensure compliance with 20 CFR 667.4109(b) (2) and (b) (3).

In addition, dedicated resources have previously been limited as the individuals responsible for monitoring are required to perform monitoring responsibilities for a variety of other programs including Workforce Investment Act (WIA), Community Services Block Grant (CSBG), etc. With the transition to the Internal Audit Department, the federal programs have been included in the 07/08 Fiscal Year Audit Plan. In addition, new monitoring tools (audit programs) have been developed to more efficiently assess the program and administrative requirements of TANF-CFDA 93.558, OMB Circular A-133, and the terms of the Memorandum of Understanding (MOU) between the Louisiana Department of Labor and the Department of Social Services.

The move to the Internal Audit Department gives the federal programs access to more audit/monitoring resources which will contribute to better compliance. Audits performed this fiscal year will be the basis for the development of a risk assessment which will be used to better assess where time needs to be spent when performing the monitoring reviews.

Based on the above, our ability to satisfy the annual on-site review requirements has increased which will result in a better quality of coverage as well as a reduction in the Agency's level of non-compliance.

If you have any questions please contact Mr. Derek Williams, Audit Director, at 225-342-2911.

Sincerely,

A handwritten signature in black ink, appearing to read 'Bennett J. Soulier', with a long horizontal flourish extending to the right.

Bennett J. Soulier
Secretary of Labor

BJS:has



LOUISIANA WORKS
DEPARTMENT OF LABOR

Kathleen Babineaux Blanco
Governor

Bennett J. Soulier
Secretary

OFFICE OF THE SECRETARY

November 29, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Re: Record Retention Audit Finding

Dear Mr. Theriot:

This response is in reference to the letter dated November 14, 2007, from Mr. Charles Wendt, Audit Manager, regarding the above referenced audit finding.

The agency does agree with the finding that 11 employer provided electronic media were not retained.

The agency's policy is upon receipt to load the employer's data to the computer mainframe. After loading the data to the mainframe, a microfiche is produced and stored. The microfiche may have been misplaced or misfiled.

We have no immediate corrective action plan. The agency is in the process of a complete system redesign. The new system will transfer data received from employers to an imaging filing system. The imaging system will insure that all records are retrievable.

If you have any questions please contact Ms. Mariannne Sullivan, Assistant Secretary of Labor.

Sincerely,

Bennett J. Soulier
Secretary of Labor



LOUISIANA WORKS
DEPARTMENT OF LABOR

Kathleen Babineaux Blanco
Governor

John Warner Smith
Secretary

OFFICE OF THE SECRETARY

October 18, 2007

Mr. Steve J. Theriot
Legislative Auditor
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804

Dear Mr. Theriot:

This is in response to the Office of Legislative Auditor's correspondence of October 8, 2007 relating to legislative audit findings for the Unemployment Insurance (UI) Extended Benefits (EB) Program.

Overdraw of Unemployment Insurance Extended Benefits

The agency agrees with the audit finding. Staff in the Benefits Charge Unit have been advised of the change to the Benefit Charge Policy & Procedure Manual. This will ensure that staff notify the UI Accounting Unit when an Extended Benefit payment is made on a reimbursable employer account, so that a timely refund can be made to the federal government.

If any additional information is needed, please contact Mr. Michael Delafosse, ORS Director, at (225) 342-2990.

Sincerely,

John Warner Smith
Secretary of Labor

JWS/MD



LOUISIANA DEPARTMENT OF AGRICULTURE & FORESTRY

MIKE STRAIN DVM

COMMISSIONER



May 20, 2008

**Agricultural &
Environmental
Sciences**
P.O. Box 3596
Baton Rouge,
LA 70821
(225) 925-3770
Fax: 925-3760

**Agro-Consumer
Services**
P.O. Box 3098
Baton Rouge,
LA 70821
(225) 922-1341
Fax: 923-4877

**Animal Health
Services**
P.O. Box 1951
Baton Rouge,
LA 70821
(225) 925-3962
Fax: 925-4103

Forestry
P.O. Box 1628
Baton Rouge,
LA 70821
(225) 925-4500
Fax: 922-1356

**Management
& Finance**
P.O. Box 3481
Baton Rouge,
LA 70821
(225) 922-1255
Fax: 925-6012

Marketing
P.O. Box 3334
Baton Rouge,
LA 70821
(225) 922-1277
Fax: 922-1289

**Soil & Water
Conservation**
P.O. Box 3554
Baton Rouge,
LA 70821
(225) 922-1269
Fax: 922-2577

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
Post Office Box 94397
Baton Rouge, LA 70804

Dear Mr. Theriot:

Re: Inappropriate Expenditure of Bond Proceeds

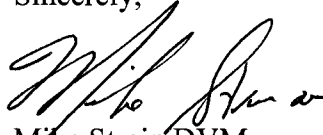
The Louisiana Agricultural Finance Authority (LAFA) is in receipt of the reportable audit finding pursuant to your letter dated February 27, 2008.

The Authority concurs with the finding that the LAFA, authorized by the prior administration, spent bond proceeds that may not have been spent in accordance with bond indentures.

The authority has changed its approval process for expenses and is currently in the process of correcting any possible past errors.

This general response is made with the understanding that our review was made four months into the new administration. The actions deemed necessary to correct deficiencies will require further review.

Sincerely,


Mike Strain DVM
Commissioner



Office of Finance and Administrative Services
Tel: (318) 473-6408 • FAX: (318) 473-6539

8100 Highway 71 South
Alexandria, LA 71302-9121

January 25, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
State of Louisiana
Post Office Box 94397
1600 North Third Street
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

Louisiana State University Alexandria is providing the following response to the January 15, 2008 letter from Mr. Edward T. Martin, CPA:

"Management of LSUA was unable to provide assurance that some of the data reported in the Fiscal Operations Report and Application to Participate (FISAP) was properly calculated and supported by adequate documentation."

Response: We concur with this finding. Both the cause and solution for this finding are tied to a new student administration software system that Louisiana State University Alexandria has recently implemented. The circumstances of the finding occurred because LSUA was in transition to a new student administration software system while, correspondingly, the full implementation of this new software will prevent its reoccurrence.

LSUA began the implementation of its new student information and student financial aid system in August of 2004. The systems chosen were Sungard "PowerCampus" and CollegeBoard "PowerFails" respectively. The PowerFails implementation did not involve converting nearly 50 years of data; therefore, it had a much faster timeline for completion. Portions of the PowerFails software went live in March of 2005. However, due to the inability to integrate PowerFails with LSUA's legacy software, parallel systems were run in the financial aid office until the PowerCampus implementation was complete.

LSUA went live with the new PowerCampus software in July of 2006. Again, parallel systems were used throughout the fall semester in both PowerCampus and PowerFails. In January of 2007 the PowerCampus implementation was complete. At this point in time, the legacy system was discontinued on the LSUA campus.

The initial dynamic and transitional nature, with parallel systems, of the PowerFacts and PowerCampus databases prevented the retrieval of the FISAP documentation that was reported. The new system is now backed up; and a snapshot is now taken at several intervals throughout the year, with one of these snapshots taken at the time the FISAP is submitted on October 1 of each year.

To have sufficient back up of the documentation the LSUA Information and Educational Technology Department will use the PowerCampus software to take a snapshot of the database at the time of submission so that the FISAP reports may be reproduced at any time.

Mr. Deron Thaxton, our Executive Director of Information and Educational Technology and Mr. Kenn Posey, Executive Director of Enrollment Management, are the individuals responsible for related follow up actions.

"Disbursement records that report PELL payment data to the federal grantor, U.S. Department of Education (U.S. DOE), were not submitted timely. LSUA did not submit the PELL Grant payment data for the fall 2006 semester to U.S. DOE within 30 days after making the disbursement."

Response: We concur with this finding. Both the cause and solution for this finding are tied to a new student administration software system that Louisiana State University Alexandria has recently implemented. The circumstances of the finding occurred because LSUA was in transition to a new student administration software system while, correspondingly, the full implementation of this new software will prevent its reoccurrence.

Implementation of the university's new student administration system allowed LSUA to provide improved electronic services to students. Students can complete the payment process and never leave home or work.

PowerCampus billing and Cash Receipts System Components now provide such enhancements as:

- Batch, Group or Individual Assessment
- Payment Plan Customization
- Automated Aging of Student Receivables
- Integrated Credit Card Processing Features
- Web Access to Student Statement
- Standard Reports
- Compliant with Taxpayer Relief Act of 1997

LSUA has been extremely busy with the PowerCampus implementation. PowerCampus was chosen as the university's new administrative software in November of 2003. The agreement was made final in June of 2004, and

implementation began in August/September 2004. The implementation itself was a lengthy, tedious, time-consuming process. Full implementation of this software at LSUA has now occurred.

It was found that the disbursement date that was being pulled from PowerFaid was the loan disbursement date – not the actual PELL disbursement date; so the disbursement date remained the same. In LSUA staff training with its Software Consultants the parameters were set to reflect the PELL disbursement date, not the FFELP disbursement date. This has now been corrected in the new software system. The issues related to the transition to the new software and the uses of parallel systems have now been resolved.

Mr. Deron Thaxton, our Executive Director of Information and Educational Technology and Mr. Kenn Posey, Executive Director of Enrollment Management, are the individuals responsible for related follow up actions.

“LSUA did not ensure that changes in student status were timely reported to the National Student Clearinghouse.”

Response: We concur with this finding. Both the cause and solution for this finding are tied to a new student administration software system that Louisiana State University Alexandria has recently implemented. The circumstances of the finding occurred because LSUA was in transition to a new student administration software system while, correspondingly, the full implementation of this new software will prevent its reoccurrence.

A major effort at Louisiana State University Alexandria for the past three years has been directed toward implementation of the new software. “PowerCampus” and “PowerFaid” are parts of a Microsoft-based student and administrative system designed specifically for small-to-medium sized institutions of higher education. Implementation of this software has been a major project requiring significant time and effort on the part of many LSU Alexandria staff.

Full implementation of this software at LSUA has now occurred.

There was a data exchange problem between PowerCampus and the National Student Clearinghouse, since the credit hours weren’t being updated with the Clearinghouse, NSLDS could not update the student standing which affected the enrolled students deferment status.

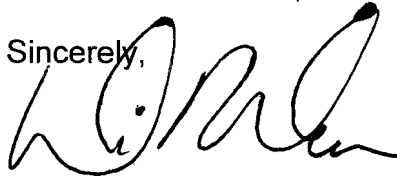
The problem with the data exchange has been corrected through the new software system, and data is now being submitted to the Student Loan Clearinghouse according to the required reporting dates.

Mr. Deron Thaxton, our Executive Director of Information and Educational Technology and Mr. Kenn Posey, Executive Director of Enrollment Management are the individuals responsible for related follow up actions.

We greatly appreciate the time and effort extended by your office to assist LSUA, and we still well remember Mr. Martin's great assistance to us in relation to our SACS review process.

Please let me know if you have any questions related to this response.

Sincerely,

A handwritten signature in black ink, appearing to read 'David Wesse', written over the word 'Sincerely,'.

David Wesse
Vice Chancellor
Finance and Administrative Services

xc: H. Rouse Caffey, Interim Chancellor

February 19, 2008

Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Theriot,

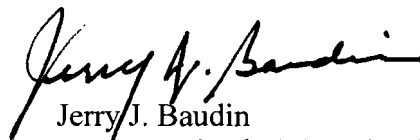
In conjunction with the legislative audit of LSU and A&M College (LSU) for the fiscal year ended June 30, 2007, we are responding to the audit finding concerning noncompliance with subrecipient monitoring requirements. We concur with your finding.

In an effort to ensure compliance with OMB Circular A-133, we include a clause in our subawards requiring subrecipients to notify LSU of the completion of the required audits and of any adverse findings that would impact a subaward. However, the necessary follow up by the University to assure the audits were actually conducted was not performed. We have subsequently revised our internal procedures such that requests for notification of compliance with OMB Circular A-133 will now be sent to all subrecipients not submitting required audit reports within seven months after the end of each fiscal year.

With respect to the two subagreements that did not include the right to audit clause, this was an inadvertent omission resulting from revisions to the subagreement template. We have subsequently adjusted our template to ensure that all subawards will now include this right to audit clause.

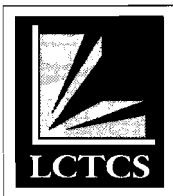
Please let me know if anything further is needed.

Sincerely,



Jerry J. Baudin
Vice Chancellor for Finance and Administrative Services
and Comptroller

xc: William L. Jenkins



LOUISIANA COMMUNITY & TECHNICAL COLLEGE SYSTEM

February 15, 2008

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Creating Futures***

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F. "Mike" Stone
Geraldine Grissette Taylor
Stephen Toups

Student Members:

Kayla M. Adams
Cedric Hampton, Jr.

Louisiana
Community
& Technical
College System

265 South Foster Drive
Baton Rouge, LA 70806

Phone: 225-922-2800
Fax: 225-922-1185

www.lctcs.edu

Steve J. Theriot, CPA
Legislative Auditor
Office of the Legislative Auditor
P.O. Box 94397
Baton Rouge, Louisiana 70804-9397

Re: LTC Official Response "Inadequate Control over Pell Grant"

Management of Louisiana Technical College concurs with the finding related to inadequate control over Pell grant funds.

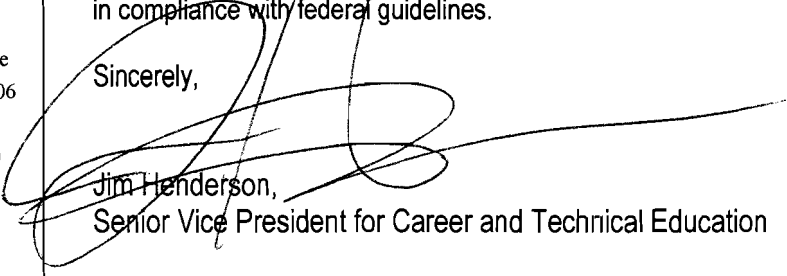
The management of Louisiana Technical College recognizes its responsibility to manage Pell funds in accordance with the applicable federal laws and guidelines. Actions have been implemented to correct the above stated finding. These actions did result in improvements of our past years in this area. However, management of LTC will continue to invest time and effort into policy and procedure development and professional development for financial aid staff and fiscal office staff throughout the college.

To make certain Pell grant funds are managed (obtained, disbursed and returned) according to federal guidelines, the following actions have been taken and implemented:

- (1) Each campus within Louisiana Technical College has procedures for handling Title IV funds at the campus level, including standards of mandatory communication between the Financial Aid Office and Accounting Office.
- (2) The College's Office of Student Financial Assistance has procedures in place to closely monitor and verify accuracy of information submitted for Title IV fund return processing.
 - a. The College Director of Student Financial Assistance reviews each form received for Title IV return processing at LCTCS.
 - b. For those forms that are not in compliance with federal regulations based on the information stated, the College Director of Student Financial Assistance contacts the campus Financial Aid Officers, campus Accountant, and/or campus Dean to get clarification and a written explanation that will be placed with the return forms for processing by the LCTCS – Accounting Department.
- (3) The Louisiana Technical College Office of Student Financial Assistance Policies and Procedures Manual, which is used a training resource for campus financial aid officers and campus accountants (optional) will be updated to address this finding. Also, specific training on this section has been conducted to ensure understanding by the Financial Aid Personnel throughout the college.

This procedure has produced positive results; therefore, we will continue to implement this process along with additional training for all LTC Financial Aid Personnel and Accounting Personnel that will be specific to the management of Title IV funds. This training will be held on an annual basis to reinforce the federal requirements and college procedures so that the college will continue to work toward improvement and remain in compliance with federal guidelines.

Sincerely,


Jim Henderson,
Senior Vice President for Career and Technical Education



Department of Public Safety and Corrections

KATHLEEN BABINEAUX BLANCO
GOVERNOR

Public Safety Services
October 23, 2007
DPS-02-916

JILL P. BOUDREAUX
ACTING UNDERSECRETARY

Mr. Steve J. Theriot
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Failure to Document Payroll Costs

Dear Mr. Theriot:

We concur with this finding. Public Safety Services fulfilled the requirements in the spirit of the interagency agreement with the Office of Community Development, but did not instigate the detailed time keeping records to support this effort.

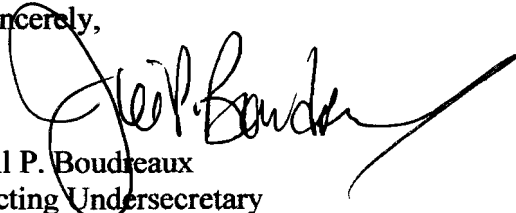
Documentation does exist and is attached to support Public Safety Services Project Manager's activities related compliance with agreement mandates such as monitoring of the sub-contractor's activities, regularly scheduled status meetings, on-site visits in the effected parish areas to meet with local officials, as well as routine interaction and project status updates provided to the OCD Contract Monitor.

Corrective action taken includes a supplemental timesheet requirement for the Public Safety Services Project Manager that was implemented on August 13, 2007 in order to properly document all hours attributed to the project. These timesheets and associated documentation to support project activities are available for any future audits or reviews.

I will be the contact person for this corrective action.

If you have any questions, please feel free to contact me at 925-6032.

Sincerely,


Jill P. Boudreaux
Acting Undersecretary

Cc: Colonel Stanley Griffin, Deputy Secretary
Erin Bielkiewicz, Deputy Undersecretary



Department of Public Safety and Corrections

KATHLEEN BABINEAUX BLANCO
GOVERNOR

Public Safety Services

JILL P. BOUDREAUX
ACTING UNDERSECRETARY

November 27, 2007
DPS-02-935

Mr. Steve J. Theriot, CPA
Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Inadequate Sub-Recipient Monitoring

Dear Mr. Theriot:

We concur with this finding regarding Public Safety Services (DPS) did not adequately monitor sub-recipients of the Homeland Security Grant Program in the fiscal year ending June 30, 2007.

Due to a high employee turnover rate and long training process, the site visits did not take place. On September 21, 2007 the Office of State Police (OSP) transferred all management aspects for the Department of Homeland Security Grants, which include CFDA 97.067, to the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP), the State Administrative Agency. GOHSEP hired 9-Regional Coordinators to conduct monitoring visits on all sub-recipients.

The contact person responsible for the corrective action is Christina Dayries, Executive Management Officer. Ms. Dayries can be contacted at 225-922-0045. If you have any questions, please contact me at 225-925-6032.

Sincerely,

Jill P. Boudreaux
Acting Undersecretary

c/c Colonel Stanely Griffin, Deputy Secretary
Erin Bielkiewicz, Deputy Undersecretary



Department of Public Safety and Corrections

KATHLEEN BABINEAUX BLANCO
GOVERNOR

Public Safety Services

JILL P. BOUDREAUX
ACTING UNDERSECRETARY

October 10, 2007
DPS-02-913

Mr. Steve J. Theriot
Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Ineffective Internal Audit Function

Dear Mr. Theriot:

We concur with this finding. Due to staffing limitations and the statutory mandated audit requirements, Public Safety Services has not been able to perform sufficient internal audits.

To address these needs Public Safety Services is creating a new position of Audit Director and reorganizing its current audit staff to perform internal audits throughout the department. The following points are identified as corrective actions:

- Establish the position of Audit Director
- Develop an effective Audit Plan which encompasses all areas of Public Safety Services which have material revenues or assets.
- Continue meeting the required number of statutory mandated audits.

We anticipate having our new Internal Audit Division operational by the end of this calendar year and to begin internal audits on an expanded basis shortly thereafter.

I will be the contact person for this corrective action.

If you have any questions please feel free to contact me at 925-6032.

Sincerely,

Jill P. Boudreaux
Acting Undersecretary

Cc: Colonel Stanley Griffin, Deputy Secretary
Erin Bielkiewicz, Deputy Undersecretary



State of Louisiana
DIVISION OF ADMINISTRATION
OFFICE OF RISK MANAGEMENT

KATHLEEN BABINEAUX BLANCO
GOVERNOR

JERRY LUKE LEBLANC
COMMISSIONER OF ADMINISTRATION

December 17, 2007

Mr. Steve J. Theriot
Legislative Auditor
Office of the Legislative Auditor
State of Louisiana
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Office of Risk Management Audit Findings

Dear Mr. Theriot:

Finding: No Internal Audit Function

The Office of Risk Management (ORM) concurs with the finding.

Prior to 2006, ORM had requested and received reviews from the State Inspector General's Office. Because of organizational changes and the two hurricanes, this was not accomplished in FY 06 or FY 07.

An internal audit organization was established in the DOA Commissioner's office and ORM management has met with their staff to facilitate fulfilling ORM audit requirements. The DOA audit staff will begin performing audit functions in ORM in FY 08.

The contact person for this finding is J. S. "Bud" Thompson, Jr.

Sincerely,


J. S. "Bud" Thompson, Jr.
State Risk Director

JST/THA/tha



State of Louisiana
DIVISION OF ADMINISTRATION
OFFICE OF RISK MANAGEMENT

KATHLEEN BABINEAUX BLANCO
GOVERNOR

JERRY LUKE LEBLANC
COMMISSIONER OF ADMINISTRATION

December 17, 2007

Mr. Steve J. Theriot
Legislative Auditor
Office of the Legislative Auditor
State of Louisiana
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Office of Risk Management Audit Findings

Dear Mr. Theriot:

Finding: Unfunded Claims Costs for the Road Hazard Line of Insurance

The Office of Risk Management (ORM) concurs with the finding.

ORM calculates and includes an amount for premiums in the road hazard line of insurance in its budget request each year to cover current year cash needs and reduce the \$562 million plus accumulated deficit. There is an Attorney General opinion that Transportation Trust Fund monies cannot be used to pay insurance premiums. Since Fees and Self Generated Revenue collected by the Department of Transportation and Development is not sufficient to pay the premium, the Legislature would have to appropriate monies from other funds to pay the premium. In FY 08, the Legislature appropriated \$9,950,000 to ORM from the General Fund to offset the costs of processing and defending road hazard claims. The Legislature continues to appropriate funds to directly pay specific road hazard judgments.

ORM will continue to actuarially calculate premiums for the road hazard insurance line and submit them in the Office of Risk Management annual budget request. In addition, ORM will emphasize the cost of processing road hazard claims within the budget request.

The contact person for this finding is J. S. "Bud" Thompson, Jr.

Sincerely,

A handwritten signature in black ink, appearing to read "J. S. Thompson, Jr.", with a stylized flourish at the end.

J. S. "Bud" Thompson, Jr.
State Risk Director

JST/THA/tha

BOBBY JINDAL
GOVERNOR



ANN SILVERBERG WILLIAMSON
SECRETARY

State of Louisiana

Department of Social Services
Office of Family Support

February 18, 2008

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Legislative Audit Finding
Child Care Cluster: Noncompliance With Program Requirements

Dear Mr. Theriot:

We concur that the agency did not comply with certain federal and state requirements for administering the federal child care cluster.

- On the issue of attendance logs, we concur with the findings. As a corrective action measure the agency is looking at the possibility of implementing electronic time and attendance by the end of this fiscal year. We are also planning to implement a disqualification period for providers who don't abide by the terms of their provider agreement.
- Regarding corrective action on immunizations, the agency will continue to have supervisors and specialist specifically check for documentation of immunizations when they review cases. The agency will also continue to stress the use of the Louisiana Immunization Network for Kids Statewide (LINKS) to verify immunizations.

If further information is needed, please contact David D. Sigue by calling 342-3877.

Sincerely,

A handwritten signature in black ink, appearing to read "Adren O. Wilson".

Adren O. Wilson
Assistant Secretary

AOW/DDS/RNS

Cc: Ann Silverberg Williamson
Lisa Woodruff-White
Terri Ricks
Bridget Depland
Cathy Lockett
David D. Sigue



State of Louisiana
Department of Social Services
OFFICE OF MANAGEMENT AND FINANCE
DIVISION OF FISCAL SERVICES
ADMINISTRATIVE
627 North 4th Street – 8th Floor
P.O. BOX 3927
BATON ROUGE, LOUISIANA 70821
PHONE - 225/342-4247 FAX 225/342-4220

KATHLEEN BABINEAUX BLANCO
GOVERNOR

ANN SILVERBERG WILLIAMSON
SECRETARY

October 29, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Re: Child Support Escrow Fund Not Reconciled

Dear Mr. Theriot:

We concur that during SFY 2007, DSS did not reconcile the Child Support Escrow Fund to the client accounts on a periodic basis.

A reconciliation process has been developed. Beginning July 1, 2007, the Division of Fiscal Services began reconciling the escrow account prospectively. Extensive efforts were invested in reconciling the account historically, but it proved to be virtually impossible. Therefore, it was decided to approach the reconciliation in a different manner as was mentioned in our 2006 Exit Conference convened on April 25, 2007.

At present, we have successfully reconciled July and August. Problems involving programming issues were encountered balancing September. We are continuing to work with RedMane Technology and Support Enforcement Services to resolve the problems detected in September.

Upon successful reconciliation of the month of September, we will ask staff from your office to review our processes for the months of July through September 2007. We understand that no assurances can be given until a full fiscal year is audited. However, we are hopeful that your staff will be able to provide some assurance that we are on the right path.

You may contact me at 342-0863 if you need any additional information.

Sincerely,

A handwritten signature in black ink, appearing to read "C. Lockett".

Cathy H. Lockett, Director
Division of Fiscal Services

c: Ann S. Williamson
Lisa Woodruff-White
Terri P. Ricks
Bridget Depland
Adren Wilson



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana
Department of Social Services
DIVISION OF INFORMATION SERVICES
627 NORTH FOURTH STREET 7th FLOOR
P.O. BOX 3957
PHONE - 225/342-4199 FAX 225/342-8635
BATON ROUGE, LOUISIANA 70821

ANN SILVERBERG WILLIAMSON
SECRETARY

December 20, 2007

Mr. Steve J. Theriot, CPA, Office of Legislative Auditor
1600 North Third Street
Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Theriot:

This letter is in reference to an audit finding sent by your office to the Department of Social Services on December 7, 2007. The finding involved "Control Weaknesses Over Information Technology" for specified access controls and disaster recovery. There follows the Department's official response to the finding.

POSITION ON AUDIT FINDINGS AND RECOMMENDATION(S):

The Department agrees with the audit findings and recommendations. Corrective actions have been taken or are in progress as specified below.

Corrective Action/Dates:

In response to audit findings, the DSS Office of Family Support (OFS) management has completed an extensive review of each of the security levels within the LAMI online system. A User Requirement Document (URD) was created on November 28, 2007 and sent to Information Services to affect changes to security level access within LAMI.

New security levels will be added and existing ones will be refined in order to better control access according to business needs. In addition, the User ID Request/Change form will be revised. Supervisors will be trained to use the form to select specific security levels rather than choosing access to various functional requirements.

The Security Level URD specifically states that the "display only" security level be changed to "no access" for the online screens associated to Electronic Benefit Transfer (EBT) cancellation, issuance override and notice cancellation.

The anticipated completion date is March 1, 2008.

Contact Person(s):

Kevin Bourgeois, IT Applications Project Leader, LAMI @ 225-342-2309
Karen Evans, IT Applications Project Leader, LAMI @ 225-342-4079
Mark Hodges, Family Support Program Assistant Director, @ 225-342-9106

Corrective Action/Dates:

A recommendation has been made to OFS to create a new security level for applications programming that restricts production access to "display only" with the exception of Table Maintenance and Utilities screens where there is a legitimate business need. This will be incorporated into the Security Level URD.

The anticipated completion date is March 1, 2008.

Contact Person(s):

Kevin Bourgeois, IT Applications Project Leader, LAMI @ 225-342-2309
Karen Evans, IT Applications Project Leader, LAMI @ 225-342-4079
Mark Hodges, Family Support Program Assistant Director, @ 225-342-9106
Kenneth Chandler, IT Technical Support Consultant/DCL, DBA group @ 225-342-5602
Michael Dronet, IT Technical Support Supervisor, DSS-IT Security Section @ 225-342-5901

Corrective Action/Dates:

The Security Level URD addresses changes to the Fraud and Recovery security level access within LAMI. The URD specifically states that access to the case/member processing and special/manual issuance be changed to "display only" and that the access to EBT cancellation be changed to "no access".

The anticipated completion date is March 1, 2008.

Contact Person(s):

Kevin Bourgeois, IT Applications Project Leader, LAMI @ 225-342-2309
Karen Evans, IT Applications Project Leader, LAMI @ 225-342-4079
Mark Hodges, Family Support Program Assistant Director, @ 225-342-9106
Kenneth Chandler, IT Technical Support Consultant/DCL, DBA group @ 225-342-5602
Michael Dronet, IT Technical Support Supervisor, DSS-IT Security Section @ 225-342-5901

Corrective Action/Dates:

The DSS-IT Data Base Administration (DBA) group updated NATURAL, the IT section's mainframe computer language, and NATURAL Security, the IT Sections mainframe security application, to the most current level (4.1) in the fall of 2007. A desired by-product of having current and synchronized versions of NATURAL and NATURAL Security is to restore access for the DSS Security group and the DSS Internal Audit section to protection logs and select data, e.g. user-ids related to before and after images of changes made to the Department's mainframe data base system known as ADABAS.

Corrective Action/Dates:

The DBA group is testing the results of the upgrade and expects to prove on or before 12/31/2007 that user-id data from the department's protection log will be available to the DSS Security group and DSS internal audit section.

Contact Person(s):

Kenneth Chandler, IT Technical Support Consultant/DCL, DBA group @ 225-342-5602
Kevin Bourgeois, IT Applications Project Leader, LAMI @ 225-342-2309
Karen Evans, IT Applications Project Leader, LAMI @ 225-342-4079
Mark Hodges, Family Support Program Assistant Director, @ 225-342-9106
Michael Dronet, IT Technical Support Supervisor, DSS-IT Security Section @ 225-342-5901

Corrective Action/Dates: The Alter access for nine DSS programmers to select EFT files was revoked during the audit period.

Contact Person(s):

Michael Dronet, IT Technical Support Supervisor, DSS-IT Security Section @ 225-342-5901

Corrective Action/Dates:

The Department's Business Continuity of Operations/Government Planning (COOP/COG) effort is lead by Dr. Alison Neustrom, DSS Director of Policy and Planning, Office of the Secretary @ 225-342-0286. Dr. Neustrom's leadership involves directing respective program representatives for each of the agencies within the DSS umbrella, e.g. the Louisiana Rehabilitation Services, the Office of Family Support, the Office of Community Services, and the Office of the Secretary. Collectively, this COOP/COG core group has worked with expert contract consultants to establish and to continue to refine the Department's COOP/COG.

The DSS-IT section has employed an Internal Management Consultant, Mr. David Moore, 225-342-5629, effective 11/5/2007, to serve as IT Coordinator for the DSS COOP/COG and the DSS-IT Disaster Recovery Plans.

At the direction of the IT COOP / COG Coordinator, DSS IT Managers will participate in table-top exercises as a means of fully developing documented plans to cope with major outages, such as the unavailability of DSS

computing centers. These table-top exercises are scheduled to be completed by February 29, 2008. The resulting documentation will be completed and published for use by March 31, 2008.

The Department has created an IT-10 Budget Request on 11/28/2007 to acquire a subset of the number of servers currently housed in the DSS primary data center (Office of Computing Services, Information Services Building) and to install this server subset at the DSS ancillary computing facility located in the LSU Frey Computing Center. These additional servers would be used for disaster recovery purposes due to equipment failure or a total building connectivity failure at DSS' primary computing site (ISB). The IT-10 is in the approval process. While a final approval date can not be predicted, the expectation is that the approval and procurement process will likely be totally accomplished in early 2009.

Contact Person(s):

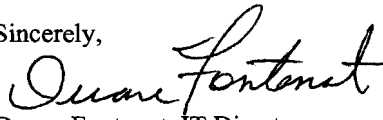
Dr. Alison Neustrom, DSS Director of Policy and Planning, Office of the Secretary @ 225-342-0286

Mr. David Moore, Internal Management Consultant @ 225-342-5629

CONCLUSION:

The Department greatly appreciates the professional service provided by your staff to this organization. Corrective actions have begun and remain in progress. The Department values highly the benefits that will accrue to its operations and service delivery per addressing the observations of your staff. Please let me know if more information is desired or whether there are any follow-up questions.

Sincerely,



Duane Fontenot, IT Director

Xc: Ann S. Williamson
Lisa Woodruff-White
Terri P. Ricks
Bridget Depland
Adren O. Wilson
Cathy Lockett



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana
Department of Social Services
OFFICE OF MANAGEMENT AND FINANCE
DIVISION OF FISCAL SERVICES
ADMINISTRATION
627 North 4th Street – 8th Floor
P.O. BOX 3927
BATON ROUGE, LOUISIANA 70821
PHONE - 225/342-4247 FAX 225/342-4220

ANN SILVERBERG WILLIAMSON
SECRETARY

December 26, 2007

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Control Weaknesses Over the LaCarte Purchasing Card Program

We concur with the results of your audit finding on the LaCarte Purchasing Card Program.

The Division of Support Services has corrected the deficiencies to eliminate findings in oversight and management. Though our monitoring has improved, our user agencies continue to experience non compliance by their end users.

Corrective Action:

The LaCarte Section will update policy and procedure to emphasize the requirement of itemized receipts for every LaCarte purchase. The anticipated time for completion is sixty days.

The LaCarte Section has incorporated LaCarte training with ISIS/AGPS training which is offered to purchasing coordinators bi-monthly from September through April each fiscal year. The next training is scheduled for February, 2008.

The compliance Officer is developing a LaCarte power point presentation that will be a mandated task for each new cardholder and cardholder who is found to have failed to comply with current policy and procedure. This should be completed by February, 2008.

The Office of Community Services will develop an online notification to Supervisors and Cardholders that will remind them of the importance of obtaining client signatures on itemized receipts for purchases made for children. OCS's first time cardholder training will be updated to emphasize the importance of the signatures.

The LaCarte Section will update policy and procedure to restrict employees from swiping the card for more than \$1000 for state contract purchases. We will also send an email to cardholders limiting the purchase from state contract vendors to \$1000 when using the LaCarte card. The anticipated time for completion is sixty days.

Mr. Steve J. Theriot, CPA
December 26, 2007
Page 2

The LaCarte policy is updated, effective December 1, 2007 to include language that will allow for recommendations of disciplinary actions and cancellation of cards by the Compliance Officer.

The DSS Travel Policy 1-14 establishes guidelines for purchase of special meals. The LaCarte policy will be updated to include these guidelines by LINC so there will be no confusion or misunderstanding of the requirements. The update will be completed in approximately 60 days.

If you have any questions or need further clarification, contact Cheryl Broussard at 342-4148.

Sincerely,



Cathy H. Lockett, Director
Division of Fiscal Services

C: Ann S. Williamson
Lisa Woodruff-White
Marketa G. Gautreaux
Terri P. Ricks
Bridget Depland
Theresa Seal
Debbie Johnson



State of Louisiana

Department of Social Services
Office of Family Support

January 25, 2008

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Legislative Audit Finding
Disaster Food Stamp Program: Intentional Program Violations and Ineligible Benefits

Dear Mr. Theriot:

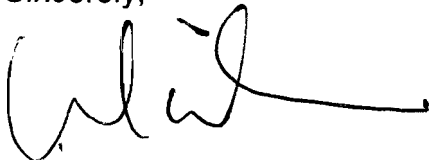
Regarding the DFSP findings we concur that DSS has identified ineligible benefits in the DFSP program as intentional program violations. DSS/OFS independently initiated the review of DSS employee DFSP applications. It was in consultation with FNS after we began the review process that we were advised that all employee DFSP cases must be reviewed.

- Appropriate disciplinary action is currently under consideration for the four employees that are still employed by DSS. The agency will seek restitution on all cases that are identified as IPV.
- As of January 23, 2008 the OFS Fraud & Recovery Section has completed full reviews of 880 of the 1428 cases. Of the 880 cases completed only 5 cases have been declared IPV and are awaiting a decision on disciplinary action. There are 409 cases at different stages of completion and 139 cases remain to be processed. In accordance with Federal Regulations (7FUSC 273.18), all DFSP recipients, including employees, who are determined to have received ineligible benefits are required to repay the Agency. Where warranted, other steps are being pursued, such as disciplinary action and/or referral for consideration of criminal charges.
- OFS Fraud & Recovery Section will continue to also investigate additional DFSP benefits paid, and continue to investigate non-employee cases. The agency is obligated to recover any ineligible benefits that were issued except where those benefits fall below certain thresholds as outlined in USDA-FNS regulations. As of January 23, 2008, \$140,649.22 has been paid back to the Department.

- For future DFSP programs, the agency has developed strategies, improved policy/procedures, specific guidance and processing of employee DFSP applications to prevent fraud and to ensure program integrity:
 - Created specific guidance for the operation of a DFSP in agency manual Chapter 4, Section O.
 - To ensure the integrity of any future administered DFSP program, the Office of Family Support, Division of Quality Assurance will monitor each disaster site during the entire DFSP timeframe.
 - All OFS staff received training on the agency's DFSP policy and procedures in 2006 and 2007. Further training will take place each year prior to hurricane season.
- DSS/OFS continues to investigate cases where ineligible DFSP benefits have been paid and are taking appropriate actions.

Please advise if further information is needed.

Sincerely,

A handwritten signature in black ink, appearing to read 'Adren O. Wilson', with a long horizontal stroke extending to the right.

Adren O. Wilson
Assistant Secretary

AOW/DDS/RNS

Cc: Ann Silverberg Williamson
Lisa Woodruff-White
Terri Ricks
Bridget Depland



State of Louisiana

Department of Social Services
Office of Management and Finance
Division of Fiscal Services
Administration

March 31, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

Re: Foster Care – Title IV-E: Noncompliance With Program Requirements

We concur that the Department did not comply with certain requirements for administering the Foster Care – Title IV-E program. Fiscal adjustments will be reflected on the March 2008 Title IV-E-1 quarterly report to correct errors cited in the finding.

One of the two children cited for residing in a child care institution that was not fully licensed or fully licensed despite not meeting minimum standards was a child who left foster care on January 9, 2005. A late payment was made in September, 2006 for services delivered in October, 2003. Therefore, all findings related to this child were for facility issues that occurred before January, 2005.

The OCS Residential Section have begun receiving licensing facility reports so that OCS will be aware of any deficiencies that might affect Title IV-E eligibility.

The one client for which the Department was cited wherein the child-care institution that did not have documentation to verify safety considerations with respect to staff of the institution was for the same child who left care on January 9, 2005.

As to the 11 of 31 foster care expenditures that were not properly authorized, a memo will be sent out directing all staff to comply with policy reflected in Chapter 20-TIPS Procedural Manual relating to the completion of the TIPS 106b, Client Authorization Procedural Form. As part of the corrective action plan, all supervisory staff will be required to cover this requirement at the next unit meeting or at least before May 31, 2008.

If additional information is needed, please contact Debbie Johnson, OCS Division of Financial Management at 342-2766.

Sincerely,

A handwritten signature in black ink, appearing to read "Cathy H. Lockett".

Cathy H. Lockett, Director
Division of Fiscal Services

C: Ann S. Williamson
Terri P. Ricks

Marketa G. Gautreau
Bridget Depland

Debbie Johnson

BOBBY JINDAL
GOVERNOR



ANN SILVERBERG WILLIAMSON
SECRETARY

State of Louisiana

Department of Social Services
Office of Family Support

January 29, 2008

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Legislative Audit Finding
Improper Employee Activity in Federal Programs

Dear Mr. Theriot:

Since the Department of Social Services, Office of Family Support, Fraud and Recovery Section identified instances of fraudulent activity and alleged fraudulent activity by DSS employees in several federal programs, we concur with this finding and provide corrective action measures as follows:

- Regarding theft of Food Stamp Electronic Benefit Transaction (EBT) cards, the local offices have incorporated provisions into office procedures to monitor and document activities of staff that have benefit authorization and EBT card issuance capabilities. INFOPAC Report, LACUOOP7, Daily EBT Card Issuance Report, allows a parish manager to see every card issued on a given day and the USER ID of the person performing the activity. The report also shows the mailing address of the card which gives management a method to monitor if an employee is mailing cards to the parish office or their home address in an attempt to commit fraud. Parish office procedures include a review of the report to monitor staff activities.
- EBT Safeguard Reviews are conducted as part of the Annual Management Reviews and by the EBT Section.
- For future DFSP programs, the agency has developed strategies, improved policy/procedures, specific guidance and processing of employee DFSP applications to prevent fraud and to ensure program integrity.

Four of six employees were terminated. On the two remaining, disciplinary or legal action is pending. The Office of Family Support will continue to investigate where needed and strengthen existing controls to reduce fraudulent activities. The agency is obligated to recover any

ineligible benefits that were issued except where those benefits fall below certain thresholds as outlined in USDA-FNS regulations.

If further information is needed, please contact David D. Sigue by calling 342-3877.

Sincerely,

A handwritten signature in black ink that reads "David Tuman for Adren O. Wilson". The signature is written in a cursive, flowing style.

Adren O. Wilson
Assistant Secretary

AOW/DDS/RNS

Cc: Ann Silverberg Williamson
Lisa Woodruff-White
Terri Ricks
Bridget Depland



**State of Louisiana
Department of Social Services
OFFICE OF THE SECRETARY**

KATHLEEN BABINEAUX BLANCO
GOVERNOR

627 N. Fourth Street
P.O. BOX 3776
PHONE – (225) 342-0286 – FAX – (225) 342-8636
BATON ROUGE, LOUISIANA 70821

ANN SILVERBERG WILLIAMSON
SECRETARY

January 11, 2008

Mr. Steve J. Theriot, CPA
Office of the Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

Attn: Ernest F. Summerville, Jr., CPA
Audit Manager

RE: Legislative Audit Finding: Internal Audit Function

We concur that the Department of Social Services should have an effective internal audit function. The steps necessary to achieve this goal are being taken.

As noted in the finding, the Bureau of Audit Services has been without sufficient staff with adequate skill sets to perform the types of audits required by the Department of Social Services. This situation was exacerbated by a delay in filling a vacant staff auditor position in the early part of the year, the need to assign one staff auditor to another area, and then having three positions become vacant almost simultaneously. To compound the situations, we have also experienced delays in being able to fill the vacant positions.

Since the three positions became vacant, we have worked diligently to fill the positions. Recognizing the need to have better qualified staff and a more effective operation, the positions descriptions and the organization structure of the Bureau of Audit Services were changed. This required Civil Service approval thus delaying the initial request to Civil Service for registers to fill the positions. The first registers received from Civil Service to fill the staff auditor positions did not contain the names of anyone that could be considered for the positions. Thus, the registers had to be returned; we advertised to fill the positions; the positions were again announced and new registers issued by Civil Service. After reviewing the listings on the second set of registers, conducting interviews, obtaining references, and verifying employment, we were able to fill the positions. One of the persons hired, however, resigned the beginning of the second week of employment. We have again advertised to fill that position, have had the position announced, and are awaiting registers from Civil Service.

Further, to increase the skill sets and the staff in the Bureau of Audit Services, in preparing the budget request for fiscal year 2009, we have included a request for two staff positions that would conduct information technology audits and assist other auditors in the information technology aspects of their audit assignment. Additionally, we made a request for three additional auditor positions to address the additional audit coverage required by the Department. Included in that request is funding for professional services to contract for training and assistance in auditing some applications.

Additionally, we met with the Assistant Director, Center for Internal Auditing, Louisiana State University to discuss opportunities for assistance from them in recruiting and developing staff. The importance of

having professional staff is being addressed as part of the current job requirements and new hires must either be certified as a Certified Public Accountant or a Certified Internal Auditor or become certified within a two year probational period. Staff will be attending the two one-day seminars sponsored by the local chapter of the Institute of Internal Auditing conducted by Dr. Glenn Summers, Director, Center for Internal Auditing, Louisiana State University. The session scheduled for February 20, 2008 will address the auditing of Governance and the session scheduled for April 25, 2008 will address Audit Essentials. Currently, audit staff is planning an audit of Child Care Eligibility and Payments. Field work is to begin next week.

Please be assured that we are making every effort to correct this finding. If I can provide additional information, let me know.

Sincerely,

A handwritten signature in cursive script, appearing to read "Ann S. Williamson".

Ann S. Williamson

c: Lisa Woodruff-White
Terri Ricks
Janet Slaybaugh
Cathy H. Lockett



BOBBY JINDAL
GOVERNOR

ANN SILVERBERG WILLIAMSON
SECRETARY

State of Louisiana
Department of Social Services
Office of Management and Finance

March 10, 2008

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P.O. Box 94397
Baton Rouge, LA 70804-9397

RE: Legislative Audit Finding
TANF: Internal Control Weaknesses over Program Requirements

Dear Mr. Theriot:

We concur that the agency did not comply with certain program requirements for administering the Temporary Assistance for Needy Families Program (TANF). To improve our overall operation of the TANF program, specifically in the areas of internal control over payment requirements, the agency has or will take the following action to address the deficiencies cited:

- Recoupment has been or either is in process to recover questioned cost for reimbursements made for unsubstantiated or inappropriate expenditures.
- Procedures have been developed by Contractors in regard to sign-in sheets. Contract Managers will ensure that these procedures are adhered to in order to ensure proper application of regulations, policy and control procedures needed to avoid future findings in these areas.

We concur also that federal report PMS-272 was not completed accurately and did not reconcile to the TANF ACF-196 Financial Report. Internal procedures existed but were not adhered to causing the reporting deficiency. To safeguard against a future occurrence the following internal procedures will be reviewed with appropriate personnel:

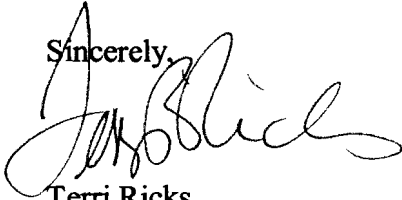
- ACF-196 federal report will be prepared and reconciled quarterly to accounting system records as delineated on the Agency Statement of Expenditures. Accountant will review monthly expenditures while summing to reconciled ACF-196.
- Accountant Manager will perform secondary review of reconciliation process by analyzing monthly expenditure totals and subtracting prior cumulative total from current cumulative total of the SOE to ensure totals reconcile to ACF-196.
- As the PMS-272 is an accumulation of all expenditures a review and analysis of submitted federal report expenditures will be performed to ensure all submitted federal reports reconcile to compiled PMS-272 report.

Steve Theriot, CPA
Legislative Auditor
Page 2

- Internal procedures will be written and implemented by June 30, 2008 requiring Accountant Administrator to perform a third review and analysis of the reconciliation processes completed by Accountant and Accountant Manager.

If further information is needed, please contact David D. Sigue by calling 342-3877 or Debra Williams at 342-4376.

Sincerely,

A handwritten signature in black ink, appearing to read "Terri Ricks", written over the word "Sincerely,".

Terri Ricks
Undersecretary

cc: Ann Silverberg Williamson
Lisa Woodruff-White
Adren Wilson
Bridget Depland
Cathy Lockett
David D. Sigue



KATHLEEN BABINEAUX BLANCO
GOVERNOR

State of Louisiana
Department of Social Services

ANN SILVERBERG WILLIAMSON
SECRETARY

LOUISIANA REHABILITATION SERVICES
P.O. Box 91297
Baton Rouge, LA 70821-9297
Phone: 225-219-2225 (V/TDD)
Fax: 225-219-2942

November 13, 2007

Mr. Steve J. Theriot, CPA
Office of Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

RE: Vocational Rehabilitation: Weaknesses Over Program Expenditures

Please refer to your letter of October 26, 2007 regarding an audit finding of the Department of Social Services' Vocational Rehabilitation Program as part of your Single Audit of Louisiana. Your finding addresses weaknesses over program expenditures.

Allowable Cost

We concur with this finding that two of 25 (8%) of the client expenditures tested did not contain supporting documentation of the consumer's attendance in training at the time of payment. Subsequent to this audit, the Counselor did obtain appropriate supporting documentation for one consumer's attendance in training to support the validity of the payments and this information has been placed in the consumer's case records. In the other case, LRS became aware of the overpayment when contacted by the vendor and the funds were recouped by the agency.

Eligibility

We concur that three of 30 (10%) of the consumers tested did not have an appropriate eligibility determination within 60 days after an application was submitted.

Reporting

LRS concurs that the amount reported on the federal fiscal year 2006 RSA 2 report Schedule 1, Line 2A2a was overstated by \$82,821. LRS personnel did not reconcile the amounts reported to the underlying accounting records.

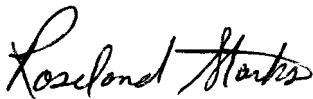
"AN EQUAL OPPORTUNITY EMPLOYER"

As a result of this audit, and in an effort to improve the overall operation of the LRS program, the agency will enact the following corrective actions.

- Remind staff through in-service training of the agency's procedure that requires supporting documentation for the provision of and payment for services. Claire Hymel will be responsible for this corrective action which will be completed by February 1, 2008.
- Remind staff of the agency's policy and procedure requirement regarding timelines for the determination of eligibility. Claire Hymel will be responsible for this corrective action which will be completed by February 1, 2008.
- The federal fiscal year 2006 RSA 2 report will be amended and resubmitted. In addition, LRS will work closely with DSS Information Services to receive statistical and fiscal data in a more timely fashion as needed to properly complete the report. Stephen Johnston will be responsible for the corrective action to be completed by February 1, 2008.

If you have any questions, or need additional information, please contact Claire Hymel at (225) 219-2231 or chymel@dss.state.la.us.

Sincerely,



Roseland Starks
LRS Director

/cmh

cc: Ann S. Williamson
Lisa Woodruff-White
Terri P. Ricks
Bridget Depland
Cathy Lockett
Claire Hymel
Roseland Starks
Barbara Fabre
Stephen Johnston



Office of the Chancellor
P. O. Box 9374
[225] 771-5020
FAX [225] 771-2018

February 15, 2008

Bruno & Tervalon, LLP
Certified Public Accountants
4298 Elysian Fields Avenue
New Orleans, LA. 70122

Attention: Sean Bruno

Dear Mr. Bruno:

I am transmitting the University's response to the findings cited in the **Federal Awards Financial and Compliance Audit for the year ended June 30, 2007.**

I am deeply indebted to you and your staff for the cooperation and professional manner in which this audit was conducted. If you have any questions or require additional information, please contact **Mr. Flandus McClinton, Jr., Vice Chancellor for Finance and Administration, (225) 771-5021.**

Sincerely,

Margaret S. Ambrose
Interim Chancellor

/bm

Attachment

cc: Flandus McClinton, Jr.
Ms. Ursula Shorty

Baton Rouge, Louisiana 70813-0400 [225] 771-2011

"A People's Institution Serving The State, The Nation, and The World."

SOUTHERN UNIVERSITY AT BATON ROUGE
RESPONSE TO FEDERAL AWARDS FINANCIAL AND COMPLIANCE AUDIT
FOR THE YEAR ENDED JUNE 30, 2007

Audit Finding Reference Number

2007-01- Verification

Response:

The University will ensure that all required and verifiable information is corrected in accordance with federal and university regulations regarding verification. The newly hired Director has provided additional training to the Financial Aid Staff and further training in this area will be provided on an annual or as needed basis. The University will furthermore adhere to the established procedures to ensure that all verification information is obtained and verified prior to the disbursement of Title IV aid and that all parties are adhering to the federal and institution's policies and procedures regarding the verification process.

Audit Finding Reference Number

2007-02- Satisfactory Academic Progress

Response:

The university will ensure that satisfactory academic progress has been determined and monitored prior to the disbursement of Title IV aid. Furthermore, the University will adhere to the established policies and procedures as documented in the revised satisfactory academic progress policy.

Audit Finding Reference Number

2007-02(A) – Return of Title IV Funds, Continued

Response:

The University will closely monitor existing procedures for processing unofficial withdrawals to ensure that all calculations are prepared timely and funds are returned in accordance with Title IV regulations.



SOUTHERN UNIVERSITY AT NEW ORLEANS

6801 Press Drive
New Orleans, LA 70126
(504) 286-5117
FAX: (504) 284-5473
www.suno.edu

Office of the
Vice Chancellor for Administration and Finance

February 11, 2008

Mr. Sean Bruno
Bruno and Tervalon, LLP
4298 Elysian Fields Avenue
New Orleans, LA 70122

Dear Mr. Bruno:

Attached, please find Southern University at New Orleans' response to the Federal Award Finding.

If there are any questions, please advise.

Sincerely,

Gerald Williams, D.B.A.
Vice Chancellor for Administration and Finance

/sb

Attachments

"An Equal Educational Opportunity Institution"

UNIVERSITY RESPONSE

Audit Finding Reference Number

2007-03 – Student Credit Balance

The University continues to operate its data processing from the temporary Lake Campus and Loyola University. This process has made it difficult to operate in the same manner as Pre-Katrina.

We will better schedule available access to Loyola University's computer center and start the process earlier to allow for down time.

UNIVERSITY RESPONSE

Audit Finding Reference Number

2007-04 – Student Status Confirmation Report

The University will enhance the manner in which students' status is reported to the guarantee agency by automating and testing the data before submitting it to the guarantee agency.



OFFICE OF THE CHANCELLOR

**SOUTHERN UNIVERSITY
AT SHREVEPORT**

February 8, 2008

Sean Bruno, CPA
Bruno & Tervalon, L.L.P
4298 Elysian Fields Ave.
New Orleans, LA 70122

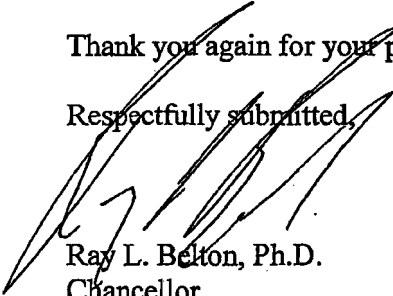
Dear Mr. Bruno:

I am transmitting for your perusal the attached audit responses for the fiscal year ending June 30, 2007 for the Southern University-Shreveport campus.

Should you have questions or comments concerning these responses, please contact Mr. Benjamin Pugh, Vice Chancellor for Finance & Administration at (318) 674-3481.

Thank you again for your professionalism and assistance during this process.

Respectfully submitted,



Ray L. Belton, Ph.D.
Chancellor

Att.

xc: Tolor White, V.P. for Finance & Business Affairs/Comptroller
Benjamin Pugh, Vice Chancellor for Finance & Administration

3050 MARTIN LUTHER KING, JR. DRIVE · SHREVEPORT, LOUISIANA 71107
PHONE: (318) 674-3312 · FAX (318) 674-3374
TOLL FREE: 1-800-458-1472, EXT. 312
WWW.SUSLA.EDU

"AN EQUAL OPPORTUNITY EMPLOYER BY CHOICE, REGARDLESS OF RACE, CREED, SEX, DISABILITY OR VETERAN STATUS"

Southern University - Shreveport
Responses to Single Audit for the Year Ended June 30, 2007

Audit Finding Reference Number

Questioned Costs

2007-05 Crediting Student Account

-0-

Conditions and Perspectives

During our audit, we noted twenty (20) students out of fifty (50) tested whose account was credited earlier than ten (10) before the first day of class.

Response

The University will adhere to established policies and procedures regarding the appropriate timetable for disbursement of Title IV funding to students prior to the first day of class. The University miscalculated the official date to begin credit of student accounts. The rationale for this oversight was an effort to improve customer service and comply with Title IV mandates requiring prompt disbursement of student refunds. Procedures have been revised and disseminated to appropriate staff to ensure future compliance with this regulation.

Southern University - Shreveport
Responses to Single Audit for the Year Ended June 30, 2007

Audit Finding Reference Number

Questioned Costs

2007-06 Verification

\$52,743

Conditions and Perspectives

During our audit, we noted eleven (11) students out of twenty-five (25) tested whose verification information was conflicting with the verified documentation.

Response

Although we concur with the finding, our University is in the process of receiving verification data on students identified in the audit process. We will also prepare manual calculations in order to determine if students were eligible for Title IV aid.

The University continued to experience dramatic employee turnover in the Financial Aid Office during Fiscal Year 2006-07. Written policies and procedures have been established that incorporate the provisions of 34 CFR sections 668.51 through 668.61 for verifying applicant information. In an effort to ensure future compliance with this requirement, all Financial Aid staff will be required to review these procedures and will receive continuous training to ensure that the staff is well versed on all regulatory changes.

**Southern University – Shreveport
Responses to Single Audit for the Year Ended June 30, 2007**

Audit Finding Reference Number

Questioned Costs

2007-07 Satisfactory Academic Progress

\$89,100

Conditions and Perspectives

We noted during our audit that fourteen (14) students out of fifty (50) tested were awarded and received financial aid, although the students did not meet the University's standards for achieving satisfactory academic progress.

Response

The University will adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and monitor the academic standing of all students prior to awarding student financial aid.

All members of the University's Appeals Committee will be required to attend a mandatory workshop to ensure compliance with the University's satisfactory academic progress policy.

A member of the Financial Aid Staff will also become a member of the appeals committee to assist in providing relevant input in the decision-making process.

**Southern University – Shreveport
Responses to Single Audit for the Year Ended June 30, 2007**

Audit Finding Reference Number

Questioned Costs

2007-08 Return of Title IV Funds

\$464,175

Conditions and Perspectives

During our audit, we noted the following conditions during our audit:

- One (1) student out of eighteen (18) students tested whose *Return of Title IV Funds* calculations were done incorrectly. This resulted in an underpayment by the student of \$95 for the Federal Family Education Loan;
- One (1) student out of eighteen (18) students tested had an incorrect federal grant overpayment. This resulted in a decrease in the amount due to the federal government totaling \$294;
- Eighteen (18) students out of eighteen tested who had Pell funds to be returned to the Department of Education, but did not report the Pell adjustment to the Department of Education's Common Origination & Disbursement System;
- Eight (8) students who withdrew on or before the 60 percent point of enrollment and received Title IV aid but did not have a *Return of Title IV Funds* calculation on file, and;
- The University determined that a group of students unofficially withdrew from the University and prepared the *Return of Title IV Funds* calculations, however, the funds were not remitted to the funding sources. In addition, the University has not returned the funds to the appropriate funding sources. The total amount to be returned by the school and the student totaled \$187,531 and \$277,033, respectively. The University follows the practice of returning the student's portion of amounts due as a result of the *Return of Title IV Funds* calculations.

Response

The University's management, in recognition of the seriousness of this finding, has appointed a committee to provide recommendations and an action plan to assist in bringing final resolution to this issue.

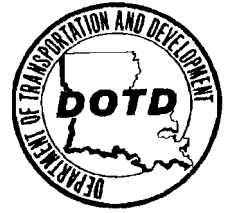
The University has completed the process of determining whether students unofficially withdrew from the University or not. The student records system (BANNER) has been modified to require last date of attendance information on students who receive an "F" grade.

Additionally, return of Title IV fund calculations have been prepared for all required students. The University will endeavor to negotiate a payment plan to return appropriate funds due to the Department of Education in an expeditious manner.



BOBBY JINDAL
GOVERNOR

STATE OF LOUISIANA
DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT
P.O. Box 94245
Baton Rouge, Louisiana 70804-9245
www.dotd.la.gov



WILLIAM D. ANKNER, Ph.D.
SECRETARY

March 7, 2008

Mr. Steve J. Theriot, CPA
Legislative Auditor
1600 North Third Street
PO Box 94397
Baton Rouge, LA 70804-9397

RE: DOTD Single Audit Finding:
Overdraw of Federal Funds

Dear Mr. Theriot:

The Department of Transportation and Development (DOTD) is in receipt of your audit report titled, "Overdraw of Federal Funds". I appreciate the opportunity to respond to the finding and also to have my response letter included as an attachment in the final report.

We concur with your audit finding as stated in your letter dated February 25, 2008 stating that the DOTD overdrew \$43,680 in federal funds for the Highway Planning and Construction program (CFDA 20.205). The project in question was initially a project with 90% federal funds and 10% local funds. The project was active during Hurricanes Katrina and Rita. The hurricanes resulted in additional expenditures on the project. These additional expenditures were eligible for Federal Highway Administration (FHWA) Emergency Relief (ER) funds that are reimbursed at 100%. Even though DOTD's billing system accurately captured the matching percentages, an erroneous manual reversal caused a misclassification of the expenditures. DOTD policies and procedures for review of system generated reports including errors in cost sharing percentages detected this error timely, but, due to inter-office confusion surrounding the ER funds we failed to correct this error in a timely manner.

The DOTD correction plan is to strengthen internal controls and provide additional training to staff as it relates to Federal, State and Local Government cost sharing to assist in preventing future billing errors including timely resolution of issues.

This correction plan will be implemented immediately. The Financial Services staff has already met on March 3, 2008 in this regard.

Mr. Steve Theriot
March 7, 2008
Page 2

While we concur with the finding as stated previously, I must note as a point of relevance, DOTD receives more than \$650 million from FHWA annually. To the best of our knowledge we are in compliance with all related billings with this program with the exception of the untimely correction of the error documented in this finding.

If you need any additional information, please contact Monica O. Mealie, Financial Services Administrator at 379-1615 or MonicaMealie@dotd.la.gov.

Sincerely,

A handwritten signature in black ink, appearing to read 'W. Ankner', with a stylized flourish at the end.

William Ankner, Ph.D.
Secretary

c: Michael Bridges, Undersecretary
Kirt A. Clement, Deputy Undersecretary
Monica Mealie, Financial Services Administrator
John Lyon, External/Internal Audit Supervisor

Appendix C

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Findings and Recommendations
Index by State Agency

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Appendix D

Summary Schedule of Prior Federal Audit Findings

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LEGISLATIVE AUDITOR

STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title
<u>Findings Covering More Than One Federal Agency</u>				
Education, Department of:				
2006	2006	27	F-06-CC-EDUC-1	Inadequate Fiscal Monitoring
Executive Department (Office on Women's Policy):				
2002	2002	85	F-02-CC-OWS-1	Improper Expenditures for Promotional Items
Social Services, Department of:				
2006	2005	29	F-06-CC-DSS-1	Noncompliance With Federal Property Regulations
2004	1998	33	F-04-CC-DSS-1	Subrecipient Monitoring: Noncompliance With Federal Regulations
Southern University at Shreveport-Bossier City:				
2004	2004	35	F-04-CC-SUSH-1	Allowable Cost
University of New Orleans:				
2006	2006	30	F-06-CC-UNO-1	Inadequate Federal Grant Records
2006	2006	31	F-06-CC-UNO-2	Inadequate Subrecipient Monitoring
2006	2006	32	F-06-CC-UNO-3	Inadequate Support and Untimely Reimbursement Requests
<u>U.S. Department of Agriculture</u>				
Social Services, Department of:				
2006	2006	35	F-06-USDA-DSS-2	Deficiencies in the Operation of the Disaster Food Stamp Program
2006	2006	37	F-06-USDA-DSS-3	Food Stamp Cluster: Destroyed Records and Ineligible Benefits
<u>U.S. Department of Interior</u>				
Wildlife and Fisheries, Department of:				
2002	2002	92	F-02-INTERIOR-DWLF-1	Federal Funds Expended on Defective Fish Hatchery
<u>U.S. Department of Justice</u>				
Baton Rouge Community College:				
2006	2005	38	F-06-DOJ-BRCC-1	Noncompliance With Public Safety and Community Policing Grant
2005	2005	67	F-05-DOJ-BRCC-1	Noncompliance With Public Safety Partnerships and Community Policing Grant

(Continued)

Appendix D

CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
84.various/93.558	Education	N/A	Partially Corrected; Repeat in 2007, p. 79	D-15
17.255/20.205	Executive Department	\$6,346	Fully corrected; QC unresolved	D-16
Various	Social Services	N/A	Fully corrected	D-17
84.169/93.558/575/596	Social Services	\$1,159,214	Fully corrected; No further action needed	D-18
84.048/R&D-93.859	Southern (Shreveport)	\$700	Fully corrected; QC unresolved	D-19
Various	UNO	N/A	Fully corrected	D-20
11.463/12.910	UNO	\$1,610,003	Fully corrected; QC unresolved	D-21
84.xxx/12.300/43.001/ 47.xxx/93.389/97.039	UNO	\$500,571	Fully corrected; QC unresolved	D-22
10.551/561	Social Services	\$122,110	Partially corrected; QC unresolved; Repeat in 2007, p. 62	D-23
10.551/561	Social Services	\$2,796	Partially corrected; QC unresolved	D-24
15.F-80	Wildlife and Fisheries	\$12,454,421	Partially corrected; QC unresolved	D-25
16.710	BRCC	\$81,097	Not corrected; QC unresolved	D-26
16.710	BRCC	\$126,251	Not corrected; QC unresolved	D-27

LEGISLATIVE AUDITOR

STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title
<u>U.S. Department of Labor</u>				
Executive Department (Office on Women's Policy):				
2002	2002	94	F-02-USDOL-OWS-2	Improper Expenditure of Federal Funds
Labor, Department of:				
2006	2006	39	F-06-USDOL-LABR-1	Deficient Memorandums of Understanding
2006	2006	40	F-06-USDOL-LABR-2	Inadequate Controls Over Administrative Costs Charged to Workforce Investment Act Dislocated Workers Program
2006	2004	42	F-06-USDOL-LABR-3	Inadequate Subrecipient Monitoring for Workforce Investment Act Cluster
2006	2005	44	F-06-USDOL-LABR-4	Lack of Controls Over Payroll/Leave Administration
2006	2006	46	F-06-USDOL-LABR-5	Overdraw of Unemployment Insurance Extended Benefits
2006	2006	47	F-06-USDOL-LABR-6	Unemployment Insurance Benefit Payments
2005	2005	70	F-05-USDOL-LABR-2	Noncompliance With Cash Management Improvement Act
<u>U.S. Department of Transportation</u>				
Executive Department (Office on Women's Policy):				
2002	2002	98	F-02-DOT-OWS-4	Noncompliance With State Procurement Regulations
Transportation and Development, Department of				
2006	2006	49	F-06-USDOT-DOTD-1	Inadequate Controls Over Matching Requirements
2006	2006	50	F-06-USDOT-DOTD-2	Noncompliance With the Cash Management Improvement Act
<u>U.S. Department of Education</u>				
Baton Rouge Community College:				
2006	2005	51	F-06-ED-BRCC-2	Inadequate Control Over Pell Grant
2005	2005	35	F-05-ED-BRCC-2	Inadequate Control Over Pell Grant
Bossier Parish Community College:				
2005	2005	36	F-05-ED-BPCC-1	Over-Award of Financial Aid to Transfer Students

(Continued)

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CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
17.255	Executive Department	\$647,060	Fully corrected; QC unresolved	D-28
17.258/259/260	Labor	N/A	Fully Corrected	D-29
17.260	Labor	\$152,130	Partially Corrected; QC unresolved	D-30
17.258/259/260	Labor	\$12,397	Partially Corrected; QC unresolved; Repeat in 2007, p. 70	D-31
17.207/225	Labor	\$31,305	Partially Corrected; QC unresolved	D-32
17.225	Labor	\$1,353,954	Not corrected; QC resolved; Repeat in 2007, p. 72	D-33
17.225	Labor	\$108,707,173	Partially Corrected; QC unresolved	D-34
17.225	Labor	N/A	Fully corrected	D-35
20.205	Executive Department	\$135,250	Fully corrected; QC unresolved	D-36
20.205	DOTD	\$402,852	Fully corrected; QC resolved	D-37
20.205	DOTD	N/A	Partially corrected	D-38
SFA-84.063	BRCC	\$4,499	Not Corrected; QC unresolved; Repeat in 2007, p. 75	D-39
SFA-84.063	BRCC	\$8,831	Not Corrected; QC unresolved;	D-40
SFA-84.032/063	BPCC	\$22,085	Fully corrected; QC resolved	D-41

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STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title
U.S. Department of Education (Cont.)				
Education, Department of:				
2006	2005	53	F-06-ED-EDUC-2	Inadequate Subrecipient Monitoring Over Single Audit Reports
2006	2006	54	F-06-ED-EDUC-3	Untimely Completion of A-87 Payroll Certifications
2005	2005	37	F-05-ED-EDUC-3	Inadequate Controls Over the Migrant State Education Program
2005	2005	39	F-05-ED-EDUC-4	Untimely Fiscal Monitoring and Reporting
LSU in Shreveport:				
2005	2005	40	F-05-ED-LSUSH-1	Failure to Comply With Notification Deadlines
Louisiana Technical College:				
2006	2002	55	F-06-ED-LTC-1	Inadequate Control Over Pell Grant
Northwestern State University:				
2005	2005	44	F-05-ED-NSU-1	Over-Award of Federal Family Education Loans
2005	2005	44	F-05-ED-NSU-2	Satisfactory Academic Progress Not Met by Transfer Students
Social Services, Department of:				
2006	2002	56	F-06-ED-DSS-4	Vocational Rehabilitation: Weaknesses Over Program Expenditures
2004	2002	45	F-04-ED-DSS-2	Vocational Rehabilitation: Noncompliance With Federal Requirements
Southeastern Louisiana University:				
2005	2005	46	F-05-ED-SLU-1	Failure to Obtain Waiver and Meet Matching Requirements
Southern University and A&M College (Baton Rouge):				
2006	2006	57	F-06-ED-SUBR-1	Exit Counseling
2006	2005	58	F-06-ED-SUBR-2	Federal Work-Study
2005	2005	47	F-05-ED-SUBR-1	Federal Work-Study
2006	2005	59	F-06-ED-SUBR-3	Return of Title IV Funds
2005	2005	48	F-05-ED-SUBR-2	Return of Title IV Funds
2005	2005	49	F-05-ED-SUBR-3	Satisfactory Academic Progress
Southern University at New Orleans:				
2006	2006	60	F-06-ED-SUNO-1	Student Credit Balance
2005	2005	51	F-05-ED-SUNO-1	Destruction/Unavailability of Records

(Continued)

Appendix D

CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
84.010/027/173	Education	N/A	Partially corrected; Repeat in 2007, p. 80	D-42
84.010/367	Education	N/A	Partially corrected; Repeat in 2007, p. 54	D-43
84.011	Education	\$34,357	Fully corrected; QC unresolved	D-44
84.XXX	Education	\$821,702	Fully corrected; QC unresolved	D-45
SFA-84.032/063	LSU-SH	N/A	Fully corrected	D-46
SFA-84.063	LTC	N/A	Partially corrected; Repeat in 2007, p. 84	D-47
SFA-84.032	Northwestern	\$84,353	Fully corrected; QC unresolved	D-48
SFA-84.032/063	Northwestern	\$33,319	Fully corrected; QC unresolved	D-49
84.126	Social Services	\$3,461	Partially corrected; QC unresolved Repeat in 2007, p. 86	D-50
84.126	Social Services	\$997	Partially corrected; No further action needed	D-51
SFA-84.033	Southeastern	\$60,950	Partially corrected; QC unresolved	D-52
SFA-84.032	Southern (Baton Rouge)	N/A	Fully corrected	D-53
SFA-84.033	Southern (Baton Rouge)	\$159	Not corrected; QC unresolved	D-54
SFA-84.033	Southern (Baton Rouge)	\$87	Not corrected; QC unresolved	D-55
SFA 84.032/063	Southern (Baton Rouge)	\$1,148	Fully corrected; QC resolved; Repeat in 2007, p. 88	D-56
SFA-84.032/063	Southern (Baton Rouge)	\$2,214	Fully corrected; QC resolved	D-57
SFA-84.032/063	Southern (Baton Rouge)	\$6,836	Partially corrected; QC unresolved	D-58
84.007/032/063	Southern (NO)	N/A	Fully corrected; Repeat in 2007, p. 91	D-59
84.XXX	Southern (NO)	N/A	Fully corrected	D-60

LEGISLATIVE AUDITOR

STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title

U.S. Department of Education (Cont.)

Southern University at Shreveport-Bossier City:

2006	2006	61	F-06-ED-SUSH-1	Crediting Student Account
2006	2005	62	F-06-ED-SUSH-2	Return of Title IV Funds
2006	2005	63	F-06-ED-SUSH-3	Satisfactory Academic Progress
2005	2005	52	F-05-ED-SUSH-2	Satisfactory Academic Progress
2006	2006	64	F-06-ED-SUSH-4	Verification

U.S. Department of Health and Human Services

Economic Development, Department of:

2004	2004	50	F-04-HHS-DED-1	Temporary Assistance for Needy Families (TANF) Program: Noncompliance With Certain Federal and State Requirements

Executive Department:

2006	2006	65	F-06-HHS-EXEC-1	Inadequate Controls Over the Temporary Assistance for Needy Families Program

Executive Department (OSRAP):

2002	1998	122	F-02-HHS-CAFR-1	Inappropriate Billing of Insurance Premiums

Health and Hospitals, Department of:

2006	2006	66	F-06-HHS-DHH-1	Duplicate Claims Paid to Case Management Providers
2006	2006	67	F-06-HHS-DHH-2	Failure to Maintain Adequate Third-Party Liability Documentation
2006	2006	68	F-06-HHS-DHH-3	Improper Claims by Long Term Personal Care Service Providers
2006	2006	69	F-06-HHS-DHH-4	Improper Claims by Non-Emergency Transportation Service Providers
2006	2006	70	F-06-HHS-DHH-5	Improper Claims by Waiver Services Providers
2005	2005	53	F-05-HHS-DHH-1	Improper Claims by Waiver Services Providers
2004	2004	53	F-04-HHS-DHH-1	Improper Claims Paid to a Social Work Provider
2006	2006	71	F-06-HHS-DHH-6	Inadequate Conversion to Electronic Case Records for Medicaid Eligibility
2006	2006	72	F-06-HHS-DHH-7	Ineffective Medicaid Eligibility Quality Control System
2002	2002	127	F-02-HHS-DHH-3	Improper Disproportionate Share Payments

Labor, Department of:

2006	2005	73	F-06-HHS-LABR-7	Inadequate Subrecipient Monitoring for the Temporary Assistance for Needy Families Program

(Continued)

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CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
84.007/063	Southern (Shreveport)	N/A	Partially corrected; Repeat in 2007, p. 93	D-61
SFA-84.007/032/063/268	Southern (Shreveport)	N/A	Partially corrected	D-62
SFA-84.032/063/268	Southern (Shreveport)	\$46,710	Not corrected; QC unresolved; Repeat in 2007, p. 95	D-63
SFA-84.032/063	Southern (Shreveport)	\$16,680	Not corrected; QC unresolved	D-64
SFA-84.007/032/063/268	Southern (Shreveport)	\$26,405	Fully corrected; QC unresolved; Repeat in 2007, p. 96	D-65
93.558	Economic Development	\$226,548	Fully corrected; QC resolved	D-66
93.558	Executive	\$2,200	Fully corrected; QC unresolved	D-67
93.778 (and all majors)	Executive (OSRAP)	N/A	Part 1 - Fully corrected, QC resolved Part 2 - Partially corrected, QC unresolved	D-68
93.778	Health and Hospitals	\$20,699	Fully corrected; QC resolved	D-71
93.778	Health and Hospitals	N/A	Fully corrected	D-72
93.778	Health and Hospitals	\$49,608	Fully corrected; QC unresolved	D-73
93.778	Health and Hospitals	\$22,488	Fully corrected; QC unresolved	D-74
93.778	Health and Hospitals	\$46,272	Partially corrected; QC unresolved; Repeat in 2007, p. 99	D-75
93.778	Health and Hospitals	\$64,175	Partially corrected; QC unresolved	D-76
93.778	Health and Hospitals	\$816	Fully corrected; QC unresolved	D-77
93.778	Health and Hospitals	N/A	Fully corrected	D-78
93.767/778	Health and Hospitals	N/A	Partially corrected; Repeat in 2007, p. 100	D-79
93.778	Health and Hospitals	\$185,605,936	Fully corrected; QC unresolved	D-80
93.558	Labor	N/A	Partially corrected; Repeat in 2007, p. 101	D-81

LEGISLATIVE AUDITOR

STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title
U.S. Department of Health and Human Services (Cont.)				
Louisiana Community and Technical College System:				
2006	2005	74	F-06-HHS-LCTCS-1	Noncompliance With Temporary Assistance for Needy Families Requirements
LSU Health Sciences Center (New Orleans):				
2006	2006	75	F-06-HHS-LSUHSC-NO-1	Inadequate Internal Controls Over Social Services Block Grant
Northwestern State University:				
2005	2005	59	F-05-HHS-NSU-3	Scholarships for Disadvantaged Students Awarded to Ineligible Students
Social Services, Department of:				
2006	2005	76	F-06-HHS-DSS-5	Child Care Cluster: Destroyed Records and Noncompliance With Program Requirements
2005	2005	61	F-05-HHS-DSS-3	Child Care Cluster: Noncompliance With Program Requirements
2006	2006	78	F-06-HHS-DSS-6	Child Support Enforcement: Noncompliance With Program Requirements
2006	2000	79	F-06-HHS-DSS-7	Child Support Escrow Fund Not Reconciled
2006	2006	80	F-06-HHS-DSS-8	Control Weaknesses Over the LaCarte Purchasing Card Program
2006	2005	81	F-06-HHS-DSS-9	Foster Care - Title IV-E: Noncompliance With Program Requirements
2005	2001	63	F-05-HHS-DSS-5	Foster Care - Title IV-E Program: Noncompliance With Program Regulations
2006	2005	83	F-06-HHS-DSS-10	Temporary Assistance for Needy Families: Destroyed Records and Noncompliance With Program Requirements
2005	2005	66	F-05-HHS-DSS-7	Temporary Assistance for Needy Families Program: Noncompliance With Program Requirements
2005	1999	65	F-05-HHS-DSS-6	Temporary Assistance for Needy Families Program: Noncompliance With Eligibility Requirements
Southern University and A&M College (Baton Rouge):				
2006	2006	85	F-06-HHS-SUBR-4	Scholarship for Disadvantaged Students

(Continued)

Appendix D

CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
93.558	LCTCS	N/A	Fully corrected	D-82
93.667	LSUHSC (NO)	\$31,190	Partially corrected; No further action needed	D-83
SFA-93.925	Northwestern	\$60,889	Fully corrected; QC resolved	D-84
93.575/596	Social Services	\$12,359	Partially corrected; QC unresolved Repeat in 2007, p. 102	D-85
93.575/596	Social Services	\$57,432	Partially corrected; QC resolved	D-86
93.563	Social Services	\$403	Fully corrected; QC resolved	D-87
93.563	Social Services	N/A	Not corrected; Repeat in 2007, p. 104	D-88
93.558/658	Social Services	\$2,630	Not corrected; QC unresolved Repeat in 2007, p. 105	D-89
93.658	Social Services	\$307,079	Partially corrected; QC unresolved Repeat in 2007, p. 106	D-90
93.658	Social Services	\$110,715	Partially corrected; QC resolved	D-91
93.558	Social Services	\$80,175	Partially corrected; QC unresolved Repeat in 2007, p. 108	D-92
93.558	Social Services	\$271,058	Partially corrected; QC resolved	D-93
93.558	Social Services	\$4,152	Fully corrected; QC resolved	D-94
SFA-93.925	Southern (Baton Rouge)	\$5,398	Not corrected; QC unresolved	D-95

LEGISLATIVE AUDITOR

STATE OF LOUISIANA

Summary Schedule of Prior Federal Audit Findings

Fiscal Year	Initial Year of Finding	Single Audit Page Number	Finding Number	Finding Title
<u>U.S. Department of Homeland Security</u>				
Homeland Security and Emergency Preparedness, Governor's Office of (Military Affairs, Department of):				
2006	2006	87	F-06-DHS-MIL/GOHSEP-1	Noncompliance With Procurement and Suspension and Debarment Requirements
2006	2006	89	F-06-DHS-MIL/GOHSEP-2	Noncompliance with Reporting Requirements
Labor, Department of:				
2006	2006	86	F-06-DHS-LABR-8	Disaster Unemployment Assistance Payments
Public Health, Office of :				
2006	2006	90	F-06-DHS-OPH-1	Insufficient Documentation of Program Expenditures
2006	2006	91	F-06-DHS-OPH-2	Lack of Internal Control Over Movable Property

CFDA Number	State Agency	Questioned Costs	Current Status Per Auditee	Page No.
97.036	GOHSEP	\$264,912	Partially corrected; QC unresolved	D-96
97.036	GOHSEP	N/A	No further action needed; Repeat in 2007; p. 113	D-97
97.034	Labor	\$1,294,650	Partially corrected; QC unresolved	D-98
97.036	Public Health	\$38,533	Fully corrected; QC unresolved	D-99
97.036	Public Health	N/A	Partially corrected	D-100

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SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Education
FYE June 30, 2007

Preparer's Name: Patrick Weaver Phone Number: 342-2073

Finding Title: Inadequate Fiscal Monitoring

Reference Number(s): F-06-CC-EDUC-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ N/A

Page Number (from Single Audit Report): 27

Program Name(s): Various

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.010, 84.186, 84.357, 84.367, 84.027, 84.173, 93.558

Status of Questioned Costs (check one): Resolved: Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected

Not Corrected

Partially Corrected X

No Further Action Needed

Change of Corrective Action

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective actions were implemented and remain in progress.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number (225) 342-0863

Finding Title: **Noncompliance with Federal Property Regulations**

Reference Number(s): **F-06-CC-DSS-1**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006**

Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$.00**

Page Number (from Single Audit Report): **29**

Program Name(s):

Federal Grantor Agency:

CFDA Number(s):

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Additional internal controls were implemented in 2006 and 2007 to ensure that all property with federal funds is identified and consistently documented.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Subrecipient Monitoring: Noncompliance with Federal Regulations**

Reference Number(s): **F-04-CC-DSS-1**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2004** Initial Year of Finding: **1998**

Amount of Questioned Costs in Finding (if applicable): **\$1,159,214**

Page Number (from Single Audit Report): **33**

Program Name(s):

Independent Living – State Grants

Temporary Assistance for Needy Families

CCDF Cluster

Child Care and Development Block Grant

Child Care Mandatory and Matching Funds of the Child Care and Development Fund

Federal Grantor Agency:

U. S. Department of Education

U. S. Department of Health and Human Services

CFDA Number(s): **84.169, 93.558, 93.575, 93.596**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____

No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost were not applicable to Child Care. In addition, two years has elapsed since the finding and no notification to repay has been received from the federal appointing agency.

Status of Finding (check one):

Fully Corrected X

Partially Corrected _____

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Additional control procedures were implemented during SFY '05. The audit finding was not repeated in SFY '05 or SFY '06.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Allowable Cost

Reference Number(s): F-04-CC-SUSH-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding: \$ 700

Status of Questioned Costs (check one): Resolved _____ Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
Contacted D.O.E. and awaiting invoicing to remit payment.

Page Number (from Single Audit Report): 35

Program Name(s): Vocational Education-Basic Grants

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.048

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	_____

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has received additional training to ensure that program costs are allowable per federal guidelines.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: Benjamin Pugh

Phone Number: (318) 674-3481

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: University of New Orleans

FYE: June 30, 2007

Preparer's Name: LaKenya Collins Phone Number: (504) 280-5498

Finding Title: Inadequate Federal Grant Records

Reference Number(s): F-06-CC-UNO-1

(from attached schedule of findings, may include more than one)

Single Audit Report Year: FYE 6/30/2006 Initial Year of Finding: FYE 6/30/2006

Amount of Questioned Costs in Finding (if applicable): NONE

Page Number (from Single Audit Report): Page 30

Program Name(s): Various (No specific program identified in finding)

Federal Grantor Agency: Various (No specific agency identified in finding)

CFDA Number(s): Various (No specific CFDA# identified)

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____

No Further Action Needed: (No questioned cost identified)

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

No questioned costs was identified.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Need _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable): Management immediately implemented a corrective action plan when this matter was brought to their attention. It is now the responsibility of each office that creates federal project grant#s in the University's accounting system, to update the appropriate tables in order to provide for accurate reporting.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: University of New Orleans

FYE: June 30, 2007

Preparer's Name: LaKenya Collins Phone Number: (504) 280-5498

Finding Title: Inadequate Subrecipient Monitoring

Reference Number(s): F-06-CC-UNO-2

(from attached schedule of findings, may include more than one)

Single Audit Report Year: FYE 6/30/2006 Initial Year of Finding: FYE 6/30/2006

Amount of Questioned Costs in Finding (if applicable): \$1,610,003

Page Number (from Single Audit Report): Page 31

Program Name(s): Habitat Conservation & Research and Technology Development

Federal Grantor Agency: Dept. of Commerce & Dept. of Defense

CFDA Number(s): 11.463 and 12.910

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The University has not been contacted by the federal government regarding the questioned costs for this finding.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Need _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable): **The conditions that led to the finding have been corrected and procedures have been put in place to ensure subrecipients are monitored on a timely basis. The University has hired an individual specifically to oversee this function. A checklist was implemented which is to be used as a tool to track whether A-133 audits have been received and other deliverables.**

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: University of New Orleans

FYE: June 30, 2007

Preparer's Name: LaKenya Collins Phone Number: (504) 280-5498

Finding Title: Inadequate Support and Untimely Reimbursement Requests

Reference Number(s): F-06-CC-UNO-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: FYE 6/30/2006 Initial Year of Finding: FYE 6/30/2006

Amount of Questioned Costs in Finding (if applicable): \$500,571

Page Number (from Single Audit Report): Page 32

Program Name(s): Rehabilitation Services – Vocational Rehabilitation Grants to States, Special Education – Grants to States, Basic and Applied Scientific Research, Aerospace Education Services Program, Mathematical and Physical Sciences, Biological Sciences, National Center for Research Resources, and Hazard Mitigation Grant

Federal Grantor Agency: Dept. of Education, Dept. of Defense, National Aeronautics & Space Administration, National Science Foundation, Dept. of Health & Human Services, and Dept. of Homeland Security

CFDA Number(s): 84.126, 84.027, 12.300, 43.001, 47.049, 47.074, 93.389, and 97.039

Status of Questioned Costs (check one): Resolved: Unresolved: X
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The University has not been contacted by the federal government regarding the questioned costs for this finding.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Need	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	<u> </u>

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The Office of Research & Sponsored Projects' Information & Technology (IT) staff member has built a database for invoicing purposes. A position has been filled who will be responsible for the review of invoices submitted to the funding agency. This will enable the University to print a monthly report of all invoices due. Vacant positions have been filled and the University has created a coversheet to support each billing which requires a listing of

current charges that are to be billed to the grantor. Also, different reports are being used to identify billable charges.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Deficiencies in the Operation of the Disaster Food Stamp Program**

Reference Number(s): **F-06-USDA-DSS-2**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$122,110**

Page Number (from Single Audit Report): **35**

Program Name(s): **Food Stamp Cluster**

Food Stamps

State Administrative Matching Grants for Food Stamp Program

Federal Grantor Agency: **U. S. Department of Agriculture**

CFDA Number(s): **10.551, 10.561**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution. Some of the ineligible benefits have been recovered. The department continues to audit each case and collection will be pursued when applicable.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Internal control procedures were established to eliminate the deficiencies in the operation of the Food Stamp program. The cases of all DSS employees who received disaster benefits are being reviewed. Ineligible benefits will be identified and appropriately addressed.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Food Stamp Cluster: Destroyed Records and Ineligible Benefits**

Reference Number(s): **F-06-USDA-DSS-3**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$2,796**

Page Number (from Single Audit Report): **37**

Program Name(s): **Food Stamp Cluster**
Food Stamps
State Administrative Matching Grants for Food Stamp Program

Federal Grantor Agency: **U. S. Department of Agriculture**

CFDA Number(s): **10.551, 10.561**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution. The Fraud and Recovery Section is pursuing collection.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	_____
Partially Corrected	<u> X </u>	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The Office of Family Support is currently piloting the scanning of records into computer files in Lake Charles. The plan is to have all cases throughout the agency stored electronically.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Department of Wildlife & Fisheries – Office of Fisheries
State Agency, Board, Commission, Other Component Unit
For the Year Ended June 30, 2007

Finding Title: Federal Funds Expended on Defective Fish Hatchery

Reference Number(s): F-02-INTERIOR-DWLF-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: _____

Initial Year of Finding: 2002

Amount of Questioned Costs in Finding (if applicable): \$ 12,454,421

Page Number (from Single Audit Report): 92

Program Name(s): Dire Emergency Fund

Federal Grantor Agency: US Fish & Wildlife & Service

CFDA Number(s): N/A

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
The federal government has not requested a "refund". Repairs are ongoing to try and resolve the questioned costs.

Status of Finding (check one):

Fully Corrected _____
Partially Corrected X
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed _____
(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Repairs are ongoing. La. Wildlife & Fisheries has discussed the repairs with USF&WS. The
Feds are awaiting completion of repairs before submitting documentation to La. Wildlife &
Fisheries stating the finding is fully resolved. All repairs are anticipated to be completed by
12/31/07.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Kim Wagner

Phone Number: (225)765-2699

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Baton Rouge Community College
FYE June 30, 2007

Preparer's Name: Maxine Rogers Phone Number: 225 216-8068

Finding Title: **Noncompliance with Public Safety and Community Policing Grants**

Reference Number(s): **F-06-DOJ-BRCC-1**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): **\$ 81,097 (\$60,823 Federal & \$20,274 state match).**

Page Number (from Single Audit Report): 38

Program Name(s): Public Safety Partnership and Community Policing Grants

Federal Grantor Agency: United States Department of Justice

CFDA Number(s): 16.710

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The management of Baton Rouge Community College contacted the U.S. Department of Justice regarding this finding. To date the institutions has not received information to affect a resolution.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	<u> X </u>
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The funding for the COPS grant ended May, 2006. There has not been any additional expenditure to this grant.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Baton Rouge Community College
FYE June 30, 2007

Preparer's Name: Maxine Rogers Phone Number: 225 216-8068

Finding Title: **Noncompliance with Public Safety Partnership and Community Policing Grants**

Reference Number(s): F-05-DOJ-BRCC-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 126,251

Page Number (from Single Audit Report): 67

Program Name(s): Public Safety Partnership and Community Policing Grants

Federal Grantor Agency: United States Department of Justice

CFDA Number(s): 16.710

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The management of Baton Rouge Community College contacted the U.S. Department of Justice regarding this finding. To date the institution has not received information to affect a resolution.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	<u> X </u>
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The COPS grant funding ended May, 2006. There has not been any additional expenditure to this grant.

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

OFFICE ON WOMEN'S POLICY

For the Year Ended June 30, 2007

Preparer's Name: Bridget Theriot **Phone Number:** (225) 342-0700

Finding Title: Improper Expenditures of Federal Funds

Reference Number(s): F-02-USDOL-OWS-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2002 **Initial Year of Finding:** 2002

Amount of Questioned Costs in Finding (if applicable): \$647,060

Page Number (from Single Audit Report): 94

Program Name(s): Workforce Investment Act

Federal Grantor Agency: Employment & Training Administration, Department of Labor

CFDA Number(s): 17.255

Status of Questioned Costs (check one): **Resolved:** **Unresolved:** X
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?

Are they still in negotiation?

There has been no communication regarding this matter in the fiscal year 2006-2007.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Louisiana Department of Labor - Workforce Development**

FYE June 30, 2007

Preparer's Name: Wayne J. Knight

Phone Number: 225-342-3103

Finding Title: Deficient Memorandums of Understanding

Reference Number(s): F-06-USDOL-LABR-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ -

Page Number (from Single Audit Report): 39

Program Name(s): Various

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): Various

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	X

Not Corrected

Partially Corrected

No Further Action Needed

Change of Corrective Action

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Memorandums of Understanding and Cost Allocation Plans constantly changed due to Katrina/Rita.

Agreements and plans became obsolete as they were approved. LDOL continues to track quarterly reviews of these partner agreements and requests changes when indicated. All agreements are being signed by an authorized representative of LDOL in the field and all agreements must be initialed by the Secretary or his designee.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development

FYE June 30, 2007

Preparer's Name: Wayne J. Knight

Phone Number: 225-342-3103

Finding Title: Inadequate Controls Over Administrative Costs Charged to Workforce Investment Act
Dislocated Workers Program

Reference Number(s): F-06-USDOL-LABR-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 152,130

Page Number (from Single Audit Report): 40

Program Name(s): WIA Dislocated Workers

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.260

Status of Questioned Costs (check one): Resolved: Unresolved: x
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?

Are they still in negotiation?

Initial determination letter has not been received.

Status of Finding (check one):

Fully Corrected

Partially Corrected x

Change of Corrective Action

Not Corrected

No Further Action Needed

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Cingular Wireless cards have been deactivated and control procedures have been implemented to control
activation of wireless cards as needed. The IT unit tracks and maintains the deactivation of cards.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development
FYE June 30, 2007

Preparer's Name: Wayne J. Knight Phone Number: 225-342-3103

Finding Title: Inadequate Subrecipient Monitoring for Workforce Investment Act Cluster

Reference Number(s): F-06-USDOL-LABR-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$ 12,397

Page Number (from Single Audit Report): 42

Program Name(s): Workforce Investment Act

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.258, 17.259, 17.260

Status of Questioned Costs (check one): Resolved: Unresolved: x
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
Initial determination letter has not been received.

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u> </u>
Partially Corrected	<u>x</u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

While many improvements were made in the unit, we recognize the need to continue to enhance our
monitoring program. The OMB Circular A-133 was updated and includes specifics regarding Risk
Assessment & planning and A-133 Compliance Supplement regarding Cash Management. A spreadsheet
was created to match actual subgrantee reported expenditures to actual book expenditures for Adult Youth
Dislocated Worker and Administrative Costs for a complete month. The monitors were reminded and
instructed to obtain and utilize expenditure reports initialed by a member of the Fiscal Unit.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development
FYE June 30, 2007

Preparer's Name: Wayne J. Knight Phone Number: 225-342-3103

Finding Title: Lack of Controls Over Payroll / Leave Administration

Reference Number(s): F-06-USDOL-LABR-4
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable):	\$	31,305

Page Number (from Single Audit Report): 44

Program Name(s): Unemployment Insurance ; Employment Service Cluster

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.225, 17.207

Status of Questioned Costs (check one): Resolved: _____ Unresolved: x
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Initial determination letter has not been received.

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u> </u>
Partially Corrected	<u> x </u>	No Further Action Needed	<u> </u>
Change of Corrective Action		(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):
Policies and procedures are continuously being updated. Bi-annual training classes are offered, monitoring of ISIS-HR data, personnel action forms, and work practices are continuously being reviewed..

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development
FYE June 30, 2007

Preparer's Name: Wayne J. Knight Phone Number: 225-342-3103

Finding Title: Overdraw of Unemployment Insurance Extended Benefits

Reference Number(s): F-06-USDOL-LABR-5
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 1,353,954

Page Number (from Single Audit Report): 46

Program Name(s): Unemployment Insurance Program

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.225

Status of Questioned Costs (check one): Resolved: x Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

The agency has repaid the federal government the full amount of \$1,353,594.00.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	_____ x
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The agency is continuing to work on a solution to this problem.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development

FYE June 30, 2007

Preparer's Name: Wayne J. Knight

Phone Number: 225-342-3103

Finding Title: Unemployment Insurance Benefit Payments

Reference Number(s): F-06-USDOL-LABR-6

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 108,707,173

Page Number (from Single Audit Report): 47

Program Name(s): Unemployment Insurance Program

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.225

Status of Questioned Costs (check one): Resolved: Unresolved: x
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?

Are they still in negotiation?

Initial determination letter has not been received.

Status of Finding (check one):

Fully Corrected

Partially Corrected x

Change of Corrective Action

Not Corrected

No Further Action Needed

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

All overpayments that have been discovered have been addressed. Investigations are continuous.

Fraud cases have been referred to the USDOL-OIG, U.S. Attorney General and State Attorney General.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Louisiana Department of Labor - Workforce Development**
FYE June 30, 2007

Preparer's Name: Wayne J. Knight Phone Number: 225-342-3103

Finding Title: Noncompliance with Cash Management Improvement Act

Reference Number(s): F-05-USDOL-LABR-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ -

Page Number (from Single Audit Report): 70

Program Name(s): Unemployment Insurance Program

Federal Grantor Agency: U.S. Department of Labor

CFDA Number(s): 17.225

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: x

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	<u> x </u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action		(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Recalculation of percentages for spread pattern approved by Division of Administration.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

OFFICE ON WOMEN'S POLICY
For the Year Ended June 30, 2007

D-36

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Transportation and Development
FYE June 30, 2007

Preparer's Name: Mary Ann Efferson Phone Number: 225-379-1681

Finding Title: Inadequate Controls Over Matching Requirements

Reference Number(s): F-06-USDOT-DOTD-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 402,852

Page Number (from Single Audit Report): 49

Program Name(s): Highway Planning and Construction/Highway Planning and Construction Cluster

Federal Grantor Agency: Department of Transportation

CFDA Number(s): 20.205

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Correction documents were processed in March, 2007 and credit/refund was sent to the federal government. Information regarding refunds was sent to DOA and they will calculate any interest due.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The correcting entries were processed in March, 2007 and credit/refund was sent to the federal government on the next progress billing. These refunds were reported to DOA, and they will calculate and report any interest due in their annual report. Corrective action: A user requested report has been reinstituted to be run monthly. This report will query active projects and check for any possible outstanding errors in cost share percentages, which will be researched and corrective action taken if necessary.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Transportation and Development
FYE June 30, 2007

Preparer's Name: Mary Ann Efferson Phone Number: 225-379-1681

Finding Title: Noncompliance With The Cash Management Improvement Act

Reference Number(s): F-06-USDOT-DOTD-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 0.00

Page Number (from Single Audit Report): 50

Program Name(s): Highway Planning and Construction/Highway Planning and Construction Cluster

Federal Grantor Agency: Department of Transportation

CFDA Number(s): 20.205

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective actions for reporting refunds were implemented immediately and remain in progress. In regard to the finding, "failure to draw funds on the scheduled receipt date", the Department has adequate controls in place over program draws and follows procedures to the letter regarding the calculation of the scheduled draw and receipt dates to CMIA requirements. The same procedures are still in place at this time and legacy system enhancements are being made to gain efficiencies to complete billings more timely, thereby, making most receipt deadlines. In addition, Department of Transportation and Development is reviewing current billing schedules with Division of Administration and Louisiana Legislative Auditors to ensure the most effective means to ensure compliance.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Baton Rouge Community College
FYE June 30, 2007

Preparer's Name: Maxine Rogers Phone Number: 225 216-8068

Finding Title: **Inadequate Control Over Pell Grant**

Reference Number(s): **F-06-ED-BRCC-2**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): **\$ 4,499**

Page Number (from Single Audit Report): 51

Program Name(s): Federal Pell Grant Program

Federal Grantor Agency: United States Department of Education

CFDA Number(s): 84.063

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The college has not been contacted by the grantor agency regarding this finding. However the college identified unofficial withdrawals for FY05-06, recalculated the refundable portion, and returned \$102,946 to the grantor agency on June 27, 2007.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	<u> X </u>
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The college has established procedures to identify all unofficial and official withdrawals by PELL recipients. Those procedures include requiring faculty to take attendance and input data into a computerized grade system. Once students withdraw students are identified, the amount refundable to the grantor agency will be calculated and refunded within the required time by the college.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Baton Rouge Community College
FYE June 30, 2007

Preparer's Name: Maxine Rogers Phone Number: 225 216-8089

Finding Title: **Inadequate Control Over Pell Grant**

Reference Number(s): **F-05-ED-BRCC-2**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2005** Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): **\$ 8,831**

Page Number (from Single Audit Report): 35

Program Name(s): Federal Pell Grant Program

Federal Grantor Agency: United States Department of Education

CFDA Number(s): 84.063

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The management of Baton Rouge Community College was contacted by the USDOE and forward requested information to the U.S. Department of Education regarding this finding. To date have not received information regarding the resolution of this finding.

Status of Finding (check one):
Fully Corrected _____ Not Corrected X
Partially Corrected _____ No Further Action Needed _____
Change of Corrective Action _____ {See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The college has established procedures to identify all unofficial and official withdrawals by PELL recipients. Those procedures include requiring faculty to take attendance and input data into a computerized grade system. Once students withdraw students are identified, the amount refundable to the grantor agency will be calculated and refunded within the required time by the college.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Bossier Parish Community College
Hospital/College/University
For the Year Ended June 30, 2007

Finding Title: Over-Award of Financial Aid to Transfer Students

Reference Number(s): F-05-ED-BPCC-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 22,085

Page Number (from Single Audit Report):

Program Name(s): Federal Pell and FFEL

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.032

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

PELL funds of \$14,810 were reduced from individual transfer student awards and netted from
Bossier Parish Community College's 2005 PELL requests from the United States Department
of Education. FFEL funds of \$7,275 were reduced from individual transfer student awards
and remitted to various student aid lenders. The final determination letter has been received
and the United States Department of Education considered the questioned costs to be
resolved.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Policies and procedures have been implemented to review various national student information databases
to ensure that students have no loan default, have no Title IV overpayments or have not reached loan
limits. When award letters are signed, the databases are reviewed again for the most current history.
Additional sites are accessed to ensure students are not receiving PELL through another institution.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Vicki Morehead

Phone Number: (318) 678-6213

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Education
FYE June 30, 2007

Preparer's Name: Patrick Weaver Phone Number: 342-2073

Finding Title: Inadequate Subrecipient Monitoring Over Single Audit Reports

Reference Number(s): F-06-ED-EDUC-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ N/A

Page Number (from Single Audit Report): 53

Program Name(s): Title I Grants to Local Education Agencies; Special Education Cluster

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.010, 84.027, 84.173

Status of Questioned Costs (check one): Resolved: Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u> </u>
Partially Corrected	<u>X</u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective actions were implemented and remain in progress.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Education
FYE June 30, 2007

Preparer's Name: Patrick Weaver Phone Number: 342-2073

Finding Title: Untimely Completion of A87 Payroll Certifications

Reference Number(s): F-06-ED-EDUC-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ N/A

Page Number (from Single Audit Report): 54

Program Name(s): Title I Grants to Local Education Agencies; Improving Teacher Quality State Grants

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.010, 84.367

Status of Questioned Costs (check one): Resolved: ☐ Unresolved: ☐
No Further Action Needed: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected	☐	Not Corrected	☐
Partially Corrected	☒	No Further Action Needed	☐
Change of Corrective Action	☐	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective actions were implemented and remain in progress.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Education
FYE June 30, 2007

Preparer's Name: Patrick Weaver Phone Number: 342-2073

Finding Title: Inadequate Controls Over the Migrant State Education Program

Reference Number(s): F-05-ED-EDUC-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 34,357

Page Number (from Single Audit Report): 37

Program Name(s): Migrant Education

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.011

Status of Questioned Costs (check one): Resolved: ☐ Unresolved: ☒ X
No Further Action Needed: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The USDOE contacted us in April 2007 and requested information which we
Provided. Since that time, there has been no further contact with the USDOE.

Status of Finding (check one):

Fully Corrected	☒ <u>X</u>	Not Corrected	☐
Partially Corrected	☐	No Further Action Needed	☐
Change of Corrective Action	☐	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

This finding resulted from a report issued by the SDE Bureau of Internal Audit
12/9/2004. The Bureau of Internal Audit (BIA) issued a follow-up audit report
10/20/2005. The BIA reported it believed all corrective action would be
complete by 12/31/2005. The reported questioned costs were expected to be
resolved by the Migrant Education Program.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Education
FYE June 30, 2007

Preparer's Name: Patrick Weaver Phone Number: 342-2073

Finding Title: Untimely Fiscal Monitoring and Reporting

Reference Number(s): F-05-ED-EDUC-4
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 821,702

Page Number (from Single Audit Report): 39

Program Name(s): Various

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.010; 84.027; 84.173; 84.186; 84.281; 84.298; and 84.340

Status of Questioned Costs (check one): Resolved: ☐ Unresolved: ☒
No Further Action Needed: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

At this time, there has not been any contact from the USDOE regarding
questioned costs.

Status of Finding (check one):

Fully Corrected	☒	Not Corrected	☐
Partially Corrected	☐	No Further Action Needed	☐
Change of Corrective Action	☐	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective actions were implemented and remain in progress.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Louisiana State University in Shreveport _____
Hospital/College/University
For the Year Ended June 30, 2007

Finding Title: Failure to Comply With Notification Deadlines

Reference Number(s) F-05-ED-LSUSH-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005 _____

Amount of Questioned Costs in Finding (if applicable): \$ N/A _____

Page Number (from Single Audit Report): 40 _____

Program Name(s): FFEL & PELL

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.032 & 84.063

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
No questioned costs were involved in this finding

Status of Finding (check one):
Fully Corrected X Not Corrected _____
Partially Corrected _____ No Further Action Needed _____
Change of Corrective Action _____ {See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):
LSUS received a final determination letter dated 09/27/07 which stated that the finding
had been satisfactorily resolved based on information provided by the institution.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Michele L Davis _____ NOTE:
Phone Number: (318 797-5075) _____

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Technical College
FYE June 30, 2007

Preparer's Name: JIM HENDERSON Phone Number: (225) 922-2373

Finding Title: Inadequate Control over Pell Grant

Reference Number(s): F-06-ED-LTC-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2002

Amount of Questioned Costs in Finding (if applicable): \$ 0

Page Number (from Single Audit Report): 55

Program Name(s): FEDERAL PELL GRANT PROGRAM

Federal Grantor Agency: US Department of Education

CFDA Number(s): 84.063

Status of Questioned Costs (check one): Resolved: ☐ Unresolved: ☐
No Further Action Needed: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected ☐

Not Corrected ☐

Partially Corrected ☒

No Further Action Needed ☐

Change of Corrective Action ☐

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The System is currently implementing procedures to improve daily practices. The Financial Aid Manual is presently being updated to reflect the most recent regulation of forty-five days on Return to Title IV funds. Trainings are also being planned throughout each fiscal year. The System ensures that all campuses are current with updates of Federal Regulations.

We are implementing a reporting system so that each campus will be sending a monthly report of all returned and voided checks. The System we will send reminders to each campus regarding Return to Title IV funds. These reports will be housed and maintained at the System office.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Signature James Henderson Date 30 Nov 07

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Northwestern State University
University
For the Year Ended June 30, 2006

Finding Title: Over-Award of Federal Family Education Loans

Reference Number(s): F-05-ED-NSU-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 84,353

Page Number (from Single Audit Report): 44

Program Name(s): Federal Family Education Loans

Federal Grantor Agency: U.S. Department of Education

CFDA Number(s): 84.032

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

U.S. Dept of Education was contacted about a resolution for the finding. Their response was
for us to contact all lenders holding the loans for the students in question and notify of the
situation. The lenders would then be responsible for clearing up the situation with the student
because all students in question were already in repayment. All lenders were notified and
students were contacted.

Status of Finding (check one):

Fully Corrected X
Partially Corrected _____
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

University personnel are familiar with interpretation and application of Federal Regulations.
Policy and procedures have also been updated to reflect how summer loans will be
processed for all students, including Nursing Clinical students. All lenders were also notified
of incorrect aid processing for students who received loan funds in error. All updates were
complete as of March 2006.

Preparer's Name: Thomas Hanson

Phone Number: 318-357-5361

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Northwestern State University
University
For the Year Ended June 30, 2006

Finding Title: Satisfactory Academic Progress Not Met by Transfer Students

Reference Number(s): F-05-ED-NSU-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 33,319

Page Number (from Single Audit Report): 44

Program Name(s): Federal Family Education Loans, Federal Pell Grant Program

Federal Grantor Agency: U.S. Department of Education

CFDA Number(s): 84.032, 84.063

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
All funds received in error were returned to the appropriate authority.

Status of Finding (check one):
Fully Corrected X Not Corrected _____
Partially Corrected _____ No Further Action Needed _____
Change of Corrective Action _____ {See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):
Management has created a report to identify ISIRs loading with school codes other than
NSU's listed. The report is worked to identify students who are transfer students. Transcripts
are then requested and reviewed for Satisfactory Academic Progress prior to aid being
awarded. Policies and procedures are in place for these processes. This was put into place
as of August 2005.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Thomas Hanson

Phone Number: 318-357-5361

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Vocational Rehabilitation: Weaknesses over Program Expenditures**

Reference Number(s): **F-06-ED-DSS-4**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2002**

Amount of Questioned Costs in Finding (if applicable): **\$3,461**

Page Number (from Single Audit Report): **56**

Program Name(s): **Rehabilitation Services-Vocational Rehabilitation Grants to States**

Federal Grantor Agency: **U. S. Department of Education**

CFDA Number(s): **84.126**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution.

Status of Finding (check one):

Fully Corrected _____
Partially Corrected X
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Internal control procedures have been strengthened by revising the Guidance and Technical Assistance Manual in order to clarify documentation requirements and in-service training has been conducted.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Vocational Rehabilitation: Noncompliance With Federal Requirements**

Reference Number(s): **F-04-ED-DSS-2**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2004**

Initial Year of Finding: **2002**

Amount of Questioned Costs in Finding (if applicable): **\$997**

Page Number (from Single Audit Report): **45**

Program Name(s): **Rehabilitation Services-Vocational Rehabilitation Grants to States**

Federal Grantor Agency: **U. S. Department of Education**

CFDA Number(s): **84.126**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____

No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned costs are considered resolved if not required to repay the federal granting agency within two years of the budget finding.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

In addition to the control procedures implemented in 2004, in-service training was conducted in 2007 and revisions were made to the LRS Guidance and Technical Assistance Manual to clarify documentation requirements.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

For the Year Ended June 30, 2007

Finding Title: Failure to Obtain Waiver and Meet Matching Requirements

Reference Number (from attached schedule of findings): F-05-ED-SLU-1

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding: \$ 60,950

Status of Questioned Costs Resolved _____ Unresolved X

No Further Action Needed _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

The U.S. Department of Education has been informed of the match shortage through the FISAP report.

However, no action has been taken by the U.S. Department of Education to date.

Page Number (from Single Audit Report): 46

Program Name(s): Federal Work-Study Program

Federal Grantor Agency: U.S. Department of Education

CFDA Number(s): 84.033

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

See OMB A-133 Section 315(b)(4) _____

Description of Status: Southeastern was not successful in obtaining the waiver of institutional share requirements under the Federal Work-Study Program for the 2003 - 2004 award year and fell short of the resulting match requirement by \$60,950.

Southeastern has obtained the waiver each subsequent year. The U.S. Department of Education has been informed of the match shortage through the submission of the Fiscal Operations and Application to Participate (FISAP) Report. No action has been taken by the U.S. Department of Education to date.

Preparer's Signature: Marie Weathersby

Phone Number: (985) 549-5588

DUNS Number: 883227324

EIN Number: 72-6000816

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University and A & M College (Baton Rouge)
 FYE June 30, 2007

Preparer's Name: Ursula J. Shorty Phone Number: (225) 771-2012

Finding Title: 2006-03 Exiting Counseling

Reference Number(s): F-06-ED-SUBR-1
 (from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ —0—

Page Number (from Single Audit Report): 57

Program Name(s): Federal Family Education Loan (FFEL)

Federal Grantor Agency: U. S. Department of Education

CFDA Number(s): 84.032

Status of Questioned Costs (check one): Resolved: Unresolved:
 No Further Action Needed: x

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

No question cost associated with finding

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable): Southern University and A & M College will ensure that all

Title IV receiptants who cease to enroll at least half-time receive
exiting counseling.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University and A & M college (Baton Rouge)
FYE June 30, 2007

Preparer's Name: Ursula J. Shorty Phone Number: (225) 771-2012

Finding Title: Federal Work Study

Reference Number(s): F-06-ED-SUBR-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 159

Page Number (from Single Audit Report): 58

Program Name(s): Federal Work Study

Federal Grantor Agency: U. S. Department of Education

CFDA Number(s): 84.033

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	<u>X</u>
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has updated it's payroll procedures for the 2007-2008 award year to accurately monitor and report student payroll information.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 6-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University and A & M College (Baton Rouge)
FYE June 30, 2007

Preparer's Name: Ursula J. Shorty Phone Number: (225) 771-2012

Finding Title: Federal Work Study

Reference Number(s): F-05-ED-SUBR-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 87

Page Number (from Single Audit Report): 47

Program Name(s): Federal Work Study

Federal Grantor Agency: U. S. Department of Education

CFDA Number(s): 84.033

Status of Questioned Costs (check one): Resolved: Unresolved: X
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u>X</u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has updated it's payroll procedures for the
2007-2008 award year to accurately monitor and report student payroll
information.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Southern University

State Agency, Board, Commission, Other Component Unit
For the Year Ended June 30, 2007

Finding Title: Return of Title IV Funds

Reference Number(s): F-06-ED-SUBR-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$1,148

Page Number (from Single Audit Report): 59

Program Name(s): FFEL & Federal PELL

Federal Grantor Agency: U S Department of Education

CFDA Number(s): CFDA 84.032 and CFDA 84.063

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
Questioned costs have been refunded.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has updated our procedures and processing times for calculation of the Title IV Return of Funds due when students withdraw from the University. The updated Procedures have been implemented to ensure the calculations and return of Title IV Funds Are in compliance with federal regulations.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Doretta Gray

Phone Number: 225-771-2811

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Southern University

State Agency, Board, Commission, Other Component Unit
For the Year Ended June 30, 2006

Finding Title: Return of Title IV Funds

Reference Number(s): F-05-ED-SUBR-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$2,214

Page Number (from Single Audit Report): 48

Program Name(s): FFEL & Federal PELL

Federal Grantor Agency: U S Department of Education

CFDA Number(s): CFDA 84.032 and CFDA 84.063

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Questioned costs have been refunded.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University is currently reevaluating its procedures as it relates to unofficial withdrawals.

Due to its complicated nature, the entire process will be revisited. The University has identified all students who received a grade of "F" in all classes for the audit period.

The University will continue to adhere to established procedures for monitoring and processing federal grant overpayments.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Dorinda Gray

Phone Number: 225-771-2811

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University and A & M College (Baton Rouge)
FYE June 30, 2007

Preparer's Name: Ursula J. Shorty Phone Number: (225) 771-2012

Finding Title: 2005-02 Satisfactory Academic Progress

Reference Number(s): F-05-ED-SUBR-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 6,836.

Page Number (from Single Audit Report): 49

Program Name(s): Federal Pell Grant Program and Federal Family Education Loans (FFEL)

Federal Grantor Agency: U. S. Department of Education

CFDA Number(s): 84.063 and 84.032

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Awaiting final determination letter from U.S. Department of Education.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	_____
Partially Corrected	<u>X</u>	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	_____

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has updated its Satisfactory Academic Progress (SAP) policy and procedures to accurately monitor student eligibility.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University at New Orleans
FYE June 30, 2007

Preparer's Name: Dr. Gerald Williams Phone Number: 504-286-5117

Finding Title: Student Credit Balance

Reference Number(s): F-06-ED-SUNO-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: _____

Amount of Questioned Costs in Finding (if applicable): \$ 0

Page Number (from Single Audit Report): 60

Program Name(s): Federal Pell, Supplemental Educational Opportunity Grant and Federal Family Educational Loans

Federal Grantor Agency: U.S. Department of Education

CFDA Number(s): 84.063, 84.007, 84.032

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected X

Partially Corrected _____

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University was in the process of hiring and training new staff as a result of Hurricane Katrina.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Southern University at New Orleans
State Agency, Board, Commission, Other Component Unit
For the Year Ended June 30, 200 7

Finding Title: Destruction/unavailability of records _____

Reference Number(s): F-05-ED-SUNO-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ _____

Page Number (from Single Audit Report): 69

Program Name(s): Fed Program & Specific Fed Awards Identification

Federal Grantor Agency: Various--Higher Educational--Institutional Aid, Student Financial Aid Cluster

CFDA Number(s): 84.xxx

Status of Questioned Costs (check one): Resolved: x Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Status of Finding (check one):

Fully Corrected x

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

(See OMB A-103 Section 315(b)(4))

Description of Status: (Include corrective action planned and anticipated completion date, if applicable):

SUNO suffered extensive wind and water damages which destroyed some records and made others unavailable for review. The University has a contract with IBM to provide back service and limited equipment. The blackboard server is now located in another state for online courses that could be used as a means to communicate with the SUNOs' family in the event of another disaster. The University has also published its Disaster Preparedness Plan.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Crediting Student Account

Reference Number(s): F-06-ED-SUSH-1

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2006

Amount of Questioned Costs in Finding: \$ -0-

Status of Questioned Costs (check one): Resolved ☒ Unresolved: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Page Number (from Single Audit Report): 61

Program Name(s): Federal Pell Grant

Federal Supplemental Educational Opportunity Grant

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.007

Status of Finding (check one):

Fully Corrected ☐

Partially Corrected ☒

Change of Corrective Action ☐

Not Corrected ☐

No Further Action Needed ☐

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University will adhere to established policies and procedures regarding the appropriate timetable for disbursement of Title IV funding to students prior to the first day of class. The University miscalculated the official date to begin credit of student accounts. The rationale for this oversight was an effort to improve customer service and comply with Title IV mandates requiring prompt disbursement of student refunds. Procedures have been revised and disseminated to appropriate staff to ensure future compliance with this regulation.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: 

Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Return of Title IV Funds

Reference Number(s): F-06-ED-SUSH-2

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding: \$ -----

Status of Questioned Costs (check one): Resolved Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

University is still trying to determine exact amount of questioned cost

Page Number (from Single Audit Report): 62

Program Name(s): Federal Pell Grant; Federal Supplemental Educational Opportunity Grant;
Federal Direct Student Loan; Federal Family Education Loan

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.007, 84.268, 84.032

Status of Finding (check one):

Fully Corrected

Not Corrected

Partially Corrected X

No Further Action Needed

Change of Corrective Action

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University's Management, in recognition of the seriousness of this finding, has appointed a committee to
Provide recommendations and an action plan to bring final resolution to this issue.

The University has begun the process of determining whether students unofficially withdrew from the
University or not. Faculty members have been requested to assist management in this determination.

Additionally, return of Title IV Fund calculations will be prepared for all required students. The University
will endeavor to return appropriate funds due to the Department of Education in an expedited manner.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: Benjamin Pugh

Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Satisfactory Academic Progress

Reference Number(s): F-06-ED-SUSH-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding: \$ 46,710

Status of Questioned Costs (check one): Resolved _____ Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

The University has not received an invoice from the Department of Education which is required prior to payment.

Page Number (from Single Audit Report): 63

Program Name(s): Federal Pell Grant; Federal Family Education Loan (FFEL)

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.032 84.268

Status of Finding (check one):

Fully Corrected _____ X

Partially Corrected _____ No Further Action Needed _____

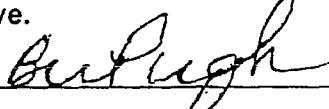
Change of Corrective Action _____ (See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has hired a new Financial Aid Director and additional staff. We will adhere to current policies and procedures as documented in the revised "Satisfactory Academic Progress Policy" to ensure compliance with appropriate regulations and to monitor the academic standing of all students prior to awarding student financial aid.

All members of the University's Appeals Committee will be required to attend a mandatory workshop to ensure compliance with the University's satisfactory academic progress policy.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: 

Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Satisfactory Academic Progress

Reference Number(s): F-05-ED-SUSH-2

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding: \$ 16,680

Status of Questioned Costs (check one): Resolved _____ Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

The University has not received an invoice from the Department of Education which is required before payment can be made.

Page Number (from Single Audit Report): 52

Program Name(s): Federal Pell Grant; Federal Family Education Loan (FFEL)

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.032

Status of Finding (check one):

Fully Corrected _____

Not Corrected _____

X

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

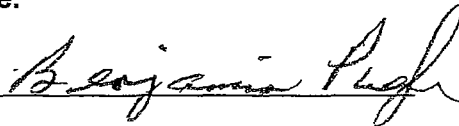
Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has hired a new Financial Aid Director and additional staff. We will adhere to current policies and procedures as documented in the revised "Satisfactory Academic Progress Policy" to ensure compliance with appropriate regulations and to monitor the academic standing of all students prior to awarding financial aid.

All members of the University's Appeals Committee will be required to attend a mandatory workshop to ensure compliance with the University's satisfactory academic progress policy.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: _____



Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Southern University at Shreveport

For the Year Ended June 30, 2007

Finding Title: Verification

Reference Number(s): F-06-ED-SUSH-4
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2006

Amount of Questioned Costs in Finding: \$ 26,405

Status of Questioned Costs (check one): Resolved _____ Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

The University has not received an invoice from the Department of Education which is required prior to payment.

Page Number (from Single Audit Report): 64

Program Name(s): Federal Pell Grant; Federal Supplemental Educational Opportunity Grant;
Federal Direct Student Loan; Federal Family Education Loan

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.007, 84.268, 84.032

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has hired a new Financial Aid Director and additional staff. Written policies and procedures have been established that incorporate the provisions of 34 CFR sections 668.51 through 668.61 for verifying applicant information. In an effort to ensure future compliance with this requirement, all Financial Aid staff will be required to review these procedures and will receive continuous training to ensure that the staff is well versed on all regulatory charges.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: Burt Lugh

Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Department of Economic Development
Office of Business Development
For the Year Ended June 30, 2007

Finding Title: Temporary Assistance for Needy Families (TANF) Program
Noncompliance with Certain Federal And State Requirements

Reference Number(s): F-04-HHS-DED-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$ 226,548

Page Number (from Single Audit Report): 50

Program Name(s): Temporary Assistance for Needy Families (TANF) Program

Federal Grantor Agency: Health and Human Services

CFDA Number(s): CFDA 93.558

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Status of Finding (check one):

Fully Corrected X
Partially Corrected _____
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Based on letter sent to Department of Social Services, HHS stated that the corrective actions
accomplished or proposed were acceptable; and thus, audit finding has been resolved.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Jennifer Williams

Phone Number: 225-342-5627

**SCHEDULE 8-3 - REVISED
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

EXECUTIVE OFFICE - OFFICE OF THE GOVERNOR

For the Year Ended June 30, 2007

Preparer's Name: Bridget Theriot **Phone Number:** (225) 342-0700

Finding Title: Inadequate Controls over the Temporary Assistance for Needy Families Program

Reference Number(s): F-06-HHS-EXEC-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 **Initial Year of Finding:** 2006

Amount of Questioned Costs in Finding (if applicable): \$2,200

Page Number (from Single Audit Report): 65

Program Name(s): Temporary Assistance for Needy Families

Federal Grantor Agency: U S Department of Health & Human Services

CFDA Number(s): 93.558

Status of Questioned Costs (check one): **Resolved:** **Unresolved:** X
No Further Action Needed:

**Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?**

The \$2,200 were overpayments and the schools have agreed to deduct those amounts from future payments.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	(See OMB A-133 Section 315(b)(4))	

Description of Status: (Include corrective action planned and anticipated completion date, if applicable):
The Governor's Office plans to recoup the funds from future payments.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Executive Department (OSRAP)

FYE June 30, 2007

Finding Title: Inappropriate Billing of Insurance Premiums

Reference Number(s): F-02-HHS-CAFR-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2002
Initial Year of Finding: 1998

Amount of Questioned Costs in Finding (if applicable): \$ cannot be determined

Page Number (from Single Audit Report): 122

Program Name(s): Medicaid Cluster - Medical Assistance Program (and all major programs

Federal Grantor Agency: Department of Health and Human Services

CFDA Number(s): 93.778

Status of Questioned Costs (check one): Resolved: ☒ (Part 1) Unresolved: ☒ (Part 2)
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Part 1 of the Finding: (\$50.3 million refunded to federal government (see attached)
Part 2 of the Finding: still in negotiation (see attached).

Status of Finding (check one):

Fully Corrected	☒ (Part 1)	Not Corrected	<u> </u>
Partially Corrected	☒ (Part 2)	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The Finding is divided into two parts:

1. Billing of Property and Casualty Premiums. (see attached).

2. Inequitable Distribution of Premium Billings Between State and Federal Funding Sources (see attached).

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Dakota Good

Phone Number: (225) 342-7000

Summary Schedule of Prior Federal Audit Findings

Attachment - Description of Questioned Costs

Billing of Property and Casualty Insurance Premiums (described as “Part 1 of the Finding” on the Summary Schedule). Based on a single audit finding by the state’s Legislative Auditor, the federal Department of Health and Human Services (“HHS”), Division of Cost Allocation (“DCA”) issued two demands for repayment in cash of amounts that DCA alleged were improperly billed to federal programs for fiscal years 1997 through 2000, and for fiscal year 2001. The State, through the Division of Administration, with the assistance of Covington & Burling LLP of Washington, D.C., contested the federal demands. The HHS Departmental Appeals Board and the U.S. District Court for the Middle District of Louisiana ruled in the federal government’s favor, and the U.S. Court of Appeals for the Fifth Circuit (*State of Louisiana Division of Administration vs. U.S. Department of Health and Human Services*, No. 05-30927, Nov. 17, 2006) affirmed the district court’s decision. It was determined after consultation with attorneys that further appeal would be pointless. On June 29, 2007, the Division of Administration repaid in full the amount of the disallowance, \$27,997,512, plus interest. The payment totaled \$50,335,485.00.

Inequitable Distribution of Premium Billings Between State and Federal Funding Sources (described as “Part 2 of the Finding” on the Summary Schedule). In the 2002 statewide single audit report, the state’s Legislative Auditor issued a finding stating that premium billings were inequitably distributed between state and federal funding sources for Fiscal Year 2001-2002 due to the payment of claims for the road hazard line of insurance offered through the Division of Administration, Office of Risk Management (“ORM”). The Legislative Auditor noted that because of constitutional and statutory provisions prohibiting the use of the Louisiana Transportation Trust Fund to pay directly or indirectly for any judgments, settlements and road hazard insurance premiums, no billings were issued for road and bridge hazard insurance coverage during Fiscal Year 2001-2002, as well as other years. Road hazards are damages resulting from the establishment, design, construction, existence, ownership, maintenance, use, extension, improvement, repair, or regulation of any state bridge, tunnel, dam, street, road, highway, or expressway. The Legislative Auditor noted that while premiums were paid in some years during the 1991-2002 period, “premium costs for Road and Bridge Hazard coverage have not been fully funded.”

Based on this single audit finding, DCA on November 6, 2007 issued a demand for repayment in cash of \$199,777,393, the purported federal share of the collected self-insurance fund premiums that were used to pay road hazard claims, plus interest of 12.625%, accruing as of February 2, 2005. The November 6, 2007 letter reflected a downward adjustment of an initial February 2, 2005 DCA demand letter in the amount of \$223,854,000, plus interest. If the State repaid the adjusted disallowance by December 6, 2007, the total amount owed would be \$268,114,441.

ORM has responded to Legislative Auditor’s and DCA’s findings on a prospective basis, by ceasing to pay claims on the road hazard line of insurance, since it does not collect premiums for this line. However, whether ORM owes a refund to the federal government, and if so, in what amount, are still disputed issues.

This matter currently is pending before the Departmental Appeals Board, which has issued stays over a period of two years and nine months to allow the parties to engage in discovery and to allow settlement discussions to continue. DCA's November 6, 2007 revised demand letter, containing a reduced repayment amount, resulted from settlement discussions between the Division of Administration (with the assistance of Covington & Burling LLP) and DCA.

ORM is now preparing its appeal of the disallowance before the Departmental Appeals Board. ORM's brief will argue that the disallowance is unfounded because neither the premium billing mechanisms used nor the resulting utilization of premiums violated any provision of Office of Management and Budget Circular A-87. It will also argue that non-payment of road hazard premiums did not adversely affect the federal government, since claim losses are utilized for premium determinations. Before the disallowance, no objections to this practice had been noted during any review by DCA.

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Duplicate Claims Paid to Case Management Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-1**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$20,699**

Page Number (from Single Audit Report): **Page 66**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Corrective Action Plan Completed

Status of Finding (check one):

Fully Corrected	<u> X </u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	(See OMB A-133 Section 315(b)(4))	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Recouped all overpayments on June 14, 2007. Program Operations allows only one case management fee to be paid per month per recipient.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Failure to Maintain Adequate Third Party Liability Documentation**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-2**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$N/A**

Page Number (from Single Audit Report): **Page 67**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Corrective Action Plan Completed

Status of Finding (check one):

Fully Corrected	<u> X </u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Reinstated the Third Party Liability notification as part of the application process for cash
assistance and Medicaid. DSS will provide the notification by means of an application
addendum flyer that the applicant must sign. This addendum will be filed and kept as part of
the permanent case record.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS
For the Year Ended June 30, 2007

Finding Title: **Improper Claims by Long Term Personal Care Services Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-3**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$49,608**

Page Number (from Single Audit Report):): **Page 68**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Cases are still ongoing.

Status of Finding (check one):

Fully Corrected X

Partially Corrected _____

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Effective April 2, 2007 the four providers identified were placed on prepayment review. An
estimated \$74,083.50 has been denied for various policy violations. All cases are ongoing.
DHH has mandated that all type 24 (Long -Term Person Care Service) providers attend a
training course that will take place in the fall of 2007. Provider will be instructed on proper
delivery documentation. Furthermore DHH has re-written the LT-PSC Provider Manual in a
attempt to make more clear service documentation requirements.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Improper Claims by Non-Emergency Transportation Service Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-4**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$22,488**

Page Number (from Single Audit Report): **Page 69**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Cases are still ongoing.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Effective July 1, 2007 providers are not allowed to bill until all trips have been provided.

Providers must wait until the month of service is over before payment will be made. Providers at random will be asked to provide copies of MT-3s and daily log forms. This will be done on monthly basis. Dispatchers will report any suspicious finding to DHH for further investigation.

Two of the four providers identified in the audit have had there fines reduced because DHH has agreed that payment should be affected but instead more education required.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Improper Claims by Waiver Service Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-5**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$46,272**

Page Number (from Single Audit Report): **Page 70**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Cases are still ongoing.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

DHH has mandated that all Type 82 (Personal Care Services – Waiver) providers attend a
provider training course taking place in the fall 2007. Providers will be instructed on proper
service delivery documentation. All direct care provider types, are now mandating the end of
span-date billing. This means providers will have to put actual date of service and actual
number of units provided on a particular day on the CMS 1500 claim form rather than sub-
mitting a date range of services and total amounts of units.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Improper Claims by Waiver Service Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-05-HHS-DHH-1**

Single Audit Report Year: **2005**

Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$64,175**

Page Number (from Single Audit Report): **Page 53**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Cases are still ongoing.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

DHH has mandated that all Type 82 (Personal Care Services – Waiver) providers attend a
provider training that will take place in the fall 2007. Providers will be instructed on proper
service delivery documentation. All case have been referred to Program Integrity an remain
open.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS
For the Year Ended June 30, 2007

Finding Title: **Improper Claims by a Social Work Providers**

Reference Number (from attached schedule of findings, may include more than one): **F-04-HHS-DHH-1**

Single Audit Report Year: **2004**

Initial Year of Finding: **2004**

Amount of Questioned Costs in Finding (if applicable): **\$816**

Page Number (from Single Audit Report): **Page 53**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Cases are still ongoing.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Because the Medicaid payments were for Medicare co-insurance, Medicaid Program Integrity is still awaiting an OIG determination on the primary payment.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Inadequate Conversion to Electronic Case Records for Medicaid Eligibility**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-6**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$N/A**

Page Number (from Single Audit Report): **Page 71**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected X

Not Corrected

Partially Corrected

No Further Action Needed

Change of Corrective Action

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

It was recommended that DHH review all electronic case records to determine that all
required information is present. State office and regional management staff were reminded
in writing of the six year record retention requirement. Standard case activity log statements
for the ECR are under development to assist staff with documentation of actions taken to
determine eligibility.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Ineffective Medicaid Eligibility Quality Control**

Reference Number (from attached schedule of findings, may include more than one): **F-06-HHS-DHH-7**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$N/A**

Page Number (from Single Audit Report): **Page 72**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778 93.767**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Effective May of 2006 DHH resumed adherence to our Medicaid Eligibility Quality Control
approved plan and have been in full compliance since that date. The following will be added
to our next Quality Control Plan submitted to CMS. "In the event of a disaster such as a
hurricane we may suspend this plan and divert Quality Control staff to alternative tasks
Related to recipient eligibility integrity"

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

DEPARTMENT OF HEALTH AND HOSPITALS - MEDICAL VENDOR PAYMENTS

For the Year Ended June 30, 2007

Finding Title: **Improper Disproportionate Share Payments**

Reference Number (from attached schedule of findings, may include more than one): **F-02-HHS-DHH-3**

Single Audit Report Year: **2002**

Initial Year of Finding: **2002**

Amount of Questioned Costs in Finding (if applicable): **\$185,605,936**

Page Number (from Single Audit Report): **Page 127**

Program Name(s): **Medical Assistance Program**

Federal Grantor Agency: **Health and Human Services**

CFDA Number(s): **93.778**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Negotiations with the Department of Health and Human Services are still pending.

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

**Negotiations are still pending with the Department of Health and Human Services and
Centers for Medicare and Medicaid to resolve the matter.**

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **Mark Ott**

Phone Number: **225-342-4174**

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Louisiana Department of Labor - Workforce Development**

FYE June 30, 2007

Preparer's Name: Wayne J. Knight

Phone Number: 225-342-3103

Finding Title: Inadequate Subrecipient Monitoring for the Temporary Assistance for Needy Families Program

Reference Number(s): F-06-HHS-LABR-7

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ -

Page Number (from Single Audit Report): 73

Program Name(s): Temporary Assistance for Needy Families

Federal Grantor Agency: Department of Health and Hospitals

CFDA Number(s): 93.558

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: x

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected

Partially Corrected x

Change of Corrective Action

Not Corrected

No Further Action Needed

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

While many improvements were made in the unit, we recognize the need to continue to enhance our monitoring program. The OMB Circular A-133 was updated and includes specifics regarding Risk Assessment & planning and A-133 Compliance Supplement regarding Cash Management.

The monitors were reminded and instructed to obtain and utilize expenditure reports initiated by a member of the Fiscal Unit.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Community and Technical College System Office

For the Year Ended June 30, 2007

Finding Title: NonCompliance with Temporary Assistance for Needy Families Requirements

Reference Number(s): F-06-HHS-LCTCS-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 0

Page Number (from Single Audit Report): 74

Program Name(s): Temporary Assistance for Needy Families
Federal Grantor Agency: US Department of Health and Human Services

CFDA Number(s): 93.558

Status of Questioned Costs (check one): Resolved: Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	<u> X </u>	Not Corrected	<u> </u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

All reports were submitted under the DSS TANF Database System upon approval of the MOU
And as soon as the Database system became available. All campuses were monitored as
Agreed upon.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Reba S. Poulson

Phone Number: 225-922-1641

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Louisiana State University Health Sciences Center-New Orleans
For the Year Ended June 30, 2007

Finding Title: **Inadequate Controls over Social Services Block Grant**

Reference Number(s): **F-06-HHS-LSUHSC-NO-1**

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$ 31,190**

Page Number (from Single Audit Report): **75**

Program Name(s): **SSBG Program**

Federal Grantor Agency: **Health & Human Services**

CFDA Number(s): **93.667**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Identified questioned costs were refunded to the Department of Social Services.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected X

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The corrective action plan is still in progress but it is significantly complete. LSUHSC-NO
forwarded \$750,000 as a partial refund to SSBG on September 10, 2007. Final completion of all
corrective actions is anticipated no later that December 31, 2007.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: **David H. Dotter**

Phone Number: **504-810-7232**

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name: Northwestern State University
For the Year Ended June 30, 2006

Finding Title: Scholarships for Disadvantaged Students Awarded to Ineligible Students

Reference Number(s): F-05-HHS-NSU-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2005

Initial Year of Finding: 2005

Amount of Questioned Costs in Finding (if applicable): \$ 60,889

Page Number (from Single Audit Report): 59

Program Name(s): Scholarships for Health Professions Students from Disadvantaged Backgrounds

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

CFDA Number(s): 93.925

Status of Questioned Costs (check one): Resolved: X Unresolved: _____
No Further Action Needed: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?
Not refunded; not under negotiation.

Status of Finding (check one):
Fully Corrected X Not Corrected _____
Partially Corrected _____ No Further Action Needed X
Change of Corrective Action _____ {See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):
HRSA is not requesting a refund for the questioned \$60,889 and considers this issue closed.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: Maxine R. Johnson

Phone Number: (318) 677-3100

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Child Care Cluster: Destroyed Records and Noncompliance
with Program Requirements**

Reference Number(s): **F-06-HHS-DSS-5**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006**

Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$12,359**

Page Number (from Single Audit Report): **76**

Program Name(s): **Child Care and Development Block Grant**

Child Care Mandatory and Matching Funds of the Child Care and Development Fund

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

CFDA Number(s): **93.575, 93.596**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution. Collection of ineligible payments is being pursued.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected _____

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Additional control procedures have been implemented focusing on better record keeping by providers and better monitoring by the Department.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present,

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Child Care Cluster: Noncompliance with Program Requirements**

Reference Number(s): **F-05-HHS-DSS-3**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2005** Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$57,432**

Page Number (from Single Audit Report): **61**

Program Name(s): **Child Care and Development Block Grant**
Child Care Mandatory and Matching Funds of the Child Care and Development Fund

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

CFDA Number(s): **93.575, 93.596**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u> </u>
Partially Corrected	<u> X </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

In addition to the control procedures implemented in 2006, in-service training and other efforts focused on proper documentation was conducted in 2007.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Child Support Enforcement: Noncompliance with Program Requirement**

Reference Number(s): **F-06-HHS-DSS-6**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$403**

Page Number (from Single Audit Report): **78**

Program Name(s): **Child Support Enforcement**

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

CFDA Number(s): **93.563**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected X

Not Corrected

Partially Corrected

No Further Action Needed

Change of Corrective Action

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The Office of Family Support, Support Enforcement Services has implemented or will implement control procedures by the end of the calendar year to mitigate noncompliance with program requirements.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Child Support Escrow Fund Not Reconciled**

Reference Number(s): **F-06-HHS-DSS-7**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2000**

Amount of Questioned Costs in Finding (if applicable): **\$0.00**

Page Number (from Single Audit Report): **79**

Program Name(s): **Child Support Enforcement**

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

CFDA Number(s): **93.563**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected _____
Partially Corrected _____
Change of Corrective Action _____

Not Corrected _____ **X**
No Further Action Needed _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

A reconciliation process has been developed. It is currently being used and we anticipate reconciling a complete year this fiscal year.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Control Weaknesses over the LaCarte Purchasing Card Program**

Reference Number(s): **F-06-HHS-DSS-8**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006**

Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$2,630**

Page Number (from Single Audit Report): **80**

Program Name(s): **Temporary Assistance for Needy Families
Foster Care – Title IV-E**

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

CFDA Number(s): **93.558, 93.658**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected _____

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed X

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective action includes increased unannounced random reviews of cardholder records; progressive notification announcements of violations to the supervisor and agency Assistant Secretary.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Foster Care-Title IV-E: Noncompliance With Program Requirements**

Reference Number(s): **F-06-HHS-DSS-9**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$307,079**

Page Number (from Single Audit Report): **81**

Program Name(s): **Foster Care – Title IV-E**

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

CFDA Number(s): **93.658**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution.

Status of Finding (check one):

Fully Corrected _____
Partially Corrected X
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective action already begun includes monthly residential reports indicating new employees, date criminal record received, and date employee began working directly with children. Electronic fingerprinting was implemented August 2007.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Foster Care Title IV-E Program: Noncompliance With Program Regulations**

Reference Number(s): **F-05-HHS-DSS-5**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2005** Initial Year of Finding: **2001**

Amount of Questioned Costs in Finding (if applicable): **\$110,715**

Page Number (from Single Audit Report): **63**

Program Name(s): **Foster Care – Title IV-E**

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

CFDA Number(s): **93.658**

Status of Questioned Costs (check one): Resolved: X Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Quarterly adjustments were submitted on the March 2006 quarterly IV-E 1 report. DHHS/ACF letter dated April 12, 2007 considers this audit finding closed.

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u> </u>
Partially Corrected	<u> X </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

OCS has implemented an electronic fingerprint-based national criminal records clearance process to be completed on all potential caregivers. The electronic process should greatly shorten the waiting period for criminal record clearances.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**
FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett** Phone Number **(225) 342-0863**

Finding Title: **Temporary Assistance for Needy Families: Destroyed Records and Noncompliance with Program Requirements**

Reference Number(s): **F-06-HHS-DSS-10**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$80,175**

Page Number (from Single Audit Report): **83**

Program Name(s): **Temporary Assistance for Needy Families**

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

CFDA Number(s): **93.558**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Questioned cost are pending resolution.

Status of Finding (check one):

Fully Corrected	_____	Not Corrected	_____
Partially Corrected	<u> X </u>	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Correction action includes staff training; development of "Contract Assurances" list that must be signed by contractor; and correction of ACF-199.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Temporary Assistance for Needy Families:
Noncompliance with Program Requirements**

Reference Number(s): **F-05-HHS-DSS-7**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2005** Initial Year of Finding: **2005**

Amount of Questioned Costs in Finding (if applicable): **\$271,058**

Page Number (from Single Audit Report): **66**

Program Name(s): **Temporary Assistance for Needy Families**

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

CFDA Number(s): **93.558**

Status of Questioned Costs (check one): Resolved: **X** Unresolved: _____

No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

DHHS/ACF letter dated April 3, 2007 states that this audit finding is closed and the financial reporting is complete.

Status of Finding (check one):

Fully Corrected _____

Partially Corrected **X**

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

In addition to the control procedures implemented at the time of this finding, more controls were established in 2007 to lessen the likelihood of non-compliance.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Department of Social Services**

FYE June 30, 2007

Preparer's Name: **Cathy H. Lockett**

Phone Number **(225) 342-0863**

Finding Title: **Temporary Assistance for Needy Families Program:
Noncompliance with Eligibility Requirements**

Reference Number(s): **F-05-HHS-DSS-6**

(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2005**

Initial Year of Finding: **1999**

Amount of Questioned Costs in Finding (if applicable): **\$4,152**

Page Number (from Single Audit Report): **65**

Program Name(s): **Temporary Assistance for Needy Families**

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

CFDA Number(s): **93.558**

Status of Questioned Costs (check one): Resolved: X Unresolved:

No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

DHHS/ACF letter dated April 3, 2007 states this audit finding is closed and the financial reporting is complete.

Status of Finding (check one):

Fully Corrected X

Not Corrected

Partially Corrected

No Further Action Needed

Change of Corrective Action

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Southern University and A & M College (Baton Rouge)
FYE June 30, 2007

Preparer's Name: Ursula J. Shorty Phone Number: (225) 771-2012

Finding Title: Scholarship for Disadvantaged Students (SDS)

Reference Number(s): F-06-HHS-SUBR-4
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 5,398.

Page Number (from Single Audit Report): 85

Program Name(s): Scholarship for Disadvantaged Students (SDS)

Federal Grantor Agency: Health and Human Resources

CFDA Number(s): 93.925

Status of Questioned Costs (check one): Resolved: Unresolved: X
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Awaiting final determination letter from U. S. Department of Education.

Status of Finding (check one):

Fully Corrected	<u> </u>	Not Corrected	<u>X</u>
Partially Corrected	<u> </u>	No Further Action Needed	<u> </u>
Change of Corrective Action	<u> </u>	{See OMB A-133 Section 315(b)(4)}	<u> </u>

Description of Status: (include corrective action planned and anticipated completion date, if applicable): Southern University and A & M College will ensure that the students are not disbursed scholarships in excess of their eligibility.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Governor's Office of Homeland Security and Emergency Preparedness**
FYE June 30, 2007

Preparer's Name: **Gaye Smith** Phone Number: **925-1800**

Finding Title: **Noncompliance with Procurement and Suspension and Debarment Requirements**

Reference Number(s): **F-06-DHS-MIL/GOHSEP-1**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$264,912**

Page Number (from Single Audit Report): **87**

Program Name(s): **Administration**

Federal Grantor Agency: **Department of Homeland Security**

CFDA Number(s): **97.036**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: **XX**
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Still in negotiation

Status of Finding (check one):

Fully Corrected _____

Partially Corrected **XX**

Change of Corrective Action _____

Not Corrected _____

No Further Action Needed _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Procedures have been instituted for checking payments against EPLS. Additional information will be requested from the Legislative Auditor regarding the one remaining unresolved payment. GOHSEP now maintains appropriate documentation in our files.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: **Governor's Office of Homeland Security and Emergency Preparedness**
FYE June 30, 2007

Preparer's Name: **Gaye Smith** Phone Number: **925-1800**

Finding Title: **Noncompliance with Reporting Requirements**

Reference Number(s): **F-06-DHS-MIL/GOHSEP-2**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2006** Initial Year of Finding: **2006**

Amount of Questioned Costs in Finding (if applicable): **\$0**

Page Number (from Single Audit Report): **89**

Program Name(s): **Administration**

Federal Grantor Agency: **Department of Homeland Security**

CFDA Number(s): **97.036**

Status of Questioned Costs (check one): Resolved: _____ Unresolved: _____
No Further Action Needed: **XX**

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

N/A

Status of Finding (check one):

Fully Corrected _____
Partially Corrected _____
Change of Corrective Action _____

Not Corrected _____
No Further Action Needed **XX** _____
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

GOHSEP has a letter from FEMA stating that quarterly reports were required to be completed beginning April 30, 2007 for first quarter 2007. Copy of letter is included.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Louisiana Department of Labor - Workforce Development

FYE June 30, 2007

Preparer's Name: Wayne J. Knight

Phone Number: 225-342-3103

Finding Title: Disaster Unemployment Assistance Payments

Reference Number(s): F-06-DHS-LABR-8

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 1,294,650

Page Number (from Single Audit Report): 86

Program Name(s): Disaster Unemployment Assistance Payments

Federal Grantor Agency: USDOL

CFDA Number(s): 97.034

Status of Questioned Costs (check one): Resolved: Unresolved: x
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?

Are they still in negotiation?

Initial determination letter has not been received.

Status of Finding (check one):

Fully Corrected

Partially Corrected x

Change of Corrective Action

Not Corrected

No Further Action Needed

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The agency has corrected and will continue to correct any determination made in error. We are
currently charging funding sources correctly.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Office of Public Health
FYE June 30, 2007

Preparer's Name: Larry Bader Phone Number: 504-568-5935

Finding Title: Insufficient Documentation of Program Expenditures

Reference Number(s): F-06-DHS-OPH-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ 38,533

Page Number (from Single Audit Report): 90

Program Name(s): Public Assistance Program

Federal Grantor Agency: Department of Homeland Security

CFDA Number(s): 97.036

Status of Questioned Costs (check one): Resolved: Unresolved: X
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

The status is unresolved pending a letter from the Federal agency indicating acceptance of the corrective action.

Status of Finding (check one):

Fully Corrected X
Partially Corrected
Change of Corrective Action

Not Corrected
No Further Action Needed
{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

Corrective action was entered into ISIS-HR to recoup the overpayments

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

SCHEDULE 8-3: SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Name of Entity: Office of Public Health
FYE June 30, 2007

Preparer's Name: Larry Bader Phone Number: 504-568-5935

Finding Title: Lack of Internal Control Over Movable Property

Reference Number(s): F-06-DHS-OPH-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2006 Initial Year of Finding: 2006

Amount of Questioned Costs in Finding (if applicable): \$ -----

Page Number (from Single Audit Report): 91

Program Name(s): Public Assistance Program

Federal Grantor Agency: Department of Homeland Security

CFDA Number(s): 97.036

Status of Questioned Costs (check one): Resolved: Unresolved:
No Further Action Needed:

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Status of Finding (check one):

Fully Corrected
Partially Corrected X
Change of Corrective Action

Not Corrected
No Further Action Needed
{See OMB A-133 Section 315(b)(4)}

Description of Status: Office of Public Health – Operations & Support Services has conducted a Property Control training for its Statewide Programs and each employee has received a copy of the Agency's Property Policy (PM 802) .

Due to the fact that a complete audit was not completed on EMS. OSS plans to audit EMS and All OPH HQ sections beginning Oct 3, 2007. Effective the quarter ending 12/30/07 OSS will begin submitted quarterly an Asset listing of Unlocated Property to the Regional Administrators Regional Administrator's Managers and the designated Property Coordinators.

NOTE: Use this form to present the status of any findings that are listed for your agency in the attached Excel worksheet. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Acknowledgments

ACKNOWLEDGMENTS

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