

The background image is a photograph of the Wyoming State Capitol building, a large, ornate structure with a prominent golden dome. It is flanked by two modern, multi-story buildings with large glass windows. A paved walkway leads from the foreground towards the Capitol, with a rectangular reflecting pool in the immediate foreground that perfectly mirrors the dome and the surrounding architecture. The scene is captured during the "blue hour" of twilight, with a soft, dimly lit sky. Small, modern light fixtures are visible along the edges of the walkway and the reflecting pool.

State of Wyoming

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# Compliance Report

Entity Identification  
Number 83-0208667

For Fiscal Year Ended  
June 30, 2022

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

Honorable Governor  
Members of the Legislature  
State of Wyoming  
Cheyenne, Wyoming

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), 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 Wyoming (the State) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the State's basic financial statements, and have issued our report thereon, dated January 31, 2023. Our report includes a reference to other auditors who audited the financial statements of the University of Wyoming, the University of Wyoming Foundation (a component unit of the University of Wyoming), the Wyoming Community Development Authority, and the Wyoming Retirement System, as described in our report on the State's financial statements. The financial statements of the University of Wyoming Foundation were not audited in accordance with *Government Auditing Standards*. 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 on separately by those auditors.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the State's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State's internal control. Accordingly, we do not express an opinion on the effectiveness of the State's internal control.

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the State's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2022-002 and 2022-012 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2022-001, 2022-003 through 2022-011, and 2022-013 through 2022-015 to be significant deficiencies.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the State's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 the accompanying Schedule of Findings and Questioned Costs as items 2022-008, 2022-014, and 2022-015.

### **The State's Response to Findings**

*Government Auditing Standards* require the auditor to perform limited procedures on the State's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The State's response was not subjected to the other auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the response.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*McGee, Hearne & Paiz, LLP*

Cheyenne, Wyoming  
January 31, 2023



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON  
INTERNAL CONTROL OVER COMPLIANCE, AND REPORT  
ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Governor  
Members of the Legislature  
State of Wyoming  
Cheyenne, Wyoming

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the State of Wyoming's (the State) compliance with the types of compliance requirements identified as subject to audit in the *Office of Management and Budget Compliance Supplement* that could have a direct and material effect on each of the State's major Federal programs for the year ended June 30, 2022. The State's major Federal programs are identified in the Summary of Independent Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the State complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the State and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major Federal program. Our audit does not provide a legal determination of the State's compliance with the compliance requirements referred to above.

***Other Matter - Federal Expenditures Not Included in the Compliance Audit***

The State's basic financial statements include the operations of the University of Wyoming, the Wyoming Business Council, the Wyoming Community Development Authority, the Wyoming Department of Transportation, and the Wyoming Energy Authority, which expended \$587,151,726 in Federal awards that are not included in the State's Schedule of Expenditures of Federal Awards during the year ended June 30, 2022.

Our compliance audit, described in the Opinion on Each Major Federal Program section of our report, does not include the operations of the Wyoming Business Council, the Wyoming Department of Transportation, or the Wyoming Energy Authority because these entities had separate audits of compliance performed by us in accordance with the Uniform Guidance. Our compliance audit, described in the Opinion on Each Major Federal Program section of our report, also does not include the operations of the University of Wyoming or the Wyoming Community Development Authority because these entities engaged other auditors to perform audits of compliance performed in accordance with the Uniform Guidance.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the State's Federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the State's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the State's compliance with the requirements of each major Federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the State's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the State's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the State's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance that are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2022-016, 2022-017, 2022-019 through 2022-021, 2022-023, 2022-025 through 2022-027, and 2022-029. Our opinion on each major Federal program is not modified with respect to these matters.

*Government Auditing Standards* require the auditor to perform limited procedures on the State's response to the noncompliance findings identified in our compliance audit and described in the accompanying Schedule of Findings and Questioned Costs. The State's response was not subjected to the other auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

### **Report on Internal Control over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2022-016 through 2022-029 to be significant deficiencies.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* require the auditor to perform limited procedures on the State's response to the internal control over compliance findings identified in our compliance audit and described in the accompanying Schedule of Findings and Questioned Costs. The State's response was not subjected to the other auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

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 as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the State's basic financial statements. We issued our report thereon, dated January 31, 2023, which contained unmodified opinions on those financial statements.

We did not audit the financial statements of the University of Wyoming, the University of Wyoming Foundation (a component unit of the University of Wyoming), or the Wyoming Community Development Authority, which are shown as discretely presented component units. In addition, we did not audit the financial statements of the Wyoming Retirement System, which is shown as a fiduciary fund. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for the University of Wyoming, the University of Wyoming Foundation, the Wyoming Community Development Authority, and the Wyoming Retirement System, are based solely on the reports of the other auditors.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*McGee, Hearne & Paig, LLP*

Cheyenne, Wyoming

March 31, 2023, except for our report on the Schedule of Expenditures  
of Federal Awards, for which the date is January 31, 2023



# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<b>Supplemental Nutrition Assistance Program (SNAP) Cluster</b>			
U.S. Department of Agriculture:			
SNAP	10.551	\$ -	\$ 55,061,638
COVID-19 SNAP	10.551	-	47,022,200
Total SNAP		-	102,083,838
State Administrative Matching Grants for SNAP	10.561	2,592,231	8,810,680
COVID-19 State Administrative Matching Grants for SNAP	10.561	-	156,633
Total State Administrative Matching Grants for SNAP		2,592,231	8,967,313
<b>Total SNAP Cluster</b>		2,592,231	111,051,151
<b>Child Nutrition Cluster</b>			
U.S. Department of Agriculture:			
School Breakfast Program	10.553	10,326,872	10,351,783
National School Lunch Program	10.555	38,401,857	38,682,672
Special Milk Program for Children	10.556	11,134	11,134
Summer Food Service Program for Children	10.559	4,299,915	4,979,698
Fresh Fruit and Vegetable Program	10.582	2,221,327	2,257,499
<b>Total Child Nutrition Cluster</b>		55,261,105	56,282,786
<b>Food Distribution Cluster</b>			
U.S. Department of Agriculture:			
Commodity Supplemental Food Program	10.565	19,189	19,189
COVID-19 Commodity Supplemental Food Program	10.565	4,969	4,969
Total Commodity Supplemental Food Program		24,158	24,158
Emergency Food Assistance Program (Administrative Costs)	10.568	162,125	162,125
COVID-19 Emergency Food Assistance Program (Administrative Costs)	10.568	118,465	118,465
Total Emergency Food Assistance Program (Administrative Costs)		280,590	280,590
Emergency Food Assistance Program (Food Commodities)	10.569	2,295,560	2,295,560
COVID-19 Emergency Food Assistance Program (Food Commodities)	10.569	461,392	461,392
Total Emergency Food Assistance Program (Food Commodities)		2,756,952	2,756,952
<b>Total Food Distribution Cluster</b>		3,061,700	3,061,700
<b>Economic Development Cluster</b>			
U.S. Department of Commerce:			
COVID-19 Economic Adjustment Assistance	11.307	-	2,500,000
<b>Total Economic Development Cluster</b>		-	2,500,000

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<b>Fish and Wildlife Cluster</b>			
U.S. Department of the Interior:			
Sport Fish Restoration Program	15.605	\$ 315,045	\$ 6,228,515
Wildlife Restoration and Basic Hunter Education	15.611	940,747	14,814,048
Enhanced Hunter Education and Safety Program	15.626	-	80,040
<b>Total Fish and Wildlife Cluster</b>		1,255,792	21,122,603
<b>Employment Service Cluster</b>			
U.S. Department of Labor:			
Employment Service/Wagner-Peyser Funded Activities	17.207	-	3,844,103
Jobs for Veterans State Grant	17.801	-	229,147
<b>Total Employment Service Cluster</b>		-	4,073,250
<b>Workforce Innovation and Opportunity Act (WIOA) Cluster</b>			
U.S. Department of Labor:			
WIOA Adult Program	17.258	-	2,270,139
WIOA Youth Activities	17.259	-	2,551,968
WIOA Dislocated Worker Formula Grants	17.278	-	661,414
<b>Total WIOA Cluster</b>		-	5,483,521
<b>Highway Planning and Construction Cluster</b>			
U.S. Department of Transportation:			
Passed through the Wyoming Department of Transportation (None):			
Highway Planning and Construction (Federal Aid Highway Program)	20.205	-	30,497
Recreational Trails Program	20.219	61,864	1,826,200
<b>Total Highway Planning and Construction Cluster</b>		61,864	1,856,697
<b>Highway Safety Cluster</b>			
U.S. Department of Transportation:			
Passed through the Wyoming Department of Transportation (M5BAC-2021-FA-BC-01; HSDC120; HS4D522):			
National Priority Safety Programs	20.616	-	16,367
<b>Total Highway Safety Cluster</b>		-	16,367
<b>Clean Water State Revolving Fund Cluster</b>			
U.S. Environmental Protection Agency:			
Capitalization Grants for Clean Water State Revolving Funds	66.458	1,384,496	3,609,923
<b>Total Clean Water State Revolving Fund Cluster</b>		1,384,496	3,609,923

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Drinking Water State Revolving Fund Cluster			
U.S. Environmental Protection Agency:			
Capitalization Grants for Drinking Water State Revolving Funds	66.468	\$ 4,256,259	\$ 4,621,318
<b>Total Drinking Water State Revolving Fund Cluster</b>		<b>4,256,259</b>	<b>4,621,318</b>
Special Education Cluster (IDEA)			
U.S. Department of Education:			
Special Education - Grants to States (IDEA, Part B)	84.027	33,047,128	37,709,018
COVID-19 Special Education - Grants to States (IDEA, Part B)	84.027	407,932	407,932
Total Special Education - Grants to States (IDEA, Part B)		<b>33,455,060</b>	<b>38,116,950</b>
Special Education - Preschool Grants (IDEA, Preschool)	84.173	366,963	982,390
COVID-19 Special Education - Preschool Grants (IDEA, Preschool)	84.173	60,655	60,655
Total Special Education - Preschool Grants (IDEA, Preschool)		<b>427,618</b>	<b>1,043,045</b>
<b>Total Special Education Cluster (IDEA)</b>		<b>33,882,678</b>	<b>39,159,995</b>
Aging Cluster			
U.S. Department of Health and Human Services:			
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2,022,964	2,161,980
COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	42,008	92,046
Total Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers		<b>2,064,972</b>	<b>2,254,026</b>
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	4,221,117	4,576,235
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	23,766	399,161
Total Special Programs for the Aging, Title III, Part C, Nutrition Services		<b>4,244,883</b>	<b>4,975,396</b>
Nutrition Services Incentive Program	93.053	897,438	897,438
<b>Total Aging Cluster</b>		<b>7,207,293</b>	<b>8,126,860</b>

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Child Care and Development Fund (CCDF) Cluster			
U.S. Department of Health and Human Services:			
Child Care and Development Block Grant	93.575	\$ 31,818	\$ 4,583,255
COVID-19 Child Care and Development Block Grant	93.575	-	18,697,739
Total Child Care and Development Block Grant		31,818	23,280,994
Child Care Mandatory and Matching Funds of the CCDF	93.596	-	6,053,660
<b>Total CCDF Cluster</b>		31,818	29,334,654
Medicaid Cluster			
U.S. Department of Health and Human Services:			
State Medicaid Fraud Control Units	93.775	-	332,711
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	-	1,087,401
Medical Assistance Program (Medicaid; Title XIX)	93.778	-	408,798,991
COVID-19 Medical Assistance Program (Medicaid; Title XIX)	93.778	-	60,193,312
Total Medical Assistance Program (Medicaid; Title XIX)		-	468,992,303
Medicaid	93.U01	-	53,676
<b>Total Medicaid Cluster</b>		-	470,466,091
Disability Insurance (DI)/Supplemental Security Income (SSI) Cluster			
U.S. Social Security Administration:			
Supplemental Security Income	96.006	-	3,029,274
<b>Total DI/SSI Cluster</b>		-	3,029,274
Other Programs - Direct			
U.S. Department of Agriculture:			
Plant and Animal Disease, Pest Control, and Animal Care	10.025	-	451,343
Voluntary Public Access and Habitat Incentive Program	10.093	101,165	504,152
Market Protection and Promotion	10.163	-	7,800
Specialty Crop Block Grant Program - Farm Bill	10.170	228,171	269,386
State Mediation Grants	10.435	-	77,578
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475	-	336,572
COVID-19 Cooperative Extension Service	10.500	-	43,631
CACFP Meal Service Training Grants	10.534	6,722	6,722
Child Nutrition-Technology Innovation Grant	10.541	-	12,650
Farmers' Market Supplemental Nutrition Assistance Program Support Grants	10.545	-	3,780

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Agriculture, <i>Continued</i> :			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	\$ -	\$ 6,976,585
COVID-19 Special Supplement Nutrition Program for Women, Infants, and Children	10.557	-	273,027
Total Special Supplemental Nutrition Program for Women, Infants, and Children		-	7,249,612
Child and Adult Care Food Program	10.558	4,704,781	4,708,176
State Administrative Expenses for Child Nutrition	10.560	149,488	1,178,464
Farm to School Grant Program	10.575	20,516	20,516
Child Nutrition Discretionary Grants Limited Availability	10.579	16,837	16,837
COVID-19 Pandemic EPT Administrative Costs	10.649	-	219,951
Cooperative Forestry Assistance	10.664	1,179,556	2,283,814
Forest Legacy Program	10.676	3,979	37,505
Forest Health Protection	10.680	598,612	678,093
Good Neighbor Authority	10.691	94,381	629,453
State & Private Forestry Hazardous Fuel Reduction Program	10.697	154,965	269,793
Environmental Quality Incentives Program	10.912	-	30,789
<b>Total U.S. Department of Agriculture</b>		<b>7,259,173</b>	<b>19,036,617</b>
U.S. Department of Defense:			
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113	-	144,458
Military Construction, National Guard	12.400	-	465,895
National Guard Military Operations and Maintenance Projects	12.401	-	25,474,726
National Guard ChalleNGe Program	12.404	-	3,644,450
<b>Total U.S. Department of Defense</b>		<b>-</b>	<b>29,729,529</b>
U.S. Department of Housing and Urban Development:			
Emergency Solutions Grant Program	14.231	124,617	162,813
COVID-19 Emergency Solutions Grant Program	14.231	2,527,859	2,568,146
Total Emergency Solutions Grant Program		2,652,476	2,730,959
Housing Opportunities for Persons with AIDS	14.241	-	207,125
COVID-19 Housing Opportunities for Persons with AIDS	14.241	-	11,513
Total Housing Opportunities for Persons with AIDS		-	218,638
Continuum of Care Program	14.267	-	48,499
<b>Total U.S. Department of Housing and Urban Development</b>		<b>2,652,476</b>	<b>2,998,096</b>

*Continued*



# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of the Interior:			
Experienced Services Program	15.011	\$ -	\$ 30,000
Cultural and Paleontological Resources Management	15.224	-	41,989
BLM Wildland Urban Interface Community Fire Assistance	15.228	-	264,163
Fish, Wildlife and Plant Conservation Resource Management	15.231	111,666	171,677
Forest and Woodlands Resource Management	15.233	-	4,831
Environmental Quality and Protection Resource Management	15.236	-	654,862
Challenge Cost Share	15.238	-	311,868
Fisheries and Aquatic Resources Management	15.244	-	52,000
Wildlife Resource Management	15.247	94,806	655,432
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	-	1,921,366
Abandoned Mine Land Reclamation	15.252	10,498,411	86,961,278
Federal Oil and Gas Royalty Management State and Tribal Coordination	15.427	-	2,498,390
Title II, Colorado River Basin Salinity Control	15.509	-	1,722
Cultural Resources Management	15.511	-	9,843
Fish and Wildlife Coordination Act	15.517	-	112,291
Recreation Resources Management	15.524	-	45,769
Upper Colorado River Basin Fish and Wildlife Mitigation	15.535	-	2,400
Fish and Wildlife Management Assistance	15.608	191,586	191,586
Cooperative Endangered Species Conservation Fund	15.615	-	107,102
State Wildlife Grants	15.634	663,693	663,693
Endangered Species Conservation - Recovery Implementation Funds	15.657	-	48,347
Fish and Wildlife Coordination and Assistance	15.664	-	9,300
Endangered Species Conservation - Wolf Livestock Loss Compensation and Prevention	15.666	-	22,936
Adaptive Science	15.670	119,004	139,080
White-Nose Syndrome National Response Implementation	15.684	-	11,668
U.S. Geological Survey Research and Data Collection	15.808	173,500	296,366
National Cooperative Geologic Mapping	15.810	-	144,681
Historic Preservation Fund Grants-In-Aid	15.904	189,500	928,517
Outdoor Recreation Acquisition, Development and Planning	15.916	617,866	617,866
Save America's Treasures	15.929	-	56,782
<b>Total U.S. Department of the Interior</b>		<b>12,660,032</b>	<b>96,977,805</b>
U.S. Department of Justice:			
Sexual Assault Services Formula Program	16.017	366,209	366,209
COVID-19 Strengthening the Medical Examiner - Coroner System	16.037	103,654	1,062,100
Juvenile Justice and Delinquency Prevention Allocation to States	16.540	-	14,830
Missing Children's Assistance	16.543	-	247,100
National Criminal History Improvement Program	16.554	-	242,188

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Justice, <i>Continued</i> :			
Crime Victim Assistance	16.575	\$ 2,984,937	\$ 3,300,856
Crime Victim Compensation	16.576	-	734,570
Violence Against Women Formula Grants	16.588	949,761	949,761
Residential Substance Abuse Treatment for State Prisoners	16.593	-	155,725
State Criminal Alien Assistance Program	16.606	-	31,636
Edward Byrne Memorial Justice Assistance Grant Program	16.738	-	515,051
DNA Backlog Reduction Program	16.741	-	375,430
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	-	238,108
Support for Adam Walsh Act Implementation Grant Program	16.750	-	220,084
STOP School Violence	16.839	201,700	201,700
<b>Total U.S. Department of Justice</b>		<b>4,606,261</b>	<b>8,655,348</b>
U.S. Department of Labor:			
Labor Force Statistics	17.002	-	640,774
Compensation and Working Conditions	17.005	-	83,707
Unemployment Insurance	17.225	-	54,970,190
COVID-19 Unemployment Insurance	17.225	-	5,702,551
Total Unemployment Insurance		-	60,672,741
Senior Community Service Employment Program	17.235	142,532	424,171
Trade Adjustment Assistance	17.245	-	51,514
Work Opportunity Tax Credit Program	17.271	-	97,351
Temporary Labor Certification for Foreign Workers	17.273	-	149,645
WIOA National Dislocated Worker Grants/WIA National Emergency Grants	17.277	-	22,422
Apprenticeship USA Grants	17.285	-	224,428
Occupational Safety and Health State Program	17.503	-	674,505
Consultation Agreements	17.504	-	536,438
Veterans' Employment Program	17.802	-	270,764
<b>Total U.S. Department of Labor</b>		<b>142,532</b>	<b>63,848,460</b>
U.S. Department of Transportation:			
Pipeline Safety Program State Base Grant	20.700	-	186,181
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	-	176,411
PHMSA Pipeline Safety Program One Call Grant	20.721	-	7,075
<b>Total U.S. Department of Transportation</b>		-	<b>369,667</b>

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of the Treasury:			
COVID-19 Coronavirus Relief Fund	21.019	\$ 23,440,183	\$ 65,529,774
COVID-19 Emergency Rental Assistance Program	21.023	1,239,793	51,219,529
COVID-19 Homeowner Assistance Fund Program	21.026	-	4,495,104
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	15,917,562	194,902,941
<b>Total U.S. Department of the Treasury</b>		<b>40,597,538</b>	<b>316,147,348</b>
U.S. General Services Administration:			
Voting System (Punch Card/Lever) Replacement	39.011	-	97,179
<b>Total U.S. General Services Administration</b>		<b>-</b>	<b>97,179</b>
National Endowment for the Arts:			
Promotion of the Arts Partnership Agreements	45.025	1,092,574	1,270,997
Museums for America	45.301	-	39,681
Grants to States	45.310	-	1,062,550
COVID-19 Grants to States	45.310	-	1,478,786
Total Grants to States		-	2,541,336
<b>Total National Endowment for the Arts</b>		<b>1,092,574</b>	<b>3,852,014</b>
U.S. Department of Veterans Affairs:			
Grants to States for Construction of State Home Facilities	64.005	-	5,402,305
Veterans Transport Program	64.035	-	83,915
All-Volunteer Force Educational Assistance	64.124	-	106,312
<b>Total U.S. Department of Veterans Affairs</b>		<b>-</b>	<b>5,592,532</b>
U.S. Environmental Protection Agency:			
State Indoor Radon Grants	66.032	-	9,898
Surveys, Studies, Research, Investigations, Demonstrations, and Special-Purpose Activities Relating to the Clean Air Act	66.034	-	316,196
State Clean Diesel Grant Program	66.040	252,599	252,599
Multipurpose Grants to States and Tribes	66.204	-	34,243
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	-	408,614
State Underground Water Source Protection	66.433	-	133,259
Lead Testing in School and Child Care Program Drinking Water (SDWA 1464(d))	66.444	-	25,679
Water Quality Management Planning	66.454	-	5,057
Nonpoint Source Implementation Grants	66.460	997,605	1,088,605
Performance Partnership Grants	66.605	-	3,412,437
Environmental Information Exchange Network Grant Program and Related Assistance	66.608	-	178,199

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Environmental Protection Agency, <i>Continued</i> :			
Source Reduction Assistance	66.717	\$ -	\$ 27,898
Underground Storage Tank Prevention, Detection and Compliance Program	66.804	-	307,745
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	-	487,768
State and Tribal Response Program Grants	66.817	-	653,417
Brownsfields Assessment and Cleanup Cooperative Agreements	66.818	-	2,562
<b>Total U.S. Environmental Protection Agency</b>		<b>1,250,204</b>	<b>7,344,176</b>
U.S. Department of Energy:			
Weatherization Assistance for Low-Income Persons	81.042	983,930	1,153,930
Fossil Energy Research and Development	81.089	-	996
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	81.106	-	155,140
<b>Total U.S. Department of Energy</b>		<b>983,930</b>	<b>1,310,066</b>
U.S. Department of Education:			
Adult Education - Basic Grants to States	84.002	564,364	775,959
Title I Grants to Local Educational Agencies	84.010	43,814,067	44,165,609
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	689,039	970,418
Career and Technical Education - Basic Grants to States	84.048	4,449,322	4,806,655
Career and Technical Education - National Programs	84.051	-	128,444
Rehabilitation Services_Vocational Rehabilitation Grants to States	84.126	-	9,041,513
Rehabilitation Services Independent Living Services for Older Individuals Who are Blind	84.177	-	170,570
Special Education - Grants for Infants and Families	84.181	1,812,374	2,298,360
COVID-19 Special Education - Grants for Infants and Families	84.181	327,965	331,047
<b>Total Special Education - Grants for Infants and Families</b>		<b>2,140,339</b>	<b>2,629,407</b>
Supported Employment Services for Individuals with the Most Significant Disabilities	84.187	-	243,035
Education for Homeless Children and Youth	84.196	194,409	237,837
Twenty-First Century Community Learning Centers	84.287	6,085,142	6,280,709
Special Education Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326	-	99,631
Rural Education	84.358	24,042	25,296
English Language Acquisition State Grants	84.365	447,979	642,310
Supporting Effective Instruction State Grant	84.367	9,891,304	11,029,967

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Education, <i>Continued</i> :			
Grants for State Assessments and Related Activities	84.369	\$ -	\$ 3,255,042
Comprehensive Literacy Development	84.371	1,396,725	1,675,325
Statewide Longitudinal Data Systems	84.372	-	236,949
Student Support and Academic Enrichment Program	84.424	6,446,347	6,592,953
COVID-19 Education Stabilization Fund - Governor's Emergency Education Relief Fund			
	84.425C	496,496	1,738,607
COVID-19 Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund			
	84.425D	70,952,723	72,730,994
COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools			
	84.425R	1,529,736	1,535,672
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief			
	84.425U	10,364,994	10,442,525
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief - Homeless Children and Youth			
	84.425W	16,373	16,948
Total Education Stabilization Fund		83,360,322	86,464,746
Ed Facts			
	84.U01	-	34,128
NAEP			
	84.U02	-	152,196
<b>Total U.S. Department of Education</b>		159,503,401	179,658,699
National Archives and Records Administration:			
National Historical Publications and Records Grants	89.003	3,496	10,794
<b>Total National Archives and Records Administration</b>		3,496	10,794
Election Assistance Commission:			
HAVA Election Security Grants	90.404	166,990	420,049
<b>Total Election Assistance Commission</b>		166,990	420,049
U.S. Department of Health and Human Services:			
Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	31,774	31,774
Special Programs for the Aging, Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals			
	93.042	88,093	88,093
COVID-19 Special Programs for the Aging, Title VII, Chapter 2, Long- Term Care Ombudsman Services for Older Individuals			
	93.042	39,194	49,009
Total Special Programs for the Aging, Title VII, Chapter 2, Long- Term Care Ombudsman Services for Older Individuals		127,287	137,102

*Continued*



# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Health and Human Services, <i>Continued</i> :			
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	\$ 43,250	\$ 43,250
National Family Caregiver Support, Title III, Part E	93.052	865,792	937,963
COVID-19 National Family Caregiver Support, Title III, Part E	93.052	31,050	31,050
Total National Family Caregiver Support, Title III, Part E		896,842	969,013
Public Health Emergency Preparedness	93.069	2,139,773	4,301,641
Medicare Enrollment Assistance Program	93.071	43,629	48,612
Affordable Care Act Personal Responsibility Education Program	93.092	73,686	127,420
Food and Drug Administration Research	93.103	-	80,731
Maternal and Child Health Federal Consolidated Programs	93.110	-	67,424
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	-	90,817
Emergency Medical Services for Children	93.127	-	83,010
Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	93.130	-	119,756
Injury Prevention and Control Research and State- and Community- Based Programs	93.136	95,732	262,390
Projects for Assistance in Transition from Homelessness	93.150	238,109	238,670
COVID-19 Rural Health Research Centers	93.155	1,307,017	1,307,017
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Levels in Children	93.197	-	17,519
State Rural Hospital Flexibility Program	93.241	259,503	525,709
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	3,503,194	4,520,642
Universal Newborn Hearing Screening	93.251	263,249	263,249
Immunization Cooperative Agreements	93.268	-	6,577,675
COVID-19 Immunization Cooperative Agreements	93.268	1,243,458	2,793,530
Total Immunization Cooperative Agreements		1,243,458	9,371,205
Adult Viral Hepatitis Prevention and Control	93.270	-	204,834
Small Rural Hospital Improvement Grant Program	93.301	160,408	178,040
Early Hearing Detection and Intervention Information System Surveillance Program	93.314	209,285	221,919

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Health and Human Services, <i>Continued</i> :			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	\$ -	\$ 737,113
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	3,462,708	47,837,425
Total Epidemiology and Laboratory Capacity for Infectious Diseases		3,462,708	48,574,538
State Health Insurance Assistance Program	93.324	326,456	350,312
Behavioral Risk Factor Surveillance System	93.336	-	197,489
COVID-19 Public Health Emergency Response: Cooperative			
Agreement for Emergency Response: Public Health Crisis Response	93.354	(116,936)	259,564
ACL Independent Living State Grants	93.369	320,812	320,812
National and State Tobacco Control Program	93.387	247,805	923,694
COVID-19 Activities to Support State, Tribal, Local and Territorial			
Health Department Response to Public Health or Healthcare Crises	93.391	-	2,326,141
Improving the Health of Americans through Prevention and Management			
of Diabetes and Heart Disease and Stroke	93.426	602,121	1,727,787
Every Student Succeeds Act/Preschool Development Grants	93.434	2,966,178	2,974,381
Title IV, Part E, Kinship Navigator Program	93.471	139,716	225,834
COVID-19 Provider Relief Fund and American Rescue Plan Rural			
Distribution	93.498	-	3,170,958
Promoting Safe and Stable Families	93.556	101,443	357,176
COVID-19 Promoting Safe and Stable Families	93.556	-	37,629
Total Promoting Safe and Stable Families		101,443	394,805
Temporary Assistance for Needy Families	93.558	6,632,399	18,524,005
COVID-19 Temporary Assistance for Needy Families	93.558	-	1,544,571
Total Temporary Assistance for Needy Families		6,632,399	20,068,576
Child Support Enforcement	93.563	-	5,562,925
Low-Income Home Energy Assistance	93.568	6,607,239	12,499,499
COVID-19 Low-Income Home Energy Assistance	93.568	-	2,744,959
Total Low-Income Home Energy Assistance		6,607,239	15,244,458
Community Services Block Grant	93.569	3,125,002	3,362,083
COVID-19 Community Services Block Grant	93.569	1,891,760	2,045,929
Total Community Services Block Grant		5,016,762	5,408,012

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Health and Human Services, <i>Continued</i> :			
State Court Improvement Program	93.586	\$ -	\$ 272,751
Community-Based Child Abuse Prevention Grants	93.590	-	218,583
Grants to States for Access and Visitation Programs	93.597	94,907	94,907
Chafee Education and Training Vouchers Program	93.599	-	94,663
COVID-19 Chafee Education and Training Vouchers Program	93.599	-	18,000
Total Chafee Education and Training Vouchers Program		-	112,663
Adoption and Legal Guardianship Incentive Payments	93.603	-	244,405
Developmental Disabilities Basic Support and Advocacy Grants	93.630	-	319,230
Children's Justice Grants to States	93.643	-	35,921
Stephanie Tubbs Jones Child Welfare Services Program	93.645	-	561,149
COVID-19 Stephanie Tubbs Jones Child Welfare Services Program	93.645	-	31,970
Total Stephanie Tubbs Jones Child Welfare Services Program		-	593,119
Foster Care, Title IV, Part E	93.658	-	3,695,046
Adoption Assistance	93.659	-	1,072,290
COVID-19 Emergency Grants to Address Mental & Substance Use Disorders During COVID-19	93.665	2,223,856	2,632,221
Social Services Block Grant	93.667	-	2,792,187
Child Abuse and Neglect State Grants	93.669	-	(132,725)
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	724,399	762,225
COVID-19 Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	39,493	39,493
Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services		763,892	801,718
Chafee Foster Care Independence Program	93.674	506,287	527,788
COVID-19 Chafee Foster Care Independence Program	93.674	101,155	225,882
Total Chafee Foster Care Independence Program		607,442	753,670
Empowering Other Adults and Adults with Disabilities Through Chronic Disease Self-Management Education Programs	93.734	156,559	181,737
COVID-19 Elder Abuse Prevention Interventions Programs	93.747	-	40,610
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds	93.761	-	28,076

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Health and Human Services, <i>Continued</i> :			
Children's Health Insurance Program	93.767	\$ -	\$ 8,022,369
Opioid STR	93.788	3,511,852	3,560,384
State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	93.796	-	674,062
COVID-19 State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	93.796	-	1,082
Total State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid		-	675,144
Maternal, Infant, and Early Childhood Home Visitation Grant Program	93.870	-	39,204
National Bioterrorism HPP	93.889	584,573	1,013,660
COVID-19 National Bioterrorism HPP	93.889	50,700	124,135
Total National Bioterrorism HPP		635,273	1,137,795
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	71,202	1,369,259
Grants to States for Operation of State Offices of Rural Health	93.913	-	226,345
HIV Care Formula Grants	93.917	-	642,638
COVID-19 HIV Care Formula Grants	93.917	-	29,369
Total HIV Care Formula Grants		-	672,007
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	-	236,874
COVID-19 Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	-	31,588
Total Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease		-	268,462
HIV Prevention Activities - Health-Department-Based	93.940	25,117	890,764
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	-	124,769
Block Grants for Community Mental Health Services	93.958	551,312	715,053
COVID-19 Block Grants for Community Mental Health Services	93.958	7,828	16,906
Total Block Grants for Community Mental Health Services		559,140	731,959

*Continued*

# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Health and Human Services, <i>Continued</i> :			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	\$ 3,166,993	\$ 3,703,676
COVID-19 Block Grants for Prevention and Treatment of Substance Abuse	93.959	18,794	150,533
Block Grants for Prevention and Treatment of Substance Abuse		3,185,787	3,854,209
Preventive Health Services Sexually Transmitted Diseases Control Grants	93.977	-	258,085
Preventive Health and Health Services Block Grant	93.991	15,727	207,819
Maternal and Child Health Services Block Grant to the States	93.994	148,168	1,215,568
<b>Total U.S. Department of Health and Human Services</b>		48,941,821	167,952,581
Corporation for National and Community Service:			
Volunteers in Service to America	94.013	-	29,075
<b>Total Corporation for National and Community Service</b>		-	29,075
Executive Office of the President:			
High-Intensity Drug Trafficking Areas Program	95.001	-	1,091,768
<b>Total Executive Office of the President</b>		-	1,091,768
U.S. Department of Homeland Security:			
Non-Profit Security Program	97.008	-	206,311
Boating Safety Financial Assistance	97.012	46,437	341,064
Community Assistance Program State Support Services Element	97.023	-	56,551
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	460,196
COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	61,960,068
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)		-	62,420,264
Hazard Mitigation Grant	97.039	-	151,144
National Dam Safety Program	97.041	-	183,104
Emergency Management Performance Grants	97.042	-	2,413,965
COVID-19 Emergency Management Performance Grants	97.042	-	56,791
Total Emergency Management Performance Grants		-	2,470,756

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# STATE OF WYOMING

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued</i>			
U.S. Department of Homeland Security, <i>Continued</i> :			
Assistance to Firefighters Grant	97.044	\$ -	\$ 9,567
Fire Management Assistance Grant	97.046	-	1,694,177
Pre-Disaster Mitigation	97.047	-	207,551
COVID-19 Presidential Declared Disaster Assistance to Individuals and Households - Other Needs	97.050	-	20,192
Homeland Security Grant Program	97.067	-	3,454,472
Earthquake Consortium	97.082	-	47,214
<b>Total U.S. Department of Homeland Security</b>		<b>46,437</b>	<b>71,262,367</b>
<i>Other Federal financial awards:</i>			
Bald Eagle Survey Flights (BES4)	99.U01	-	5,325
Cabin Creek Bighorn Sheep Habitat	99.U02	38,226	38,226
Med Bow/Thunder Basin	99.U03	-	1,821
Bighorn Sheep Monitoring (BSM2)	99.U04	-	693
WCFC Aquatic Invasive Species Prev (BCB2)	99.U05	-	2,038
WCFC Aquatic Invasive Species Prev (BCB3)	99.U06	-	24,000
Social Security Reimbursement/Program Income	99.U07	-	28,824
Head Start Program FPY20 & GFY21 (HS)	99.U08	-	103,890
<b>Total other Federal financial awards</b>		<b>38,226</b>	<b>204,817</b>
<b>Total expenditures of Federal awards</b>		<b>\$ 388,940,327</b>	<b>\$ 1,740,385,177</b>

The accompanying notes are an integral part of this schedule.

## STATE OF WYOMING

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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#### **Note 1. Summary of Significant Accounting Policies**

Expenditures reported on the State of Wyoming's (the State) Schedule of Expenditures of Federal Awards (the Schedule) are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in Office of Management and Budget Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

#### **Note 2. Indirect Cost Rate**

The State has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance as the State (a) has various Federally negotiated indirect cost rates that are being used for Federal awards or (b) utilizes the indirect cost rates specified in the Federal awards.

#### **Note 3. Basis of Presentation**

The Schedule includes the Federal award activity of the State under programs of the Federal government for the year ended June 30, 2022, except as described in Note 4. The information in this Schedule is presented in accordance with the requirements of the Uniform Guidance. Because the Schedule presents only a selected portion of the operations of the State, it is not intended to, and does not, present the financial position, changes in net position, or cash flows of the State.

#### **Note 4. Content**

In accordance with the provisions of the Uniform Guidance, 2 CFR 200.514(a), the accompanying Schedule does not include the operations of the Wyoming Business Council, the Wyoming Department of Transportation, or the Wyoming Energy Authority because these entities had separate audits of compliance performed by us in accordance with the Uniform Guidance.

In accordance with the provisions of the Uniform Guidance, 2 CFR 200.514(a), the accompanying Schedule also does not include the operations of the University of Wyoming or the Wyoming Community Development Authority because these entities engaged other auditors to perform audits of compliance performed in accordance with the Uniform Guidance.

## STATE OF WYOMING

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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#### **Note 5. Noncash Awards**

The Schedule includes the following noncash items as Federal expenditures:

- U.S. Department of Agriculture (USDA) Emergency Food Assistance Program (Food Commodities) (Federal Assistance Listing #10.569) of \$2,756,952.
- USDA Supplemental Nutrition Assistance Program (SNAP) Benefits (Federal Assistance Listing #10.551) of \$102,075,552.
- U.S. Department of Health and Human Services Immunization Cooperative Agreements Vaccines (Federal Assistance Listing #93.268) of \$5,279,977.

The values of the Food Commodities and Vaccines are recorded at the Federally negotiated costs at the date of issuance. SNAP Benefits are recorded at face value.

#### **Note 6. Unemployment Insurance Compensation**

The Schedule includes \$42,770,450 of State Unemployment Insurance Compensation Benefits (SUICB) (Federal Assistance Listing #17.225). The SUICB is included in the Schedule pursuant to a directive issued by the U.S. Department of Labor.

#### **Note 7. Federal Emergency Management Agency (FEMA) Grant**

During fiscal year 2022, FEMA approved and awarded reimbursement of \$61,103,727 of eligible expenditures that were incurred by the State in fiscal years 2021 and 2020. As required by Federal guidance, these expenditures are reported in the Schedule as expenditures of Federal Assistance Listing #97.036, *Disaster Grants - Public Assistance (Presidentially Declared Disasters)*.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

##### Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP):

Unmodified

McGee, Hearne & Paiz, LLP (MHP) has audited the basic financial statements of the State of Wyoming (the State) as of and for the year ended June 30, 2022 and has issued its report thereon, dated January 31, 2023. MHP did not audit the financial statements of the University of Wyoming, the University of Wyoming Foundation (a component unit of the University of Wyoming), or the Wyoming Community Development Authority, which are shown as discretely presented component units. In addition, we did not audit the Wyoming Retirement System, which is shown as a fiduciary fund. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for the University of Wyoming, the University of Wyoming Foundation, the Wyoming Community Development Authority, and the Wyoming Retirement System, are based solely on the reports of the other auditors.

Internal control over financial reporting:

- Material weakness(es) identified? ☒ Yes ☐ No
- Significant deficiency(ies) identified? ☒ Yes ☐ None Reported

Noncompliance material to financial statements noted?

☒ Yes ☐ No

##### Federal Awards

Internal control over major Federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☒ Yes ☐ None Reported

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

Unmodified

- Any audit findings disclosed that are required to be reported in accordance with Section 2 Code of Federal Regulations (CFR) 200.516(a)?

☒ Yes ☐ No

# STATE OF WYOMING

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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### I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS, *Continued*

Identification of major Federal programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
12.401	National Guard Military Operations and Maintenance Projects
21.023	Emergency Rental Assistance Program
21.026	Homeowner Assistance Fund Program
21.027	Coronavirus State and Local Fiscal Recovery Funds
84.048	Career and Technical Education - Basic Grants to States
84.287	Twenty-First Century Community Learning Centers
84.424	Student Support and Academic Enrichment Program
84.425	Education Stabilization Fund
93.268	Immunization Cooperative Agreements
93.498	Provider Relief Fund and American Rescue Plan Rural Distribution
93.558	Temporary Assistance for Needy Families
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)
CLUSTER	Child Nutrition Cluster
CLUSTER	Supplemental Nutrition Assistance Program (SNAP) Cluster
CLUSTER	Economic Development Cluster
CLUSTER	Workforce Innovation and Opportunity Act (WIOA) Cluster
CLUSTER	Child Care and Development Fund (CCDF) Cluster
CLUSTER	Medicaid Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$5,221,155

Auditee qualified as low-risk auditee? ☐ Yes ☒ No

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS

##### **2022-001: Wyoming Department of Education (WDE) – Internal Controls and Audit Adjustments to Federal Receivables and Revenue (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed in the General Fund as follows:

- To decrease Federal receivables and Federal deferred revenue by approximately \$8.5 million.
- To decrease Federal receivables and Federal revenue by approximately \$750,000.

*Cause:* The WDE did not accurately complete the Schedule of Expenditures of Federal Awards (SEFA) as one of the grant award receipts was reported on a different line than its expenditures within the SEFA, resulting in the improper calculation of Federal receivables and unearned revenues recorded by the State Auditor's Office (SAO).

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP. In addition, an inaccurate or incomplete SEFA could result in the improper identification and/or exclusion of major programs and the related audit requirements. In the instance noted above, major program determination was not impacted.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDE implement additional procedures near the fiscal year-end to ensure that the SEFA is accurate and complete.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-002: SAO - Internal Controls and Audit Adjustments (Material Weakness)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed as follows:

- To increase net pension liability and expense by approximately \$14.8 million at the entity-wide level.
- To decrease net pension liability and expense by approximately \$6.1 million at the entity-wide level.
- To reclassify approximately \$6.0 million from accounts payable to benefits payable in Non-Major Funds.
- To reclassify approximately \$42.9 million from noncurrent cash and pooled investments to current in Non-Major Enterprise Funds and Internal Services Funds.
- To reclassify approximately \$118.6 million from accounts receivable to due from other governments in the General Fund, approximately \$95.8 million from accounts receivable to due from other governments in the School Foundation Fund, and approximately \$887,000 from accounts receivable to due from other governments in Non-Major Funds.
- To reclassify approximately \$24.1 million from revenue from others to recreation and resource development expense in a Non-Major Fund.
- To revise the entity-wide elimination entry that increased general government expenses and revenue from others by \$155 million.

*Cause:* Each project's adjustment was caused by human error (posting entries backwards, utilizing the incorrect allocation formulas/percentages), and the errors were not identified in the review process.

*Effect:* Prior to the proposed audit adjustments, the fund-level and government-wide financial statements were not properly stated in accordance with U.S. GAAP.

*Identification as a repeat finding:* Yes. See 2021-001.

*Recommendation:* We recommend that the SAO continue to refine its internal review process to determine the propriety of the journal entries posted during the preparation of the State's financial statements. In addition, the SAO may also want to consider performing a high-level analytical review of the adjusted financial statement balances, as well as completed projects, to assist in identifying unusual or inconsistent relationships. Certain projects and procedures might also benefit from the implementation of review checklists.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.



## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-003: Department of Workforce Services (DWS) - Internal Controls and Audit Adjustments (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed in the Unemployment Insurance Fund as follows:

- To decrease due from other governments and beginning net position by approximately \$3.7 million.
- To increase the allowance for doubtful accounts and claims and benefits expense by \$2.4 million.
- To decrease the allowance for doubtful taxes and increase taxes receivable by approximately \$1.3 million.
- To increase taxes receivable and the corresponding charges for services by approximately \$1.6 million.
- To increase deferred revenue by approximately \$935,000, increase grant and aid payments by approximately \$2.7 million, increase claims and benefits expense by approximately \$3.5 million, and decrease beginning net position by approximately \$200,000.

*Cause:* The DWS does not maintain internal financial records in accordance with U.S. GAAP throughout the year. Instead, the DWS prepares several year-end spreadsheets and journal entries to convert its financial information to U.S. GAAP. As the DWS does not operate in a full accrual environment for the majority of the year, it is unable to properly and consistently identify instances in which new accrual adjustments (or modifications to recurring accrual adjustments) are necessary.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP.

In addition, the DWS does not have an effective internal review process to ensure the propriety of its SEFA and its year-end spreadsheets that are provided for the financial audit.

*Identification as a repeat finding:* Yes. See 2021-009 and 2021-010.

*Recommendation:* We recommend that the DWS continue to refine its internal review process in order to determine the propriety of the journal entries posted during the preparation of the State's financial statements. In addition, the DWS should consider performing a high-level analytical review of the financial statement balances after adjustment to assist in identifying unusual changes in account balances. We further recommend that the DWS continue efforts to improve communication with the SAO; resolve any uncertainties, specifically regarding accrual accounting; and attend additional training to improve its skill in preparing U.S. GAAP financial reports. Finally, the DWS should consider engaging professional accounting consultants in aiding and reviewing the preparation of financial statement information.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

##### **2022-004: SAO and DWS - Internal Controls and Audit Adjustment to Accounts Receivable (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* An adjusting journal entry was proposed to increase revenue by approximately \$13.0 million, accounts receivable by approximately \$12.2 million, and due from other governments by approximately \$828,000 in the Worker's Compensation Fund.

*Cause:* The data the DWS provided to the SAO for calculating year-end accruals was not accurate, and there was no review of the data provided. In addition, the SAO inadvertently calculated the accrual with prior-year data, which was not identified in its review process.

*Effect:* Prior to the proposed audit adjustment, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the SAO and the DWS continue their efforts to improve communication to ensure the propriety of information used for the preparation of the State's financial statements. In addition, we recommend that the SAO expand its review efforts to analyze unusual fluctuations in account balances.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

##### **2022-005: State Treasurer's Office (STO) - Internal Controls and Audit Adjustments to Cash and Pooled Investments (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Condition/context:* Adjusting journal entries were proposed as follows:

- To increase cash and pooled investments and fund balance by approximately \$3.2 million in the General Fund and approximately \$1.3 million in the Foundation Program Fund.
- To increase cash and pooled investments by approximately \$189,000, decrease fund balance by approximately \$2.4 million, and increase investment income by approximately \$2.6 million in the General Fund.
- To decrease cash and pooled investments by approximately \$88,000, decrease fund balance by approximately \$1.5 million, and increase investment income by approximately \$1.4 million in the Foundation Program Fund.
- To decrease cash and pooled investments and fund balance by approximately \$8.8 million in the General Fund, approximately \$4.4 million in the Foundation Program Fund and approximately \$1.8 million in the Worker's Compensation Insurance Fund.

*Cause:* The STO had an established internal control system in place that identified reconciling variances; however, due to resource constraints and the complexity of the reconciling variances, it was unable to timely research and correct historical misstatements identified in the State's cash and pooled investments balances.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP. The lack of timely reconciliations increases the risks of fraud and error and could also result in misstatements of the cash and pooled investments balances and related disclosures. Additionally, improper reporting of cash and pooled investments balances could impact the accuracy and reliability of the financial information used by State personnel as they make programmatic, operational and budgeting decisions.

*Identification as a repeat finding:* Yes. See 2021-006.

*Recommendation:* We recommend that reconciliations between JP Morgan Chase (the State's investment custodian) and QED (the State's investment accounting software) be performed by a manager at least quarterly and be reviewed in a timely manner. Additionally, we recommend that the STO allocate and evaluate the identified variance by investment pool and resulting funds.

Additionally, we recommend that the STO (1) continually review its staffing needs to ensure its resources and level of expertise are growing proportionately with the volume, complexity, and diversity of the investment portfolio and number of investment managers and (2) increase the cross-training of STO staff, while simultaneously determining if staff should be assigned to investment managers with similar investment strategies to provide for more specialized knowledge and awareness of the accounting and reporting intricacies.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-006: Governor's Office - Internal Controls over Disbursements (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to safeguard assets, help prevent loss from employee dishonesty or error, and improve the accuracy and timeliness of financial reporting.

*Condition/context:* In recent years, the Wyoming State Legislature has appropriated funding to the Governor's Office for specific energy initiatives. In connection therewith, we identified two instances in which the Governor's Office informally delegated and agreed to reimburse the Wyoming Energy Authority (a component unit of the State) for qualified expenditures incurred in the fulfillment of these initiatives. Expenditures totaling \$450,000 were reimbursed to the Wyoming Energy Authority by the Governor's Office without formal, supporting documentation.

*Cause:* Based on the nature of the transactions (i.e., between the State and a component unit of the State), the Governor's Office did not require a formal contract.

*Effect:* If the Governor's Office does not maintain supporting documentation for its disbursements, it may be unable to demonstrate the expenditures were proper.

*Identification as a repeat finding:* No.

*Recommendation:* As relationships and transactions of this nature are expected to increase significantly with respect to the amount of funding, we recommend that the Governor's Office extend the use of its standard contracts to include component units of the State.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

##### **2022-007: Department of Administration - Employees' Group Insurance (EGI) - Internal Controls over Actuarial Assumptions (Significant Deficiency)**

*Criteria:* Management is responsible for making the accounting estimates included in the financial statements. Estimates are based on subjective and objective factors, and as a result, judgment is required to estimate an amount at the date of the financial statements. Management's judgment is normally based on its knowledge and experience about past and current events and its assumptions about conditions it expects to exist and courses of action it expects to take. Specific relevant aspects of internal control related to accounting estimates should include the following:

- a. Management's communication of the need for proper accounting estimates
- b. Accumulation of relevant, sufficient, and reliable data on which to base an accounting estimate
- c. Preparation of the accounting estimate by qualified personnel

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

- d. Adequate review and approval of the accounting estimates by appropriate levels of authority, including:
  - i. Review of sources of relevant factors
  - ii. Review of development of assumptions
  - iii. Review of reasonableness of assumptions and resulting estimates
  - iv. Consideration of the need to use the work of specialists
  - v. Consideration of changes in previously established methods to arrive at accounting estimates
- e. Comparison of prior accounting estimates with subsequent results to assess the reliability of the process used to develop estimates
- f. Consideration by management of whether the resulting accounting estimate is consistent with the operational plans of the entity

*Condition/context:* The valuation of the State's other postemployment benefits (OPEB) liability is based on assumptions related to economic trends, health care trends, medical-related items, and other items, such as employee terminations, retirement, death, disability, etc. For the 2022 valuation, there were several changes in assumptions, as identified in the actuarial report. EGI does not have a control system in place that provides for the review and approval of the reasonableness of the assumptions developed and utilized by its external actuary in the valuation of the State's OPEB liability.

*Cause:* EGI placed reliance on its external actuary for the development of assumptions unique to the valuation of the OPEB liability. Additionally, reliance was placed on assumptions developed for, but shared with, the Wyoming Retirement System in the valuation of the public employee pension plan's net pension liability.

*Effect:* Erroneous assumptions could result in an inaccurate valuation of the OPEB liability and related balances.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that EGI implement a control system to review the significant assumptions being utilized in the valuation of the OPEB liability for reasonableness. In addition, assumptions utilized from the WRS should also be reviewed to ensure they are reasonable for purposes of the OPEB, as the population of participants differs between the two plans.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-008: STO - Spending Policy Transfers (Significant Deficiency)**

*Criteria:* The STO is required to analyze certain investment earnings for purposes of complying with spending policies as dictated by Wyoming State Statutes (W.S.S.). Dependent upon the specific spending policy and the level of investment earnings, the STO may be required to complete transfers of investment earnings between different funds.

Transfers dictated by W.S.S. 9-4-719(f) are required to be completed “as soon as possible after the end of each of the fiscal years beginning on and after July 1, 2017....”

Transfers dictated by W.S.S. 9-4-719(g) are required to be completed “... as soon as practicable after the end of the fiscal year but no later than ninety (90) days after the end of the fiscal year.”

*Condition/context:* The transfers as required by both W.S.S. 9-4-719(f) and (g) were originally completed on October 1, 2021. However, revisions were required to ensure compliance with the calculation prescribed by statute. These revisions required an additional transfer of \$15,705,076 on October 25, 2021.

*Cause:* Thorough review of the spending policy calculations and resulting transfers were not performed by the statutorily defined deadline due to resource constraints.

*Effect:* A violation of Wyoming State Statutes.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the STO perform additional cross-training for staff responsible for spending policy calculations.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

##### **2022-009: SAO - Internal Controls and Audit Adjustments to Lease-Related Balances (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State’s financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Condition/context:* Adjusting journal entries were proposed as follows:

- To reclassify lease expenditures to be presented as debt service payments by approximately \$6.5 million in the General Fund and \$2.2 million in Non-Major Funds.
- To increase lease assets by approximately \$8.7 million and lease liabilities by approximately \$8.9 million, and increase expenses by approximately \$289,000 at the entity-wide level.

*Cause:* In conjunction with the implementation of Government Accounting Standards Board (GASB) Statement No. 87, *Leases*, the SAO established a capitalization threshold for leases with remaining payments over \$500,000, consistent with the capitalization threshold for non-Federal buildings. While GASB Statement No. 87 does not provide conclusive guidance regarding the development of a capitalization threshold, it does indicate that consideration should be given to both the lease asset and liability. After concluding the SAO had not considered the potential understatement of the liability, the SAO elected to revise its policy to capitalize all leases with remaining payments over \$100,000.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP. Additionally, the understatement of lease liabilities had the potential to impact certain debt metrics used by decision-makers, stakeholders and readers of the financial statements.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the SAO evaluate the appropriateness of any significant accounting policies adopted and their potential impact on all aspects of the financial statements when implementing new standards.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-010: SAO - Internal Controls to Fund Balance (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to safeguard assets, help prevent loss from employee dishonesty or error, and improve the accuracy and timeliness of financial reporting. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* The SAO was unable to identify the source of a \$14.8 million reconciling variance while restating fund balance for the General Fund. Due to the size of the variance as compared to total General Fund expenditures, the SAO elected to include the reconciling variance in the Health Services financial statement line item and allocate its time and resources to other aspects of financial statement preparation.

*Cause:* The SAO was unable to identify the source of the reconciling variance due to the quantity of journal entries recorded in the General Fund and time constraints.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Effect:* Failure to identify the source of the reconciling variance increases the risks of fraud and error. Additionally, it could also result in misstatements of the impacted financial statement line items and related disclosures.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the SAO devote additional time and resources to identifying the reconciling variance.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-011: SAO - Internal Controls and Audit Adjustments to Federal Revenue Balances (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed within the Pandemic Relief Fund, as follows:

- To decrease revenue and increase deferred revenue by approximately \$1.4 million.
- To increase revenue and decrease deferred revenue by approximately \$654,000.
- To decrease revenue and increase fund balance by approximately \$654,000.

*Cause:* The SAO did not evaluate year-end revenue and deferred revenue balances for proper recognition based on underlying expenditures.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP. Additionally, the misstatements could impact compliance with Federal reporting requirements.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the SAO implement additional high-level, summary reconciliation procedures to allow for the identification of over- or under-recorded revenue and deferred revenue.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.



## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-012: SAO - Internal Controls and Audit Adjustments to Cash and Pooled Investments and Investment Income (Material Weakness)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed as follows:

- To decrease cash and investment income by approximately \$20.4 million in the Foundation Program Fund, \$2 million in the Permanent Mineral Trust Fund, \$9.5 million in the Common School Land Fund, \$37.7 million in the General Fund and \$6.2 million in Non-Major Funds.
- To increase cash and investment income by approximately \$256,000 in the Worker's Compensation Fund.

*Cause:* In fiscal year 2021, the SAO recorded several unique and complex journal entries to cash and pooled investments, investment income and fund balance. When restating fund balance in the current year, the SAO did not properly analyze and account for the current-year impact of these unique and complex journal entries.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP. Additionally, improper reporting and allocations of cash and pooled investments balances could impact the accuracy and reliability of the financial information used by State personnel as they make programmatic, operational, and budgeting decisions.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the SAO develop a standard process by which it communicates with the STO during the preparation of the fund balance restatement project with respect to journal entries related to cash and pooled investments.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-013: DWS - Internal Controls and Audit Adjustments to Deferred Revenue (Significant Deficiency)**

*Criteria:* An internal control structure should be designed to identify adjusting journal entries that are significant to the State's financial statements prepared in accordance with U.S. GAAP. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis.

*Condition/context:* Adjusting journal entries were proposed as follows:

- To increase taxes receivable and deferred revenue by approximately \$20.3 million in the Unemployment Trust Fund.
- To decrease revenue and increase deferred revenue by approximately \$5.6 million in the Worker's Compensation Fund.

*Cause:* The DWS does not appear to have an effective process to analyze outstanding credits within the Worker's Compensation or Unemployment Trust Funds to ensure that they are appropriately recorded based on the nature of the credit. In addition, there was a significant number of outstanding credits in the Unemployment Trust Fund resulting from the Governor's Executive Order 2021-08 to remove certain benefit charges resulting from the impact of COVID-19.

*Effect:* Prior to the proposed audit adjustments, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the DWS continue its efforts to effectively analyze the propriety of information provided to the SAO for the preparation of the State's financial report. In addition, we recommend that the DWS improve its efforts to communicate with the SAO surrounding any unique and unusual financial activity or balances occurring in its fund classes.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

##### **2022-014: Wyoming Department of Family Services (WDFS) - SEFA (Significant Deficiency)**

*Criteria:* Per 2 CFR 200.510(b), the State must prepare a SEFA for the period covered by the State's financial statements, which must include total Federal awards expended, as determined in accordance with §200.502, as a basis for determining Federal awards expended.

*Condition/context:* The WDFS did not provide a SEFA that accurately identified the Federal funds expended. During the course of testing performed on the initial SEFA provided for audit, \$1,359,470 in Federal expenditures for Federal Assistance Listing #93.558, *Temporary Assistance for Needy Families (TANF)*, were improperly overstated in the SEFA. In addition, the amount reported for subrecipient payments was also overstated by \$3,089,936.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Cause:* The WDFS allocated a portion of its TANF award to other State agencies and reported the expenditures on the SEFA based on when the other State agencies were reimbursed instead of when the other State agencies expended the funds. However, as State agencies are not considered subrecipients, the expenditures should be reported when the other State agencies incur the expenditures versus when they are reimbursed by the WDFS.

*Effect:* An inaccurate or incomplete SEFA could result in the improper identification and/or exclusion of major programs and the related audit requirements. Further, an inaccurate SEFA could also impact the accuracy of the financial balances associated with the Federal funding. In this instance, the major program determination was not impacted. However, an adjustment was proposed to decrease Federal accounts receivable and Federal revenue by \$1,359,470.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDFS implement additional procedures related to reporting Federal expenditures when awards are allocated to other State agencies to ensure the SEFA is prepared accurately and completely.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-015: SAO - SEFA (Significant Deficiency)**

*Criteria:* Per 2 CFR 200.510(b), the State must prepare a SEFA for the period covered by the State's financial statements, which must include total Federal awards expended, as determined in accordance with §200.502, as a basis for determining Federal awards expended.

*Condition/context:* The SAO did not provide a SEFA that accurately identified the Federal funds expended. During the course of testing performed on the initial SEFA provided for audit, \$8,412,417 in Federal expenditures for Federal Assistance Listing #21.019, *Coronavirus Relief Fund (CRF)*, were improperly excluded from the SEFA.

*Cause:* As the CRF program was nearing completion, during fiscal year 2022, the State Budget Department identified additional payroll expenditures that were allowable expenditures under the CRF program that had originally been funded with non-Federal monies. While the SAO properly accounted for these expenditures for purposes of the State's financial statements, it inadvertently failed to modify the original expenditures reported in the SEFA.

*Effect:* An inaccurate or incomplete SEFA could result in the improper identification and/or exclusion of major programs and the related audit requirements. In this instance, the major program determination was not impacted.

*Identification as a repeat finding:* No.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### II. FINANCIAL STATEMENT FINDINGS, *Continued*

*Recommendation:* We recommend that the SAO implement additional procedures related to reporting Federal expenditures for unique programs such as CRF to ensure the SEFA is prepared accurately and completely.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

##### **2022-016: Wyoming Department of Tourism (WDT) - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title: #11.307, Economic Adjustment Assistance</i>
<i>Federal Agency Name: U.S. Department of Commerce</i>
<i>Award Number: 05-79-06075</i>
<i>Award Years: April 8, 2021 - April 8, 2023</i>
<i>Department: Wyoming Department of Tourism</i>

*Criteria:* Per 2 CFR 200.302, the financial management system of each non-Federal entity must provide for the accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 and 200.329.

*Condition/context:* Three fiscal reports (SF-270s and SF-425s) were selected for testing. During the testing of the March 31, 2022 SF-425 report, the amount reported in Line 10A, Cash Receipts, was \$0; however, the amount should have been \$200,000, per the State's general ledger. Four additional items were tested for this report, with no additional errors noted.

*Cause:* The error was caused by human error in the report preparation process.

*Effect:* The WDT reported inaccurate information to the Federal awarding agency. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDT implement additional internal controls to ensure that fiscal reports are properly completed and that the data reports agree with the State's general ledger for the time period reported.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

##### **2022-017: WDE - Subrecipient Monitoring (Significant Deficiency)**

<i>Assistance Listing Number/Title: #84.048, Career and Technical Education - Basic Grants to States</i>
<i>Federal Agency Name: U.S. Department of Education</i>
<i>Award Numbers: VA048A180050, V048A190050, V048A200050, and V048A210050</i>
<i>Award Years: June 1, 2018 - September 30, 2023</i>
<i>Department: Wyoming Department of Education</i>

*Criteria:* 2 CFR 200.332(a) requires that the pass-through entity report the identification of sub-awards and all requirements imposed on the subrecipient for the pass-through entity to meet its own responsibility to the Federal awarding agency. Section 332(b) requires that the pass-through entity evaluate each subrecipient's risk of noncompliance to determine that the appropriate subrecipient monitoring is responsible for the oversight of the operations of the Federal-award-supported activities.

*Condition/context:* While the WDE has a process in place for subrecipient monitoring of secondary institution subrecipients, the WDE did not have a process in place for subrecipient monitoring of postsecondary institutions. Regarding the secondary institution subrecipients, this process has been consolidated into a monitoring schedule that the different WDE programs use for the subrecipient monitoring requirement. However, Perkins is the only program that requires subrecipient monitoring of postsecondary institutions. As these institutions are not included on the overall WDE monitoring schedule, there was no process in place to monitor these subrecipients.

*Cause:* The WDE Perkins program experienced turnover in the Program Director position in 2019. During this turnover, knowledge of the subrecipient monitoring requirement regarding postsecondary institutions was lost. The new Program Director was informed of the WDE risk-based monitoring tool and schedule used to monitor subrecipients for the Consolidated Grant programs and Perkins funds. It was believed that this schedule was monitoring all subrecipients of Perkins funds properly, but as noted above, it did not include the postsecondary institutions.

*Effect:* Without an internal control system to monitor Perkins postsecondary subrecipients, the WDE is not be able to ensure that those subrecipients are appropriately administering the funding passed through to them, in which case the WDE may be required to return any funds expended inappropriately by that subrecipient to the Federal awarding agency.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDE Perkins program create a monitoring process for Perkins postsecondary subrecipients.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

##### 2022-018: WDE - Reporting (Significant Deficiency)

<i>Assistance Listing Title:</i> Child Nutrition Cluster
<i>Federal Agency Name:</i> U.S. Department of Agriculture
<i>Award Numbers:</i> 1. 223WY901N8903-2021 2. 3WY310379-2019 3. 3WY310379-2020 4. 3WY310379-2021
<i>Award Years:</i> 1. January 1, 2022 - September 30, 2023 2. October 1, 2019 - December 31, 2022 3. October 1, 2020 - September 30, 2022 4. October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Education

*Criteria:* 2 CFR 200.303 requires the non-Federal entity to establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award, as follows:

1. Processes designed and implemented by non-Federal entities to provide reasonable assurance regarding the achievement of objectives in the following categories:
  - a. Effectiveness and efficiency of operations;
  - b. Reliability of reporting for internal and external use; and
  - c. Compliance with applicable laws and regulations.
2. Federal awarding agencies are required to follow internal control compliance requirements in Office of Management and Budget (OMB) Circular No. A-123, *Management's Responsibility for Enterprise Risk Management and Internal Control*.

*Condition/context:* The WDE does not have sufficient review procedures in place over U.S. Department of Agriculture (USDA) reporting for the Child Nutrition Cluster (CNC). The Nutrition Program Accountant prepares and submits the USDA reports; however, there is no secondary review process for the reports before the reports are submitted to the USDA. If the same individual is preparing and submitting the reports to the USDA without a secondary review, then the reports are subject to error. The WDE has also been relying on the USDA to identify any errors made in the reports, as identified errors are sent back to the WDE for correction before the report is processed by the USDA.

*Cause:* The CNC program has experienced turnover over the last several years, which resulted in the inability to perform secondary reviews. Further, the current Nutrition Program Supervisor has been waiting on her user authorization from the USDA since starting in her position. Until she obtains her user authorization, she will not be able to submit reports to the USDA.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Effect:* If the WDE does not complete an independent review of its financial reports prior to submission, it is possible that the WDE could submit inaccurate or incomplete information to the Federal awarding agencies. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDE's CNC program work to create a secondary review process that goes through the Nutrition Program Supervisor for her approval before the Nutrition Program Accountant submits the reports to the USDA.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-019: Wyoming Department of Health (WDH) - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.778, Medical Assistance Program (Medicaid Cluster)
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Number:</i> 2202WYMAP
<i>Award Year:</i> October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Health

*Criteria:* Per 2 CFR 200.302, the financial management system of each non-Federal entity must provide for the accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 and 200.329.

*Condition/context:* The Medicaid program files quarterly CMS 64 reports (Quarterly Medicaid Assistance Expenditures for the Medical Assistance Program). Two reports were selected for testing. For the quarter ended March 31, 2022, the support provided by the program for the amount reported on Line 37A, Critical Access Hospitals - Reg. Payments (\$3,242,299), did not agree to the amount reported in the quarterly report (\$3,361,073). In total, the report agreed to the State's general ledger.

*Cause:* The Medicaid program implemented a new benefits management system in October 2021. The reports selected for testing during the year under audit were the first reports filed with the new system. Further, for the March 31, 2022 quarterly report, CMS required Line 37 to be split into three separate lines: 37A, 37B, and 37C. During the audit, program personnel had issues pulling the line support from their data warehouse. However, the report in total agreed to the State's general ledger.



## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Effect:* The WDH reported inaccurate information to the Federal awarding agency. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDH implement a procedure to retain support for the CMS 64 reports submitted or have a process in place to reconcile between the CMS report submitted and the data warehouse.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-020: WDH - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.268, <i>Immunization Cooperative Agreements</i>
<i>Federal Agency Name:</i> U.S. Department of Health
<i>Award Numbers:</i> 5 NH23IP922577-02-00, 6 NH23IP922577-02-02, 6 NH23IP922577-02-03, 6 NH23IP922577-02-04, 6 NH23IP922577-02-06, 6 NH23IP922577-02-07, 6 NH23IP922577-02-11, and 5 NH23IP922577-03-00
<i>Award Years:</i> July 1, 2019 - June 30, 2024
<i>Department:</i> Wyoming Department of Health

*Criteria:* Per 2 CFR Appendix A to Part 170, recipients (i.e., direct recipients) of grants or cooperative agreements are required to report first-tier sub-awards of \$30,000 or more to the Federal Funding Accountability and Transparency Act (FFATA) Sub-Award Reporting System (FSRS). The non-Federal entity must report each obligating action no later than the end of the month following the month in which the obligation was made.

*Condition/context:* While the program did file FFATA reports in FSRS during the fiscal year ended June 30, 2022, the program reported actual expenditures to subrecipients as opposed to the obligation amount. As a result, all FFATA reports filed within the WDH were incorrect.

*Cause:* The WDH elected to report expenditures instead of obligations due to the administrative burden of tracking the obligation date. Further, there are also timing disparities between the execution of sub-awards made by the program compared with the Federal award date.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Effect:* The WDH reported inaccurate information on expenditures passed through to subrecipients under sub-awards within FSRS. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDH implement procedures to track the obligation of funds to subrecipients as well as a formal review process to ensure all necessary information is being properly and timely submitted to FSRS.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-021: WDH - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.268, <i>Immunization Cooperative Agreements</i>
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 6 NH23IP922577-02-02, 6 NH23IP922577-02-04, and 6 NH23IP922577-02-06
<i>Award Years:</i> July 1, 2019 - June 30, 2024
<i>Department:</i> Wyoming Department of Health

*Criteria:* Per 2 CFR 200.302, the financial management system of each non-Federal entity must provide for the accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 and 200.329.

*Condition/context:* The program improperly reported expenditures on three of the eight monthly COVID-19 reports. Of the three reports with errors, two reports improperly included expenditures that should not have been reported (\$1,171 for the November 2021 report and \$1,795 for the February 2022 report), while the third report improperly excluded expenditures that should have been reported (\$36,387 for the March 2022 report).

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

Further, three annual SF-425 reports were selected for testing. Of these three reports, the June 30, 2021 SF-425s for the grants ending in 577C3 and 577C5 improperly included expenditures incurred beyond the period of the report. Specifically, for the 577C3 grant, \$27,115 was reported for Line E, when the amount should have been \$18,682. For the 577C5 grant, \$812,446 was reported for Line E, when the amount should have been \$398,453. Upon review of further evidence, the difference between the expected amount for Line E and the actual amount for Line E has to do with expenditures incurred between June 30, 2021 and the approximate completion date of the report in September 2021. The program has 90 days after year-end to file its annual SF-425. Therefore, the program reported expenditures incurred within that 90-day period. Our expectation for non-final annual reports is that the expenditures reported would only go through the date of the report.

*Cause:* During the creation of the COVID-19 monthly reports, the WDH did not thoroughly review the reports against the monthly expenditure detail for propriety prior to the submission of the report. For the SF-425s, the program utilizes the 90-day filing period and included expenditures incurred subsequent to year-end but prior to the 90-day filing deadline.

*Effect:* The WDH reported inaccurate information to the Federal awarding agency. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDH implement a procedure to review the monthly reports against the monthly expenditure detail to ensure the proper expenses are being reported.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-022: Wyoming Department of Family Services (WDFS) - Cash Management (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #21.026, Homeowner Assistance Fund Program
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> HAF0144
<i>Award Years:</i> June 7, 2021 - September 30, 2026
<i>Department:</i> Wyoming Department of Family Services

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Criteria:* Per the Homeowner Assistance Fund: Frequently Asked Questions on Reporting Requirements, as published on the U.S. Department of the Treasury website, Homeowner Assistance Fund (HAF) participants may retain up to \$500 in earned interest annually per 2 CFR 200.305(b)(9)(ii). Any additional interest must be remitted annually to the Department of Health and Human Services Payment Management System through an electronic medium using either Automated Clearing House network or a Fedwire Funds Service payment.

Per 2 CFR 200.303, a non-Federal entity must establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

*Condition/context:* The WDFS does not have internal controls in place to ensure compliance with the cash management interest remittance requirements. The amount of interest earned for the calendar year ended December 31, 2021, as reported in the 2022 HAF Annual Report, was \$28,969.

*Cause:* The WDFS was unaware that interest had been credited to the program due to the decentralization of the State's operations.

*Effect:* Without an internal control system to track and monitor when interest should be remitted to the Federal awarding agency, the WDFS is not able to ensure compliance with the cash management requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDFS implement an internal control that provides for the periodic review of interest earned on Federal funds that might be required to be remitted to the Federal awarding agency.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-023: WDFS - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #21.026, Homeowner Assistance Fund Program
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> HAF0144
<i>Award Years:</i> June 7, 2021 - September 30, 2026
<i>Department:</i> Wyoming Department of Family Services

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Criteria:* 2 CFR 200.328 and 329(a) and (b) require that the non-Federal entity report financial and performance information as required by the terms and conditions of the Federal award.

*Condition/context:* The WDFS did not file an accurate HAF Interim Compliance Report.

Specifically, Line 7C (the dollar amount of HAF Assistance Obligated by Program Design Element during the reporting period) and Line 7D (the dollar amount of HAF Assistance Expended by Program Design Element during the reporting period) for the Financial Assistance Program Design Element were improperly reported as \$2,067,197.26 and \$1,165,192.51, respectively. The balances for Lines 7C and 7D should have both been reported as \$1,783,695.70, for a difference of \$283,501.56 and \$618,503.19, respectively.

*Cause:* The error was the result of transitioning reporting responsibilities between WDFS personnel and the lack of reconciliation between a manual disbursement tracking spreadsheet and the State's general ledger.

*Effect:* The WDFS reported inaccurate information to the Federal awarding agency. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDFS strengthen controls surrounding the preparation and review process of the required reports to ensure that accurate information is being submitted. Further, we recommend that the inaccurate reports be corrected and resubmitted to the Federal agency.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-024: WDFS - Suspension and Debarment (Significant Deficiency)**

<i>Assistance Listing Title:</i> SNAP Cluster
<i>Federal Agency Name:</i> U.S. Department of Agriculture
<i>Award Number:</i> 223WY340Q3903
<i>Award Year:</i> October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Family Services

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Criteria:* The WDFS must design internal controls to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. Per review of 2 CFR 200.213, non-Federal entities are prohibited from contracting with, or making sub-awards under covered transactions to, parties that are suspended or debarred or whose principals are suspended or debarred. Covered transactions include contracts for goods and services awarded under a non-procurement transaction that are expected to equal or exceed \$25,000 or meet certain other criteria as specified in 2 CFR Section 180.220. All non-procurement transactions entered into by a pass-through entity (i.e., sub-awards to subrecipients), irrespective of award amount, are considered covered transactions, unless they are exempt as provided in 2 CFR Section 180.215.

*Condition/context:* For one out of two subrecipients selected for testing, we determined that the subrecipient did not have a suspension and debarment clause in the contract (per policy), and the WDFS did not perform other verification procedures to ensure the subrecipient was not suspended or debarred. However, we independently verified the subrecipient was not suspended or debarred.

*Cause:* The error was the result of the WDFS's inaccurate classification of the subrecipient transaction as an interagency transaction.

*Effect:* If the WDFS does not verify that vendors with which it contracts are neither suspended nor debarred, it is possible that the WDFS could contract with a vendor that is suspended or debarred, in which case the WDFS may be required to return any funds expended to that vendor to the Federal awarding agency.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDFS implement internal control procedures to ensure suspension and debarment compliance for all contracts executed.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-025: WDFS - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #21.023, <i>Emergency Rental Assistance Program</i>
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Numbers:</i> 1. ERA042 2. ERAE0513
<i>Award Years:</i> 1. January 8, 2021 - September 30, 2025 2. June 1, 2021 - September 30, 2025
<i>Department:</i> Wyoming Department of Family Services

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Criteria:* 2 CFR 200.328 and 329(a) and (b) require that the non-Federal entity report financial and performance information as required by the terms and conditions of the Federal award.

*Condition/context:*

1. Of the 24 monthly reports filed during the period under audit, we selected eight reports for testing. For all reports selected for testing, we were unable to obtain documentation supporting the number of unique households reported.

Additionally, for two of the reports selected for testing, we were unable to agree the total amount of Emergency Rental Assistance Program (ERAP) funds expended to supporting documentation.

- a. For ERAP1 (ERA042), we selected the January 2022 monthly report, which reported \$484,497 of ERAP funds expended. Supporting documentation indicated \$519,191, for a difference of \$34,691.
  - b. For ERAP2 (ERAE0513), we selected the May 2022 monthly report, which reported \$4,121,056 of ERAP funds expended. Supporting documentation indicated \$4,199,594, for a difference of \$78,538.
2. Of the seven quarterly reports filed during the period under audit, we selected four reports for testing. For all reports selected for testing, we were unable to obtain documentation supporting the cumulative obligations to date.
3. Of the four SF-425 reports filed during the period under audit, we selected two reports for testing. For both reports selected for testing, we were unable to obtain documentation supporting the Federal share of unliquidated obligations.

All reports filed (SF-425s, monthly reports and quarterly reports) lacked an independent, formally documented review and approval.

*Cause:* The error was the result of transitioning reporting responsibilities between WDFS personnel and evolving Federal guidance.

*Effect:* The WDFS reported inaccurate information to the Federal awarding agency. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Recommendation:* We recommend that the WDFS strengthen controls surrounding the preparation and review process of the required reports to ensure that accurate information is being submitted and retained for audit purposes. Further, we recommend that the inaccurate reports be corrected and resubmitted to the Federal agency.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-026: WDFS - Reporting (Significant Deficiency)**

<i>Assistance Listing Numbers/Titles:</i> 1. #93.568, <i>Low-Income Home Energy Assistance Program</i> 2. #93.558, <i>Temporary Assistance for Needy Families</i>
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 1. 2101 WYLIEA, 2101 WYE5C6 2. 2201WYTANF
<i>Award Years:</i> 1. October 1, 2020 - September 30, 2021, March 11, 2021 - September 30, 2022 2. October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Family Services

*Criteria:* 2 CFR 170 Appendix A requires that the non-Federal entity report each action that equals or exceeds \$30,000 in Federal funds for a sub-award to a non-Federal entity or Federal agency. Additionally, the information must be reported no later than the end of the month following the month in which the obligation was made.

*Condition/context:* The WDFS reported actual expenditures to subrecipients as opposed to the obligation amount.

*Cause:* The WDFS elected to report expenditures instead of obligations due to the administrative burden of tracking the obligation date. Further, there are also timing disparities between the execution of sub-awards made by the program compared with the Federal award date.

*Effect:* The WDFS reported inaccurate information on expenditures passed through to subrecipients under sub-awards within FSRS. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.



## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Recommendation:* We recommend that the WDFS implement a process by which individual obligations are tracked and timely reported.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-027: WDFS - Reporting (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.568, <i>Low-Income Home Energy Assistance Program</i>
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 1. 2101 WYLIEA 2. 2101 WYE5C6
<i>Award Years:</i> 1. October 1, 2020 - September 30, 2021 2. March 11, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Family Services

*Criteria:* 2 CFR 200.328 and 329(a) and (b) require that the non-Federal entity report financial and performance information as required by the terms and conditions of the Federal award. Additionally, 2 CFR 200.334 requires financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award to be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient.

*Condition/context:* The WDFS did not maintain documentation supporting the information reported in the Low-Income Home Energy Assistance Program (LIHEAP) Performance Data Form for Federal Fiscal Year 2021 (OMB No. 0970-0449).

*Cause:* Based on the nature of the report (i.e., reporting of estimated sources and uses of funds), the WDFS did not believe the retention of supporting documentation was required.

*Effect:* Without supporting documentation to substantiate the information reported to the Federal awarding agency, the WDFS is unable to demonstrate compliance with the reporting requirements. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Recommendation:* We recommend that the WDFS create and maintain documentation supporting all information as reported in the LIHEAP Performance Data Form.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

**2022-028: WDH - Special Test N: Provider Enrollment (Screening and Enrollment) (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.778, Medical Assistance Program (Medicaid Cluster)
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 1. 2105WYMAP 2. 2205WYMAP
<i>Award Years:</i> 1. October 1, 2020 - September 30, 2021 2. October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Health

*Criteria:* Per 2 42 CFR Part 455 Subpart E, all Medicaid providers must be screened, which includes ensuring the provider is not listed on the Office of Inspector General's (OIG) exclusion list.

*Condition/context:* During provider enrollment, the WDH requires enrollees to self-certify to certain sanction/exclusion questions, including if the enrollee has been convicted of a criminal offense in any state. If the enrollee answers "yes," program policies require that the WDH review the enrollee's individual situation and then approve or deny enrollment. Of the 40 providers selected for Provider Eligibility (Screening and Enrollment), three providers answered "yes" to at least one of the sanction/exclusion questions. Of those three, one enrolled provider did not have formal approval by the WDH for enrollment. This is not a compliance finding as the provider was not listed on the OIG's exclusion list.

*Cause:* The Medicaid program implemented a new provider enrollment system in calendar year 2021. While there is a question to ask the enrollee about sanctions/exclusions, there is not a formal method of documenting within the system that approval from the WDH was obtained.

*Effect:* If the WDH does not review an enrollee's specific reasoning for responding affirmatively to any of the sanction/exclusion questions, it is possible that the WDH could enroll a provider that is on the OIG's exclusion list, in which case the WDH may be required to return any funds expended to that provider to the Federal awarding agency.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Recommendation:* We recommend that the program formally document approval of potential Medicaid providers who answer “yes” to any of the sanction/exclusion questions.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

#### **2022-029: WDE - Reporting (Significant Deficiency)**

<i>Assistance Listing Numbers/Titles:</i> <ol style="list-style-type: none"><li>1. Child Nutrition Cluster</li><li>2. #84.287, <i>Twenty-First Century Community Learning Centers</i></li><li>3. #84.425D, <i>Education Stabilization Fund, Elementary and Secondary School Emergency Relief Fund (ESSER)</i></li><li>4. #84.425U, <i>Education Stabilization Fund, American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund (ARP-ESSER)</i></li></ol>
<i>Federal Agency Names:</i> <ol style="list-style-type: none"><li>1. U.S. Department of Agriculture</li><li>2. U.S. Department of Education</li><li>3. U.S. Department of Education</li><li>4. U.S. Department of Education</li></ol>
<i>Award Numbers:</i> <ol style="list-style-type: none"><li>1. 3WY310379, 223WY901N8903</li><li>2. S287C190051, S287C200051, S287C210051</li><li>3. S425D210051</li><li>4. S425U210051</li></ol>
<i>Award Years:</i> <ol style="list-style-type: none"><li>1. October 1, 2019 - December 31, 2022; January 1, 2022 - September 30, 2023</li><li>2. July 1, 2019 - September 30, 2022; July 1, 2022 - September 30, 2021; July 1, 2021 - September 30, 2023</li><li>3. January 1, 2021 - September 30, 2022</li><li>4. March 24, 2021 - September 30, 2023</li></ol>
<i>Department:</i> Wyoming Department of Education

*Criteria:* Per 2 CFR Appendix A to Part 170, recipients (i.e., direct recipients) of grants or cooperative agreements are required to report first-tier sub-awards \$30,000 or more to the Federal Funding Accountability and Transparency Act (FFATA) Sub-Award Reporting System (FSRS). The non-Federal entity must report each obligating action no later than the end of the month following the month in which the obligation was made.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

##### *Condition/context:*

Child Nutrition Cluster: During the year under audit, the WDE continued to have issues with reporting obligation information in FSRS. The WDE uses the batch upload process for its FSRS reporting for many of its awards, including the Child Nutrition Cluster. In working with the FSRS help desk, the WDE submitted cumulative data batches (the input into FSRS). However, the output of information from FSRS is inaccurate in many situations. For example, one sub-awardee is showing obligations in excess of the WDE's entire award from the U.S. Department of Agriculture.

We noted the following while attempting to test compliance with FFATA: The WDE can provide accurate raw data that is being uploaded through the "Upload Function" within the [fsrs.gov](https://fsrs.gov) website, of which information is accurate and cumulative in nature. However, we were unable to verify the output (i.e., what FSRS shows as being the obligations by sub-awardee) due to the issues noted above.

21st Century: During the year under audit, the WDE continued to have issues with reporting obligation information in FSRS. The WDE uses the batch upload process for its FSRS reporting for many of its awards, including the Twenty-First Century Community Learning Centers. In working with the FSRS help desk, the WDE submitted cumulative data batches. However, of the nine sub-awards we tested from the input (raw data), we noted that four of the nine sub-awardees selected for testing were showing cumulative amounts of anywhere from three to 20 times greater than the amount of the actual sub-awardee obligation. Therefore, the expected output of information from FSRS is inaccurate in many situations.

ESSER II: During the year under audit, we tested six of 31 obligations that were reported on [usaspending.gov](https://usaspending.gov), which were accurately reported. However, when performing a completeness check of total obligated funds reported in FSRS (via the reporting in [usaspending.gov](https://usaspending.gov)), we noted that 16 awards with obligations over \$30,000 by the WDE were not on the website. We further noted that all 16 awards were properly included on the raw data spreadsheet provided by the WDE, which were utilized in uploading to FSRS at a point in time. However, we were unable to verify that the awards were input into FSRS due to the various issues noted above in other awards.

ARP ESSER: During the year under audit, we tested eight obligations. We noted that all obligations tested were properly included on the raw data spreadsheets provided by the WDE, which were utilized in uploading to FSRS at a point in time. However, we were unable to verify that the awards were input into FSRS due to the various issues noted above in other awards.

For all of the programs above, we noted that there was no indication of a report review prior to submission nor could we confirm the timely submission of data within FSRS.

## STATE OF WYOMING

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2022

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#### III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

*Cause:* The WDE continues to have issues with reporting in FSRS. The WDE is actively working with the FSRS help desk to resolve its reporting issue. We believe that some of the issues have to do with the batch upload process and the cumulative reports submitted by the WDE during this process. Our understanding is that cumulative batches should only be used for re-edits of previously submitted reports. Further, there is evidence that submitting cumulative data outside the re-edit process can result in an overstatement of data within FSRS. We further believe that there are additional issues due to the WDE's attempt to delete and re-upload submitted data on several occasions in order to properly state the amounts within FSRS.

*Effect:* The WDE reported inaccurate information on expenditures passed through to subrecipients under sub-awards within FSRS. Federal awarding agencies depend on accurate reports to measure program results and the State's compliance with Federal requirements. If the State fails to comply with the terms and conditions of a Federal award, the Federal awarding agency may impose additional conditions, as described in 2 CFR 200.208, or implement other remedies for noncompliance, as described in 2 CFR 200.339.

*Questioned costs:* None.

*Identification as a repeat finding:* No.

*Recommendation:* We recommend that the WDE retain raw data uploads as of the point in time that the WDE has submitted. We noted that the WDE continues to work closely with the FSRS help desk to resolve these known issues. We recommend that the WDE continue to work with the FSRS help desk until all issues are resolved and information is accurately reported. We also recommend that the WDE establish procedures for the review of data before submission to ensure accuracy of the raw data spreadsheets.

*Views of responsible officials:* Management concurs with the finding. See Exhibit I for corrective action plan.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS

##### **2021-001: State Auditor's Office (SAO) - Internal Controls and Audit Adjustments (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To revise the entity-wide elimination entry that increased general government expenses by approximately \$142 million and increased revenue from others by approximately \$142 million.
- To decrease the other postemployment benefits liability by approximately \$19.1 million, decrease the deferred inflows by approximately \$3.1 million, decrease the deferred outflows by approximately \$17.4 million and decrease expenses by approximately \$4.8 million on the entity-wide level.
- To decrease pension deferred outflows by approximately \$4.7 million, increase pension deferred inflows by approximately \$1.9 million, and increase expenses by approximately \$6.6 million on the entity-wide level.
- To decrease due to component unit in the General Fund by approximately \$5.6 million.
- To increase deferred revenue and decrease charges for services by approximately \$28.4 million within the Group Insurance Fund.
- To revise mineral severance tax accrual entries by approximately \$12.2 million within the Non-Major Funds and General Fund.
- To reclassify charges for sales and service revenue and rental, supplies and services expense by approximately \$5.2 million in the Worker's Compensation Fund.
- To decrease charges for sales and service and increase fund balance by approximately \$1.1 million in the General Fund.
- To reclassify business regulation and recreation and resource development expenses by approximately \$4.4 million in a Non-Major Fund.
- To reclassify recreation and resource development expenses and Federal revenue by approximately \$22.3 million in the COVID Fund.
- To increase transfers in by approximately \$16.9 million, charges for sales and service revenue by \$1.2 million, expenses by \$837,000, and transfers out by \$17.3 million in the General Fund.
- To reclassify approximately \$2.7 million from unassigned fund balance to restricted fund balance and \$112.5 million from assigned fund balance to unassigned fund balance within the General Fund.
- To reclassify approximately \$534,000 from committed fund balance to unassigned fund balance within Non-Major Funds.
- To decrease due from other governments and Federal mineral royalties by approximately \$29.8 million in the General Fund.
- To decrease due from other governments and Federal mineral royalties by approximately \$14.9 million in the School Foundation Fund.
- To decrease due from other governments and Federal mineral royalties by approximately \$40.6 million in the General Fund.
- To increase cash and pooled investments and investment income by approximately \$8.4 million in the Permanent Mineral Trust Fund.
- To decrease cash and pooled investments and investment income by approximately \$8.4 million in the General Fund.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

- To increase unassigned fund balance and decrease investment income by approximately \$2.6 million in the General Fund.
- To decrease unassigned fund balance and increase investment income by approximately \$2.6 million in the Foundation Program Fund.
- To reclassify investment income and operating transfers by approximately \$5.3 million in the General Fund, \$3 million in the Foundation Program Fund and \$2.3 million in Non-Major Funds.

In addition, deficiencies in both the design and operating effectiveness of the SAO's internal control system were identified as budget statements were not completed accurately, and the errors were not identified during review.

Finally, within the report, the Statements of Cash Flows were reclassified for proper presentation and adjustments were made to ensure proper reconciliation between the direct and indirect method.

*Recommendation:* We recommend that the SAO continue to refine its internal review process to determine the propriety of the journal entries posted during the preparation of the State's financial statements. In addition, the SAO may also want to consider performing a high-level analytical review of the adjusted financial statement balances, as well as completed projects, to assist in identifying unusual or inconsistent relationships.

*Status:* The SAO continues to work on increasing all Accounting Division Staff's knowledge of the reasons behind adjustments and how they may be tied to other adjustments. Additionally, the SAO is working on identifying all related projects to ensure items are accurately reported.

*Auditor's comments:* The SAO continues to work on fully implementing its corrective action plan at June 30, 2022. This finding remains open - see current-year finding at 2022-002.

#### **2021-002: SAO and State Treasurer's Office (STO) - Internal Controls and Audit Adjustments to Cash and Pooled Investments (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To increase (decrease) cash and pooled investments and investment income by approximately \$14.1 million in the Worker's Compensation Fund, \$54.1 million in the General Fund, \$31.8 million in the Foundation Program Fund, (\$582,000) in the COVID Fund and \$8.1 million in Non-Major Funds.
- To increase due from other governments and Federal mineral royalty revenues by approximately \$29 million within the General Fund and \$14.5 million within the School Foundation Program Fund.

*Recommendation:* We recommend that the STO and the SAO develop a standard process by which required journal entries are communicated between the respective agencies.

*Status:* The STO and SAO continue to collaborate to ensure cash and investments are accurately stated within the Annual Comprehensive Financial Report (ACFR).

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-003: SAO - Internal Controls and Audit Adjustment to Revenue (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To decrease revenue from others and cash and pooled investments by \$40 million in the Permanent Mineral Trust Fund.
- To decrease cash and pooled investments and general government expenses by approximately \$4.3 million in the General Fund.
- To decrease revenue from others and education expense by \$8 million in the General Fund.

*Recommendation:* We recommend that the SAO continue its efforts in incorporating improvements in its year-end projects to ensure all unique transactions are properly identified and evaluated. In addition, we recommend increased training and communication with agencies to ensure such transactions are communicated to the SAO.

*Status:* The SAO held CFO trainings prior to fiscal year-end. During these trainings, agency fiscal staff were encouraged to reach out to the SAO to discuss all new business practices and projects. Additionally, the SAO compared prior-year balances to identify any additional entries as well as incorrect entries.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-004: SAO - Internal Controls and Audit Adjustments to Accounts Payable (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed within the COVID Fund, as follows:

- To increase accounts payable and the corresponding expenses by approximately \$1.6 million.
- To increase Federal revenue and deferred revenue by approximately \$1.6 million.

*Recommendation:* We recommend that the SAO continue its efforts to enhance its current internal control structure to provide for re-evaluation of historical accounting practices and procedures on an annual basis for propriety.

*Status:* This is a work in progress as pandemic-related funds continue to be spent by the State. The SAO continues to have internal discussions about the various impacts these funds have on accounts payable to identify necessary adjustments.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.



## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2021-005: SAO - Internal Controls and Audit Adjustments to Cash and Pooled Investments and Bonds Payable Related Balances (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To decrease general government expenditures and transfers in by approximately \$13.6 million in the Foundation Program Fund.
- To decrease interest income by approximately \$17 million, general government expenditures by \$3.4 million, and transfers out by \$13.6 million in the Common School Land Fund.
- To increase cash and pooled investments and fund balance by approximately \$2.4 million in the General Fund.
- To increase cash and pooled investments and fund balance by approximately \$351,000 in the Foundation Program Fund.
- To increase cash and pooled investments and fund balance by approximately \$82,000 in the Common School Land Fund.
- To decrease cash and pooled investments and fund balance by approximately \$560,000 in the Permanent Mineral Trust Fund.
- To decrease cash and pooled investments and fund balance by approximately \$250,000 in the Unemployment Insurance (UI) Fund.
- To decrease cash and pooled investments and fund balance by approximately \$2 million in Non-Major Funds.

*Recommendation:* We recommend that the SAO continue to develop institutional knowledge related to the complex transactions unique to the State. Additionally, we recommend that the SAO expand its internal documentation and project instructions related to cash and pooled investments and bonds payable.

*Status:* The SAO revamped these projects to include detailed instructions and also had multiple conversations to ensure a better understanding of the adjustments needed.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-006: STO - Internal Controls and Audit Adjustments to Cash and Pooled Investments (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To increase cash and pooled investments by approximately \$874,000, increase fund balance by approximately \$3.2 million and decrease investment income by approximately \$2.4 million in the General Fund.
- To decrease cash and pooled investments by approximately \$158,000, increase fund balance by approximately \$1.3 million and decrease investment income by approximately \$1.5 million in the Foundation Program Fund.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

In addition, deficiencies in both the design and operating effectiveness of the STO's internal control system were identified as follows:

- Reconciliations of the State's year-end cash and pooled investments balances were not completed and reviewed on a timely basis. Additionally, the reconciliations failed to identify material reconciling items.
- Reconciliations of the State's year-end investment income balances, while completed in a manner that identified material reconciling items, were not completed and reviewed on a timely basis.

*Recommendation:* We recommend that the STO revise its existing reconciliations to ensure all pertinent systems (i.e., JP Morgan Chase (the State's investment custodian), QED (the State's investment accounting software) and WOLFS (the State's general ledger)) reconcile in terms of the cash and investment balances, as well as the related investment activity. We recommend that these reconciliations be performed at least quarterly and be completed in a timely manner.

*Status:* The STO hired KPMG to assist with its resource deficit in fiscal year 2022 on income reconciliations, and the STO has instituted continuous accounting procedures.

*Auditor's comments:* The STO continues to work on fully implementing its corrective action plan at June 30, 2022. This finding remains open - see current-year finding at 2022-005.

#### **2021-007: SAO - Internal Controls and Audit Adjustments to Fiduciary Funds (Material Weakness)**

*Condition/context:* An adjusting journal entry was proposed to decrease distributions and collections to local governments by approximately \$326.7 million in custodial funds.

*Recommendation:* We recommend that the SAO review the implementation procedures surrounding new accounting standards to identify all potential financial reporting implications.

*Status:* The SAO implemented new procedures to review distributions and collections to custodial funds to ensure they are appropriately included or excluded in the ACFR.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-008: SAO - Internal Controls and Audit Adjustments to Federal Revenues (Material Weakness)**

*Condition/context:* An adjusting journal entry was proposed within the General Fund to increase Federal revenue and expenses by approximately \$85.2 million to account for noncash Federal commodities.

*Recommendation:* We recommend that the SAO continue to collaborate and communicate with agencies to ensure the accuracy and completeness of agency Schedule of Expenditures of Federal Awards (SEFA), including all financial implications.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

*Status:* The SAO has added notes to ensure noncash Federal commodities are accurately reported within the ACFR. Additionally, the SAO continues to educate agencies on all requirements for reporting on Federal grants.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-009: Department of Workforce Services (DWS) - Internal Controls and Audit Adjustments to Taxes Receivable and Due to/from Other Funds (Material Weakness)**

*Condition/context:* Adjusting journal entries to the UI Fund were proposed to decrease taxes receivable by approximately \$5.6 million, due to other funds by approximately \$248,000, and charges for sales and services by approximately \$5.9 million.

In addition, an adjusting journal entry was proposed to increase taxes receivable by approximately \$524,000.

*Recommendation:* We recommend that the UI Division implement a control system to validate the accuracy of all financial information generated and reported from the WYUI system.

*Status:* The DWS continues to work with the UI Program team to verify the accuracy of the information extracted from the WYUI system. The DWS is implementing a review process with the UI Program team for review and validation of the financial information.

*Auditor's comments:* The DWS continues to work on fully implementing its corrective action plan at June 30, 2022. While not all of these specific adjustments occurred again, the system cause of the finding resulted in a current-year adjustment. This finding remains open - see current-year finding 2022-003.

##### **2021-010: DWS - Internal Controls and Audit Adjustments (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed in the UI Fund, as follows:

- To increase due from other funds and general government expense by approximately \$460,000.
- To decrease benefits payable and claims and benefits expense by approximately \$629,000.
- To increase taxes receivable and the corresponding charges for services by approximately \$1.5 million.
- To increase the allowance for doubtful accounts for taxes receivable by \$860,000.
- To decrease change in fair value of investments and claims and benefits expense by approximately \$1.3 million.
- To decrease Federal revenue and cash and pooled investments by approximately \$1.8 million.
- To decrease amounts on deposit with the U.S. Treasury and increase claims and benefits expense by approximately \$1.5 million.
- To reclassify amounts on deposits with the U.S. Treasury to noncurrent amounts on deposit with the U.S. Treasury by approximately \$7.7 million.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

- To reduce the allowance for doubtful accounts on taxes receivable by approximately \$1.2 million.

*Recommendation:* We recommend that the DWS continue to refine its internal review process in order to determine the propriety of the journal entries posted during the preparation of the State's financial statements. In addition, the DWS should consider performing a high-level analytical review of the financial statement balances after adjustment to assist in identifying unusual changes in account balances. We further recommend that the DWS continue efforts to improve communication with the SAO to resolve any uncertainties, specifically regarding accrual accounting, and attend additional training to improve its skill in preparing U.S. GAAP financial reports. Finally, the DWS should consider engaging professional accounting consultants in aiding and reviewing the preparation of financial statement information.

*Status:* The DWS started the internal review process that included UI Tax and Benefits to confirm accurate account balances. The DWS had meetings with the SAO and the CPA firm to discuss uncertainties in accrual accounting. All of these activities assisted with the fiscal year 2022 processes. The DWS is implementing a more detailed review process with the UI Program team for review and validation of the financial information.

*Auditor's comments:* The DWS continues to work on fully implementing its corrective action plan at June 30, 2022. While not all of these specific adjustments occurred again, the system cause of the finding resulted in a current-year adjustment. This finding remains open - see current-year finding 2022-003.

#### **2021-011: STO - Internal Controls and Audit Adjustments to Cash and Pooled Investments (Material Weakness)**

*Condition/context:* Adjusting journal entries were proposed in the following funds, as follows:

- To increase cash and pooled investments and investment income (specifically, the change in fair value of investments) by approximately \$5.1 million in the Worker's Compensation Fund, \$104.2 million in the General Fund, \$5.5 million in the Foundation Program Fund, and \$71.4 million in Non-Major Funds.
- To reclassify approximately \$959.5 million from cash and pooled investments to noncurrent cash and pooled investments in the Worker's Compensation Fund.

*Recommendation:* In addition to the reconciliation recommendations cited in item 2021-009 above, we recommend that the STO continue to refine its internal review process in order to determine the propriety of the information provided to the SAO for preparation of the State's financial statements.

*Status:* The STO's new accounting system was live on July 1, 2022. The STO continues to work through additional phases of implementation for enhanced efficiencies.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2021-012: Department of Revenue Liquor Commission (the Commission) - Internal Controls to Inventory (Significant Deficiency)**

*Condition/context:* Upon physical observation and count at the State Liquor Department (SLD), it was discovered that the SLD's new accounting inventory system was not accurately reporting inventory levels within the warehouse. The inventory as of the count date per the provided inventory system report indicated that the Commission's inventory was approximately \$24.1 million, as opposed to the balance reported in the warehouse system of approximately \$21.0 million, for a difference of \$4.1 million.

*Recommendation:* We recommend that the SLD implement a control system to validate the accuracy of all financial information generated and reported from the inventory system. In addition, testing should occur over any new IT system to ensure accurate and complete reporting is accessible prior to a full migration of data.

*Status:* Corrective actions were taken by both the accounting and warehouse staffs working with the inventory system provider to accurately report inventory levels within the Liquor Division's warehouse. The Liquor Division continues to work with the inventory system provider to ensure that the financial information generated and reported is accurate and consistent.

The Liquor Division is also implementing a new enterprise resource planning and online ordering system. The Liquor Division has completed Test Pilot 1 based on out-of-the-box functionality, prior to modifications and customizations. The staff is meeting daily with the implementation teams as well as testing on a daily basis. The Project Manager is an Enterprise Technology Services employee. The Project Manager is conducting Town Hall meetings on a monthly basis to keep retailers, industry representatives, local licensing authorities and legislators informed of the Liquor Division's progress and to maintain transparency of this project. The Liquor Division will be conducting a full physical inventory prior to implementation, which is expected in late summer of 2023.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-013: STO - Internal Controls and Audit Adjustment to Investment Income (Significant Deficiency)**

*Condition/context:* An adjusting journal entry was proposed to increase cash and pooled investments and investment income (specifically, the change in fair value of investments) by approximately \$1.2 million in the General Fund, \$10.8 million in the Common School Land Fund, \$10 million in the Permanent Mineral Trust Fund, and \$1.9 million in Non-Major Funds.

*Recommendation:* In addition to the reconciliation recommendations cited in item 2021-009 above, we recommend that the STO implement additional control procedures to review the information provided to JP Morgan Chase for propriety and the statements received from JP Morgan Chase for reasonableness.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

*Status:* The STO is currently coordinating the migration of manager data into its new accounting system, while also manually scrubbing custodial data to identify any discrepancies.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-014: SAO - Internal Controls and Audit Adjustment to Fiduciary Funds (Significant Deficiency)**

*Condition/context:* Adjusting journal entries were proposed as follows:

- To decrease cash and pooled investments and sales, use, and excise taxes by approximately \$6.5 million in Fiduciary Funds.
- To increase cash and pooled investments and sales, use, and excise taxes by approximately \$6.5 million in Non-Major Special Revenue Funds.

*Recommendation:* We recommend that the SAO continue its efforts in improving its internal control structure and review over new funds.

*Status:* The SAO closely reviews all new fund forms as well as the classification of the fund prior to establishing it in the accounting system in order to ensure all new funds are classified appropriately.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-015: DWS - SEFA (Significant Deficiency)**

*Condition/context:* The DWS did not provide a SEFA that accurately identified Federal funds expended. During the course of testing performed on the initial SEFA provided for audit, \$4,961,119 in Federal expenditures for Assistance Listing #17.225, Unemployment Insurance, were improperly reported twice within the SEFA.

*Recommendation:* We recommend that the DWS implement additional procedures to ensure accurate reporting within the SEFA.

*Status:* This audit finding has been resolved. The DWS's SEFA was rearranged to identify the different expenditures so the SAO reported them correctly.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2021-016: Governor's Office - SEFA (Significant Deficiency)**

*Condition/context:* The Governor's office did not provide a SEFA that properly identified all Federal funds expended. Specifically, the expenditures reported for Assistance Listing #84.425C, Education Stabilization Fund - Governor's Emergency Education Relief Fund (GEER I), were overstated by \$1,209,788.

*Recommendation:* We recommend the Governor's office implement procedures to ensure actual Federal expenditures are reported within the SEFA.

*Status:* This has already been completed as of June 3, 2022. The fiscal year 2022 SEFA was corrected to properly adjust fiscal year 2021 carryforward numbers accurately and according to the new guidance. Future SEFAs will continue to be reported based on the current guidance in place. Only the SAO reports the GEER I expenditures on the SEFA.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### **2021-017: Wyoming Department of Health (WDH) and State Construction Department (SCD) - SEFA (Significant Deficiency)**

*Condition/context:* The WDH, in conjunction with the SCD, did not provide a SEFA that properly identified all Federal funds expended. During the course of testing performed on the initial SEF A provided for audit, we noted that \$1,106,385 in Federal expenditures related to Assistance Listing #64.005, State Veterans Home Construction Grant Program, were improperly excluded from the SEFA.

*Recommendation:* We recommend that the WDH and the SCD implement additional procedures near the fiscal year-end to ensure that the SEF A is accurate and complete. Specifically, we recommend that a process be implemented to ensure any expenditures incurred by the SCD during the fiscal year are presented within the SEFA.

*Status:* The SCD provides the WDH a report at the beginning of each month for the previous month showing expenditures by the SCD. The WDH then uses the accumulation of these monthly reports to properly report the SEFA.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS

##### 2021-018: Office of State Lands and Investments (OSLI) - Reporting (Significant Deficiency)

<i>Assistance Listing Numbers/Titles:</i> 1. #10.664, Cooperative Forestry Assistance 2. #10.676, Forest Legacy Program
<i>Federal Agency Name:</i> U.S. Department of Agriculture
<i>Award Numbers:</i> 1. 15-DG-11020000-039 2. 16-DG-11020000-028
<i>Award Years:</i> 1. June 26, 2015 - March 31, 2021 2. July 5, 2016 - March 31, 2021

*Condition/context:* As a part of the follow-up on the status of prior-year findings, as discussed in item 2020-025 in the Summary Schedule of Prior Audit Findings, a report filed during the current year under audit was tested. The results of those tests identified the following:

1. In the final report tested for the Cooperative Forestry Assistance Program, the amount reported in the Total Recipient Share of Required was improperly reported and did not agree to supporting records.
2. In the final report tested for the Forest Legacy Program, the amounts reported in the Total Recipient Share of Required and Recipient Share of Expenditures were improperly reported and did not agree to supporting records.

*Status:* The corrective action plan was implemented immediately and is working well. The WOLFS reports are compiled and saved monthly for review by the Accounting Analyst for accuracy. The annual SF-425s were completed utilizing the Budget Structure 120 Expense Budget Summary Report, Budget Structure 121 Revenue Report, and the Detailed Transaction Listing Report verifying accurate information. After the reports were compiled, they were reviewed by the Financial Reporting Manager and the Assistant State Forester and then signed by the State Forester. The plan has implemented three checks and balances and a two-person review for verification of correctness prior to submission to the Federal agencies.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

##### 2021-019: Governor's Office - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #84.425C, Governor's Emergency Education Relief Fund (GEER)
<i>Federal Agency Name:</i> U.S. Department of Education
<i>Award Number:</i> S425C200041/GEER
<i>Award Year:</i> June 26, 2020 - June 30, 2021



## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

*Condition/context:* The Governor's office did not file an accurate Year One annual performance report (APR). Specifically, the Governor's office reported spending authority transfers to other State agencies as incurred expenditures. Within the State's fiscal policies and procedures, a spending authority transfer creates a budget against which an agency can incur expenditures but does not represent actual expenditures. Instead, the Governor's office should have reported the actual expenditures incurred by these other State agencies during the reporting period. This error resulted in an overstatement of expenditures on the Year One APR of \$820,274. Further, the Governor's office treated the other State agencies as subrecipients. As a result of this classification, the Governor's office did not disclose amounts expended and the purposes for which the funds were expended by the LEAs, IHEs, or education-related entities.

In addition, there was no formal review process prior to submission of the APR or the Federal Funding Accountability and Transparency Act (FFATA) reports.

*Status:* The corrective action was completed in June 2022. The annual performance report was reviewed by another Accounting Office employee and also an employee from the Governor's Office staff before it was submitted. Future reports will be reviewed by at least one other employee before submission.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-020: DWS - Special Test N: UI Benefit Payments (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #17.225, <i>Unemployment Insurance</i>
<i>Federal Agency Name:</i> U.S. Department of Labor
<i>Award Numbers:</i> 1. UI-34095-20-55-A-56 2. UI-35685-21-55-A-56
<i>Award Years:</i> 1. October 1, 2019 - December 31, 2022 2. October 1, 2020 - December 31, 2023

*Condition/context:* The UI Program is required to select several paid claims and denied claims throughout a 12-month period to assess the accuracy of the UI Program's benefit paid payments and denied claims. The Benefits Accuracy Measurement (BAM) investigator team is required to draw a weekly sample of claims (paid and denied) and complete prompt and in-depth investigations to determine the degree of accuracy in the administration of the UI Program. The BAM investigators properly completed the correct number of paid claims. However, they did not properly select and complete the proper number of denied claims. Of the required 339 denied claims, 113 of each denied type were required to be selected (Monetary, Separation and Nonseparation). The BAM investigators only completed a total of 331 denied claims: 107 Monetary, 111 Separation and 113 Nonseparation.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

In addition, the BAM reviews did not meet established timeliness metrics. For paid claims, the Federal BAM State Operations Handbook as well as additional Federal guidance provided to UI through Program Letters throughout the fiscal year require 70% of the testing to be completed within 60 days of the week-ending batch date, 95% within 90 days and 98% by October 28, 2021. Of the 360 completed paid claims tested by the BAM investigators, only 242 (67%) were completed within 60 days and only 272 (76%) were completed within 90 days. The requirement of all paid cases being completed by October 28, 2021 was met. For denied claims, 60% of the testing is to be completed within 60 days, 85% within 90 days and 98% by October 28, 2021. Of the 331 completed denied claims tested by the BAM investigators, the UI Program met the requirements for the 60-day window, 90-day window and October 28, 2021.

*Status:* The issues found during this audit have been resolved. For Batches 202201 through 202252, 88.76% of Paid cases met the 60-day timelapse and 98.31% met the 90-day timelapse. For Denied cases, 95.26% met the 60-day timelapse and 99.55% met the 90-day timelapse. BAM selected and reviewed the proper amount of both Paid and Denied cases.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-021: DWS - Special Test N: UI Program Integrity - Overpayments (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #17.225, <i>Unemployment Insurance</i>
<i>Federal Agency Name:</i> U.S. Department of Labor
<i>Award Numbers:</i> 1. UI-3400-55-A-56 2. UI-35685-21-55-A-56
<i>Award Years:</i> 1. October 1, 2019 - December 31, 2022 2. October 1, 2020 - December 31, 2023

*Condition/context:* The UI Program is prohibited from providing relief from charges to an employer's UI account when overpayments are the result of the employer's failure to respond timely or adequately to a request for such information. In determining employer relief due to failure to respond timely, the UI Program has established a five-time "pattern" rule, meaning the employer can be delinquent in their response five times and still obtain relief. However, on the sixth and subsequent instances, the UI Program would deny relief and require the employer to reimburse the UI Program for the overpayment. In monitoring this compliance requirement, the UI Program relies on data tracked within WYUI, the State's benefit system. However, as noted in the Cause below, the module within WYUI that tracks this data was turned off during the year under audit. The UI Program did not have additional processes, procedures, or mitigating controls in place to monitor the collection of overpayments due to prohibited employer relief.

## STATE OF WYOMING

### SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

*Status:* The DWS is continuing to use the manual process for this, and it is working well. This situation is quite rare, so it is not burdensome in a manual process. At some point, the plan is to automate this process. However, with the coding needed in WYUI with the Equity Grant, ARPA Integrity Grant and Tiger Teams Grant, this is a lower priority. All of these additional grants have time constraints and, with limited resources, require the highest priority. Also, these grants include external customer user experience enhancements that are of utmost importance, so vendor resources need to be prioritized there. At this point, the DWS is meeting the requirements but with a manual process rather than an automated process.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

#### **2021-022: DWS - Special Test N: Employer Experience Rating (Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #17.225, <i>Unemployment Insurance</i>
<i>Federal Agency Name:</i> U.S. Department of Labor
<i>Award Numbers:</i> 1. UI-3400-55-A-56 2. UI-35685-21-55-A-56
<i>Award Years:</i> 1. October 1, 2019 - December 31, 2022 2. October 1, 2020 - December 31, 2023

*Condition/context:* The UI Program is required to calculate the employer experience tax rating to determine the tax rate each employer is charged in the succeeding year. This rate is computed based on the taxable wages for the preceding three years, excluding taxable wages for which contributions have not been remitted prior to the computation period.

Of the 40 employers selected for testing compliance with the employer experience rating calculations, we noted two instances in which the UI Program improperly excluded taxable wages for contributions that were timely remitted. This resulted in overstated tax rates for the employers' experience ratings.

*Status:* Defects that were found in this audit have been resolved. The UI Tax Division also passed Tax Performance System review of Rates for 2023. All prior noted issues have been resolved.

*Auditor's comments:* The corrective action plan was implemented. This finding is considered resolved.

## **EXHIBIT I**

### **CORRECTIVE ACTION PLAN**



# STATE OF WYOMING

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## DEPARTMENT OF AUDIT

**Mark Gordon**  
Governor

**Justin Chavez**  
Director

### OFFICE OF THE DIRECTOR

(307) 777-6605 / justin.chavez@wyo.gov

#### **CORRECTIVE ACTION PLAN** **Year Ended June 30, 2022**

The following is the corrective action plan for the Schedule of Findings and Questioned Costs reported in the June 30, 2022 Compliance Report for the State of Wyoming (the State):

#### **I. FINANCIAL STATEMENT FINDINGS**

##### **2022-001: Wyoming Department of Education (WDE) -Schedule of Expenditures of Federal Awards (SEFA) (Significant Deficiency)**

*Corrective actions:* The WDE has consulted with the Wyoming State Auditor's Office (SAO) and discussed opportunities to improve coordination and communication of SEFA reporting between State agencies to avoid duplicative data in situations where one State agency passes Federal funds to another State agency.

The WDE Finance Division will continue to ensure that the appropriate personnel are trained by the SAO on the correct protocol for SEFA reporting and that the necessary primary and secondary levels of review occur prior to the final SEFA submission at the end of each fiscal year. The WDE will maintain regular communication with the SAO when questions arise and seek additional guidance or clarification as necessary.

*Anticipated completion date:* WDE Finance Division staff plan to attend SEFA training conducted by the SAO during the month of March 2023. Conversations between the WDE and the SAO regarding improved communication strategies between State agencies have already begun. The WDE will continue to partner with the SAO and other agencies to identify and develop strategies and techniques that will endeavor to detect and mitigate potential SEFA reporting issues before they occur. These efforts will continue through fiscal year 2023 and into fiscal year 2024.

*Contact person:* Trent Carroll, Chief Operations Officer

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-002: State Auditor's Office (SAO) - Internal Controls and Audit Adjustments (Material Weakness)**

*Corrective actions:* The SAO continues to work on the journal entry review process. The SAO Accounting Division continues to hold trainings on Annual Comprehensive Financial Report (ACFR) projects in an effort to provide the entire team with a better understanding of the purpose of each project. Additionally, the SAO is working on updating all ACFR project procedures in order to have a more accurate checklist for each project. The SAO will also be implementing additional review procedures to assist in the identification of incorrect journal entries.

*Anticipated completion date:* July 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

##### **2022-003: Department of Workforce Services (DWS) - Internal Controls and Audit Adjustments (Significant Deficiency)**

*Corrective actions:* The DWS is implementing a more detailed review process with the UI Program team for review and validation of the financial information. This process will start in July to be able to fully work with the UI Program team prior to submitting financial statement information. In addition, the DWS is working with the SAO to obtain a license for Engagement Trial Balance software, which will assist in capturing journal transactions in a more transparent manner. The DWS will also continue working with the CPA firm to help review and prepare the financial statement information.

*Anticipated completion date:* December 31, 2023

*Contact person:* Robin Martin, Chief Financial Officer, DWS

##### **2022-004: SAO and DWS - Internal Controls and Audit Adjustment to Accounts Receivable (Significant Deficiency)**

*Corrective actions:* The SAO and the DWS will work together to ensure information provided is for the correct fiscal year. The DWS will review all data for accuracy, including a review of the fiscal year being reported, prior to sending to the SAO. Once the SAO receives the data, a review for completeness will be done.

*Anticipated completion date:* November 1, 2023

*Contact person:* Robin Martin, Chief Financial Officer, DWS; Erin Benskin, Accounting Division Manager, SAO

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-005: State Treasurer's Office (STO) - Internal Controls and Audit Adjustments to Cash and Pooled Investments (Significant Deficiency)**

*Corrective actions:* In preparation for the fiscal year 2022 audit, the STO Financial Accounting Division implemented four new reconciliations, enhanced various historical reconciliations, and provided extensive assistance throughout the audit to the SAO in the completion of the ACFR due to the complexity of the investment portfolio for the State.

Finding 2022-005 refers to one of the four new reconciliations completed; however, it was not a required document for the audit. Rather, it was a tool we used to complete our work and, therefore, was not known to your staff nor reviewed as part of the audit. To ensure all items are transparently reported, the STO Financial Accounting Division will submit the new reconciliation as a formal document for audit and complete it on a quarterly basis as a part of our continuous accounting practices.

*Anticipated completion date:* June 30, 2023

*Contact person:* Dawn Williams, Deputy State Treasurer

##### **2022-006: Governor's Office - Internal Controls over Disbursements (Significant Deficiency)**

*Corrective actions:* This corrective action plan is in response to the notification from McGee, Hearne & Paiz, LLP (MHP) relating to internal controls over disbursements to the Wyoming Energy Authority (WEA).

In 2020, the Wyoming State Legislature appropriated funds for the Wyoming coal marketing program to be administered by the Governor. The WEA was established on July 1, 2020. The WEA is overseen by a supervisory Board of Directors, made up of seven voting members appointed by the Governor and five ex-officio members. It has been the practice and policy of the Governor's Office that the WEA would manage this program as it was under the previous administration. The WEA supports and promotes the Wyoming energy sector by implementing the State's energy strategy. The WEA receives general funds and administers various funding mechanisms to support, advocate, monitor and promote Wyoming's energy resources.

The items identified were for two contract invoices:

- Vendor A payment of \$100,000 on April 29, 2022 and June 14, 2022
- Vendor B payment of \$250,000 on July 21, 2021

The Governor's Office and the WEA have established a process for selecting projects. The WEA manages the selection of the projects. The Attorney General's Office reviews the potential projects and advises the Governor on the legality of the project. The Attorney General's Office also approves grant agreements and other contracts as to form. The Governor's Office approves the project providing the WEA the authority to contract for the project, including reviewing invoices and notifying the Governor's Office when it is appropriate to make payments from the fund created by House Enrolled Act 24 of 2020.

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

The Governor's Office will issue an overarching letter of delegated authority to the WEA. For any future appropriations made to the Governor's Office with the intent to be administered by the WEA, the Governor's Office will put a note to the file for the new project and reference the delegation letter mentioned above.

*Anticipated completion date:* Letter of Delegation - March 31, 2023

*Contact person:* Erica Legerski, Senior Policy Advisor

#### **2022-007: Department of Administration - Wyoming Employees' and Officials' Group Insurance (EGI) - Internal Controls over Actuarial Assumptions (Significant Deficiency)**

*Corrective actions:* The Wyoming Employees' and Officials' Group Insurance (EGI) Plan program manager, the Department of Administration & Information (A&I) Chief Financial Officer, and the A&I Deputy Chief Financial Officer will meet with the EGI program's consulting actuary to discuss and review the assumptions related to economic trends, health care trends, medical-related items, and other items, such as employee terminations, retirement, death, disability, etc. in relation to the GASB 75 other postemployment benefits (OPEB) liability projections. This meeting will take place each year during the development of the GASB 75 OPEB report and prior to the finalization of the report.

*Anticipated completion date:* June 30, 2023

*Contact person:* Ralph Hayes, Program Manager

#### **2022-008: STO - Spending Policy Transfers**

*Corrective actions:* The STO Financial Accounting Division experienced turnover in August 2021, which contributed to our capacity to complete all tasks in a timely manner. Since then, we added accounting professionals and enhanced cross-training processes. I am pleased to note the Financial Accounting Division was able to meet all spending policy transfer statutory deadlines in fiscal year 2023.

*Anticipated completion date:* June 30, 2023

*Contact person:* Dawn Williams, Deputy State Treasurer



## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-009: SAO - Internal Controls and Audit Adjustments to Lease-Related Balances (Significant Deficiency)**

*Corrective actions:* The SAO will continue to research and review all materials related to new Government Accounting Standards Board statements prior to implementation. Additionally, the SAO will attend trainings specific to implementing new statements.

*Anticipated completion date:* November 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

##### **2022-010: SAO - Internal Controls to Fund Balance (Significant Deficiency)**

*Corrective actions:* The SAO will be spending additional time working to identify the reconciling variance within the General Fund prior to the 2023 fiscal year-end.

*Anticipated completion date:* November 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

##### **2022-011: SAO - Internal Controls and Audit Adjustments to Federal Revenue Balances (Significant Deficiency)**

*Corrective actions:* The SAO is implementing additional review procedures specific to the Pandemic Relief Fund to ensure revenue is properly recognized.

*Anticipated completion date:* November 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

##### **2022-012: SAO - Internal Controls and Audit Adjustments to Cash and Pooled Investments and Investment Income (Material Weakness)**

*Corrective actions:* The SAO will work closely with the STO on the cash and investment portion of fund balance restatement. The SAO will ensure there is a complete understanding between the SAO, the STO, and the external auditors regarding which prior-year adjustments have been corrected within the State's accounting system and which ones have not in order to properly restate cash for the 2023 ACFR beginning balances. The SAO will obtain confirmation from the STO on all adjustments prior to entering them in the trial balance software.

*Anticipated completion date:* July 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### I. FINANCIAL STATEMENT FINDINGS, *Continued*

##### **2022-013: DWS - Internal Controls and Audit Adjustments to Deferred Revenue (Significant Deficiency)**

*Corrective actions:* The DWS had determined to move the Unemployment Trust Fund credits to deferred revenue. This was not complete prior to the spreadsheets being submitted. The DWS will continue to work with the contracted CPA firm and the SAO about unusual financial activity prior to providing the spreadsheets being provided to the SAO.

Also, the DWS had determined in conjunction with the SAO to move the Workers' Compensation Employer credits of \$5.6 million to deferred revenue. The DWS has determined Workers' Compensation Fiscal will work more closely with Workers' Compensation Employer Services (Accounts Receivable Team) to ensure closer monitoring of employer credits.

*Anticipated completion date:* December 31, 2023

*Contact person:* Robin Martin, Chief Financial Officer, DWS

##### **2022-014: Wyoming Department of Family Services (DFS) - SEFA (Significant Deficiency)**

*Corrective actions:* The DFS agrees that the SEFA is overstated for this program; however, we do not concur with the amount stated. Upon beginning to review the numbers, we have found expenditures that were included that were not identified in this finding that we believe should be and we have not been given sufficient time to review all expenditures to determine the correct overstatement. We will work on determining the correct overstatement to revise our SEFA as of June 30, 2022 and have correct numbers to begin the fiscal year 2023 schedule. We will also revise our process for determining the expenditures for the SEFA according to the conditions of this finding for fiscal year 2023 and forward.

*Anticipated completion date:* April 20, 2023

*Contact person:* Rhonda Holt, Chief Financial Officer

##### **2022-015: SAO - SEFA (Significant Deficiency)**

*Corrective actions:* The SAO is implementing additional review procedures in order to ensure accurate and complete SEFA reports are prepared. Additionally, the SAO will begin hosting quarterly SEFA group meetings as a way to share information and ensure all agencies responsible for SEFA reports have the tools and data to properly report.

*Anticipated completion date:* July 1, 2023

*Contact person:* Erin Benskin, Accounting Division Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS

##### **2022-016: Wyoming Department of Tourism (WDT) - Reporting (Significant Deficiency)**

*Corrective actions:* To ensure fiscal reports are properly completed and data reports agree with the State's General Ledger, the Office of Tourism accounting department will continue working closely with our assigned Federal Grant Officer. The grant pulled for this audit was the first the Office of Tourism has received; additionally, a change in staffing contributed to this missed reporting. Moving forward, with a better understanding of Federal grants and the processes, will assist in getting reports completed and in a timely manner.

We will also implement additional internal controls. These internal controls will include a Standard Operating Procedure (S.O.P.) document with step-by-step instructions on the process of requesting reimbursements for a Federal grant, a list of the reports due, and the report due dates. These documents, along with "cheat sheets" on reporting, provided by our Federal grant officer, will be available for the entire Business Operations team, on the knowledge management database, in the event of turnover.

A calendar reminder with deadline dates for the remaining duration of our current Federal grant has been set for the Senior Accounting Manager and Director of Strategy & Business Operations.

*Anticipated completion date:* April 20, 2023

*Contact person:* Dionne Roccaforte, Senior Accounting Manager

##### **2022-017: WDE - Subrecipient Monitoring (Significant Deficiency)**

*Corrective actions:* The WDE Career and Technical Education (CTE) Team will create and implement a monitoring plan and schedule that includes all Perkins fund recipients. The Team will implement the plan to ensure that all grant recipients are monitored within the required Federal timelines.

*Anticipated completion date:* The WDE's monitoring tool has been updated to reflect Perkins V. A schedule has been prepared to monitor all postsecondary subrecipients within the Perkins V five-year plan window.

The WDE CTE Team created and completed corrective action as soon as it was recognized that Perkins postsecondary subrecipients were not included in the consolidated grant monitoring that is done by the WDE. Perkins subrecipients are required to be monitored at least once every five years. The two postsecondary subrecipients identified by the auditing team were still within the Federally required five-year window for monitoring.

The postsecondary subrecipients were audited and there were no resulting findings. The audits of the two requested postsecondary subrecipients were provided to MHP prior to its final report being delivered.

These two Perkins postsecondary subrecipient audits were completed on January 20, 2023, with copies provided to MHP on that same date. Letters to the postsecondary subrecipients informing them of no findings were emailed to the postsecondary subrecipients on February 13, 2023. Copies of the letters were provided to the auditing team through the shared folder the same day.

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

*Contact person:* Michelle D. Aldrich, Ph.D., Career & Technical Education Director

##### **2022-018: WDE - Reporting (Significant Deficiency)**

*Corrective actions:* The WDE Child Nutrition Program (CNP) team will implement a system to include a review of prepared materials to meet the U.S. Department of Agriculture (USDA) reporting requirements by the CNP team supervisor.

The CNP team has been in contact with the USDA in regard to all reporting for the Child Nutrition Cluster (CNC). The CNP team submits/reviews/certifies required reports via the Food and Nutrition Service Food Program Reporting System (FPRS). A User Access Request Form (FNS-674) has been submitted to the USDA to grant user access to all CNC FPRS forms to allow the CNP supervisor to perform secondary reviews.

*Anticipated completion date:* The anticipated completion date of this corrective action is March 31, 2023. The WDE is waiting for access to be granted by the USDA. The User Access Request Form, FNS-674, has been submitted to the USDA for processing.

*Contact person:* Carla Bankes, RDN, SNS, Child Nutrition Programs State Director

##### **2022-019: Wyoming Department of Health (WDH) - Reporting (Significant Deficiency)**

*Corrective actions:* The Medicaid program switched over to a new claims processing system in October 2021, making this one of the first reports filed using the benefits management system information. The State has been troubleshooting with the data warehouse to refine the reporting and supporting detail accuracy. We believe, going forward from this date, that this issue should be resolved and the supporting detail should reflect the Federal reports.

*Anticipated completion date:* April 20, 2023

*Contact person:* Matt Hager, Medicaid Accounting Manager

##### **2022-020: WDH - Reporting (Significant Deficiency)**

*Corrective actions:* FFATA reporting will remain the same with expenditures being pulled and reported monthly. This is more transparent than reporting obligations. We are following what we did for ARRA funding, so the public has transparency of what we are spending. Not all obligations from a grant are expended, thus giving a false representation of the grant to the public. We are timely in reporting expenditures in FSRS every month and pulling expenditures from WOLFS is more readily available than obligations, as 0626 obligations are not required to be encumbered in the WOLFS system and manually keeping track of the multitude of grant obligations would require more personnel and administrative time.

*Anticipated completion date:* N/A

*Contact person:* Debbie Vizina, Grants and General Accounting Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

##### **2022-021: WDH - Reporting (Significant Deficiency)**

*Corrective actions:* For the first paragraph finding, the Unit Manager will meet with the Fiscal Manager to ensure the back end of the report is pulled correctly. The Unit Manager will research the expenditures incorrectly reported and work with the Fiscal Manager to ensure that the expense is billed correctly.

CAP for the SF-425: We will review all expenditures during the grant budget period during the 90-day filing window to ensure all expenditures are for the report period-end date.

*Anticipated completion date:* May 1, 2023

*Contact person:* Cassandra Walkama, Immunization Unit Manager; Debbie Vizina, Grants and General Accounting Manager

##### **2022-022: Wyoming Department of Family Services (WDFS) - Cash Management (Significant Deficiency)**

*Corrective actions:* This corrective action plan is to resolve the issue of the WDFS being unaware that Homeowner Assistance Fund (HAF) Program funds were collecting interest. The internal control implemented to track interest income earned on HAF funds is having the fiscal team's general accounting staff review interest income earned annually after the end of each calendar year. Interest income earned over \$500.00 will be remitted prior to March 31 as required by 2 CFR 200.305 (b)(9)(ii).

*Anticipated completion date:* Completed November 1, 2022

*Contact person:* Liberty Smith, HAF Program Manager

##### **2022-023: WDFS - Reporting (Significant Deficiency)**

*Corrective actions:* This corrective action plan is to resolve the issue of submitting an incorrect interim report and not having a secondary party review reports before submitting. To resolve the issue of having incorrect numbers in our interim report, we have implemented one person to compile reports and one person to review them. The HAF Program Manager will compile reports and the Grant Manager in our financial services department will review them before submission.

Per the HAF Reporting FAQs, the HAF Program Manager will email [HAF@treasury.gov](mailto:HAF@treasury.gov) with a description of the necessary corrections to the interim report.

*Anticipated completion date:* In effect

*Contact person:* Liberty Smith, HAF Program Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

##### **2022-024: WDFS - Suspension and Debarment (Significant Deficiency)**

*Corrective actions:* The WDFS will consider adding the System for Award Management (SAM) Registration Status Search for any contracts using Federal funds to the contracting process. The SAM Registration Status Search will allow Contract Managers to verify their subrecipient is in good standing and not suspended or debarred from receiving Federal funds. If this is not added to the contracting process, it can be added to the training information for Program Managers. The WDFS will also include the "Special Provisions" section from the Federal Funds Contract Template in the Interagency Contract Template.

In addition to the SAM Registration Status Search, the SNAP Program Manager Desk Manual was updated to make sure the correct language will be used in subsequent contracts with the University of Wyoming. The SNAP Program Manager will add the required language in the next Contract Amendment or New Contract.

*Anticipated completion date:* June 30, 2023

*Contact person:* Marianne Kerzman, Program Manager

##### **2022-025: WDFS - Reporting (Significant Deficiency)**

*Corrective actions:*

1. We are now using reports from our claims management system, which document the number of unique households served, and we are including the documentation with our Treasury reports.
2. We are now reconciling with the Fiscal Services Division on a monthly basis. Comprehensive expenditure reports are reviewed for accuracy, and reports are saved for further reference, review, and supporting documentation.
3. We are now reconciling cumulative obligations with the Fiscal Services Division on a monthly basis. Comprehensive expenditure reports are reviewed for accuracy, and reports are saved for further reference, review, and supporting documentation.
4. The SF-425 is no longer required as the information was incorporated into the Treasury portal reporting. Reports and/or other information used to calculate information submitted to reporting agencies are now saved for further reference, review, and supporting documentation.

*Anticipated completion date:* In effect

*Contact person:* Ashley DeGrazio, Program Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

##### **2022-026: WDFS - Reporting (Significant Deficiency)**

*Corrective actions:* The WDFS Fiscal Services Division will meet with the programs and determine a new process by which individual obligations can be tracked and timely reported.

*Anticipated completion date:* June 30, 2023

*Contact person:* Rhonda Holt, Chief Financial Officer

##### **2022-027: WDFS - Reporting (Significant Deficiency)**

*Corrective actions:* The WDFS will create documentation to support all information as reported in the Low-Income Home Energy Assistance Program Performance Data Form and maintain this documentation for further reference, review, and supporting documentation.

*Anticipated completion date:* June 30, 2023

*Contact person:* Brenda Ilg, Program Manager

##### **2022-028: WDH - Special Test N: Provider Enrollment (Screening and Enrollment) (Significant Deficiency)**

*Corrective actions:* During screening of the enrollment request, the Exclusion/Sanction Information tab is reviewed.

- If all answers are “no,” there is no further action required.
- If any question is answered “yes,” the Agent must request a written explanation of the sanction answer. This can be accepted by email or mail.
- Upon receipt of the explanation, it is attached to the enrollment. The Agent will review the information provided to determine if the enrollment and information require review from the Agency/Sheree Nall.
- Traffic violations and anything over 10 years old do not require Agency approval if the provider is not present on any sanction database (SAM/OIG/DEX) and is currently licensed. VyE - Verify your Entity screening is used as the verification tool.
- If the explanation includes anything that is not exempt from Agency review, the enrollment is sent to the Agency/Sheree Nall for review.
- If sanction information review is required, the final decision to approve or deny the enrollment received from the Agency/Sheree Nall will be added as an attachment to the enrollment and the enrollment will be processed as appropriate.

*Anticipated completion date:* March 17, 2023

*Contact person:* Sheree Nall, Provider Enrollment Contract Manager

## STATE OF WYOMING

### CORRECTIVE ACTION PLAN Year Ended June 30, 2022

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#### II. FEDERAL AWARD FINDINGS, *Continued*

##### **2022-029: WDE - Reporting (Significant Deficiency)**

*Corrective actions:* As noted in the condition/context summary for 2022-028, the WDE has encountered numerous issues with the FSRS batch upload process. The primary issue seems to occur when reporting sub-awards for recipients that do not have a “zip+4” record in the source file that FSRS uses to validate the sub-award data. This error has resulted in missing data, duplicated data, and inconsistencies in the final data published on [usaspending.gov](https://usaspending.gov). The WDE will continue to work with the FSRS help desk to resolve these issues. Current data will be reconciled and necessary adjustments completed. The WDE will establish procedures to review the raw FFATA data and the data published on [usaspending.gov](https://usaspending.gov).

*Anticipated completion date:* July 1, 2023

*Contact person:* Trent Carroll, Chief Operations Officer