

Compliance Report

Entity Identification Number 83-0208667

Fiscal Year Ended June 30, 2023

STATE OF WYOMING



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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, 2023, and the related notes to the financial statements, which collectively comprise the State's basic financial statements, and have issued our report thereon, dated February 9, 2024. 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 2023-002 through 2023-004, 2023-006, 2023-008, 2023-009, 2023-011, and 2023-013 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 2023-001, 2023-005, 2023-007, 2023-010, 2023-012, 2023-014, 2023-015, and 2023-017 through 2023-022 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 are described in the accompanying Schedule of Findings and Questioned Costs as items 2023-007 and 2023-016 through 2023-022.

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.

McLee, Hearne & Paiz, LLP

Cheyenne, Wyoming
February 9, 2024



**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

Qualified and Unmodified Opinions

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’s *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, 2023. 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.

Qualified Opinion on the Clean Water State Revolving Fund Cluster

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the State complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Clean Water State Revolving Fund Cluster for the year ended June 30, 2023.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major Federal programs identified in the Summary of Independent Auditor’s Results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2023.

Basis for Qualified and Unmodified Opinions

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 qualified and unmodified opinions 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.

Matter Giving Rise to Qualified Opinion on the Clean Water State Revolving Fund Cluster

As described in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with requirements regarding the Clean Water State Revolving Fund Cluster as described in item 2023-027 for activities allowed or unallowed and cash management. Compliance with such requirements is necessary, in our opinion, for the State to comply with the requirements applicable to that program.

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 \$591,386,562 in Federal awards that are not included in the State's Schedule of Expenditures of Federal Awards during the year ended June 30, 2023.

Our compliance audit, described in the Qualified and Unmodified Opinions 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 Qualified and Unmodified Opinions 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 other 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 2023-023, 2023-024, 2023-027, 2023-028, 2023-030, and 2023-034 through 2023-039. 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. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2023-023, 2023-024, and 2023-027 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2023-025, 2023-026, and 2023-028 through 2023-039 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, 2023, and the related notes to the financial statements, which collectively comprise the State's basic financial statements. We issued our report thereon, dated February 9, 2024, 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 & Paiz, LLP

Cheyenne, Wyoming

June 11, 2024, except for our report on the Schedule of Expenditures of Federal Awards, for which the date is February 9, 2024

STATE OF WYOMING

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2023**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Supplemental Nutrition Assistance Program (SNAP) Cluster:			
U.S. Department of Agriculture:			
SNAP	10.551	\$ -	\$ 63,756,111
COVID-19 SNAP	10.551	-	24,897,925
Total SNAP		-	88,654,036
State Administrative Matching Grants for SNAP	10.561	2,879,517	10,447,925
COVID-19 State Administrative Matching Grants for SNAP	10.561	-	151,755
Total State Administrative Matching Grants for SNAP		2,879,517	10,599,680
Total SNAP Cluster		2,879,517	99,253,716
Child Nutrition Cluster:			
U.S. Department of Agriculture:			
School Breakfast Program	10.553	4,611,719	4,622,684
National School Lunch Program	10.555	19,940,842	19,978,095
Special Milk Program for Children	10.556	11,677	11,677
Summer Food Service Program for Children	10.559	1,781,507	1,866,957
Fresh Fruit and Vegetable Program	10.582	2,584,772	2,626,820
Total Child Nutrition Cluster		28,930,517	29,106,233
Food Distribution Cluster:			
U.S. Department of Agriculture:			
Commodity Supplemental Food Program	10.565	6,684	6,684
Emergency Food Assistance Program (Administrative Costs)	10.568	264,173	264,173
COVID-19 Emergency Food Assistance Program (Administrative Costs)	10.568	15,903	15,903
Total Emergency Food Assistance Program (Administrative Costs)		280,076	280,076
Emergency Food Assistance Program (Food Commodities)	10.569	1,986,070	1,986,070
Total Food Distribution Cluster		2,272,830	2,272,830

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Economic Development Cluster:			
U.S. Department of Commerce:			
COVID-19 Economic Adjustment Assistance	11.307	\$ -	\$ 2,255,435
Total Economic Development Cluster		<u>-</u>	<u>2,255,435</u>
Fish and Wildlife Cluster:			
U.S. Department of the Interior:			
Sport Fish Restoration Program	15.605	272,692	5,962,495
Wildlife Restoration and Basic Hunter Education	15.611	1,438,216	18,347,313
Enhanced Hunter Education and Safety Program	15.626	-	80,000
Total Fish and Wildlife Cluster		<u>1,710,908</u>	<u>24,389,808</u>
Employment Service Cluster:			
U.S. Department of Labor:			
Employment Service/Wagner-Peyser Funded Activities	17.207	-	3,737,377
Total Employment Service Cluster		<u>-</u>	<u>3,737,377</u>
Workforce Innovation and Opportunity Act (WIOA) Cluster:			
U.S. Department of Labor:			
WIOA Adult Program	17.258	-	2,564,266
WIOA Youth Activities	17.259	-	3,362,785
WIOA Dislocated Worker Formula Grants	17.278	-	1,225,210
Total WIOA Cluster		<u>-</u>	<u>7,152,261</u>
Highway Safety Cluster:			
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	-	43,815
Total Highway Safety Cluster		<u>-</u>	<u>43,815</u>

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Clean Water State Revolving Fund Cluster:			
U.S. Environmental Protection Agency:			
Capitalization Grants for Clean Water State Revolving Funds	66.458	\$ 5,304,964	\$ 9,714,524
Total Clean Water State Revolving Fund Cluster		<u>5,304,964</u>	<u>9,714,524</u>
Drinking Water State Revolving Fund Cluster:			
U.S. Environmental Protection Agency:			
Capitalization Grants for Drinking Water State Revolving Funds	66.468	3,070,219	3,433,161
Total Drinking Water State Revolving Fund Cluster		<u>3,070,219</u>	<u>3,433,161</u>
Special Education Cluster (IDEA):			
U.S. Department of Education:			
Special Education Grants to States	84.027	31,409,296	35,589,300
COVID-19 Special Education Grants to States	84.027	2,760,841	2,773,750
Total Special Education Grants to States		<u>34,170,137</u>	<u>38,363,050</u>
Special Education Preschool Grants	84.173	246,388	992,967
COVID-19 Special Education Preschool Grants	84.173	204,658	206,843
Total Special Education Preschool Grants		<u>451,046</u>	<u>1,199,810</u>
Total Special Education Cluster (IDEA)		<u>34,621,183</u>	<u>39,562,860</u>
Research and Development Cluster:			
U.S. Department of Education:			
Comprehensive Literacy Development	84.371	8,388,012	8,841,736
Total Research and Development Cluster		<u>8,388,012</u>	<u>8,841,736</u>
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	1,709,552	1,909,040
COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	351,931	351,931
Total Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers		<u>2,061,483</u>	<u>2,260,971</u>
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	4,016,126	4,334,947
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	797,395	1,207,101
Total Special Programs for the Aging, Title III, Part C, Nutrition Services		<u>4,813,521</u>	<u>5,542,048</u>

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Aging Cluster, Continued:</i>			
U.S. Department of Health and Human Services, <i>Continued:</i>			
Nutrition Services Incentive Program	93.053	\$ 879,437	\$ 879,437
Total Aging Cluster		<u>7,754,441</u>	<u>8,682,456</u>
<i>Child Care and Development Fund (CCDF) Cluster:</i>			
U.S. Department of Health and Human Services:			
Child Care and Development Block Grant	93.575	109,091	5,980,638
COVID-19 Child Care and Development Block Grant	93.575	1,927,931	25,637,570
Total Child Care and Development Block Grant		<u>2,037,022</u>	<u>31,618,208</u>
Child Care Mandatory and Matching Funds of the CCDF	93.596	-	6,354,975
Total CCDF Cluster		<u>2,037,022</u>	<u>37,973,183</u>
<i>Head Start Cluster:</i>			
U.S. Department of Health and Human Services:			
Head Start	93.600	-	111,796
Total Head Start Cluster		<u>-</u>	<u>111,796</u>
<i>Medicaid Cluster:</i>			
U.S. Department of Health and Human Services:			
State Medicaid Fraud Control Units	93.775	-	363,777
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	-	1,185,591
Medical Assistance Program (Medicaid; Title XIX)	93.778	-	421,006,745
COVID-19 Medical Assistance Program (Medicaid; Title XIX)	93.778	-	42,108,090
Total Medical Assistance Program (Medicaid; Title XIX)		<u>-</u>	<u>463,114,835</u>
Medicaid	93.U01	-	60,394
Total Medicaid Cluster		<u>-</u>	<u>464,724,597</u>
<i>Disability Insurance (DI)/Supplemental Security Income (SSI) Cluster:</i>			
U.S. Social Security Administration:			
Social Security Disability Insurance/Supplemental Security Income	96.001	-	2,688,669
Total DI/SSI Cluster		<u>-</u>	<u>2,688,669</u>

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Other Programs - Direct:			
U.S. Department of Agriculture:			
Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ -	\$ 491,252
Voluntary Public Access and Habitat Incentive Program	10.093	-	512,673
Market Protection and Promotion	10.163	-	4,800
Specialty Crop Block Grant Program - Farm Bill	10.170	241,363	369,103
Local Food for Schools Cooperative Agreement Program	10.185	-	3,569
State Mediation Grants	10.435	-	63,979
Cooperative Agreements With States for Intrastate Meat and Poultry Inspection	10.475	-	270,637
COVID-19 Cooperative Extension Service	10.500	-	231,023
SNAP Fraud Framework Implementation Grant	10.535	-	293,931
Child Nutrition-Technology Innovation Grant	10.541	-	14,979
Farmers' Market Supplemental Nutrition Assistance Program Support Grants	10.545	-	1,200
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	8,682,052
COVID-19 WIC Special Supplement Nutrition Program for Women, Infants, and Children	10.557	-	52,775
Total WIC Special Supplemental Nutrition Program for Women, Infants, and Children		-	8,734,827
Child and Adult Care Food Program	10.558	4,757,689	4,814,273
State Administrative Expenses for Child Nutrition	10.560	54,915	1,275,451
Farm to School Grant Program	10.575	51,698	51,698
Child Nutrition Discretionary Grants Limited Availability	10.579	158,839	158,839
COVID-19 Pandemic EPT Administrative Costs	10.649	-	387,743
Cooperative Forestry Assistance	10.664	560,259	1,556,907
Forest Legacy Program	10.676	-	26,974
Forest Health Protection	10.680	137,406	174,362
Good Neighbor Authority	10.691	79,584	704,308
State & Private Forestry Hazardous Fuel Reduction Program	10.697	140,494	507,584
Snow Survey and Water Supply Forecasting	10.907	-	102,528
Environmental Quality Incentives Program	10.912	-	507,267
Herbicide NEPA Environmental Analysis	10.U01	-	10,551
Total U.S. Department of Agriculture		6,182,247	21,270,458

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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 Defense:			
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113	\$ -	\$ 133,419
Military Construction, National Guard	12.400	-	1,632,584
National Guard Military Operations and Maintenance (O&M) Projects	12.401	-	26,746,271
National Guard ChalleNGe Program	12.404	-	2,523,681
Total U.S. Department of Defense		-	31,035,955
U.S. Department of Housing and Urban Development:			
Emergency Solutions Grant Program	14.231	347,326	347,501
COVID-19 Emergency Solutions Grant Program	14.231	513,144	604,337
Total Emergency Solutions Grant Program		860,470	951,838
Housing Opportunities for Persons With AIDS	14.241	36,760	231,374
COVID-19 Housing Opportunities for Persons With AIDS	14.241	-	115
Total Housing Opportunities for Persons With AIDS		36,760	231,489
Continuum of Care Program	14.267	-	1,318
Total U.S. Department of Housing and Urban Development		897,230	1,184,645
U.S. Department of the Interior:			
Good Neighbor Authority	15.015	18,619	43,619
Energy Community Revitalization Program	15.018	-	1,524,468
Earth Mapping Resources Initiative	15.073	-	1,900
Cultural and Paleontological Resources Management	15.224	-	31,516
BLM Wildland Urban Interface Community Fire Assistance Program Activities	15.228	-	201,475
Fish, Wildlife and Plant Conservation Resource Management	15.231	36,364	36,364
Forest and Woodlands Resource Management	15.233	-	1,672
Environmental Quality and Protection	15.236	36,982	175,003
Challenge Cost Share	15.238	-	37,936
Wildlife Resource Management	15.247	329,689	674,295
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	78,477	2,254,065
Abandoned Mine Land Reclamation	15.252	2,722,719	50,122,267

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
<i>U.S. Department of the Interior, Continued :</i>			
Federal Oil and Gas Royalty Management State and Tribal Coordination	15.427	\$ -	\$ 2,467,297
Title II, Colorado River Basin Salinity Control	15.509	-	7,200
Fish and Wildlife Coordination Act	15.517	-	356,292
Recreation Resources Management	15.524	-	134,036
Fish and Wildlife Management Assistance	15.608	229,558	390,634
Cooperative Endangered Species Conservation Fund	15.615	-	133,000
State Wildlife Grants	15.634	577,629	702,133
Endangered Species Recovery Implementation	15.657	-	19,533
Fish and Wildlife Coordination and Assistance	15.664	160,148	160,318
Endangered Species Conservation - Wolf Livestock Loss Compensation and Prevention	15.666	-	60,000
Adaptive Science	15.670	1,434	1,756
White-Nose Syndrome National Response Implementation	15.684	-	38,277
U.S. Geological Survey Research and Data Collection	15.808	165,745	312,459
National Cooperative Geologic Mapping	15.810	-	37,672
Historic Preservation Fund Grants-In-Aid	15.904	104,766	789,128
Outdoor Recreation Acquisition, Development and Planning	15.916	815,924	833,343
Save America's Treasures	15.929	-	64,415
Total U.S. Department of the Interior		<u>5,278,054</u>	<u>61,612,073</u>
<i>U.S. Department of Justice:</i>			
Sexual Assault Services Formula Program	16.017	394,960	397,660
COVID-19 Strengthening the Medical Examiner - Coroner System	16.037	169,043	866,945
Juvenile Justice and Delinquency Prevention	16.540	-	11,618
Missing Children's Assistance	16.543	-	363,511
National Criminal History Improvement Program	16.554	-	288,782
Crime Victim Assistance	16.575	2,471,172	3,121,243
Crime Victim Compensation	16.576	-	359,687
Violence Against Women Formula Grants	16.588	668,746	780,054
Residential Substance Abuse Treatment for State Prisoners	16.593	-	98,315
State Criminal Alien Assistance Program	16.606	-	7,429
Edward Byrne Memorial Justice Assistance Grant Program	16.738	-	480,068

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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> :			
DNA Backlog Reduction Program	16.741	\$ -	\$ 397,612
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	-	233,146
Support for Adam Walsh Act Implementation Grant Program	16.750	-	690,528
STOP School Violence	16.839	232,898	232,898
Total U.S. Department of Justice		3,936,819	8,329,496
U.S. Department of Labor:			
Labor Force Statistics	17.002	-	587,070
Compensation and Working Conditions	17.005	-	70,510
Unemployment Insurance	17.225	-	58,875,308
COVID-19 Unemployment Insurance	17.225	-	2,129,780
Total Unemployment Insurance		-	61,005,088
Senior Community Service Employment Program	17.235	59,126	293,296
Trade Adjustment Assistance	17.245	-	30,579
Reentry Employment Opportunities	17.270	-	172,155
Work Opportunity Tax Credit Program	17.271	-	57,029
Temporary Labor Certification for Foreign Workers	17.273	-	160,526
WIOA National Dislocated Worker Grants/WIA National Emergency Grants	17.277	-	15,924
Apprenticeship USA Grants	17.285	-	10,624
Occupational Safety and Health State Program	17.503	-	767,116
Consultation Agreements	17.504	-	696,058
Veterans' Employment Program	17.802	-	462,965
Total U.S. Department of Labor		59,126	64,328,940

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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 Transportation:			
Highway Planning and Construction (Federal Aid Highway Program)	20.205	\$ -	\$ 36,842
Recreational Trails Program	20.219	83,000	1,523,068
Pipeline Safety Program State Base Grant	20.700	-	228,371
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	-	18,703
PHMSA Pipeline Safety Program One Call Grant	20.721	-	7,795
Total U.S. Department of Transportation		83,000	1,814,779
U.S. Department of the Treasury:			
COVID-19 Coronavirus Relief Fund	21.019	93,129	383,193
COVID-19 Emergency Rental Assistance Program	21.023	4,689,151	79,431,053
COVID-19 Homeowner Assistance Fund Program	21.026	-	9,422,931
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	23,879,588	251,372,512
COVID-19 Coronavirus Capital Projects Funds	21.029	258,975	258,975
Total U.S. Department of the Treasury		28,920,843	340,868,664
U.S. General Services Administration:			
Voting System (Punch Card/Lever) Replacement	39.011	-	77,538
Total U.S. General Services Administration		-	77,538
National Endowment for the Arts:			
Promotion of the Arts Partnership Agreements	45.025	729,057	991,225
Promotion of the Humanities Division of Preservation and Access	45.149	-	22,378
Museums for America	45.301	-	33,133
Native American/Native Hawaiian Museum Services Program	45.308	-	26,201
Grants to States			
COVID-19 Grants to States	45.310	-	1,061,736
COVID-19 Grants to States	45.310	-	184,798
Total Grants to States		-	1,246,534
Total National Endowment for the Arts		729,057	2,319,471

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued* Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Other Programs - Direct, <i>Continued</i> :			
U.S. Department of Veterans Affairs:			
Grants to States for Construction of State Home Facilities	64.005	\$ -	\$ 3,514,792
Veterans Transport Program	64.035	-	277,091
All-Volunteer Force Educational Assistance	64.124	-	119,331
Veterans Cemetery Grants Program	64.203	-	1,846,469
Total U.S. Department of Veterans Affairs		-	5,757,683
U.S. Environmental Protection Agency:			
State Indoor Radon Grants	66.032	-	22,190
Surveys, Studies, Research, Investigations, Demonstrations, and Special-Purpose Activities Relating to the Clean Air Act	66.034	-	161,903
Diesel Emissions Reduction Act (DERA) State Grants	66.040	276,892	276,892
Multipurpose Grants to States and Tribes	66.204	63,681	63,681
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	-	284,419
State Underground Water Source Protection	66.433	-	38,330
Voluntary School and Child Care Lead Testing and Reduction Grant Program (SDWA 1464(d))	66.444	-	34,960
Water Quality Management Planning	66.454	7,974	111,367
Nonpoint Source Implementation Grants	66.460	281,653	289,374
Regional Wetland Program Development Grants	66.461	-	15,746
Performance Partnership Grants	66.605	42,422	3,622,401
Environmental Information Exchange Network Grant Program and Related Assistance	66.608	-	330
Underground Storage Tank Prevention, Detection and Compliance Program	66.804	-	350,024
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	-	517,964
State and Tribal Response Program Grants	66.817	-	840,075
Brownsfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	66.818	-	28,983
Total U.S. Environmental Protection Agency		672,622	6,658,639
U.S. Department of Energy:			
Weatherization Assistance for Low-Income Persons	81.042	1,168,270	1,231,250
Fossil Energy Research and Development	81.089	-	2,130
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	81.106	-	133,698
Total U.S. Department of Energy		1,168,270	1,367,078

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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:			
Adult Education - Basic Grants to States	84.002	\$ 176,068	\$ 687,360
Title I Grants to Local Educational Agencies	84.010	42,041,138	42,513,662
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	695,500	1,026,195
Career and Technical Education - Basic Grants to States	84.048	4,866,096	5,426,401
Career and Technical Education - National Programs	84.051	-	94,456
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	-	9,028,806
Rehabilitation Services Independent Living Services for Older Individuals Who are Blind	84.177	-	201,089
Special Education - Grants for Infants and Families	84.181	1,945,469	2,582,586
COVID-19 Special Education - Grants for Infants and Families	84.181	760,352	813,522
Total Special Education - Grants for Infants and Families		2,705,821	3,396,108
Supported Employment Services for Individuals With the Most Significant Disabilities	84.187	-	199,027
Education for Homeless Children and Youth	84.196	384,575	428,849
Twenty-First Century Community Learning Centers	84.287	6,259,714	6,462,501
Special Education Technical Assistance and Dissemination to Improve Services and Results for Children With Disabilities	84.326	-	77,740
Rural Education	84.358	72,787	75,318
English Language Acquisition State Grants	84.365	384,119	568,843
Supporting Effective Instruction State Grant	84.367	10,886,739	11,843,138
Grants for State Assessments and Related Activities	84.369	-	4,750,409
Statewide Longitudinal Data Systems	84.372	-	25,000
Student Support and Academic Enrichment Program	84.424	6,158,512	6,521,610
COVID-19 Education Stabilization Fund - Governor's Emergency Education Relief Fund	84.425C	277,490	277,490
COVID-19 Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund	84.425D	54,449,215	55,800,496
COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools	84.425R	1,260,106	1,563,003
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	84.425U	73,058,080	77,612,112
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief - Homeless Children and Youth	84.425W	330,581	337,425
Total Education Stabilization Fund		129,375,472	135,590,526

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
Ed Facts	84.U01	\$ -	\$ 176,839
NAEP	84.U02	-	33,515
Total U.S. Department of Education		204,006,541	229,127,392
National Archives and Records Administration:			
National Historical Publications and Records Grants	89.003	7,582	34,048
Total National Archives and Records Administration		7,582	34,048
Election Assistance Commission:			
HAVA Election Security Grants	90.404	2,250	378,856
Total Election Assistance Commission		2,250	378,856
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	10,809	10,809
Special Programs for the Aging, Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals	93.042	102,091	102,091
COVID-19 Special Programs for the Aging, Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals	93.042	-	3,763
Total Special Programs for the Aging, Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals		102,091	105,854
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	54,786	54,786
National Family Caregiver Support, Title III, Part E	93.052	732,414	856,514
COVID-19 National Family Caregiver Support, Title III, Part E	93.052	95,655	95,655
Total National Family Caregiver Support, Title III, Part E		828,069	952,169
Public Health Emergency Preparedness	93.069	2,551,652	4,336,670
Medicare Enrollment Assistance Program	93.071	40,513	40,513
Guardianship Assistance	93.090	-	33,626
Affordable Care Act Personal Responsibility Education Program	93.092	55,398	117,093
Food and Drug Administration Research	93.103	-	129,248

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
Maternal and Child Health Federal Consolidated Programs	93.110	\$ -	\$ 120,720
COVID-19 Maternal and Child Health Federal Consolidated Programs	93.110	-	15,435
Total Maternal and Child Health Federal Consolidated Programs		-	136,155
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	-	210,684
Emergency Medical Services for Children	93.127	1,792	140,351
Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	93.130	-	179,506
Injury Prevention and Control Research and State- and Community-Based Programs	93.136	280,742	501,704
Projects for Assistance in Transition From Homelessness	93.150	225,089	245,859
COVID-19 Rural Health Research Centers	93.155	1,366,777	1,366,777
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Levels in Children	93.197	5,271	164,706
State Rural Hospital Flexibility Program	93.241	237,645	572,957
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	3,820,322	5,509,910
Early Hearing Detection and Intervention	93.251	209,237	209,237
Immunization Cooperative Agreements	93.268	-	6,787,629
COVID-19 Immunization Cooperative Agreements	93.268	1,626,205	7,037,193
Total Immunization Cooperative Agreements		1,626,205	13,824,822
Viral Hepatitis Prevention and Control	93.270	-	254,016
Small Rural Hospital Improvement Grant Program	93.301	212,119	215,025
Early Hearing Detection and Intervention Information System Surveillance Program	93.314	119,632	136,651
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	-	1,251,069
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	1,113,407	13,435,415
Total Epidemiology and Laboratory Capacity for Infectious Diseases		1,113,407	14,686,484
State Health Insurance Assistance Program	93.324	293,051	293,051
Behavioral Risk Factor Surveillance System	93.336	-	442,255
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	393,162	1,131,764
ACL Independent Living State Grants	93.369	65,564	360,467

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
<i>U.S. Department of Health and Human Services, Continued :</i>			
National and State Tobacco Control Program	93.387	\$ 267,114	\$ 1,081,342
COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises	93.391	9,339,752	13,480,297
The National Cardiovascular Health Program	93.426	840,048	1,794,306
Every Student Succeeds Act/Preschool Development Grants	93.434	3,362,442	3,376,417
Title IV, Part E, Kinship Navigator Program	93.471	183,380	183,380
COVID-19 Provider Relief Fund and American Rescue Plan Rural Distribution	93.498	-	399,310
COVID-19 Low Income Household Water Assistance Program	93.499	-	472,444
MaryLee Allen Promoting Safe and Stable Families	93.556	-	231,888
COVID-19 MaryLee Allen Promoting Safe and Stable Families	93.556	-	12,545
Total MaryLee Allen Promoting Safe and Stable Families		-	244,433
Temporary Assistance for Needy Families	93.558	4,850,589	20,526,570
Child Support Enforcement	93.563	-	6,684,904
Low-Income Home Energy Assistance	93.568	2,453,075	7,635,528
COVID-19 Low-Income Home Energy Assistance	93.568	4,122,164	10,616,713
Total Low-Income Home Energy Assistance		6,575,239	18,252,241
Community Services Block Grant	93.569	3,037,880	3,308,935
COVID-19 Community Services Block Grant	93.569	761,188	809,476
Total Community Services Block Grant		3,799,068	4,118,411
State Court Improvement Program	93.586	-	300,043
COVID-19 State Court Improvement Program	93.586	-	21,497
Total State Court Improvement Program		-	321,540
Community-Based Child Abuse Prevention Grants	93.590	-	178,771
COVID-19 Community-Based Child Abuse Prevention Grants	93.590	-	28,700
Total Community-Based Child Abuse Prevention Grants		-	207,471

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
Grants to States for Access and Visitation Programs	93.597	\$ 75,553	\$ 75,553
Chafee Education and Training Vouchers Program	93.599	-	105,779
COVID-19 Chafee Education and Training Vouchers Program	93.599	-	17,048
Total Chafee Education and Training Vouchers Program		-	122,827
Adoption and Legal Guardianship Incentive Payments	93.603	-	158,041
Developmental Disabilities Basic Support and Advocacy Grants	93.630	51,955	474,083
Children’s Justice Grants to States	93.643	-	35,252
Stephanie Tubbs Jones Child Welfare Services Program	93.645	-	428,817
Foster Care, Title IV, Part E	93.658	88,413	7,350,480
Adoption Assistance	93.659	-	1,027,149
COVID-19 Emergency Grants to Address Mental & Substance Use Disorders During COVID-19	93.665	191,556	275,021
Social Services Block Grant	93.667	-	2,084,004
Child Abuse and Neglect State Grants	93.669	69,802	165,657
COVID-19 Child Abuse and Neglect State Grants	93.669	6,912	26,709
Total Child Abuse and Neglect State Grants		76,714	192,366
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	799,185	813,048
COVID-19 Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	88,701	101,995
Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services		887,886	915,043
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	465,532	465,737
COVID-19 John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	343,180	572,084
Total John H. Chafee Foster Care Program for Successful Transition to Adulthood		808,712	1,037,821
Empowering Other Adults and Adults With Disabilities Through Chronic Disease Self-Management Education Programs	93.734	139,710	139,710
COVID-19 Elder Abuse Prevention Interventions Programs	93.747	271,393	556,052
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds	93.761	-	10,108

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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	\$ -	\$ 7,364,657
Opioid STR	93.788	3,310,486	3,589,386
State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	93.796	-	729,404
COVID-19 State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	93.796	-	64
Total State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid		-	729,468
Maternal, Infant, and Early Childhood Home Visitation Grant Program	93.870	904,630	939,031
National Bioterrorism Hospital Preparedness Program	93.889	806,525	1,112,863
COVID-19 National Bioterrorism Hospital Preparedness Program	93.889	-	174,957
Total National Bioterrorism Hospital Preparedness Program		806,525	1,287,820
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	1,980	1,454,257
Grants to States for Operation of State Offices of Rural Health	93.913	-	225,691
HIV Care Formula Grants	93.917	2,167	804,633
Grants to Provide Outpatient Early Intervention Services With Respect to HIV Disease	93.918	-	217,857
HIV Prevention Activities - Health-Department-Based	93.940	18,161	1,217,746
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	-	144,228
Block Grants for Community Mental Health Services	93.958	879,495	922,636
COVID-19 Block Grants for Community Mental Health Services	93.958	1,032,074	1,172,700
Total Block Grants for Community Mental Health Services		1,911,569	2,095,336
Block Grants for Prevention and Treatment of Substance Abuse	93.959	3,896,366	4,190,346
COVID-19 Block Grants for Prevention and Treatment of Substance Abuse	93.959	2,562,916	3,231,484
Block Grants for Prevention and Treatment of Substance Abuse		6,459,282	7,421,830
Centers for Disease Control and Prevention Collaboration With Academia to Strengthen Public Health	93.967	277	30,891

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	\$ -	\$ 361,712
COVID-19 STD Prevention and Control Grants	93.977	517,116	714,565
Total STD Prevention and Control Grants		517,116	1,076,277
Preventive Health and Health Services Block Grant	93.991	12,257	311,825
Maternal and Child Health Services Block Grant to the States	93.994	236,507	1,060,542
Total U.S. Department of Health and Human Services		59,603,814	162,360,017
Corporation for National and Community Service:			
Volunteers in Service to America	94.013	-	26,084
Total Corporation for National and Community Service		-	26,084
Executive Office of the President:			
High-Intensity Drug Trafficking Areas Program	95.001	-	1,153,788
Total Executive Office of the President		-	1,153,788
U.S. Department of Homeland Security:			
Non-Profit Security Program	97.008	-	282,671
Boating Safety Financial Assistance	97.012	18,442	324,424
Community Assistance Program State Support Services Element	97.023	-	66,330
Flood Mitigation Assistance	97.029	-	84,300
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	383,873
COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	16,519,555
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)		-	16,903,428
Hazard Mitigation Grant	97.039	-	289,711
National Dam Safety Program	97.041	-	434,238

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STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2023

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>			
<i>U.S. Department of Homeland Security, Continued :</i>			
Emergency Management Performance Grants	97.042	\$ -	\$ 2,570,639
COVID-19 Emergency Management Performance Grants	97.042	-	102,825
Total Emergency Management Performance Grants		-	2,673,464
Fire Management Assistance Grant	97.046	-	1,360,180
Building Resilient Infrastructure and Communities	97.047	-	67,831
COVID-19 Presidentially Declared Disaster Assistance to Individuals and Households - Other Needs	97.050	-	(31,687)
Homeland Security Grant Program	97.067	-	4,188,607
Earthquake Consortium	97.082	-	3,547
Total U.S. Department of Homeland Security		18,442	26,647,044
<i>Other Federal financial awards:</i>			
Bald Eagle Survey Flights (BES4)	99.U01	-	3,675
Med Bow/Thunder Basin	99.U02	-	128,309
Wildlife Surveys and Habitat Improvement (TBS2)	99.U03	-	9,000
Collaborative Beaver Restoration (CBR0)	99.U04	-	8,000
AIS Prevention (AIS3)	99.U05	-	25,178
Social Security Reimbursement/Program Income	99.U06	-	21,184
Head Start Program FPY20 & GFY21 (HS)	99.U07	-	(1,389)
Total other Federal financial awards		-	193,957
Total expenditures of Federal awards		\$ 408,535,510	\$ 1,710,491,062

The accompanying notes are an integral part of this schedule.

STATE OF WYOMING

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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, 2023, 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

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 \$1,986,070.
- USDA Supplemental Nutrition Assistance Program (SNAP) (SNAP Benefits) (Federal Assistance Listing #10.551) of \$88,410,587.
- U.S. Department of Health and Human Services Immunization Cooperative Agreements (Vaccines) (Federal Assistance Listing #93.268) of \$4,893,299.

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 \$47,904,050 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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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, 2023 and has issued its report thereon, dated February 9, 2024. 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 (WRS), 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 WRS, 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 for all major Federal programs, except for the Clean Water State Revolving Fund Cluster, which was qualified.

- 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, 2023

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

Identification of major Federal programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
15.252	Abandoned Mine Land Reclamation
15.427	Federal Oil and Gas Royalty Management State and Tribal Coordination
20.219	Recreational Trails Program
21.023	Emergency Rental Assistance Program
21.026	Homeowner Assistance Fund Program
21.027	Coronavirus State and Local Fiscal Recovery Funds
84.425	Education Stabilization Fund
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance
93.391	Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises
93.569	Community Services Block Grant
93.658	Foster Care, Title IV, Part E
93.767	Children's Health Insurance Program
93.959	Block Grants for Prevention and Treatment of Substance Abuse
CLUSTER	Aging Cluster
CLUSTER	Clean Water State Revolving Fund Cluster
CLUSTER	Disability Insurance/Supplemental Security Income Cluster
CLUSTER	Drinking Water State Revolving Fund Cluster
CLUSTER	Fish and Wildlife Cluster
CLUSTER	Medicaid Cluster
CLUSTER	Research and Development Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$5,131,473

Auditee qualified as low-risk auditee? Yes No

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS

2023-001: Department of Administration and Information - Employees' Group Insurance (EGI) - Internal Controls Over Actuarial Assumptions and the Roll-Forward Period (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:

1. Management communication of the need for proper accounting estimates.
2. Accumulation of relevant, sufficient, and reliable data on which to base an accounting estimate.
3. Preparation of the accounting estimate by qualified personnel.
4. Adequate review and approval of the accounting estimates by appropriate levels of authority, including:
 - a. Review of sources of relevant factors;
 - b. Review of the development of assumptions;
 - c. Review of the reasonableness of assumptions and resulting estimates;
 - d. Consideration of the need to use the work of specialists; and
 - e. Consideration of changes in previously established methods to arrive at accounting estimates.
5. Comparison of prior accounting estimates with subsequent results to assess the reliability of the process used to develop estimates.
6. Consideration by management of whether the resulting accounting estimate is consistent with the operational plans of the entity.

The total OPEB liability should be determined by (a) an actuarial valuation as of the measurement date or (b) the use of update procedures to roll forward to the measurement date amounts from an actuarial valuation as of a date no more than 30 months and one day earlier than the employer's most recent fiscal year-end. If update procedures are used and significant changes occur between the actuarial valuation date and the measurement date, professional judgment should be used to determine the extent of procedures needed to roll forward the measurement from the actuarial valuation to the measurement date and consideration should be given to whether a new actuarial valuation is needed.

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 2023 actuarial valuation, there were several changes in assumptions, as identified in the actuarial report. In addition, the 2023 actuarial valuation was a roll-forward valuation, and there was a new participating employer that was not identified to the external actuary.

EGI does not have a control system in place that (a) provides for the review and approval of the reasonableness of the actuarial assumptions developed and utilized by its external actuary or (b) identifies significant changes during a roll-forward period for consideration by its external actuary in the valuation of the State's OPEB liability.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Cause: EGI relied on the external actuary for the development of assumptions unique to the valuation of the OPEB liability and on assumptions developed for, but shared with, the WRS in the valuation of the Public Employee Pension Plan's net pension liability. In addition, EGI was unaware of the need to identify significant changes during a roll-forward period to the external actuary.

Effect: Erroneous assumptions and significant changes during a roll-forward period that are unaccounted for could result in an inaccurate valuation of the OPEB liability and related balances.

Identification as a repeat finding: Yes. See 2022-007.

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. Assumptions utilized from the WRS should also be reviewed to ensure that they are reasonable for purposes of the OPEB, as the population of participants differs between the two plans. In addition, we recommend that EGI implement a control system to capture and report significant changes during a roll-forward period to the external actuary.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-002: State Auditor's Office (SAO) - Internal Controls and Audit Adjustments to Pandemic Relief Fund (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 within the Pandemic Relief Fund, as follows:

- To decrease revenue and increase unearned revenue by approximately \$12.2 million.
- To increase expenses and accounts payable by approximately \$1.8 million.
- To increase revenue and decrease unearned revenue by approximately \$1.8 million.
- To decrease revenue and increase beginning fund balance by approximately \$744,000.
- To increase expenses and accounts payable by approximately \$480,000.
- To increase revenue and decrease unearned revenue by approximately \$480,000.
- To decrease revenue and increase unearned revenue by approximately \$316,000.

Cause: Due to the unique nature of the Pandemic Relief Fund, the processes and controls in place for the SAO to record year-end accrual entries for other funds were not effective.

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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Identification as a repeat finding: Yes. See 2022-011.

Recommendation: We recommend that the SAO identify unique aspects of the Pandemic Relief Fund relative to other funds and design processes and controls to address those unique aspects. Such controls could include reviews to ensure that each revenue adjustment leads to an expense adjustment of the same amount (except investment earnings adjustments) and vice versa, reviews by an individual separate from the initiation of an entry to prevent the potential duplication of entries, and periodic comparisons of revenues and expenses to confirm that the only changes in fund balance relate to investment earnings or losses or capitalized assets, such as inventory or loans receivable.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-003: Wyoming Department of Family Services (WDFS) and Governor's Office - Internal Controls and Audit Adjustments to Accounts Payable (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. In addition, agencies should ensure that processes are in place to record the proper service dates for all expenditures.

Condition/context: An adjusting journal entry was proposed to decrease unearned revenue and increase due to other governments by approximately \$7.2 million in the Pandemic Relief Fund.

Cause: The WDFS did not inform the Governor's Office of the correct service date for the return of unused Emergency Rental Assistance Program funds by the Governor's Office to the U.S. Department of the Treasury. In addition, the Governor's Office did not confirm if the service date should be modified based on the supporting documentation provided by the WDFS. This resulted in the service date being recorded as the date on which the return of funds was finalized rather than date on which the funds to be returned were calculated and first approved by the WDFS.

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 WDFS and the Governor's Office continue their efforts to enhance their current internal control structure and inter-agency communications surrounding the processing and recording of funds associated with new Federal programs and accounting for unique transactions.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-004: State Treasurer's Office (STO) - Internal Controls and Audit Adjustments to Federal Mineral Royalties (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 deferred inflows and due from other governments by approximately \$15.9 million in the General Fund and approximately \$15.6 million in the Foundation Program Fund, as well as decrease Federal mineral royalties revenue by approximately \$31.5 million at the government-wide level.
- To increase revenue and decrease beginning fund balance by approximately \$11.7 million at the government-wide level.

Cause: The STO erroneously reported the October Federal Mineral Royalty receipt rather than the October Sequester.

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 STO continue to refine its internal review process to determine the propriety of the information submitted to the SAO for inclusion in the State's financial statements.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-005: Wyoming Office of Homeland Security (WOHS) - Internal Controls and Audit Adjustments to Accounts Payable (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. In addition, agencies should ensure that processes are in place to record the proper service dates for all expenditures.

Condition/context: An adjusting journal entry was proposed to decrease expenditures and accounts payable by approximately \$5.4 million in the General Fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Cause: The WOHS entered the service dates for the reimbursement payments made to eligible applicants under the Federal Emergency Management Agency's Disaster Grants - Public Assistance program as the date on which the expenditures were originally incurred by the eligible applicants rather than the date on which the agency approved the reimbursement for payment.

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 WOHS continue its efforts to enhance its current internal control structure surrounding the processing and recording of funds associated with new Federal programs.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-006: Department of Workforce Services (DWS) and SAO - Internal Controls and Audit Adjustments to Claims and Benefits Payable (Material Weakness)

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:

1. Management communication of the need for proper accounting estimates.
2. Accumulation of relevant, sufficient, and reliable data on which to base an accounting estimate.
3. Preparation of the accounting estimate by qualified personnel.
4. Adequate review and approval of the accounting estimates by appropriate levels of authority, including:
 - a. Review of sources of relevant factors;
 - b. Review of the development of assumptions;
 - c. Review of the reasonableness of assumptions and resulting estimates;
 - d. Consideration of the need to use the work of specialists; and
 - e. Consideration of changes in previously established methods to arrive at accounting estimates.
5. Comparison of prior accounting estimates with subsequent results to assess the reliability of the process used to develop estimates.
6. Consideration by management of whether the resulting accounting estimate is consistent with the operational plans of the entity.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

According to GASB Statement No. 10, *Accounting and Reporting for Risk Financing and Related Insurance Issues*, the practice of discounting the claims and benefits payable is neither mandated nor prohibited. However, claims liabilities associated with structured settlements should be discounted if they represent contractual obligations to pay specific amounts on fixed or determinable dates.

Per Wyoming State Statute 27-14-201(e)(v), “for purposes of calculating reserves, future liabilities shall be discounted to present value using a discount factor selected by the division. The discount factor selected by the division and the reason for its selection shall be included in the annual report to the joint labor, health and social services interim committee or its successor.”

Condition/context: The claims and benefits payable for the Workers’ Compensation Insurance Fund presented in the financial statements were discounted only with respect to the balance believed to be associated with structured settlements.

As reserves are statutorily mandated to be discounted to present value using a discount factor selected by the division, for purposes of consistency and comparability, the DWS believed that the claims and benefits liability should be discounted in a similar manner. The claims and benefits payable for the Workers’ Compensation Insurance Fund is prepared on both an undiscounted and discounted basis by the DWS’s external actuary, and the DWS believed that it was presented on the discounted basis within the State’s financial statements. In addition, the information believed to be representative of structured settlements by the SAO was inaccurate.

An adjusting journal entry was proposed to increase claims and benefits expenses by \$12.8 million, decrease benefits payable by \$694.4 million, and increase beginning net position by \$707.2 million in the Workers’ Compensation Insurance Fund.

Cause: Over the past several years, there has been turnover in the personnel responsible for the calculation of the claims and benefits liability in both agencies. While the SAO requested information from the DWS for purposes of calculating the liability, there was insufficient collaboration between the DWS and the SAO to ensure that the liability was being calculated and presented in the financial statements consistent with expectations.

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 nor the State’s intentions.

Identification as a repeat finding: No.

Recommendation: We recommend that the DWS and the SAO review the information being requested and used in the calculation of the claims and benefits liability to ensure that both agencies understand the purpose for which the information being requested/provided will be utilized. In addition, the DWS should review and approve the final claims and benefits liability and related disclosures for accuracy. We also recommend that the DWS formally document its rationale for discounting the claims and benefits liability.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-007: Governor's Office - Internal Controls Over Related-Party Transactions and Audit Adjustments to Prepaid Expense (Significant Deficiency; Noncompliance)

Criteria: Section 339 of House Bill No. HB001 from the 2021 General Session appropriated ten million dollars (\$10,000,000) from the legislative stabilization reserve account to the Governor's Office to fund research grants and contracts related to carbon capture, utilization and storage, including coal power plant retrofit and other carbon capture, utilization and storage applications. Upon receipt of a recommendation by the Wyoming Energy Authority, the Governor's Office may enter into an agreement with an applicant for funding and expend funds under this section.

Additionally, 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: In connection with Section 339 of House Bill No. HB001 from the 2021 General Session, the Governor's Office approved and reimbursed the Wyoming Energy Authority (a component unit of the State) approximately \$2.8 million in expenditures that should have been paid directly by the Governor's Office.

Additionally, the Governor's Office advanced funding of \$12 million in July 2021 to the Wyoming Energy Authority, which was expensed during fiscal year 2021. However, as expenditure of the funding requires approval by the Governor's Office, adjusting journal entries were proposed in the General Fund to increase prepaid expense by approximately \$11.6 million, decrease expenses by approximately \$360,000, and increase beginning fund balance by approximately \$12 million.

Cause: The Governor's Office does not have controls in place to identify and execute the unique complexities associated with the legislatively mandated energy funding, specifically in regard to transactions with component units, such as the Wyoming Energy Authority.

Effect: The Governor's Office was not in compliance with Section 339 of House Bill No. HB001 from the 2021 General Session when it delegated the disbursement of funds. Additionally, 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: Yes. See 2022-006.

Recommendation: We recommend that the Governor's Office implement controls by which it evaluates all direct appropriations and establish additional controls for disbursements and/or delegations of funding to component units. Additionally, we recommend that the Governor's Office communicate with the SAO regarding unique funding arrangements to ensure proper financial reporting.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-008: SAO - Internal Controls and Audit Adjustments for Fund Balance Restatements (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 investment income and increase revenue from others by approximately \$44.3 million in the Permanent Mineral Trust Fund.
- To decrease revenue and expenditures by approximately \$223,000 in the General Fund, \$5,800 in the Common School Land Fund, \$28.3 million in Non-Major Funds and \$8,400 in the Foundation Program Fund.
- To decrease revenue and expenditures by \$165 million in the General Fund.
- To increase expenditures and due to other funds by approximately \$4.3 million in the General Fund.
- To increase due from other funds and decrease cash and pooled investments by approximately \$4.3 million in the Permanent Mineral Trust Fund.

Cause: The SAO does not have a thorough and consistent process in place to ensure the accuracy of journal entries recorded in conjunction with the fund balance restatement project. Additionally, the SAO does not have a process to compare journal entries reversed during the fund balance restatement project to current-year activity.

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 SAO develop a standardized process for preparing the fund balance restatement project. Additionally, we recommend that the SAO refamiliarize itself with the applicable fund balance restatement journal entries during the completion of correlated projects (e.g., loans receivable).

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-009: SAO - Internal Controls and Audit Reclassifications (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 reclassify approximately \$5.5 million from accounts payable to unearned revenue in the Worker's Compensation Fund.
- To reclassify approximately \$46.5 million from accounts receivable to due from other governments in the General Fund and approximately \$31 million from accounts receivable to due from other governments in the School Foundation Fund.
- To reclassify cash and investment income by approximately \$44.8 million to the Common School Land Fund from the School Foundation Fund.
- To reclassify approximately \$2.1 million to due to component unit payable from accounts payable in the General Fund.
- To decrease revenue and expenditures by approximately \$1.5 million in the School Foundation Fund.

Cause: The SAO does not have a thorough and consistent process in place to ensure the accuracy of journal entries recorded. While the proper amounts were identified, the SAO did not obtain the full context of the activity in the adjustments above, which resulted in entries being recorded to an inaccurate financial statement account or fund. Additionally, the SAO's review process did not identify these errors.

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: Yes. See 2022-002.

Recommendation: We recommend that the SAO incorporate a review of the impacted accounts and funds into its review process to ensure that the accounts reflected are accurate based on the context of the entry.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-010: Wyoming State Construction Department (WSCD) - Internal Controls and Audit Adjustments to Capital Assets (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. In addition, capital assets should be capitalized and depreciated when they are placed into service.

Condition/context: Adjusting journal entries were proposed to increase expense by approximately \$410,000, decrease capital assets by approximately \$21.8 million, and decrease beginning net position by approximately \$21.4 million at the government-wide level.

Cause: The WSCD does not report construction in progress as capitalized until the project's budgets have been closed.

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

Identification as a repeat finding: No.

Recommendation: We recommend that the WSCD report construction in progress as being capitalizable in accordance with the SAO's policy: upon the earlier occurrence of substantial completion, occupancy, or when the asset is placed into service.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-011: SAO - Internal Controls and Audit Adjustments Related to Legislative Changes (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. In addition, accounting projects should be appropriately modified for changes in legislation.

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

- To adjust cash, deferred inflows, revenues, and accounts receivable totaling approximately \$26.7 million from the General Fund to the Common School Land Fund.
- To increase unearned revenue and decrease revenue by approximately \$181.4 million and decrease due from other governments and deferred inflows by approximately \$144.2 million within the School Foundation Fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Cause: The SAO did not account for legislative changes within its projects, and a workpaper provided by the agency was not updated for these changes. Therefore, year-end accrual entries related to both mineral severance taxes and property taxes were incorrectly recorded. A lack of effective communication between the SAO and both the Wyoming Department of Revenue and the Wyoming Department of Education further prevented the necessary accounting modifications from being implemented.

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 SAO create a project to review legislative changes to identify any financial implications to its accounting projects. In addition, we recommend that the SAO train agencies to identify legislative changes that could have a financial statement impact and add this information to the agency document request lists. This increased training and communication will increase awareness of legislative changes to ensure that they are properly incorporated into the accounting projects.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-012: SAO - Internal Controls and Internal Service Funds (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 decrease government-wide revenue and expenses related to the internal service funds by approximately \$1.4 million.

Cause: While the SAO has a process to identify the percentage of each internal service fund's revenue that should be properly eliminated, it does not have a process in place to investigate percentages that appear inaccurate.

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

Identification as a repeat finding: No.

Recommendation: We recommend that the SAO expand upon its current processes related to internal services funds and government-wide eliminations. Specifically, we recommend that the SAO establish a process to investigate internal revenue percentages that appear inaccurate based on the nature of the fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

In addition, as internal service funds have requirements that must be met, we recommend establishing a process for monitoring the historical operating net income and cumulative fund balances within the internal service funds. Further, when the SAO identifies internal service funds with a significant portion of revenue being classified as external, the SAO should have a control in place to ensure that the fund is appropriately classified as an internal service fund.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-013: SAO - Internal Controls and Audit Adjustments to Subscription- and Lease-Related Balances (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 lease-based expenses and other financing sources by approximately \$74.7 million in the General Fund and \$29.7 million in Non-Major Funds.
- To decrease subscription-based expenses and other financing sources by approximately \$21.8 million in the General Fund.
- To reclassify subscription-based expenses to debt service principal retirement by approximately \$2.6 million in the General Fund.
- To reclassify interest expense to subscription-based expenses by approximately \$3 million in the General Fund.
- To increase subscription-based assets by approximately \$3.5 million and decrease subscription-based liabilities and expense by approximately \$22.5 million and \$26 million, respectively, at the government-wide level.
- To decrease expense and subscription-based assets by approximately \$68,000 at the government-wide level.
- To decrease subscription-based liabilities and expense by approximately \$2.6 million at the government-wide level.
- To reclassify current subscription-based liabilities to noncurrent subscription-based liabilities by approximately \$8.6 million at the government-wide level.
- To increase other financing sources and subscription-based expenses by approximately \$11.9 million in the General Fund.
- To increase subscription-based expense and beginning net position by approximately \$26 million at the government-wide level.
- To increase subscription-based assets and liabilities by approximately \$13.4 million at the government-wide level.
- To decrease other financing sources and subscription-based expenses by approximately \$11.9 million at the government-wide level.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Cause: The SAO did not have a thorough implementation plan for Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, or GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*. In addition, there is no central repository or agency for SBITAs, which made it very difficult to identify, collect and analyze SBITAs as required by GASB Statement No. 96. Additionally, agencies did not accurately report SBITAs per the instructions that the SAO provided.

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. Specifically, the following errors occurred:

- The SAO improperly recorded the entire lease liability balance as an other financing source and expense as opposed to new leases and lease modifications.
- The SAO capitalized a contract's hosting services as a subscription-based asset and liability when they should have been expensed.
- The SAO improperly expensed two contracts that should have been capitalized as subscription-based assets and liabilities.
- The SAO had errors in certain subscription-based asset and liability calculations resulting from inaccurate payment timing and amount assumptions and inaccurate analysis of in-scope and out-of-scope components.

Identification as a repeat finding: Yes. See 2022-009.

Recommendation: We recommend that the SAO develop a thorough implementation plan for new accounting standards. The implementation plan should include detailed training and resources for agencies, an implementation timeline, and an evaluation of the necessary and available resources.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-014: SAO - Internal Controls and Audit Adjustments to Cash and Pooled Investments and Investment Income (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 cash and investment income by approximately \$815,000 in the General Fund and approximately \$224,000 in the Worker's Compensation Fund.
- To decrease cash and investment income by approximately \$9.5 million in the Common School Land Fund, approximately \$2 million in the Permanent Mineral Trust Fund, approximately \$548,000 in the Foundation Program Fund, and approximately \$729,000 in Non-Major Funds.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

- To increase cash and investment income by approximately \$4 million in the Common School Land Fund.

Cause: In prior fiscal years, the SAO recorded several unique and complex journal entries to cash and pooled investments, investment income, and fund balance/net position. When restating fund balance/net position in the current year, the SAO did not properly analyze and account for the current-year impact of a portion of these unique and complex journal entries. Additionally, the SAO did not clarify the intent of a workpaper change that was provided by the STO. Also compounding the issue is the fact that many prior-year entries have not yet been corrected/posted in the State's accounting system by the STO.

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: Yes. See 2022-012.

Recommendation: We recommend that the SAO continue to enhance the process by which it communicates with the STO during the preparation of the fund balance restatement and cash and pooled investments projects.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-015: STO - Internal Controls and Audit Adjustment to Allowance for Loans 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.

Condition/context: An adjusting journal entry was proposed to increase expenses and the allowance for a loan receivable by approximately \$14.5 million in the General Fund.

Cause: While the STO has a process in place to evaluate the collectability of loans, the STO believed that the State Loan and Investment Board (SLIB) would have to authorize any allowance to be recorded. However, collectability concerns were not initially identified to the SLIB as the STO focused its efforts on presenting debt modifications in hopes of preserving the collectability of the loan and recovering the State's investment.

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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Recommendation: We recommend that the STO develop a documented reserve for loan loss policy for consideration and approval by the SLIB as a means of analyzing the adequacy of a loan loss allowance on an ongoing basis. The purpose of the analysis will be to identify risks in the STO's loan portfolio and ensure that the allowance is adequate should those risks materialize and result in future losses. Items that should be considered when identifying such risks include payment history, requests for debt modifications, marketability of collateral, financial condition, etc.

Views of responsible officials and planned corrective actions: Management does not concur with the finding. See Exhibit I.

2023-016: Department of Revenue Liquor Commission (Liquor Commission) - Record Retention (Noncompliance)

Criteria: The Liquor Commission is required by Wyoming State Statute 9-2-410 to maintain documentation for financial transactions for seven years.

Condition/context: The Liquor Commission was unable to produce invoices for 14 out of 21 sample revenue transactions selected for audit from fiscal year 2023.

Cause: When the Liquor Commission transitioned its accounting inventory system to Dynamic 365 from Encompass in September 2023, it only retained documentation related to open receivables and open purchase orders and did not retain documentation for all revenues and expenses. Although the Liquor Commission subsequently determined that it would be possible to access the information in Encompass subsequent to the transition, it was cost-prohibitive to do so for the time period required.

Effect: The Liquor Commission is currently not in compliance with Wyoming State Statute 9-2-410 with respect to financial documentation related to its inventory sales and purchases. In addition, the Liquor Commission was unable to produce supporting documentation for audit. However, due to the nature of the underlying financial transactions, alternative audit procedures were performed to determine that there were no material misstatements in the respective account balances.

Identification as a repeat finding: No.

Recommendation: While we recognize that it is cost-prohibitive to retrieve the historical information out of Encompass, we recommend that the Liquor Commission implement procedures to ensure that it is in compliance with Wyoming State Statute 9-2-410 for all financial transactions moving forward.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-017: DWS - Schedule of Expenditures of Federal Awards (SEFA) (Significant Deficiency; Noncompliance)

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.

Condition/context: The DWS did not provide a SEFA that accurately identified the Federal funds expended. We determined that \$1,440,239 in Federal expenditures from previous years for Federal Assistance Listing #17.225, Unemployment Insurance, were returned to the U.S. Department of Labor during fiscal year 2023 and were not properly reflected as reductions to the Federal expenditures reported.

Cause: When preparing its SEFA, the DWS reported the return of Federal funding as receipts versus a reduction in its expenditures.

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, and the impact to the basic financial statements had been properly identified and recorded.

Identification as a repeat finding: No.

Recommendation: We recommend that the DWS implement additional procedures to ensure that the return of Federal funding is properly reflected as a reduction in Federal expenditures when preparing its SEFA.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-018: Wyoming State Budget Department - SEFA (Significant Deficiency; Noncompliance)

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 the total amount provided to subrecipients from each Federal program, under the same basis in which Federal awards are expended.

Condition/context: The Wyoming State Budget Department did not provide a SEFA that accurately identified the Federal funds provided to subrecipients. We determined that \$29,781,687 of Federal funds passed through to subrecipients for Federal Assistance Listing #21.027, Coronavirus State and Local Fiscal Recovery Funds, were improperly reported in the SEFA.

Cause: The Wyoming State Budget Department inadvertently reported the inception-to-date Federal funds provided to subrecipients.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Effect: The amount of Federal funds provided to subrecipients initially reported was greater than the total Federal expenditures. While the funds were determined to not have been overspent to subrecipients, the error resulted in an inaccurate disclosure of Federal funds provided to subrecipients.

Identification as a repeat finding: No.

Recommendation: We recommend that the Wyoming State Budget Department implement additional procedures to ensure that the amount of Federal funds provided to subrecipients reported is for the respective time period being requested versus inception-to-date.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-019: Wyoming Department of Education (WDE) - SEFA (Significant Deficiency; Noncompliance)

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 the total amount provided to subrecipients from each Federal program, under the same basis in which Federal awards are expended.

Condition/context: The WDE did not provide a SEFA that accurately identified the Federal funds provided to subrecipients. We determined that \$73,058,080 of Federal funds passed through to subrecipients for Federal Assistance Listing #84.425R, Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools, should have been reported for Federal Assistance Listing #84.425U, Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief Fund.

Cause: The WDE inadvertently reported Federal funds passed through to subrecipients under the incorrect Federal Assistance Listing number.

Effect: The amount of Federal funds provided to subrecipients initially reported was greater than the total Federal expenditures. While the funds were determined to not have been overspent to subrecipients, the error resulted in an inaccurate disclosure of Federal funds provided to subrecipients.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDE implement an independent review process over the preparation of the SEFA to ensure that the SEFA is prepared accurately and completely.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-020: WDFS - SEFA (Significant Deficiency; Noncompliance)

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.

Condition/context: The WDFS did not provide a SEFA that accurately identified the Federal funds expended. We determined that \$500,000 in Federal expenditures for Federal Assistance Listing #93.658, Foster Care Title IV-E, were improperly reported in the SEFA.

Cause: The WDFS erroneously miskeyed a number into the expenditures line item on the SEFA provided for audit. The error was not identified as there was not an independent review of 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. 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, and the impact to the basic financial statements did not require adjustment.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDFS implement an independent review process over the preparation of the SEFA to ensure that the SEFA is prepared accurately and completely.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-021: Wyoming Department of Game and Fish (WDGF) - SEFA (Significant Deficiency; Noncompliance)

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.

Condition/context: The WDGF did not provide a SEFA that accurately identified the Federal funds expended during the period under audit. We determined that \$1,690,787 of fiscal year 2023 expenditures for Federal Assistance Listing #15.611 within the Fish and Wildlife Cluster were improperly excluded from the SEFA, and \$592,264 of fiscal year 2022 expenditures for the same Federal Assistance Listing number were improperly included in the SEFA. As such, the SEFA expenditures were improperly understated by a net of \$1,098,523.

Cause: The due date established by the SAO for the SEFA submission is prior to when the WDGF completes its grant close-out process to finalize the amount of Federal expenditures for the fiscal year. As such, the WDGF has historically reported the expenditures incurred at the end of a fiscal year on the following fiscal year's SEFA.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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, and the impact to the basic financial statements did not require adjustment.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDGF coordinate with the SAO to request an extension to the established due date and/or provide the SAO with a preliminary SEFA acknowledging that a final SEFA will be provided after the close-out process is completed.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-022: Wyoming Office of State Lands and Investments (OSLI) - SEFA (Significant Deficiency; Noncompliance)

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.

Condition/context: In fiscal year 2023, OSLI drew \$1,252,141 of Drinking Water State Revolving Funds (DWSRF) expenditures from the Clean Water State Revolving Funds (CWSRF) authorization and \$17,870 of CWSRF expenditures from the DWSRF authorization in the Automated Standard Application for Payments system. As such, the SEFA expenditures, as well as the expenditures provided to subrecipients, were improperly understated by \$1,234,271 for Federal Assistance Listing #66.458 within the Clean Water State Revolving Fund Cluster and were improperly overstated by the same amount for Federal Assistance Listing #66.468 within the Drinking Water State Revolving Fund Cluster.

Cause: OSLI's SEFA for these programs' financial statements is prepared on the modified cash basis, whereas the State's SEFA is prepared on the cash basis. The expenditures incurred were allowable under the respective programs and were intended to be funded by those programs. OSLI reported the expenditures as if they had been expended/drawn in the proper programs (modified cash basis) versus how they were actually funded by the Federal agency (cash basis).

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, and there was no impact to the basic financial statements.

Identification as a repeat finding: No.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Recommendation: As these programs' expenditures are reported differently for the respective SEFAs noted above, we recommend that OSLI remain cognizant that the State's SEFA is prepared on the cash basis and report the expenditures accordingly.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2023-023: WDFS - Subrecipient Monitoring (Material Weakness; Noncompliance)

<i>Assistance Listing Number/Title:</i> #21.023, COVID-19 Emergency Rental Assistance Program
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> ERAE0513
<i>Award Years:</i> June 1, 2021 - September 30, 2025
<i>Department:</i> Wyoming Department of Family Services

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

2 CFR 200.332 requires that (a) every sub-award is clearly identified to the subrecipient as a sub-award and include multiple data elements at the time of the sub-award; (b) the pass-through entity evaluate the subrecipient’s risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the sub-award; and (c) the pass-through entity verify that every subrecipient is audited as required by Subpart F when it is expected that the subrecipient’s Federal award expenses during the respective fiscal year equal or exceed the threshold set forth in 2 CFR 200.501.

Condition/context: The WDFS did not communicate four required data elements to its current-year subrecipients: the subrecipient’s unique entity identifier, the Federal award identification number, the sub-award period of performance start and end dates, and the sub-award budget period start and end dates. Additionally, the WDFS did not perform subrecipient risk assessments nor did it evaluate the need to obtain subrecipient audits.

Cause: The error was the result of transitioning responsibilities between WDFS personnel and the evolving nature of the program.

Effect: If WDFS does not communicate required data elements to its subrecipients, assess the risk of subrecipients and effectively monitor subrecipients, the WDFS is not able to ensure that those subrecipients are appropriately administering the funding provided to them, in which case the WDFS may be required to return any funds expended inappropriately by that subrecipient of the Federal awarding agency.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDFS adhere to its defined processes, procedures and internal controls as it relates to subrecipient awarding and monitoring.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

2023-024: WDFS - Reporting (Material Weakness; Noncompliance)

<i>Assistance Listing Number/Title:</i> #21.023, COVID-19 Emergency Rental Assistance Program
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> ERAE0513
<i>Award Years:</i> June 1, 2021 - September 30, 2025
<i>Department:</i> Wyoming Department of Family Services

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

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. 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: All quarterly performance reports filed lacked a complete, independent, formally documented review and approval. Of the four performance reports filed during the period under audit, we selected two reports for testing.

1. For the March 31, 2023 quarterly report selected for testing, the report copy provided for audit by the WDFS was incomplete and did not include information for the Administrative Costs Ratio, Housing Stability Services Ratio, System for Prioritizing Assistance or Participant Households at Certain Income Levels Eligibility.
2. For the December 31, 2022 quarterly report selected for testing, we were unable to obtain documentation supporting the number reported for Participant Households at Certain Income Levels Eligibility.

Cause: The errors were the result of transitioning responsibilities between WDFS personnel and the evolving Federal guidance. In addition, the WDFS did not maintain copies of the final reports submitted as evidence that the reports included all required elements.

Effect: The WDFS reported incomplete 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: Yes. See 2022-025.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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 if incomplete reports were submitted, they should be corrected and resubmitted to the Federal agency.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-025: WDFS - Allowable Costs/Cost Principles (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.023, COVID-19 Emergency Rental Assistance Program
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> ERAE0513
<i>Award Years:</i> June 1, 2021 - September 30, 2025
<i>Department:</i> Wyoming Department of Family Services

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

Condition/context: Of the 40 expenditures selected for testing, we identified two instances in which the amount disbursed did not have corroborating supporting documentation from the landlord related to the self-certified amount requested by the tenant.

Cause: The error was caused by human error in the initial expenditure review process.

Effect: 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 ensure that consistent supporting documentation is retained for all Federal expenditures.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

**2023-026: WDFS - Information Technology System Change Management and Reporting
(Significant Deficiency)**

<i>Assistance Listing Number/Title:</i> #93.658, Foster Care Title IV-E
<i>Federal Agency Name:</i> Department of Health and Human Services
<i>Award Numbers:</i> 1. 2301WYFOST 2. 2201WYFOST
<i>Award Years:</i> 1. October 1, 2022 - September 30, 2023 2. October 1, 2021 - September 30, 2022
<i>Department:</i> Department of Family Services

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

Condition/context:

- Within the e-SivicCAP application, users have the ability to move CAP unit configuration changes into production and approve time and effort entries without management oversight, potentially allowing users to create unauthorized changes to the environment. While management can obtain application change logs from the vendor, the logs were not reviewed to confirm that the change activity was authorized.
- The WDFS did not perform a formal review of user account and associated access rights to the e-SivicCAP applications, including access rights that enable users to modify CAP unit configurations or approve time and effort entries. This access includes the CAP Admin, CAP Supervisor, CAP Staff, T&E Admin and T&E Supervisor roles.
- For two out of four reports selected for testing, there was no indication of an independent report review of the CB-496 quarterly report produced by e-SivicCAP prior to submission.

Cause: The e-SivicCAP application was implemented in fiscal year 2023 to assist the WDFS in replacing Excel spreadsheets that were used to prepare cost allocations among its Federal grants. The program personnel relied heavily on the software provider during implementation. When the system went live, additional time was needed to reclassify a vacant position to a higher classification code, advertise, and fill the position in order to provide the WDFS with better segregation of duties over the input and deliverables associated with the new application.

Effect:

- The lack of review and approval of changes to e-SivicCAP CAP unit configurations and other criteria used for allocations could lead to miscalculations of cost allocation figures used for grant expenditure and reporting purposes.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

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

- The lack of review of user accounts and access rights could result in employees having access rights that may be incompatible with their assigned duties and responsibilities.
- The lack of review and approval of Federal reports could result in inaccurate information being reported to the Federal awarding agency.

Questioned costs: \$0

Identification as a repeat finding: No.

Recommendation: We recommend the following:

- As changing the permissions associated with the CAP Admin and CAP Supervisor roles is not a viable option for the WDFS, we recommend that an independent reviewer perform quarterly (or more frequent) reviews of configuration changes and reconcile that activity against the approved changes to validate that changes to the CAP unit configurations and other allocation inputs were reasonable and properly authorized.
- The WDFS should perform and document a review of access to the e-SivicCAP application at least semiannually, which should include all roles providing users with access above read-only. If the individual performing the review holds access, an independent person should review and attest to the appropriateness of that access as part of the standard review process.
- The WDFS implement an independent review process over the CB-496 quarterly reports.

All reviews performed should be formally documented, indicating who performed the review, the date the review occurred, and any identified findings and their resolution, as applicable.

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, 2023

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

2023-027: Wyoming Office of State Lands and Investments (OSLI) - Activities Allowed or Unallowed and Cash Management (Material Weakness; Noncompliance)

<i>Assistance Listing Numbers/Titles:</i> <ol style="list-style-type: none">1. Clean Water State Revolving Fund Cluster (#66.458, Capitalization Grants for Clean Water State Revolving Funds)2. Clean Water State Revolving Fund Cluster (#66.458, Capitalization Grants for Clean Water State Revolving Funds)3. Drinking Water State Revolving Fund Cluster (#66.468, Capitalization Grants for Drinking Water State Revolving Funds)4. Drinking Water State Revolving Fund Cluster (#66.468, Capitalization Grants for Drinking Water State Revolving Funds)
<i>Federal Agency Name:</i> U.S. Environmental Protection Agency
<i>Award Numbers:</i> <ol style="list-style-type: none">1. CS-560001192. CS-560001213. FS-998846194. FS-99884621
<i>Award Years:</i> <ol style="list-style-type: none">1. July 1, 2019 - August 31, 20232. July 16, 2021 - June 30, 20283. July 1, 2019 - August 31, 20234. August 1, 2021 - June 30, 2028
<i>Department:</i> Wyoming Office of State Lands and Investments

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

2 CFR 200.403(f) requires that costs not be included as a cost of any other Federally financed program in the current period in order to be allowable under Federal awards.

40 CFR Section 35.3160(a), applicable to Capitalization Grants for CWSRF, indicates that the State may draw cash from the line of credit when the State Revolving Fund receives a request from a loan recipient, based on incurred costs, including prebuilding and building costs. 40 CFR Section 35.3560(f), applicable to Capitalization Grants for DWSRF, indicates that the State may draw cash through the Automated Clearing House for the proportionate Federal share of eligible incurred project costs.

Condition/context: In fiscal year 2023, OSLI drew \$1,252,141 of allowable DWSRF expenditures from the CWSRF authorization and \$17,870 of allowable CWSRF expenditures from the DWSRF authorization in the Automated Standard Application for Payments (ASAP) system.

Cause: There was turnover in the program personnel responsible for these aspects of the grant administration. The errors were caused by human error and a lack of an effectively designed control system.

STATE OF WYOMING

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023**

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

Effect: If the program 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: CWSRF - \$1,252,141; DWSRF - \$17,870

Identification as a repeat finding: No.

Recommendation: OSLI had notified the U.S. Environmental Protection Agency (EPA) of the errors prior to the audit. We recommend that OSLI continue its coordination with the EPA to correct the errors that exist within the ASAP system.

In addition, we recommend that the program implement a control system that provides for a timely independent review of cash draws and regular reconciliations between cash draws and financial records.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-028: Wyoming Department of Health (WDH) - Reporting (Significant Deficiency; Noncompliance)

<i>Assistance Listing Numbers/Titles:</i> Aging Cluster (#93.044, Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers; #93.044, COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers; #93.045, Special Programs for the Aging, Title III, Part C, Nutrition Services; #93.045, COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services; and #93.053, Nutrition Services Incentive Program)
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 2001WYOASS; 2001WYSSC3; 2001WYOACM; 2101WYCMC6; 2101WYHDC5; 2101WYHDC6; 2101WYOACM; 2101WYOASS; 2101WYSSC6; 2101WYOAHD; 2201WYOACM; 2201WYOAHD; 2201WYOANS; 2201WYOASS; 2301WYOACM; 2301WYOAHD; 2301WYOANS; 2301WYOASS
<i>Award Years:</i> October 1, 2019 - September 30, 2024
<i>Department:</i> Wyoming Department of Health
<i>Assistance Listing Number/Title:</i> #93.243, Substance Abuse and Mental Health Services Projects of Regional and National Significance
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> H79SM086054; H79SP082578
<i>Award Years:</i> August 31, 2021 - August 30, 2023
<i>Department:</i> Wyoming Department of Health

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

<i>Assistance Listing Number/Titles:</i> #93.959, Block Grants for Prevention and Treatment of Substance Abuse; and #93.959, COVID-19 Block Grants for Prevention and Treatment of Substance Abuse
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> B08TI083483; B09TI083548; B08TI083974; B08TI084614; B08TI084678
<i>Award Years:</i> October 1, 2020 - September 30, 2025
<i>Department:</i> Wyoming Department of Health

<i>Assistance Listing Number/Title:</i> #93.391, COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Number:</i> NH75OT000103-01
<i>Award Years:</i> June 1, 2021 - May 31, 2024
<i>Department:</i> Wyoming Department of Health

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

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 obligation 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 the FSRS during the fiscal year ended June 30, 2023, 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.

Effect: The WDH reported inaccurate information on expenditures passed through to subrecipients under the sub-awards within the 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: Yes. See 2022-020.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

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

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

2023-029: WDH - Subrecipient Monitoring (Significant Deficiency)

<i>Assistance Listing Number/Titles:</i> #93.569, Community Service Block Grant; and #93.569, COVID-19 Community Service Block Grant
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> 2001WYCSC; 2101WYCOSR; 2201WYCOSR; 2301WYCOSR
<i>Award Years:</i> March 27, 2020 - September 30, 2023; October 1, 2020 - September 30, 2022; October 1, 2021 - September 30, 2023; October 1, 2022 - September 30, 2024
<i>Department:</i> Wyoming Department of Health

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

Per the WDH’s contracts with subrecipients and its documented procedures and controls, the WDH, as part of its subrecipient monitoring process, should require each subrecipient to (1) submit monthly invoices for reimbursement of the prior month’s expenses in sufficient detail to ensure payments may be made in conformance with the contract and (2) submit monthly expenditure reports by the 10th day of each month for the preceding month, which indicates current-month expenses, year-to-date expenses for the grant term, and percent expended by line item.

Condition/context: In eight of the 37 subrecipient reimbursement expenditures and for two of the four subrecipients subjected to testing, the WDH did not obtain monthly invoices and/or expenditure reports from each of its subrecipients as part of the monthly expenditure reimbursement process.

Cause: The WDH did not consistently adhere to its internally documented procedures and controls with respect to the supporting documentation that should be obtained from its subrecipients.

Effect: If the WDH does not effectively monitor subrecipients, the WDH is not able to ensure that those subrecipients are appropriately administering the funding provided to them, in which case the WDH may be required to return any funds expended inappropriately by that subrecipient of 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, 2023

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

Recommendation: We recommend that the WDH consistently adhere to its defined control processes, procedures, and internal controls as it relates to subrecipient monitoring with respect to the documentation it requires each subrecipient to submit.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-030: WDH - Reporting (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #93.391, COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Number:</i> NH75OT0000103-01
<i>Award Years:</i> June 1, 2021 - May 31, 2024
<i>Department:</i> Wyoming Department of Health

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

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. 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: During the testing of SF-425 reports, which are filed on the accrual basis, the underlying reports included expenditures with services dates outside of the reporting period. Of the two reports selected for testing, both improperly included expenditures that should not have been reported (\$684,127 for the May 2022 report and \$165,000 for the September 2022 report).

Cause: During the preparation of the monthly reports, the WDH inadvertently included expenditures with service dates through the reports' submission dates.

Effect: The WDH reported incomplete 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, 2023

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

Recommendation: We recommend that the WDH implement a procedure to ensure the propriety of the cutoff of expenditures to be included in the reports. Alternatively, we recommend that the WDH revise the basis in which the reports are prepared to cash, which would simplify the report preparation process.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-031: WDH - Suspension and Debarment (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #93.391, COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises
<i>Federal Agency Name:</i> Wyoming Department of Health
<i>Award Number:</i> NH75OT0000103-01
<i>Award Years:</i> June 1, 2021 - May 31, 2024
<i>Department:</i> Wyoming Department of Health

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

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 two of the four contractors selected for testing, we determined that the contractor did not have a suspension and debarment clause in the contract (per policy), and the WDH did not perform other verification procedures to ensure that the subrecipient was not suspended or debarred. However, we independently verified that the contractors were not suspended or debarred per review of sam.gov.

Cause: The WDH does not have a control system in place to ensure that required suspension and debarment certifications are obtained for all types of contractors.

Effect: If the WDH is not verifying that contractors with which it contracts are neither suspended nor debarred, it is possible that the WDH could contract with a contractor that is suspended or debarred, in which case the WDH may be required to return the funds expended to that contractor to the Federal oversight agency.

Questioned costs: None.

Identification as a repeat finding: No.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Recommendation: We recommend that the WDH review and revise its current control system to require that all contracts be initiated through a procurement process that includes the suspension and debarment certification process. If this is not feasible, we recommend that a secondary control system be established to ensure that all contracts entered into outside of the procurement process be reviewed to ensure compliance with all of the necessary Federal requirements, including suspension and debarment. This could include documenting and keeping records of the sam.gov checks being completed for each contractor and showing proof that each was reviewed by appropriate personnel.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-032: Wyoming Supreme Court - Suspension and Debarment (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.027, COVID-19 Coronavirus State and Local Fiscal Recovery Funds
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> 809747959
<i>Award Years:</i> March 3, 2021 - December 31, 2024
<i>Department:</i> Wyoming Supreme Court

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

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 the only selection for the Wyoming Supreme Court selected for testing, out of 11 for the program as a whole, we determined that the contractor did not have a suspension and debarment clause in the contract (per policy), and the Wyoming Supreme Court did not perform other verification procedures to ensure that the subrecipient was not suspended or debarred. However, we independently verified that the contractor was not suspended or debarred per review of sam.gov.

Cause: The Wyoming Supreme Court does not have a control system in place to ensure that required suspension and debarment certifications are obtained for all types of contractors.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Effect: If the Wyoming Supreme Court is not verifying that contractors with which it contracts are neither suspended nor debarred or keeping record of such verification, it is possible that the Wyoming Supreme Court could contract with a contractor that is suspended or debarred, in which case the Wyoming Supreme Court may be required to return the funds expended to that contractor to the Federal oversight agency.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the Wyoming Supreme Court review and revise its current control system to require that all contracts be initiated through a procurement process that includes the suspension and debarment certification process. If this is not feasible, we recommend that a secondary control system be established to ensure that all contracts entered into outside of the procurement process be reviewed to ensure compliance with all of the necessary Federal requirements, including suspension and debarment. This could include documenting and keeping records of the sam.gov checks being completed for each contractor and showing proof that each was reviewed by appropriate personnel.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-033: WDOC - Suspension and Debarment (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.027, COVID-19 Coronavirus State and Local Fiscal Recovery Funds
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> 809747959
<i>Award Years:</i> March 3, 2021 - December 31, 2024
<i>Department:</i> Wyoming Department of Corrections

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

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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Condition/context: For all three selections for the WDOC selected for testing, out of 11 for the program as a whole, we determined that the contractor did not have a suspension and debarment clause in the contract (per policy), and the WDOC did not perform other verification procedures to ensure that the subrecipient was not suspended or debarred. However, we independently verified that the contractors were not suspended or debarred per review of sam.gov.

Cause: The WDOC does not have a control system in place to ensure that required suspension and debarment certifications are obtained for all types of contractors.

Effect: If the WDOC is not verifying that contractors with which it contracts are neither suspended nor debarred or keeping record of such verification, it is possible that the WDOC could contract with a contractor that is suspended or debarred, in which case the WDOC may be required to return the funds expended to that contractor to the Federal oversight agency.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDOC review and revise its current control system to require that all contracts be initiated through a procurement process that includes the suspension and debarment certification process. If this is not feasible, we recommend that a secondary control system be established to ensure that all contracts entered into outside of the procurement process be reviewed to ensure compliance with all of the necessary Federal requirements, including suspension and debarment. This could include documenting and keeping records of the sam.gov checks being completed for each contractor and showing proof that each was reviewed by appropriate personnel.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-034: Wyoming Department of Corrections (WDOC) - Procurement (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #21.027, COVID-19 Coronavirus State and Local Fiscal Recovery Funds
<i>Federal Agency Name:</i> U.S. Department of the Treasury
<i>Award Number:</i> 809747959
<i>Award Years:</i> March 3, 2021 - December 31, 2024
<i>Department:</i> Wyoming Department of Corrections

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

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Per review of 2 CFR Part 2000 Appendix XI, page 4-21.027-8, recipients may use award funds to enter into contracts to procure goods and services necessary to implement one or more of the eligible purposes outlined in 42 USC Sections 802c and 803c and the U.S. Department of the Treasury’s Interim Final Rule and Final Rule. Per review of the U.S. Department of the Treasury’s Final Rule FAQ 13.2, states must follow their own procurement policies pursuant to 2 CFR 200.317, as well as comply with the procurement standards set forth at the 2 CFR 200.321 through 2 CFR 200.323 and 2 CFR 200.327 when using their State and Local Fiscal Recovery Funds (SLFRF) award fund to procure goods and services to carry out the objectives of their SLFRF award.

Condition/context: Of the 26 selections for the WDOC selected for testing, out of 40 for the program as a whole, six did not have documentation to support that the State’s procurement policy was followed. This included a lack of support surrounding bid exception approvals, contracts, price quotes, and award letters.

Cause: Due to significant staffing turnover, the WDOC does not have a control system in place to ensure that documentation is retained throughout the procurement process.

Effect: If the WDOC is not retaining documentation over the procurement process, including price quotes, bid exception approvals, copies of award letters, contracts, etc., the WDOC could be noncompliant with the State’s procurement policy.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDOC review and revise its current control system to require that all contracts be initiated through a procurement process and ensure that documentation over the procurement process is retained to show evidence of compliance of the State’s procurement policy.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-035: Wyoming Department of State Parks (WDSP) - Matching (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #20.219, Recreational Trails Program
<i>Federal Agency Name:</i> U.S. Department of Transportation
<i>Award Numbers:</i> RTP-Z940 and RTP-ZR20; RTP-Z94E and RTP-ZR10
<i>Award Years:</i> October 1, 2020 - September 30, 2021; October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of State Parks

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

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Per 23 USC 120(b), the Federal share of the cost of a project is 80%. In addition, per 23 USC 206(f)(2)(B), the share attributable to the Secretary and the Federal Agency sponsoring the project may not exceed 95% of the cost of a project.

Condition/context: The WDSP did not have a process in place to monitor compliance with the 5% non-Federal matching requirement for any grant awarded to a Federal subrecipient prior to July 1, 2022.

Cause: The WDSP was not aware of the 5% non-Federal matching requirement for Federal agency-sponsored projects until it was notified of the noncompliance by the Federal Highway Administration during an audit that was performed during fiscal year 2022.

Effect: 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: The WDSP should implement an internal control system to ensure compliance with the 5% non-Federal matching requirement for Federal agency-sponsored projects awarded.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-036: Wyoming Department of Tourism (WDT) - Reporting (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #11.307, COVID-19 Economic Adjustment Assistance
<i>Federal Agency Name:</i> U.S. Department of Commerce
<i>Award Number:</i> 05-79-06075
<i>Award Years:</i> April 8, 2021 - April 8, 2023
<i>Department:</i> Wyoming Department of Tourism

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

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. 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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Condition/context: In conjunction with testing the status of prior-year findings, we selected a financial report filed during the current year under audit for testing. During the testing of the March 31, 2023 SF-425 report, the amounts reported on Lines 10A (Cash Receipts) and 10B (Cash Disbursements) were \$0; however, the amounts should have been \$2,500,000, per the State’s general ledger.

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: Yes. See 2022-016.

Recommendation: We recommend that the WDT implement additional internal controls to ensure that financial reports are accurately completed and are supported by the State’s general ledger.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-037: WDE - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #84.371, Comprehensive Literacy Development
<i>Federal Agency Name:</i> U.S. Department of Education
<i>Award Number:</i> S371C200014
<i>Award Years:</i> October 1, 2020 - September 30, 2025
<i>Department:</i> Wyoming Department of Education

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

2 CFR 200.332 requires that (a) every sub-award is clearly identified to the subrecipient and include multiple data elements at the time of the sub-award, including identification of whether the award is research and development and (b) the pass-through entity monitor the activities of the subrecipient as necessary to ensure that the sub-award is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the sub-award.

Per the WDE’s documented procedures and controls, as part of its subrecipient monitoring process, the WDE performs semi-quarterly reviews of its subrecipients.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

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

Condition/context: The WDE failed to identify the award as a research and development grant within the Grant Award Notification (GAN) to all subrecipients. In addition, the WDE did not conduct semi-quarterly reviews for its subrecipients.

Cause: The WDE was aware that the award was a research and development grant but inadvertently did not include this information on the GANs to subrecipients. In addition, due to personnel turnover within the program, the semi-quarterly reviews were not conducted.

Effect: If the WDE does not communicate required data elements to its subrecipients and effectively monitor subrecipients, the WDE is not able to ensure that those subrecipients are appropriately administering the funding provided to them, in which case the WDE may be required to return any funds expended inappropriately by that subrecipient of the Federal awarding agency.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDE implement a review process over GANs before they are sent to subrecipients to ensure that it includes all required data elements. In addition, we recommend that controls and processes be evaluated upon personnel turnover to ensure that controls are still functioning as intended.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-038: WDE - Reporting (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #84.425R, COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools
<i>Federal Agency Name:</i> U.S. Department of Education
<i>Award Number:</i> S425R210032
<i>Award Years:</i> February 23, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Education

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

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 FFATA 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: The State did not report first-tier sub-awards of \$30,000 or more to the FSRS.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

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

Cause: Unobligated funds under Federal Assistance Listing #84.425R, Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools, were returned by the WDE to the Governor's Office and then subsequently awarded for authorized uses under Federal Assistance Listing #84.425C, Education Stabilization Fund - Governor's Emergency Education Relief Fund. There was evolving guidance that made it challenging to determine whose responsibility it was to report first-tier sub-awards of \$30,000 or more to the FSRS for the subsequent awards.

Effect: The State did not report complete information on expenditures passed through to subrecipients under the sub-awards within the 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 continue to work with the Governor's Office and the U.S. Department of Education to clarify FFATA reporting responsibilities for these awards. We also recommend that the State implement procedures to ensure that all first-tier sub-awards are reported, as required, and that the State report historical first-tier sub-awards of \$30,000 or more to the FSRS as soon as possible.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

2023-039: WDE - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #84.425R, COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools
<i>Federal Agency Name:</i> U.S. Department of Education
<i>Award Number:</i> S425R210032
<i>Award Years:</i> February 23, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Education

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

2 CFR 200.332 requires that every sub-award is clearly identified to the subrecipient as a sub-award and include multiple data elements at the time of the sub-award.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2023

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

Condition/context: During testing, we became aware that the WDE improperly communicated to subrecipients that funds were awarded under Federal Assistance Listing #84.425C, Education Stabilization Fund - Governor's Emergency Education Relief Fund, instead of Federal Assistance Listing #84.425R, Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools.

Cause: Unobligated funds under Federal Assistance Listing #84.425R, Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools, were returned by the WDE to the Governor's Office and then subsequently awarded for authorized uses under Federal Assistance Listing #84.425C, Education Stabilization Fund - Governor's Emergency Education Relief Fund. The error was a result of an insufficient review of the required sub-award notifications during the administration of the program.

Effect: If the WDE does not communicate required data elements to its subrecipients, the WDE is not able to ensure that those subrecipients are appropriately administering the funding provided to them, in which case the WDE may be required to return any funds expended inappropriately by that subrecipient of the Federal awarding agency.

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WDE add procedures to review subrecipient GANs before they are sent to the subrecipients to ensure that all information is accurate and provided in the GANs. In addition, we recommend that controls and processes be communicated and evaluated with the Governor's Office to ensure that controls are in line with compliance requirements.

Views of responsible officials and planned corrective actions: Management concurs with the finding. See Exhibit I.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS

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

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

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

Recommendation: We recommend that the WDE implement additional procedures near the fiscal year-end to ensure that the Schedule of Expenditures of Federal Awards (SEFA) is accurate and complete.

Status:

- To decrease Federal receivables and Federal unearned revenue by approximately \$8.5 million.

The adjustment was caused in part by a large expenditure modification that occurred in Unit 1376-020 and an error that occurred when breaking out the expenditures on the SEFA.

The Unit 1376 budget is a budget containing multiple Assistance Listing (AL) numbers. Until the last couple of years, the WDE was not required to break out the expenditures and revenue by AL number on the SEFA for this budget; instead, a detailed report of expenditures was provided by the WDE's Nutrition Program Accountant with the SEFA upon submission.

To avoid future issues, the WDE is now using program budgets in Unit 1376, which has enabled it to more easily identify and track expenditures and revenue by AL number. In addition, the WDE's Finance team is working closely with the Nutrition Program Accountant to balance expenditures and revenue quarterly by AL number using the list of Federal receipts.

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

The WDE inadvertently included current-year expenditures of the Governor's Emergency Education Relief (GEER) program on its SEFA that were also reported by the Governor's Office. These GEER funds were transferred to the WDE through the B-11 process for disbursement to Wyoming school districts but should have only been reported by the Governor as the primary recipient. The WDE also received Emergency Assistance to Non-Public Schools funds that later reverted to GEER II funds. These funds were accurately reported by the WDE, but the multiple GEER awards with different reporting requirements led to some confusion. The WDE has been in contact with the Governor's Office, and future SEFA reporting will be coordinated with their office to ensure that only the primary entity reports the GEERS funds on 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, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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.

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 of Wyoming's (the State) 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.

Status: The SAO's Accounting Division has held several trainings on Annual Comprehensive Financial Report (ACFR) projects to assist the team in its overall understanding of each project. As projects are completed for the fiscal year 2023 ACFR, additional review processes will take place.

Auditor's comments: The SAO continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-009.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

Condition/context: Adjusting journal entries were proposed in the Unemployment Insurance (UI) 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 unearned 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.

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.

Status: The DWS has started the more detailed review process by meeting with the UI Program team and its CPA firm to start discussing the process for the fiscal year 2023 ACFR. The DWS is also working on setting up the Engagement Trial Balance Software for the UI financial statements.

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

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

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 Workers' Compensation Fund.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Status: The SAO and the DWS worked together to ensure that the Workers' Compensation receivable was accurately reported in the ACFR.

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

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

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.

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.

Status: The STO has implemented a quarterly balancing cadence between JP Morgan Chase and QED and included this reconciliation in the audit documentation list for fiscal year 2023.

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, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2022-006: Governor's Office - Internal Controls Over Disbursements (Significant Deficiency)

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.

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.

Status: The Governor's Office issued an overarching letter of delegated authority to the Wyoming Energy Authority for current funding. For any future appropriations made to the Governor's Office with the intent to be administered by the Wyoming Energy Authority, the Governor's Office will put a note in the file for the new project and reference the delegation letter mentioned above.

Auditor's comments: The Governor's Office continues to work on fully implementing its correction action plan as of June 30, 2023. This finding remains open; see 2023-007.

2022-007: Department of Administration & Information (A&I) - Employees' Group Insurance (EGI) - Internal Controls Over Actuarial Assumptions (Significant Deficiency)

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.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Status: A&I's Accounting Administrator, Accounting Manager, and EGI Program Manager met on March 2023 concerning the EGI corrective action plan. Following this meeting, this group conferenced with EGI's consulting actuary and set up a plan for A&I's Accounting Administrator, Accounting Manager, and EGI Program Manager to meet for the review and authorization of assumptions prior to future report development. As the program completed a full biennial actuarial valuation (new data, premiums/claims, etc.) based on a June 30, 2021 Measurement Date for Employer Reporting as of June 30, 2022 and recently posted the rolled-forward Actuarial Valuation and Review of OPEB based on a June 30, 2022 Measurement Date for Employer Reporting as of June 30, 2023, A&I will implement the new review and authorization process with the consulting actuary for the upcoming full biennial actuarial valuation based on a June 30, 2023 Measurement Date for Employer Reporting as of June 30, 2024.

Auditor's comments: EGI continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-001.

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

Condition/context: The transfers as required by both Wyoming State Statutes 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.

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

Status: The STO added staff resources and provides additional cross-training on an ongoing basis. There were no delayed spending policy transfers in fiscal year 2023.

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

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

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.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Status: The SAO's Accounting Division staff have attended conferences and trainings where Governmental Accounting Standards Board (GASB) implementations have been addressed and continue to research and review all available materials related to new GASB statements.

Auditor's comments: The SAO continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-013.

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

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.

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

Status: The SAO's Accounting Division was able to reduce the variance to less than \$500,000 in fiscal year 2023 and will continue to work on the remaining variance.

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

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

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

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

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 unearned revenue.

Status: The SAO's Accounting Division implemented additional review procedures to ensure that revenue is properly recognized in the fiscal year 2023 ACFR.

Auditor's comments: The SAO continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-002.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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.

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.

Status: The SAO's Accounting Division Manager started having conversations with the STO's CFO before year-end; they will be meeting weekly during the compilation of the ACFR. They worked together to ensure that cash beginning balances are properly stated. Additionally, the SAO's Accounting Division will make sure that the STO is in agreement with all journal entries related to cash and investments prior to finalizing them.

Auditor's comments: The SAO continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-014.

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

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

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

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.

Status: The DWS's UI fiscal team has been working with its contracted CPA firm and continued working with them and the SAO throughout the fiscal year 2023 ACFR process. The Worker's Compensation fiscal team monitors the monthly accounts receivable report and works closely with Employer Services (Worker's Compensation accounts receivable team) to continue to work on reducing employer credits.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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

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, were improperly overstated in the SEFA. In addition, the amount reported for subrecipient payments was also overstated by \$3,089,936.

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.

Status: The SEFA was corrected with a new copy sent to the auditors on March 4, 2023 and then used to ensure correct beginning balances. A process was then determined to collaborate with other agencies for use in preparing the fiscal year 2023 SEFA to ensure accurate numbers for Federal funds expended.

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

2022-015: SAO - SEFA (Significant Deficiency)

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.

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.

Status: The SAO's Accounting Division implemented additional review procedures to ensure that SEFA reports are accurate and complete. The first SEFA users group meeting was held on May 25, 2023, and the next one is scheduled for September 6.

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, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

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

<i>Assistance Listing Number/Title:</i> #11.307, COVID-19 Economic Adjustment Assistance
<i>Federal Agency Name:</i> U.S. Department of Commerce
<i>Award Number:</i> 05-79-06075
<i>Award Years:</i> April 8, 2021 - April 8, 2023
<i>Department:</i> Wyoming Department of Tourism

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.

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.

Status: The Office of Tourism accounting department implemented a standard operating 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 the Federal grant officer, are available for the entire Business Operations team, and on the knowledge management database, in the event of turnover.

Auditor’s comments: The WDT continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-036.

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

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

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

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

Status: The WDE’s Perkins team established a protocol and created a postsecondary consolidated program audit review form to use when monitoring postsecondary institutions. In order to ensure that the postsecondary institutions are monitored within a five-year period, two postsecondary institutions (Casper College and Western Wyoming Community College) were monitored and completed last year.

This will allow the WDE to get on a set rotating schedule, which was created as a result of the 2020/2021 audit.

Auditor’s comment: The corrective action plan was implemented. This finding is considered resolved.

2022-018: WDE - Reporting (Significant Deficiency)

<i>Assistance Listing Titles/Numbers:</i> Child Nutrition Cluster (#10.553, School Breakfast Program; #10.555, National School Lunch Program; #10.556, Special Milk Program for Children; #10.559, Summer Food Service Program for Children; and #10.582, Fresh Fruit and Vegetable Program)
<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

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. 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.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

Status: The Nutrition Program Supervisor was granted access to the USDA Food Program Reporting System (FPRS) in May 2023. The Nutrition Program Accountant collects and inputs the required data into the FPRS. The Nutrition Program Supervisor then verifies and submits the data. The Nutrition Program Supervisor has been verifying submitted data since May 2023.

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

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

<i>Assistance Listing Number/Titles:</i> Medicaid Cluster (#93.778, Medical Assistance Program (Medicaid; Title XIX); and #93.778, COVID-19 Medical Assistance Program (Medicaid; Title XIX))
<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

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.

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 reports submitted and the data warehouse.

Status: The prior-year reporting errors were the result of switching over to a new claims processing system in October 2021. The reports with identified discrepancies were some of the first reports filed using the benefits management system information. The State has finished troubleshooting with the data warehouse to refine the reporting and supporting detail accuracy. The issue has been resolved and the Federal reports reflect the supporting detail.

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, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

2022-020: WDH - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Titles:</i> #93.268, Immunization Cooperative Agreements; and #93.268, COVID-19 Immunization Cooperative Agreements
<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; 5 NH23IP922577-03-00
<i>Award Years:</i> July 1, 2019 - June 30, 2024
<i>Department:</i> Wyoming Department of Health

Condition/context: While the program did file FFATA reports in the 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.

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 that all necessary information is being properly and timely submitted to the FSRS.

Status: The WDH has not modified its procedures related to the filing of FFATA reports. The reporting completed by the WDH will remain the same: expenditures are being pulled and reported monthly rather than on the obligation date.

Auditor's comment: The WDH has chosen not to implement a corrective action plan as of June 30, 2023. This finding remains open; see 2023-028.

2022-021: WDH - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Titles:</i> #93.268, Immunization Cooperative Agreements; and #93.268, COVID-19 Immunization Cooperative Agreements
<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; 6 NH23IP922577-02-06
<i>Award Years:</i> July 1, 2019 - June 30, 2024
<i>Department:</i> Wyoming Department of Health

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

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. 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.

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

Status: The Unit Manager meets with the Fiscal Manager to ensure that the expenditures from the accounting software are properly pulled into the reports.

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

2022-022: WDFS - Cash Management (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.026, COVID-19 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

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 Homeowner Assistance Fund (HAF) Annual Report, was \$28,969.

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.

Status: The error was resolved by communicating with the WDFS's fiscal team and the STO to determine how much interest is earned on HAF funds annually and remitting it back to the U.S. Department of the Treasury in excess of \$500.

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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

2022-023: WDFS - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.026, COVID-19 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

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.

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.

Status: Interim Compliance Reports were no longer required by the U.S. Department of the Treasury. Per the U.S. Department of the Treasury’s request, accurate reports were filed starting with the Q1 2022 Quarterly Report.

Auditor’s comment: The corrective action plan was implemented. This finding is considered resolved.

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

<i>Assistance Listing Numbers/Titles:</i> SNAP Cluster (#10.551, SNAP; #10.551, COVID-19 SNAP; #10.561, State Administrative Matching Grants for SNAP; and #10.561, COVID-19 State Administrative Matching Grants for SNAP)
<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

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.

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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

Status: The agency expanded its policies and procedures related to suspension and debarment to all grant expenditures effective September 2023.

Auditor's comment: The corrective action plan was implemented. However, as the new policy was not effective until September 2023, this finding remains open.

2022-025: WDFS - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Title:</i> #21.023, COVID-19 Emergency Rental Assistance Program
<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

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

II. 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.

Status: The WDFS is now using reports from its claims management system, which documents the number of unique households served, and is including the documentation with the submitted U.S. Department of the Treasury reports. The WDFS now reconciles with the Fiscal Services Division on a monthly basis for cumulative obligations and comprehensive expenditures. Comprehensive expenditure reports are reviewed for accuracy, and reports are saved for further reference, review, and supporting documentation. The WDFS is no longer required to submit SF-425s as the information was incorporated into the U.S. Department of 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.

Auditor's comment: The WDFS continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open; see 2023-024.

2022-026: WDFS - Reporting (Significant Deficiency)

<i>Assistance Listing Numbers/Titles:</i> <ol style="list-style-type: none">#93.568, Low-Income Home Energy Assistance; and #93.568, COVID-19 Low-Income Home Energy Assistance#93.558, Temporary Assistance for Needy Families; and #93.558, COVID-19 Temporary Assistance for Needy Families
<i>Federal Agency Name:</i> U.S. Department of Health and Human Services
<i>Award Numbers:</i> <ol style="list-style-type: none">2101 WYLIEA; 2101 WYE5C62201WYTANF
<i>Award Years:</i> <ol style="list-style-type: none">October 1, 2020 - September 30, 2021; March 11, 2021 - September 30, 2022October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Family Services

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

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

Status: The WDFS developed and implemented a spreadsheet to assist with tracking and reporting obligations effective for June 2023 reporting completed in July 2023.

Auditor's comment: The corrective action plan was implemented. However, as the new policy was not effective until July 2023, this finding remains open.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

2022-027: WDFS - Reporting (Significant Deficiency)

<i>Assistance Listing Number/Titles:</i> #93.568, Low-Income Home Energy Assistance Program; and #93.568, COVID-19 Low-Income Home Energy Assistance
<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

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).

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

Status: The WDFS is in the process of developing standardized documentation to support the information reporting in the LIHEAP Performance Data Form; however, this was not completed for the LIHEAP Performance Data Form for Federal Fiscal Year 2022.

Auditor's comment: The WDFS continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open.

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

<i>Assistance Listing Number/Titles:</i> Medicaid Cluster (#93.778, Medical Assistance Program (Medicaid; Title XIX); and #93.778, COVID-19 Medical Assistance Program (Medicaid; Title XIX))
<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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

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 Office of Inspector General’s exclusion list.

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

Status: The corrective action was completed in March 2023. During screening of the enrollment request, the Exclusion/Sanction Information tab is reviewed. If any question is answered “yes,” the agent requests a written explanation of the sanction answer. Once the written explanation is received it is attached to the enrollment and reviewed by the agent 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. 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.

Auditor’s comment: The corrective action plan was implemented. This finding is considered resolved.

STATE OF WYOMING

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023**

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

2022-029: WDE - Reporting (Significant Deficiency)

<p><i>Assistance Listing Numbers/Titles:</i></p> <ol style="list-style-type: none"> 1. Child Nutrition Cluster (#10.553, School Breakfast Program; #10.555, National School Lunch Program; #10.556, Special Milk Program for Children; #10.559, Summer Food Service Program for Children; and #10.582, Fresh Fruit and Vegetable Program) 2. #84.287, Twenty-First Century Community Learning Centers 3. #84.425D, COVID-19 Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (ESSER) 4. #84.425U, COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund (ARP-ESSER)
<p><i>Federal Agency Names:</i></p> <ol style="list-style-type: none"> 1. U.S. Department of Agriculture 2. U.S. Department of Education 3. U.S. Department of Education 4. U.S. Department of Education
<p><i>Award Numbers:</i></p> <ol style="list-style-type: none"> 1. 3WY310379, 223WY901N8903 2. S287C190051; S287C200051; S287C210051 3. S425D210051 4. S425U210051
<p><i>Award Years:</i></p> <ol style="list-style-type: none"> 1. October 1, 2019 - December 31, 2022; January 1, 2022 - September 30, 2023 2. July 1, 2019 - September 30, 2022; July 1, 2022 - September 30, 2021; July 1, 2021-September 30, 2023 3. January 1, 2021 - September 30, 2022 4. March 24, 2021 - September 30, 2023
<p><i>Department:</i> Wyoming Department of Education</p>

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 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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

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, which were accurately reported. However, when performing a completeness check of total obligated funds reported in FSRS (via the reporting in 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.

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.

Status:

Child Nutrition Cluster: The WDE is in the process of implementing corrective action to resolve this finding. Due to the unique reimbursement nature of the Child Nutrition Cluster programs, the WDE is currently working with the USDA to confirm the proper method for reporting these variable awards to grant recipients.

21st Century: The WDE has implemented the necessary corrective action plan.

ESSER II: The WDE has implemented the necessary corrective action plan.

ARP ESSER: The WDE has implemented the necessary corrective action plan.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, *Continued*

Auditor's comments:

Child Nutrition Cluster: The WDE continues to work on fully implementing its corrective action plan as of June 30, 2023. This finding remains open.

21st Century: The corrective action plan was implemented. This finding is considered resolved.

ESSER II: The corrective action plan was implemented. This finding is considered resolved.

ARP ESSER: The corrective action plan was implemented. This finding is considered resolved.

EXHIBIT I

CORRECTIVE ACTION PLAN



STATE OF WYOMING

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, 2023

The following is the corrective action plan for the Schedule of Findings and Questioned Costs reported in the June 30, 2023 Compliance Report for the State of Wyoming (the State):

I. FINANCIAL STATEMENT FINDINGS

2023-001: Department of Administration and Information - Employees' Group Insurance (EGI) - Internal Controls Over Actuarial Assumptions and the Roll-Forward Period (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 the Governmental Accounting Standards Board Statement No. 75 (GASB 75) other postemployment benefits (OPEB) liability projections. EGI will plan to hold this meeting on or before March 31.

During this meeting, the group will discuss and review the draft assumptions letter prepared by the program's consulting actuary. The assumptions letter will include (1) a summary of the demographic, economic, and health-care related assumptions that will be used in the current year's GASB 75 valuation report, (2) the consulting actuary's review of the participation assumption for future retirees, and (3) the consulting actuary's review of the demographic assumptions developed for the Wyoming Retirement System (WRS).

In addition, the assumptions letter will acknowledge the consulting actuary has received delivery of the following EGI controls: (4) EGI's verification of the OPEB plan's key provisions, (5) EGI's description of any material changes to the core health benefits, and (6) EGI's list of participating employers, including any changes to the list from the prior year. After any group concerns are addressed, EGI will notify the consulting actuary of its approval of the proposed assumptions and the consulting actuary will provide a final, signed version of the assumptions letter to EGI.

Anticipated completion date: May 15, 2024

Contact person: Lori Brand, EGI Program Manager

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-002: State Auditor’s Office (SAO) - Internal Controls and Audit Adjustments to Pandemic Relief Fund (Material Weakness)

Corrective actions: The SAO Accounting Division will increase their understanding of all programs associated with the Pandemic Relief Fund in an effort to appropriately record all accruals in all future fiscal years. Additional training will be provided to staff to ensure understanding of the impact entries have on expenditures and revenue. All entries made to the Pandemic Relief Fund will have an additional review to ensure there is no duplication and revenue has been properly recognized. Additionally, the SAO will establish a new project to review the revenue and expense of the Pandemic Relief Fund to confirm the stated revenue and expenditures are correct.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager, SAO

2023-003: Wyoming Department of Family Services (WDFS) and Governor’s Office - Internal Controls and Audit Adjustments to Accounts Payable (Material Weakness)

Corrective actions: If future collaboration is needed between the WDFS and the Governor’s Office regarding the return of funds for the Emergency Rental Assistance Program or other programs, if any, the WDFS will include information regarding what service dates to use in the instructions for the return of funds in addition to the supporting documentation attached and the Governor’s Office will communicate their confirmation of those service dates using the supporting documentation and discussion with the WDFS.

Anticipated completion date: This corrective action plan is considered complete as of February 16, 2024. At this time, the WDFS does not have any further returns of funds needed for the Emergency Rental Assistance Program (ERAP) or other programs that would require the Governor’s Office involvement.

Contact person: Rhonda Holt, WDFS; Rory Horsley, A&I

2023-004: State Treasurer’s Office (STO) - Internal Controls and Audit Adjustments to Federal Mineral Royalties (Material Weakness)

Corrective actions: The STO continues to eliminate manual processes to reduce human error. In addition, the STO will complete additional layers of review during our internal audit procedures.

Anticipated completion date: Ongoing.

Contact person: Dawn Williams, Deputy State Treasurer

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-005: Wyoming Office of Homeland Security (WOHS) - Internal Controls and Audit Adjustments to Accounts Payable (Significant Deficiency)

Corrective actions: The WOHS has already taken steps to identify the correct process to prevent this finding from occurring in the future. After a conversation with the State Auditor's Accounting Department, WOHS will make changes related to the entry of service dates on subrecipient payments. Beginning July 1, 2024, the service dates entered into the accounting system will reflect the date that the reimbursement was internally approved for payment. To accommodate this new process, WOHS will insert an approval date on the subrecipient reimbursement request form. After the reimbursement request is reviewed and found to be accurate, complete and eligible, the appropriate agency representative (Grants/Finance Section Chief, Director or Deputy Director) will sign the reimbursement request and affix the date. This date will be input into the accounting system as the service date.

Anticipated completion date: July 1, 2024

Contact person: Ashley Paulsrud, Grants/Finance Section Chief

2023-006: Department of Workforce Services (DWS) and SAO - Internal Controls and Audit Adjustments to Claims and Benefits Payable (Material Weakness)

Corrective actions: The DWS, in accordance with Wyoming State Statute 27-14-201(e)(v), will ensure that future liabilities for Workers' Compensation shall be reported to the SAO and discounted to present value, as calculated by the outside professional actuarial firm.

Workers' Compensation Fiscal will work closely with the Workforce Standards Administrator to ensure that the correct amount is used and will also ensure that the discounted liability amount is adequately identified in the actuarial and financial backup provided annually to the SAO.

The SAO will continue to thoroughly review all information provided by the DWS for the claims and benefit liability adjustment. The SAO will also provide a draft of the Workers' Compensation footnote disclosure to the DWS for any changes and/or additions.

Anticipated completion date: December 1, 2024

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

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-007: Governor’s Office - Internal Controls Over Related-Party Transactions and Audit Adjustments to Prepaid Expense (Significant Deficiency; Noncompliance)

Corrective actions: The Governor’s Office will review each budget bill energy appropriation that becomes law and collaborate with the proper entities involved in the appropriation, including the Wyoming Energy Authority, to establish and document a process for disbursement of funds that will follow the directives of the appropriation. Documentation may include a checklist of the steps identified in the process. This collaboration will be done before any work has begun in regard to the appropriation. The Governor’s Office will also collaborate with the SAO in regard to each energy appropriation to ensure proper financial reporting is achieved throughout the life of the appropriation. The results of the collaboration with the SAO may be included in the overall process that is created and documented.

It is the intent of the Governor’s Office to establish a process for each appropriation individually, as the appropriation language can differ from one appropriation to another.

Anticipated completion date: June 30, 2024

Contact person: Erica Legerski, Senior Policy Advisor

2023-008: SAO - Internal Controls and Audit Adjustments for Fund Balance Restatements (Material Weakness)

Corrective actions: The SAO Accounting Division will conduct additional training on fund balance restatement prior to the end of fiscal year 2024 to ensure consistency in the recording of fund balance restatement entries for each fund. Additionally, new procedures will be added to all projects that are impacted by fund balance restatement entries to ensure the entries do not cause a misstatement within the project.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager

2023-009: SAO - Internal Controls and Audit Reclassifications (Material Weakness)

Corrective actions: The SAO has been working on revising project procedures to incorporate the context of each journal entry and will continue to ensure all Accounting Division members understand the reason behind each project. Additionally, the SAO will continue to expand the review process to ensure the appropriate accounts are being impacted by each journal entry.

Anticipated completion date: July 1, 2024

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Contact person: Erin Benskin, Accounting Division Manager

2023-010: Wyoming State Construction Department (WSCD) - Internal Controls and Audit Adjustments to Capital Assets (Significant Deficiency)

Corrective actions: The following was noted as the corrective action plans:

1. Review Capitalization Policy:
 - Review the SAO's Fixed Asset Guide.
 - Understand guidelines for capitalizing projects when substantially completed or in-service.
 - Establish detailed criteria and procedures for capitalization and capitalization adjustments when all expenditures on Construction-In-Progress (CIP) is complete and budgets are closed. Confirm viability of current policy.
2. Training & Awareness:
 - Provide training to all relevant personnel.
 - Provide education on the policy and its importance.
 - Reinforce professional standards.
3. Internal Controls Enhancement:
 - Develop controls for monitoring project completion.
 - Implement a system to flag projects nearing substantial completion or beginning of service.
 - Assign responsibility for ensuring capitalization to designated personnel.
4. Document Management:
 - Create a system for documentation and reporting of substantial completion.
 - Establish a repository for all project-related documentation.
5. Review & Audit Procedures:
 - Incorporate periodic reviews into project management.
 - Perform audits to ensure compliance.
6. Reporting & Accountability:
 - Set up a reporting mechanism for tracking capitalization.
 - Regularly review capitalization status.

Anticipated completion dates:

1. Review Capitalization Policy: March 31, 2024
2. Training & Awareness: April 30, 2024
3. Internal Controls Enhancement: June 30, 2024
4. Document Management: July 31, 2024
5. Review & Audit Procedures: Ongoing, starting April 1, 2024
6. Reporting & Accountability: Ongoing, starting June 1, 2024

STATE OF WYOMING

CORRECTIVE ACTION PLAN

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I. FINANCIAL STATEMENT FINDINGS, *Continued*

Contact people: Delbert A. McOmie, Director; Laura Anderson, Operations & Finance Administrator; and Suzanne Norton, Construction Management Administrator

2023-011: SAO - Internal Controls and Audit Adjustments Related to Legislative Changes (Material Weakness)

Corrective actions: The SAO will continue to improve the tracking of legislative changes that impact the ACFR. Furthermore, the SAO will implement a new procedure whereby all agencies submitting workpapers will be asked to identify whether or not there were any legislative changes that impact the information being provided.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager

2023-012: SAO - Internal Controls and Internal Service Funds (Significant Deficiency)

Corrective actions: The SAO will revise the internal service fund project to incorporate an analysis of all percentages calculated. Additionally, the SAO will add an analysis of historical operating net income, cumulative fund balances, and the portion of revenue being classified as external.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager

2023-013: SAO - Internal Controls and Audit Adjustments to Subscription- and Lease-Related Balances (Material Weakness)

Corrective actions: The SAO will require all agencies impacted by new accounting standards to attend a thorough training prior to implementation of the standard. Additionally, the SAO will work collaboratively with the A&I and the Wyoming Department of Enterprise Technology Services (ETS) to improve on the planning, training and communication of GASB 87 and GASB 96 requirements. Both A&I and ETS have a role in the Statewide contract and purchase approval processes and collection and maintenance of either lease or subscription-based information technology arrangement documentation. The SAO will also continue to improve upon the planning, training and communication of any new accounting standards prior to and during implementation.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-014: SAO - Internal Controls and Audit Adjustments to Cash and Pooled Investments and Investment Income (Significant Deficiency)

Corrective actions: The SAO continues to work on improving the fund balance restatement project. In fiscal year 2023, the SAO worked with the STO on most of the cash balance restatements associated with the fund balance restatement project; however, a portion of entries were missed by the SAO. Going forward, the SAO will add additional review procedures to ensure no prior-year journal entries are missed in this process. The SAO will also be confirming all changes to workpapers from previous years with each agency going forward.

Anticipated completion date: July 1, 2024

Contact person: Erin Benskin, Accounting Division Manager

2023-015: STO - Internal Controls and Audit Adjustment to Allowance for Loans Receivable (Significant Deficiency)

Corrective actions: Throughout FY23, Atlas Carbon was current on its loan payments required in the Promissory Note and amendments thereto. It was not until FY24 that Atlas Carbon fell behind on its payments. We believe that the STO acted within its limited statutory authority and ensured that SLIB was aware of the loan status throughout the loan process. In fact, since commencement of the loan in May 2018, the STO has brought updates and requests to SLIB numerous times.

Once we became aware that the receipt of full payment from Atlas Carbon was questionable, we continuously worked and communicated with Atlas Carbon. We also collaborated with the Attorney General's Office on possible loan adjustments, some of which were determined to be unworkable due to constitutional and statutory limitations on the loan program. In January 2024, it was determined that Atlas Carbon should present its loan requests to SLIB as it has done several times previously since the requests exceeded our Office's authority. SLIB's approval of any of the requests would have remedied Atlas Carbon's prior non-payments, resulting in Atlas Carbon being current on its loan obligations. However, rather than granting Atlas Carbon's request at its February meeting, SLIB determined that Atlas Carbon was in default and directed the Office to pursue any remedies determined to be in the best interest of the State.

Per SLIB's direction, the STO concentrated efforts to collect payment on the loan. The STO also reviewed collateral and financial reports. Since February 2024, the STO has been successful in obtaining payments from Atlas Carbon. Atlas Carbon has paid off past-due interest and is now current on the interest portion of the loan, making quarterly payments in February and May 2024. Atlas Carbon continues to bring in new contracts, investors and private capital, which the STO regularly monitors.

Anticipated completion date: Not Applicable

STATE OF WYOMING

CORRECTIVE ACTION PLAN

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I. FINANCIAL STATEMENT FINDINGS, *Continued*

Contact person: Dawn Williams, Deputy State Treasurer

2023-016: Department of Revenue Liquor Commission (Liquor Commission) - Record Retention (Noncompliance)

Corrective actions: The Wyoming Liquor Division launched Microsoft Dynamics 365, a new enterprise management software (ERP), along with a new website we call Liquor365 on September 5, 2023. This is a legacy system that is currently used in several control states. Storage of all data as of September 5 is cloud-based. ETS provided a Project Manager for this transition and implementation and to be able to coordinate this new system with the required safety protocols now required. Microsoft requires periodic updates so this system will be in place for many years to come.

After discussion with Encompass, we felt that it was cost-prohibitive to maintain the Encompass database to be in compliance with the State's record retention requirements. We were able to retain records for open receivables and purchase orders. Moving forward, all records are retained via cloud-based storage.

We are currently working with ETS on archiving the Epicor database, which was the previous ERP to Encompass. This is possible because we have maintained the servers on-site at the Liquor Division facilities.

Anticipated completion date: Estimated date of completion is December 31, 2024 but is dependent on availability from the State's ETS division.

Contact person: Thomas J. Montoya, Administrator

2023-017: DWS - Schedule of Expenditures of Federal Awards (SEFA) (Significant Deficiency; Noncompliance)

Corrective actions: The DWS has implemented the change to report UI claimant repayments as negative expenditures instead of revenue on the SEFA. This change is included in the review process by the Accounting Manager, Deputy CFO and/or CFO.

Anticipated completion date: January 31, 2024

Contact person: Robin Martin, DWS CFO

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2023-018: Wyoming State Budget Department - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: The Wyoming State Budget Department was notified of inconsistencies in their initial SEFA submission, identified the inadvertent issue due to data sorting, and returned an updated and accurate SEFA on December 12, 2023. The error and subsequent corrective action all took place during the same calendar year. In fiscal year 2024, the Wyoming State Budget Department will leverage the contract with CliftonLarsonAllen (CLA) to review the completion of the SEFA.

Anticipated completion date: Action was taken and completed on December 12, 2023. No further action is required.

Contact person: Christine Emminger, Senior Budget Analyst

2023-019: Wyoming Department of Education (WDE) - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: The WDE mistakenly labeled the Federal Assistance Listing on multiple rows of data on the 2023 SEFA subrecipient schedule under #84.425R that should have been coded to #84.425U. The WDE plans to implement additional review and validation techniques involving multiple personnel in the Finance Division to identify and correct these types of issues in the future.

Anticipated completion date: August 15, 2024

Contact person: Trent Carroll, Chief Operations Officer

2023-020: WDFS - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: During fiscal year 2023, the WDFS Financial Services successfully reclassified a position from a FIAC08, Senior Accountant, to a FIAC10, Senior Accounting Analyst, in order to begin implementing more internal review processes within the team that works with grants and cost allocation. The position was filled on July 1, 2023, and we began immediately training the new employee in various processes and procedures. After some initial training, we began to implement additional review processes. Since this reclass enabled us to hire a more experienced accountant, we are able to now implement more processes where one employee enters/prepares information so that the Senior Accounting Analyst or Grants and Cost Allocation Manager is able to serve as the reviewer.

Specific to the SEFA process, for the October-December 2023 SEFA prepared in January 2024, the Senior Accounting Analyst prepared the SEFA and the Grants and Cost Allocation Manager reviewed it.

Anticipated completion date: January 1, 2024

STATE OF WYOMING

CORRECTIVE ACTION PLAN Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Contact person: Rhonda Holt, Chief Financial Officer

2023-021: Wyoming Department of Game and Fish (WDGF) - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: The WDGF will request an extension to the SEFA deadline established by the SAO for the Annual Comprehensive Financial Report on an annual basis to allow time for the final reconciliation of eligible Federal expenditures. A preliminary SEFA will be submitted, and any adjustments identified after that time will be submitted once finalized annually.

Anticipated completion date: Completed.

Contact person: Meredith Wood, Chief Financial Officer

2023-022: Office of State Lands and Investments (OSLI) - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: Rather than reporting the SEFA on a cash basis, adjustments were made to the SEFA to account for mistakes made by staff when drawing funds from ASAP. In the future, the SEFA will be reported on a cash basis.

To ensure that SEFA is reported correctly and on a cash basis, the established process of reviewing and approving submitted LDRs is as follows:

- The Disbursement Specialist updates, prepares, and provides the following items when disbursements for first-round funds are being reviewed and approved in EnABLE and WOLFS. This is to ensure that the funds are being drawn from the correct grant and program. All payment entries in EnABLE are approved by the Grants & Loans Manager, Assistant Director, or Financial Reporting Manager (agency).
 - Loan LOC (each loan has its own spreadsheet detailing from which source the loan is funded);
 - Updated Sum Sheet (which is compared to the loan LOC to ensure the correct funding source);
 - Updated Cash Draw and CD Sheets recording from which grant the funds were drawn (utilizing the FIFO method);
 - GAX printout from WOLFS to verify the budget coding in WOLFS is correct (to be signed and dated by the approver);
 - EnABLE printout of pending transaction to be approved (to be signed by approver); and
 - A draft CR printed from WOLFS verifying the budget coding for when the funds are deposited from ASAP.
- Once the SEFA is compiled, the Financial Reporting Manager and/or Assistant Director review the information consisting of the Sum Sheets and the CD Sheets.

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2023

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Anticipated completion date: December 31, 2023

Contact person: Beth Blackwell, Grants and Loans Manager

STATE OF WYOMING

CORRECTIVE ACTION PLAN Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS

2023-023: WDFS - Subrecipient Monitoring (Material Weakness; Noncompliance)

Corrective actions: We agree with the recommendation. The WDFS does have tools available for program manager use as well as available training on subrecipient awarding/monitoring. The fiscal team will work with the new program manager to ensure she is aware of where to find the subrecipient awarding/monitoring tools and will also schedule training with her as well on the processes.

Anticipated completion date: March 31, 2024

Contact person: Karla McClaren, Housing Program Manager

2023-024: WDFS - Reporting (Significant Deficiency; Noncompliance)

Corrective actions: In regard to the March 31, 2023 report selected for testing, the WDFS will ensure that, through the procedures implemented below, the report copies retained as supporting documentation have all of the information submitted to the U.S. Department of the Treasury (the Treasury). We are confident the information missing from our documentation was submitted to the Treasury as those are required fields and we would have been unable to submit the report and the Treasury would not have approved it. The March 31, 2023 report was approved by the Treasury.

We agree with the recommendation that was originally given during the fiscal year 2022 audit, and the corrective action plan was implemented immediately. Due to the timing of when the WDFS received the finding, which was midway through fiscal year 2023, the corrective action put in place would have been for reporting going forward from that date. During the fiscal year 2023 audit, there were still reports that had been filed prior to the finding and corrective action put in place. Below is the corrective action plan reported in fiscal year 2022 to address the reporting issues:

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: The above corrective action plan was implemented upon notification of the finding and was in effect for reporting for quarters beginning June 2023 and forward.

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS, *Continued*

Contact person: Karla McClaren, Housing Program Manager

2023-025: WDFS - Allowable Costs/Cost Principles (Significant Deficiency)

Corrective actions: The two instances identified had supporting documentation but were missing an item or two. Deloitte did the initial review of supporting documentation and the WDFS staff did quality control sample reviews. In our reviews, supporting documentation was found adequate. The ERAP program is ending, and we are no longer collecting supporting documentation to make disbursements. However, we will consider expanding the quality control sample reviews for other programs or future programs. We believe these cases were due to isolated human error.

Anticipated completion date: This corrective action is complete as of the date this finding was identified due to the nature of this program ending.

Contact person: Karla McClaren, Housing Program Manager

2023-026: WDFS - Information Technology System Change Management and Reporting (Significant Deficiency)

Corrective actions: The WDFS agrees that we now have the staff to complete the segregation of duties within the Grants & Cost Allocation team as it relates to the e-SivicCAP application. The application went live on 7/1/2022 with the understanding that the vendor would provide the mitigating controls that were absent by teaching and reviewing every step or change to the application, as well as backup the WDFS position, if needed. The expertise related to cost allocation resided in one employee. In addition, the CFO for the WDFS retired in November 2022, with a replacement hired in the same month. The application implementation and subsequent use of an opportunity to reclass a position has set up the ability for WDFS Fiscal to now address the segregation of duties within the team. The hiring of the reclassified position occurred on 7/1/2023.

Below is our response to each of the three bulleted recommendations:

- The WDFS has implemented a quarterly process to review configuration changes and reconcile the activity against approved changes to validate that changes to the CAP unit configurations and other allocation inputs are reasonable and properly authorized. This process is in place with the quarter ended March 2024 and forward.
- The WDFS is implementing a process to review and document user access to the e-SivicCAP application. The process will be in effect for the quarter ending June 2024 and forward and will be done semiannually in June and December. The review will include all access above read-only.
- The WDFS has implemented a process to segregate the preparation and review of the CB-496 quarterly reports as of the quarter ended March 2024 and forward. The process also documents the users who prepared and reviewed the report.

STATE OF WYOMING

CORRECTIVE ACTION PLAN Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS, *Continued*

Anticipated completion dates:

- May 2024
- June 2024
- April 2024

Contact persons: Rhonda Holt, Chief Financial Officer, and Testa Pacheco, Grants & Cost Allocation Manager

2023-027: Wyoming Office of State Lands and Investments (OSLI) - Activities Allowed or Unallowed and Cash Management (Material Weakness; Noncompliance)

Corrective actions: The Disbursement Specialist reviews the Loan Draft Requests (LDR) and verifies the expenditures to supporting documentation submitted with the requests for accuracy and allowable costs. If satisfied, the Disbursement Specialist signs and dates the LDRs indicating financial approval for payment. The DEQ Senior Engineer or DEQ Principal Engineer performs technical reviews of the draft requests for eligibility of all costs. The technical reviewer signs and returns the LDR to OSLI. Upon receipt by OSLI, the Disbursement Specialist then enters the transaction into EnABLE and the WOLFS accounting system for payment. EnABLE and WOLFS are not integrated.

Following the established review process of the LDRs, the Disbursement Specialist updates, prepares, and provides the following items when disbursements for first-round funds are being reviewed and approved in EnABLE and WOLFS. This is to ensure the funds are being drawn from the correct grant and program. All payment entries in EnABLE are approved by the Grants & Loans Manager, Assistant Director, or Financial Reporting Manager (agency).

- Reviewed/signed LDR;
- Loan LOC (each loan has its own spreadsheet detailing from which source the loan is funded);
- Updated Sum Sheet (which is compared to the loan LOC to ensure the correct funding source);
- Updated Cash Draw and CD Sheets recording from which grant the funds were drawn (utilizing the FIFO method);
- GAX printout from WOLFS to verify the budget coding in WOLFS is correct (to be signed and dated by the approver);
- EnABLE printout of pending transaction to be approved (to be signed by the approver); and
- A draft CR printed from WOLFS verifying the budget coding for when the funds are deposited from ASAP.

STATE OF WYOMING

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II. FEDERAL AWARD FINDINGS, *Continued*

For LDRs funded from second-round funds, the process is the same, except that the items provided to the approver are limited to:

- Reviewed/signed LDR;
- Loan LOC (each loan has its own spreadsheet detailing from which source the loan is funded);
- GAX printout from WOLFS to verify the budget coding in WOLFS is correct (to be signed and dated by the approver); and
- EnABLE printout of pending transaction to be approved (to be signed by the approver).

Anticipated completion date: December 31, 2023

Contact person: Beth Blackwell, Grants and Loans Manager

2023-028: Wyoming Department of Health (WDH) - Reporting (Significant Deficiency; Noncompliance)

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 Wood, Grants and General Accounting Manager

2023-029: WDH - Subrecipient Monitoring (Significant Deficiency)

Corrective actions: The Community Services Program (CSP) implemented steps necessary to remediate the audit finding on October 1, 2023, the first day of the Federal Fiscal Year 2024 (FFY24) following the audit. CSP developed a uniform Monthly Invoice and executed it as a required attachment to the FFY24 subrecipient contract. CSP provided each subrecipient with an auto-calculating monthly invoice spreadsheet, mirroring the budget they submitted with their FFY24 CSBG Application. CSP also instituted a CSBG Subrecipient Portal with a page dedicated to accessing the auto-calculating monthly invoice spreadsheet and folders for the subrecipient to upload additional supporting documentation. Prior to processing the invoice, the CSP Manager cross-checks the Monthly Invoice against the required, uploaded supporting documentation. Invoices without sufficient supporting documentation are not processed or paid until the required documents are submitted.

STATE OF WYOMING

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II. FEDERAL AWARD FINDINGS, *Continued*

In addition, CSP will continue to monitor supporting documentation during onsite monitoring to ensure program spending is aligned with the approved budget and CSBG spending guidelines.

Anticipated completion date: The Corrective Action Plan steps noted above became effective on October 1, 2023, the first day of FFY24.

Contact person: Heather Ross, Community Services Program Manager

2023-030: WDH - Reporting (Significant Deficiency; Noncompliance)

Corrective actions: 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; however, if the Payment Management System (PMS) has constraints such as line 10a prepopulating (revenue), we cannot report line 10b or line 10e with expenditures less than revenue, the FFR will error in PMS and we have to report expenditures as the same amount as line 10a. It is not feasible to file a FFR directly after a grant budget period-end date in PMS as the FFR may not be loaded and this would require more personnel and administrative time.

Anticipated completion date: Completed in January 2024.

Contact person: Debbie Wood, Grants and General Accounting Manager

2023-031: WDH - Suspension and Debarment (Significant Deficiency)

Corrective actions: The WDH Contract Liaison has worked with the Attorney General's office and the Enterprise Technology Services department to include the optional Federal Special Provisions in the IT contracts. WDH staff were alerted and required to amend their IT contracts using Federal funds to include the Federal Special Provisions covering Suspension and Debarment. Staff were also reminded to follow the procedures for checking Suspension and Debarment and documenting the search.

Anticipated completion date: Completed in January 2024.

Contact person: Debbie Wood, Grants and General Accounting Manager

STATE OF WYOMING

CORRECTIVE ACTION PLAN
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II. FEDERAL AWARD FINDINGS, *Continued*

2023-032: Wyoming Supreme Court - Suspension and Debarment (Significant Deficiency)

Corrective actions: As a result of conversations with staff at MHP, the Administrative Office of the Courts took the following immediate actions to ensure contracts are not entered into with vendors who have been suspended or debarred.

1. Discussions were held with staff involved in the procurement process to make them aware of the Federal requirement to ensure vendors have not been suspended or debarred.
2. The contract template has been updated to include relevant language related to suspension and debarment.
3. The Chief Fiscal Officer will maintain documentation showing proof of review in sam.gov when applicable.

Anticipated completion date: Completed as of February 15, 2024.

Contact person: Claire Smith, Deputy Administrator, Chief Financial Officer

2023-033: Wyoming Department of Corrections (WDOC) - Suspension and Debarment (Significant Deficiency)

Corrective actions: The WDOC will add 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 subrecipients are in good standing and not suspended or debarred from receiving Federal funds. It will be included in training information for program managers. The WDOC will also include the "Special Provisions" section from the Federal Funds Contract Template in the Interagency Contract Template.

Anticipated completion date: December 31, 2024

Contact person: Ashley Miller, Chief Financial Officer

2023-034: WDOC - Procurement (Significant Deficiency; Noncompliance)

Corrective actions: The WDOC has facilitated three trainings on the State procurement policy and procedures and State statutes. The training targeted staff members who are involved in the procurement for the agency. Training included the new staff members from the turnover the agency experienced.

Additionally, the WDOC has created several tool guides and distributed the guides to ensure clarity of the process, internal controls are met, and compliance with the State's procurement policies. Additionally, a dual filing system has been implemented for procurement records.

STATE OF WYOMING

CORRECTIVE ACTION PLAN Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS, *Continued*

The WDOC has updated their internal audit tool to ensure added procurement reviews. Lastly, the WDOC has reviewed the agency's fiscal policy to ensure compliance with the State's procurement policies and State statutes.

Anticipated completion date: These actions have been completed. The WDOC will do an annual process analysis assessment of the processes and procedures that have been implemented to date, including an assessment of the checklist tools, measurable outcomes of training, and policy changes. The WDOC will make any revisions to improve and ensure future compliance.

Contact person: Daniel Shannon, Director

2023-035: Wyoming Department of State Parks (WDSP) - Matching (Significant Deficiency; Noncompliance)

Corrective actions: This was brought to our attention by an internal audit completed by the Federal Highway Administration (FHWA) in 2022. On July 26, 2022, we implemented an addendum to our RTP Guidance that required all Federal applicants to provide a 5% non-Federal match. On February 2, 2023, the Recreational Trails Improvement Plan (RTIP) was approved by FHWA. The 2023 RTIP identifies a program of projects that were ranked and approved by the Trails Council, as well as how the RTP funding will be allocated among projects. All FY2023 RTP Federal Grant Applicants provided a 5% non-Federal match within their approved projects.

Anticipated completion date: July 26, 2022

Contact person: Louisa Lopez, Grants Manager

2023-036: Wyoming Department of Tourism (WDT) - Reporting (Significant Deficiency; Noncompliance)

Corrective actions: The agency acknowledges inconsistencies in the Federal grant reporting. Appropriate personnel have reviewed SF-425 guidance to correct inaccuracies and corrected forms have been filed.

Anticipated completion date: March 21, 2024

Contact person: Dionne Roccaforte, Accounting Senior Manager

STATE OF WYOMING

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Year Ended June 30, 2023

II. FEDERAL AWARD FINDINGS, *Continued*

2023-037: WDE - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

Corrective actions:

- (a) The WDE will ensure that the GAN template is unmarked in Section 2, "Award Information," identifying funds as Research and Development. This will force a response during preparation for each subgrantee. Further, we will develop a process that requires a review of the prepared GANs by the team supervisor and the Division Director before the GAN is provided to the subrecipients.

Additionally, the WDE is in the process of setting up a new grants management system (GMS) with a vendor selected through the RFP process. The WDE intends to move all Federally funded grant opportunities into the GMS. The GAN for each will be auto-generated, removing the increased opportunity for human error. The GAN information approval process will be utilized as each grant opportunity is established within the GMS for general terms to ensure accuracy.

- (b) The WDE CLSD Team will create an annual monitoring schedule to ensure monitoring continues annually regardless of team member turnover. Team processes will be reviewed to ensure both the team supervisor and the division director are aware of the pending schedule to be sure the monitoring responsibility is reassigned in the event of team turnover.

Anticipated completion date: April 15, 2024

Contact person: Shelley Hamel, Chief Academic Officer

2023-038: WDE - Reporting (Significant Deficiency; Noncompliance)

Corrective actions: The Wyoming Department of Education will work with the State of Wyoming Governor's Office as well as the U.S. Department of Education to clarify the FFATA filing responsibilities. Collectively, the State of Wyoming will ensure that FFATA is filed going forward.

Anticipated completion date: April 1, 2024

Contact person: Trent Carroll, Chief Operations Officer

STATE OF WYOMING

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II. FEDERAL AWARD FINDINGS, *Continued*

2023-039: WDE - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

Corrective actions: As required under the Emergency Assistance to Non-Public Schools program, unobligated funds were returned to the Governor for authorized uses under the GEER II Fund. The Governor's Office subsequently awarded funds in 2021 to Wyoming school districts and requested the assistance of the WDE in distributing the funds through the WDE Grants Management System. During data entry, the WDE referenced AL #84.425C (GEER II) instead of AL #84.425R (EANS). Going forward, the WDE will be more diligent in verifying that the required elements on subrecipient GANs are referenced correctly.

Anticipated completion date: April 1, 2024

Contact person: Trent Carroll, Chief Operations Officer