

Compliance Report

Entity Identification Number 83-0208667

Fiscal Year Ended June 30, 2024



STATE OF WYOMING

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MHP Assurance Services, LLP

**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, 2024, and the related notes to the financial statements, which collectively comprise the State's basic financial statements, and have issued our report thereon, dated January 17, 2025. 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 2024-001, 2024-003, 2024-004, 2024-006, 2024-007, and 2024-011 through 2024-015 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 2024-002, 2024-005, 2024-008 through 2024-010, and 2024-016 through 2024-021 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 2024-005, 2024-016 through 2024-018, and 2024-020.

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.

MHP Assurance Services, LLP

Cheyenne, Wyoming
January 17, 2025



MHP Assurance Services, LLP

**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, 2024. 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 Capitalization Grants for Drinking Water State Revolving Funds, Epidemiology and Laboratory Capacity for Infectious Diseases, Emergency Management Performance Grants, and Homeland Security Grant Program

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 Capitalization Grants for Drinking Water State Revolving Funds, Epidemiology and Laboratory Capacity for Infectious Diseases, Emergency Management Performance Grants, and Homeland Security Grant Program for the year ended June 30, 2024.

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, 2024.

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 Certain Major Federal Programs

As described in the accompanying Schedule of Findings and Questioned Costs, the State did not comply with requirements regarding the following:

Assistance Listing Number	Program or Cluster Name	Compliance Requirement	Finding Number
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Cash Management	2024-032
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Reporting	2024-026
97.042	Emergency Management Performance Grants	Reporting	2024-023
97.067	Homeland Security Grant Program	Reporting	2024-023

Compliance with such requirements is necessary, in our opinion, for the State to comply with the requirements applicable to these programs.

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 \$722,940,991 in Federal awards that are not included in the State’s Schedule of Expenditures of Federal Awards during the year ended June 30, 2024.

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 are described in the accompanying Schedule of Findings and Questioned Costs as items 2024-024, 2024-025, 2024-027, and 2024-028. 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 2024-022, 2024-023, 2024-026, 2024-029, 2024-031, and 2024-032 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 2024-024, 2024-025, 2024-027, 2024-028, and 2024-030 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, 2024, and the related notes to the financial statements, which collectively comprise the State's basic financial statements. We issued our report thereon, dated January 17, 2025, 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.

MHP Assurance Services, LLP

Cheyenne, Wyoming
March 31, 2025

STATE OF WYOMING

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2024**

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	\$ -	\$ 64,467,255
COVID-19 SNAP	10.551	-	3,981,232
Total SNAP		-	68,448,487
State Administrative Matching Grants for SNAP	10.561	2,738,695	10,885,347
COVID-19 State Administrative Matching Grants for SNAP	10.561	-	375,318
Total State Administrative Matching Grants for SNAP		2,738,695	11,260,665
Total SNAP Cluster		2,738,695	79,709,152
Child Nutrition Cluster:			
U.S. Department of Agriculture:			
School Breakfast Program	10.553	4,625,291	4,625,291
National School Lunch Program	10.555	19,386,356	19,386,356
Special Milk Program for Children	10.556	11,139	11,139
Summer Food Service Program for Children	10.559	889,766	1,005,370
Fresh Fruit and Vegetable Program	10.582	2,589,852	2,645,728
Total Child Nutrition Cluster		27,502,404	27,673,884
Food Distribution Cluster:			
U.S. Department of Agriculture:			
Commodity Supplemental Food Program	10.565	35,752	37,539
Emergency Food Assistance Program (Administrative Costs)	10.568	187,108	187,729
COVID-19 Emergency Food Assistance Program (Administrative Costs)	10.568	68,699	68,699
Total Emergency Food Assistance Program (Administrative Costs)		255,807	256,428
Emergency Food Assistance Program (Food Commodities)	10.569	-	3,691,366
Total Food Distribution Cluster		291,559	3,985,333
Economic Development Cluster:			
U.S. Department of Commerce:			
COVID-19 Economic Adjustment Assistance	11.307	-	450,000
Total Economic Development Cluster		-	450,000

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Fish and Wildlife Cluster:			
U.S. Department of the Interior:			
Sport Fish Restoration Program	15.605	\$ 405,795	\$ 5,801,656
Wildlife Restoration and Basic Hunter Education	15.611	1,609,614	18,323,503
Enhanced Hunter Education and Safety Program	15.626	-	80,000
Total Fish and Wildlife Cluster		2,015,409	24,205,159
Employment Service Cluster:			
U.S. Department of Labor:			
Employment Service/Wagner-Peysner Funded Activities	17.207	-	3,837,266
Job for Veterans State Grants	17.801	-	446,893
Total Employment Service Cluster		-	4,284,159
Workforce Innovation and Opportunity Act (WIOA) Cluster:			
U.S. Department of Labor:			
WIOA Adult Program	17.258	-	2,691,173
WIOA Youth Activities	17.259	-	3,067,770
WIOA Dislocated Worker Formula Grants	17.278	-	953,154
Total WIOA Cluster		-	6,712,097
Special Education Cluster (IDEA):			
U.S. Department of Education:			
Special Education Grants to States	84.027	32,888,374	36,752,640
COVID-19 Special Education Grants to States	84.027	3,761,770	3,761,770
Total Special Education Grants to States		36,650,144	40,514,410
Special Education Preschool Grants	84.173	1,067,065	1,067,065
COVID-19 Special Education Preschool Grants	84.173	303,220	303,220
Total Special Education Preschool Grants		1,370,285	1,370,285
Total Special Education Cluster (IDEA)		38,020,429	41,884,695
Research and Development Cluster:			
U.S. Department of Education:			
Comprehensive Literacy Development	84.371	11,827,986	12,298,000
Total Research and Development Cluster		11,827,986	12,298,000

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
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	\$ 1,998,818	\$ 2,182,949
COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	912,503	918,753
Total Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers		2,911,321	3,101,702
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	4,324,145	4,701,745
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	1,240,102	1,252,868
Total Special Programs for the Aging, Title III, Part C, Nutrition Services		5,564,247	5,954,613
U.S. Department of Health and Human Services, <i>Continued</i> :			
Nutrition Services Incentive Program	93.053	616,821	616,821
Total Aging Cluster		9,092,389	9,673,136
Child Care and Development Fund (CCDF) Cluster:			
U.S. Department of Health and Human Services:			
Child Care and Development Block Grant	93.575	-	4,008,127
COVID-19 Child Care and Development Block Grant	93.575	248,561	7,480,605
Total Child Care and Development Block Grant		248,561	11,488,732
Child Care Mandatory and Matching Funds of the CCDF	93.596	-	5,831,587
Total CCDF Cluster		248,561	17,320,319
Head Start Cluster:			
U.S. Department of Health and Human Services:			
Head Start	93.600	-	129,026
Total Head Start Cluster		-	129,026

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
Medicaid Cluster:			
U.S. Department of Health and Human Services:			
State Medicaid Fraud Control Units	93.775	\$ -	\$ 397,357
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	-	1,002,633
Medical Assistance Program (Medicaid; Title XIX)	93.778	-	470,956,880
COVID-19 Medical Assistance Program (Medicaid; Title XIX)	93.778	-	16,367,226
Total Medical Assistance Program (Medicaid; Title XIX)		-	487,324,106
Total Medicaid Cluster		-	488,724,096
Disability Insurance (DI)/Supplemental Security Income (SSI) Cluster:			
U.S. Social Security Administration:			
Social Security Disability Insurance/Supplemental Security Income	96.001	-	2,885,821
Total DI/SSI Cluster		-	2,885,821
Other Programs - Direct:			
U.S. Department of Agriculture:			
Plant and Animal Disease, Pest Control, and Animal Care	10.025	-	649,439
Wildlife Services	10.028	22,562	169,554
Market Protection and Promotion	10.163	-	6,000
Specialty Crop Block Grant Program - Farm Bill	10.170	359,421	410,892
COVID-19 Pandemic Relief Activities: Local Food Purchase Agreements With States, Tribes, and Local Governments	10.182	-	97,500
Local Food for Schools Cooperative Agreement Program	10.185	-	193,767
The Emergency Food Assistance Program (TEFAP) Commodity Credit Corporation Eligible Recipient Funds	10.187	15,394	15,394
State Mediation Grants	10.435	-	82,441
Cooperative Agreements With States for Intrastate Meat and Poultry Inspection	10.475	-	303,720
COVID-19 Cooperative Extension Service	10.500	-	115,852
SNAP Fraud Framework Implementation Grant	10.535	-	(19,671)
Child Nutrition-Technology Innovation Grant	10.541	-	580,263
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	9,742,586
COVID-19 WIC Special Supplement Nutrition Program for Women, Infants, and Children	10.557	-	343,544
Total WIC Special Supplemental Nutrition Program for Women, Infants, and Children		-	10,086,130

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued :</i>			
U.S. Department of Agriculture, <i>Continued :</i>			
Child and Adult Care Food Program	10.558	\$ 4,421,493	\$ 4,533,422
State Administrative Expenses for Child Nutrition	10.560	45,000	950,131
Farm to School Grant Program	10.575	10,058	10,058
Child Nutrition Discretionary Grants Limited Availability	10.579	70,649	70,649
COVID-19 Farm to School State Formula Grant	10.645	-	142,263
COVID-19 Pandemic EPT Administrative Costs	10.649	-	608,537
Cooperative Forestry Assistance	10.664	1,669,029	2,391,740
Forest Legacy Program	10.676	10,237	22,358
Forest Health Protection	10.680	231,206	302,491
Good Neighbor Authority	10.691	94,823	1,288,089
State & Private Forestry Hazardous Fuel Reduction Program	10.697	73,134	1,325,384
State & Private Forestry Cooperative Fire Assistance	10.698	-	156,615
Infrastructure Investment and Jobs Act Prescribed Fire/Fire Recovery	10.716	-	14,800
Infrastructure Investment and Jobs Act Community Wildfire Defense Grants	10.720	-	373
Environmental Quality Incentives Program	10.912	-	32,990
Total U.S. Department of Agriculture		7,023,006	24,541,181
U.S. Department of Defense:			
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113	-	149,514
Military Construction, National Guard	12.400	-	13,811,308
National Guard Military Operations and Maintenance Projects	12.401	-	29,659,839
National Guard ChalleNGe Program	12.404	-	669,167
Total U.S. Department of Defense		-	44,289,828
U.S. Department of Housing and Urban Development:			
Emergency Solutions Grant Program	14.231	478,333	505,563
COVID-19 Emergency Solutions Grant Program	14.231	-	46,027
Total Emergency Solutions Grant Program		478,333	551,590
Housing Opportunities for Persons With AIDS	14.241	-	129,050
COVID-19 Housing Opportunities for Persons With AIDS	14.241	-	11,195
Total Housing Opportunities for Persons With AIDS		-	140,245
Total U.S. Department of Housing and Urban Development		478,333	691,835

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued :</i>			
U.S. Department of the Interior:			
Good Neighbor Authority	15.015	\$ 49,621	\$ 74,385
Energy Community Revitalization Program	15.018	-	11,746,947
Earth Mapping Resources Initiative	15.073	-	4,000
Rehabilitation, Reconstruction, or Replacement of Carey Act Dams	15.077	-	3,404,923
BLM Wildland Urban Interface Community Fire Assistance Program Activities	15.228	-	5,181
Environmental Quality and Protection	15.236	37,199	641,335
Challenge Cost Share	15.238	-	17,117
Threatened and Endangered Species	15.246	-	4,941
Wildlife Resource Management	15.247	531,068	548,970
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	50,764	2,197,627
Abandoned Mine Land Reclamation	15.252	4,187,435	52,837,950
Federal Oil and Gas Royalty Management State and Tribal Coordination	15.427	-	2,662,503
Title II, Colorado River Basin Salinity Control	15.509	-	13,585
Fish and Wildlife Coordination Act	15.517	-	207,905
Recreation Resources Management	15.524	-	131,311
Upper Colorado River Basin Fish and Wildlife Mitigation	15.535	-	25,642
Fish and Wildlife Management Assistance	15.608	52,135	453,843
Cooperative Endangered Species Conservation Fund	15.615	-	86,363
State Wildlife Grants	15.634	343,059	724,238
Endangered Species Recovery Implementation	15.657	-	77,477
Endangered Species Conservation - Wolf Livestock Loss Compensation and Prevention	15.666	-	32,930
White-Nose Syndrome National Response Implementation	15.684	-	30,936
U.S. Geological Survey Research and Data Collection	15.808	-	79,208
National Cooperative Geologic Mapping	15.810	-	45,233
Historic Preservation Fund Grants-In-Aid	15.904	118,220	945,287
Outdoor Recreation Acquisition, Development and Planning	15.916	2,476,312	2,542,740
Save America's Treasures	15.929	-	20,981
National Ground-Water Monitoring Network	15.980	-	674
Total U.S. Department of the Interior		7,845,813	79,564,232

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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:			
Sexual Assault Services Formula Program	16.017	\$ 484,279	\$ 484,279
Juvenile Justice and Delinquency Prevention	16.540	-	27,306
Missing Children's Assistance	16.543	-	300,392
National Criminal History Improvement Program	16.554	-	544,413
Crime Victim Assistance	16.575	2,438,594	2,649,363
Crime Victim Compensation	16.576	-	660,343
Violence Against Women Formula Grants	16.588	747,037	855,544
Residential Substance Abuse Treatment for State Prisoners	16.593	128,477	128,477
State Criminal Alien Assistance Program	16.606	-	1,047,355
Edward Byrne Memorial Justice Assistance Grant Program	16.738	-	328,723
DNA Backlog Reduction Program	16.741	-	445,554
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	-	341,561
Support for Adam Walsh Act Implementation Grant Program	16.750	-	279,343
STOP School Violence	16.839	136,269	136,269
Total U.S. Department of Justice		3,934,656	8,228,922
U.S. Department of Labor:			
Labor Force Statistics	17.002	-	657,730
Compensation and Working Conditions	17.005	-	84,433
Unemployment Insurance	17.225	-	59,851,078
COVID-19 Unemployment Insurance	17.225	-	2,223,507
Total Unemployment Insurance		-	62,074,585
Senior Community Service Employment Program	17.235	311,959	416,110
Trade Adjustment Assistance	17.245	-	10,908
Reentry Employment Opportunities	17.270	-	1,936,178
Work Opportunity Tax Credit Program	17.271	-	66,594
Temporary Labor Certification for Foreign Workers	17.273	-	174,406
WIOA National Dislocated Worker Grants/WIA National Emergency Grants	17.277	-	628,006
Apprenticeship USA Grants	17.285	-	281,888
Occupational Safety and Health State Program	17.503	-	805,347
Consultation Agreements	17.504	-	608,271
Total U.S. Department of Labor		311,959	67,744,456

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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 Transportation:			
Recreational Trails Program	20.219	\$ 353,132	\$ 1,544,176
Pipeline Safety Program State Base Grant	20.700	-	225,918
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	11,131	11,131
PHMSA Pipeline Safety Program One Call Grant	20.721	-	8,028
Total U.S. Department of Transportation		364,263	1,789,253
U.S. Department of the Treasury:			
COVID-19 Coronavirus Relief Fund	21.019	-	488,239
COVID-19 Emergency Rental Assistance Program	21.023	988,820	3,550,732
COVID-19 Homeowner Assistance Fund Program	21.026	-	6,449,181
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	17,521,686	284,554,304
COVID-19 Coronavirus Capital Projects Funds	21.029	939,262	1,092,598
Total U.S. Department of the Treasury		19,449,768	296,135,054
U.S. General Services Administration:			
Voting System (Punch Card/Lever) Replacement	39.011	-	107,935
Total U.S. General Services Administration		-	107,935
National Endowment for the Arts:			
Promotion of the Arts Partnership Agreements	45.025	709,128	969,160
Promotion of the Humanities Division of Preservation and Access	45.149	-	3,775
Museums for America	45.301	-	756
Grants to States	45.310	-	58,100
COVID-19 Grants to States	45.310	-	1,002,105
Total Grants to States		-	1,060,205
Total National Endowment for the Arts		709,128	2,033,896
U.S. Department of Veterans Affairs:			
Grants to States for Construction of State Home Facilities	64.005	-	157,553
Veterans Transport Program	64.035	-	447,318
All-Volunteer Force Educational Assistance	64.124	-	126,402
Veterans Cemetery Grants Program	64.203	-	854,450
Total U.S. Department of Veterans Affairs		-	1,585,723

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued :</i>			
U.S. Environmental Protection Agency:			
State Indoor Radon Grants	66.032	\$ -	\$ 15,993
Surveys, Studies, Research, Investigations, Demonstrations, and Special-Purpose Activities Relating to the Clean Air Act	66.034	-	316,637
COVID-19 Surveys, Studies, Research, Investigations, Demonstrations, and Special-Purpose Activities Relating to the Clean Air Act	66.034	-	7,277
Total Surveys, Studies, Research, Investigations, Demonstrations, and Special-Purpose Activities Relating to the Clean Air Act		-	323,914
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	134,790	312,917
State Underground Water Source Protection	66.433	-	435,000
Voluntary School and Child Care Lead Testing and Reduction Grant Program (SDWA 1464(d))	66.444	-	35,119
Water Quality Management Planning	66.454	76,271	116,639
Capitalization Grants for Clean Water State Revolving Funds	66.458	2,564,591	6,311,286
Nonpoint Source Implementation Grants	66.460	702,228	702,228
Capitalization Grants for Drinking Water State Revolving Funds	66.468	4,871,203	5,808,124
Performance Partnership Grants	66.605	72,250	2,823,587
Environmental Information Exchange Network Grant Program and Related Assistance	66.608	-	269,180
Underground Storage Tank Prevention, Detection and Compliance Program	66.804	-	303,386
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	-	510,975
State and Tribal Response Program Grants	66.817	-	951,506
Brownsfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	66.818	-	445,176
State Programs for Control of Coal Combustion Residuals	66.820	-	31,730
Solid Waste Infrastructure for Recycling Infrastructure Grants	66.920	-	4,710
Total U.S. Environmental Protection Agency		8,421,333	19,401,470
U.S. Department of Energy:			
Weatherization Assistance for Low-Income Persons	81.042	1,706,756	1,973,059
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions	81.106	-	175,779
Total U.S. Department of Energy		1,706,756	2,148,838

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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	\$ 977,974	\$ 1,219,267
Title I Grants to Local Educational Agencies	84.010	41,347,850	41,824,885
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	1,174,996	1,182,941
Career and Technical Education - Basic Grants to States	84.048	5,732,197	6,224,220
Career and Technical Education - National Programs	84.051	131	84,129
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	-	10,399,115
Rehabilitation Services Independent Living Services for Older Individuals Who are Blind	84.177	-	216,980
Special Education - Grants for Infants and Families	84.181	1,999,362	2,723,527
COVID-19 Special Education - Grants for Infants and Families	84.181	61,682	73,704
Total Special Education - Grants for Infants and Families		2,061,044	2,797,231
Supported Employment Services for Individuals With the Most Significant Disabilities	84.187	-	164,525
Education for Homeless Children and Youth	84.196	134,145	195,301
Twenty-First Century Community Learning Centers	84.287	6,709,570	6,980,689
Special Education Technical Assistance and Dissemination to Improve Services and Results for Children With Disabilities	84.326	-	133,006
Rural Education	84.358	47,756	50,307
English Language Acquisition State Grants	84.365	259,778	442,770
Supporting Effective Instruction State Grant	84.367	9,679,458	10,524,177
Grants for State Assessments and Related Activities	84.369	-	3,159,203
Statewide Longitudinal Data Systems	84.372	-	2,188,304
Disability Innovation Fund (DIF)	84.421	-	179,019
Student Support and Academic Enrichment Program	84.424	5,419,172	5,760,815
COVID-19 Education Stabilization Fund - Governor's Emergency Education Relief Fund	84.425C	-	(145,276)
COVID-19 Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund	84.425D	14,796,504	15,852,507
COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools	84.425R	652,661	874,938
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	84.425U	139,091,201	142,134,875
COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools	84.425V	1,484,669	1,484,669
COVID-19 Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief - Homeless Children and Youth	84.425W	759,756	1,012,134
Total Education Stabilization Fund		156,784,791	161,213,847
Ed Facts	84.U01	-	13,804
Total U.S. Department of Education		230,328,862	254,954,535

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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>			
National Archives and Records Administration:			
National Historical Publications and Records Grants	89.003	\$ 2,500	\$ 19,205
Total National Archives and Records Administration		<u>2,500</u>	<u>19,205</u>
Election Assistance Commission:			
HAVA Election Security Grants	90.404	2,496	362,592
Total Election Assistance Commission		<u>2,496</u>	<u>362,592</u>
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	40,586	40,586
Special Programs for the Aging, Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals	93.042	100,494	100,494
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	49,225	49,225
COVID-19 Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	7,095	7,095
Total Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services		<u>56,320</u>	<u>56,320</u>
National Family Caregiver Support, Title III, Part E	93.052	966,196	1,067,567
COVID-19 National Family Caregiver Support, Title III, Part E	93.052	144,259	150,509
Total National Family Caregiver Support, Title III, Part E		<u>1,110,455</u>	<u>1,218,076</u>
Public Health Emergency Preparedness	93.069	2,160,288	4,708,436
Medicare Enrollment Assistance Program	93.071	50,125	50,125
Guardianship Assistance	93.090	-	22,933
Affordable Care Act Personal Responsibility Education Program	93.092	73,499	201,511
Food and Drug Administration Research	93.103	-	32,637
Maternal and Child Health Federal Consolidated Programs	93.110	-	313,212
COVID-19 Maternal and Child Health Federal Consolidated Programs	93.110	10,000	233,483
Total Maternal and Child Health Federal Consolidated Programs		<u>10,000</u>	<u>546,695</u>

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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>			
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	\$ -	\$ 128,331
Emergency Medical Services for Children	93.127	3,985	185,384
Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	93.130	-	152,143
Injury Prevention and Control Research and State- and Community-Based Programs	93.136	146,707	395,933
Projects for Assistance in Transition From Homelessness	93.150	265,017	268,028
COVID-19 Rural Health Research Centers	93.155	631,044	631,044
Grants to States for Loan Repayment	93.165	355,208	355,208
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Levels in Children	93.197	15,379	187,636
State Rural Hospital Flexibility Program	93.241	279,781	487,697
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	4,526,840	6,616,177
Early Hearing Detection and Intervention	93.251	328,737	328,737
Immunization Cooperative Agreements	93.268	-	7,594,210
COVID-19 Immunization Cooperative Agreements	93.268	1,593,699	5,308,734
Total Immunization Cooperative Agreements		1,593,699	12,902,944
Viral Hepatitis Prevention and Control	93.270	-	340,605
Small Rural Hospital Improvement Grant Program	93.301	203,031	203,031
Early Hearing Detection and Intervention Information System Surveillance Program	93.314	191,939	191,954
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	-	1,818,483
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	679,735	8,464,280
Total Epidemiology and Laboratory Capacity for Infectious Diseases		679,735	10,282,763
State Health Insurance Assistance Program	93.324	306,243	314,877
Behavioral Risk Factor Surveillance System	93.336	-	380,894
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	49,861	49,861
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	1,380,269	1,637,764
Total Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response		1,430,130	1,687,625

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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>			
Flexible Funding Model - Infrastructure Development and Maintenance for State Manufactured Food Regulatory Programs	93.367	\$ -	\$ 78,051
ACL Independent Living State Grants	93.369	368,160	368,160
National and State Tobacco Control Program	93.387	231,851	973,918
COVID-19 Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises	93.391	5,324,438	7,523,356
The National Cardiovascular Health Program	93.426	423,000	760,469
Every Student Succeeds Act/Preschool Development Grants	93.434	1,918,075	1,918,075
Title IV, Part E, Kinship Navigator Program	93.471	168,082	168,082
COVID-19 Provider Relief Fund and American Rescue Plan Rural Distribution	93.498	-	597,607
COVID-19 Low Income Household Water Assistance Program	93.499	298,766	941,016
MaryLee Allen Promoting Safe and Stable Families	93.556	-	349,955
Temporary Assistance for Needy Families	93.558	4,280,189	20,230,060
Child Support Enforcement	93.563	-	8,256,904
Low-Income Home Energy Assistance	93.568	6,187,937	13,484,548
COVID-19 Low-Income Home Energy Assistance	93.568	-	(7,589)
Total Low-Income Home Energy Assistance		6,187,937	13,476,959
Community Services Block Grant	93.569	3,254,149	3,580,168
COVID-19 Community Services Block Grant	93.569	220,795	240,792
Total Community Services Block Grant		3,474,944	3,820,960
State Court Improvement Program	93.586	-	293,799
Community-Based Child Abuse Prevention Grants	93.590	-	135,889
COVID-19 Community-Based Child Abuse Prevention Grants	93.590	-	168,316
Total Community-Based Child Abuse Prevention Grants		-	304,205
Grants to States for Access and Visitation Programs	93.597	120,649	120,649
Chafee Education and Training Vouchers Program	93.599	1,085	70,000
COVID-19 Chafee Education and Training Vouchers Program	93.599	-	41,098
Total Chafee Education and Training Vouchers Program		1,085	111,098

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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>			
Adoption and Legal Guardianship Incentive Payments	93.603	\$ -	\$ 651,006
Developmental Disabilities Basic Support and Advocacy Grants	93.630	-	471,681
Children’s Justice Grants to States	93.643	-	32,546
Stephanie Tubbs Jones Child Welfare Services Program	93.645	-	430,430
Foster Care, Title IV, Part E	93.658	-	8,159,681
Adoption Assistance	93.659	-	797,736
Social Services Block Grant	93.667	-	3,475,410
Child Abuse and Neglect State Grants	93.669	78,967	243,204
COVID-19 Child Abuse and Neglect State Grants	93.669	102,044	111,148
Total Child Abuse and Neglect State Grants		181,011	354,352
Child Abuse and Neglect Discretionary Activities	93.670	-	23,614
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	656,244	681,240
COVID-19 Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	818,330	834,720
Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services		1,474,574	1,515,960
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	455,101	507,678
COVID-19 Elder Abuse Prevention Interventions Programs	93.747	1,151,392	1,369,117
Children’s Health Insurance Program	93.767	-	7,816,942
Opioid STR	93.788	3,432,397	4,027,040
State Survey Certification of Health Care Providers and Suppliers (Title XIX) Medicaid	93.796	-	583,484
Maternal, Infant, and Early Childhood Home Visitation Grant Program	93.870	856,504	986,562
National Bioterrorism Hospital Preparedness Program	93.889	618,543	936,748
COVID-19 National Bioterrorism Hospital Preparedness Program	93.889	-	13,692
Total National Bioterrorism Hospital Preparedness Program		618,543	950,440

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

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>			
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	\$ -	\$ 1,375,771
Grants to States for Operation of State Offices of Rural Health	93.913	32,216	216,657
HIV Care Formula Grants	93.917	5,503	603,316
Grants to Provide Outpatient Early Intervention Services With Respect to HIV Disease	93.918	-	233,976
HIV Prevention Activities - Health-Department-Based	93.940	5,614	1,164,909
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	13,241	328,530
Block Grants for Community Mental Health Services	93.958	1,050,194	1,135,716
COVID-19 Block Grants for Community Mental Health Services	93.958	1,707,165	1,707,165
Total Block Grants for Community Mental Health Services		2,757,359	2,842,881
Block Grants for Prevention and Treatment of Substance Abuse	93.959	4,720,561	5,191,590
COVID-19 Block Grants for Prevention and Treatment of Substance Abuse	93.959	1,362,674	1,700,426
Block Grants for Prevention and Treatment of Substance Abuse		6,083,235	6,892,016
Centers for Disease Control and Prevention Collaboration With Academia to Strengthen Public Health	93.967	32,007	735,487
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	-	282,893
COVID-19 STD Prevention and Control Grants	93.977	853,783	963,035
Total STD Prevention and Control Grants		853,783	1,245,928
Cooperative Agreements for Diabetes Control Programs	93.988	326,090	530,079
Preventive Health and Health Services Block Grant	93.991	5,145	288,217
Maternal and Child Health Services Block Grant to the States	93.994	172,307	867,423
Total U.S. Department of Health and Human Services		55,812,440	152,791,016
Corporation for National and Community Service:			
Volunteers in Service to America	94.013	-	40,982
Total Corporation for National and Community Service		-	40,982
Executive Office of the President:			
High-Intensity Drug Trafficking Areas Program	95.001	-	1,386,699
Total Executive Office of the President		-	1,386,699

Continued

STATE OF WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, *Continued*
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Provided to Subrecipients	Total Federal Expenditures
<i>Other Programs - Direct, Continued:</i>			
U.S. Department of Homeland Security:			
Non-Profit Security Program	97.008	\$ 423,050	\$ 423,050
Boating Safety Financial Assistance	97.012	9,179	397,210
Community Assistance Program State Support Services Element	97.023	-	71,100
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	1,248,478	1,271,649
COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	234,247	234,247
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)		1,482,725	1,505,896
Hazard Mitigation Grant	97.039	378,672	381,193
National Dam Safety Program	97.041	-	172,957
Emergency Management Performance Grants	97.042	1,270,301	3,003,978
COVID-19 Emergency Management Performance Grants	97.042	319,132	319,132
Total Emergency Management Performance Grants		1,589,433	3,323,110
Assistance to Firefighters Grant	97.044	-	1,633
Building Resilient Infrastructure and Communities	97.047	192,097	192,097
COVID-19 Presidentialy Declared Disaster Assistance to Individuals and Households - Other Needs	97.050	-	13,119
Homeland Security Grant Program	97.067	3,916,517	4,916,403
State and Local Cybersecurity Grant Program Tribal Cybersecurity Grant Program	97.137	-	1,715,378
Total U.S. Department of Homeland Security		7,991,673	13,113,146
Other Federal financial awards:			
Bald Eagle Survey Flights (BES4)	99.U01	-	2,322
AIS Prevention (AIS3)	99.U02	-	37,780
Total other Federal financial awards		-	40,102
Total expenditures of Federal awards		\$ 436,120,418	\$ 1,690,905,777

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.

Total expenditures for each Federal financial assistance program as identified by the Assistance Listing Number (ALN) are shown. Federal financial assistance programs, which have not been assigned an ALN number, have been identified using the two-digit Federal agency number and a suffix containing a "U."

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, 2024, 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. Reporting Entity

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) (Assistance Listing #10.569) of \$3,691,366.
- USDA Supplemental Nutrition Assistance Program (SNAP) (SNAP Benefits) (Assistance Listing #10.551) of \$68,439,254.
- U.S. Department of Health and Human Services Immunization Cooperative Agreements (Vaccines) (Assistance Listing #93.268) of \$6,049,598.

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 \$48,132,509 of State Unemployment Insurance Compensation Benefits (SUICB) (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, 2024

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, with reference to other auditors

Internal control over financial reporting:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

Yes No
 Yes None Reported

Noncompliance material to financial statements noted?

Yes No

Federal Awards

Internal control over major Federal programs:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

Yes No
 Yes None Reported

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

Unmodified, except for the following which are qualified:

- Capitalization Grants for Drinking Water State Revolving Funds
- Epidemiology and Laboratory Capacity for Infectious Diseases
- Emergency Management Performance Grants
- Homeland Security Grant Program

- 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, 2024**

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

Identification of major Federal programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
12.400	Military Construction, National Guard
15.018	Energy Community Revitalization Program
15.077	Rehabilitation, Reconstruction, or Replacement of Carey Act Dams
15.252	Abandoned Mine Land Reclamation
17.225	Unemployment Insurance
21.027	Coronavirus State and Local Fiscal Recovery Funds
66.458	Capitalization Grants for Clean Water State Revolving Fund
66.468	Capitalization Grants for Drinking Water State Revolving Fund
84.010	Title I Grants to Local Educational Agencies
84.126	Rehabilitation Services Vocational Rehabilitation Grants to States
84.367	Supporting Effective Instruction State Grant
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases
93.568	Low-Income Home Energy Assistance
93.671	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services
95.001	High-Intensity Drug Trafficking Areas Program
97.042	Emergency Management Performance Grants
97.067	Homeland Security Grant Program
CLUSTER	Employment Services Cluster
CLUSTER	Medicaid Cluster
CLUSTER	Special Education Cluster (IDEA)

Dollar threshold used to distinguish between Type A and Type B programs: \$5,072,717

Auditee qualified as low-risk auditee? Yes No

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS

2024-001: Department of Workforce Services (DWS) - Internal Controls and Audit Adjustments to DWS Financial Statement 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 reclassify amounts on deposit with the U.S. Treasury from current to non-current by approximately \$439.3 million in the Unemployment Insurance Fund, a nonmajor enterprise fund. The total amount on deposit with the U.S. Treasury was accurately reported.
- To increase claims and benefits expense and payable by \$50 million in the Workers' Compensation Insurance Fund.

Cause: Over the past several years, there has been turnover in the personnel responsible for financial reporting within the DWS. Additionally, there have been revisions to the format in which information is compiled and reported. As a result of these changes, internal review processes did not identify errors in DWS's financial reporting.

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 2023-006.

Recommendation: We recommend that the DWS refine its internal review process to determine the reasonableness of the information submitted for inclusion in the State's financial statements.

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

2024-002: State Auditor's Office (SAO) - Internal Controls and Audit Adjustments to Deferred Revenue (Significant Deficiency)

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

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

- To increase deferred revenue by approximately \$4.3 million and Federal revenue by approximately \$3.9 million and decrease charges for sales and services revenue by approximately \$8.2 million in the General Fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

- To decrease Federal revenue and increase fund balance by \$3.8 million in the General Fund.

Cause: When an agency initially provided its June 30 Federal deferred revenue balances to the SAO, the amounts were erroneously provided as positive (debit) balances as opposed to negative (credit) balances, which were used by the SAO to adjust the deferred revenue balances to the balance presented for audit. Although the agency later provided corrected information, the corrections were not subsequently processed by the SAO.

In addition, when adjusting the deferred revenue balances associated with Federal grants, the SAO erroneously credited charges for sales and services versus Federal revenue.

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 refine its internal review process over journal entries to ensure that the activity reflected in the journal entries is reasonable based on the context of the entry. In addition, given the volume of data being received by the SAO from agencies, we recommend the SAO determine if there is a more effective manner in which updated and/or revised information can be submitted to the SAO by agencies to ensure that it is subsequently incorporated into the State's financial statements.

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

2024-003: SAO - Internal Controls and Audit Adjustments for Bonds Payable Related Activity (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 transfers out by approximately \$21.2 million in the Common School Land Fund.
- To decrease transfers in and expenditures by approximately \$21.2 million in the Foundation Program Fund.

Cause: The SAO failed to account for an investment maturity within the bonds payable project appropriately due to the complexities and unique nature of the transactions associated with the project.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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 continue to develop institutional knowledge related to the complex transactions unique to bonds payable. Additionally, we recommend that the SAO expand its internal documentation and project instructions related to bonds payable, especially for transactions that do not occur on a regular basis.

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

2024-004: 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. Fundamental concepts in an adequate system of internal control are the identification and prevention or detection of errors on a timely basis. In addition, accounting projects should be appropriately modified for changes in legislation.

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

- To decrease unavailable revenue - property taxes, due from other governments, and other taxes revenue by approximately \$37.2 million in the Foundation Program Fund.
- To increase unearned revenue by approximately \$37.2 million in the Foundation Program Fund.

Cause: The SAO did not update the project related to property taxes to reflect previous legislative changes.

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 2023-011.

Recommendation: We recommend that the SAO review projects to ensure that they incorporate all revisions necessary for the impact of legislative changes.

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, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-005: State Treasurer's Office (STO) - Internal Controls and Inflation Proofing Adjustments (Significant Deficiency; Noncompliance)

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. Additionally, Wyoming State Statute 9-4-305(b) requires an inflation rate-based percentage of Permanent Land Fund income to be transferred to the corresponding corpus account at the end of each fiscal year.

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

- To decrease investment income and increase fund balance by approximately \$8.4 million in the General Fund.
- To increase investment income and decrease fund balance by approximately \$8.4 million in three nonmajor governmental funds.

Cause: In the current year, the STO internally identified errors in prior-year inflation proofing transfers. The errors were resolved by completing transfer corrections in the current year.

Effect: Prior to the proposed audit adjustments, the 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 review and revise its internal controls as necessary to allow for the timely identification of errors.

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

2024-006: 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 various revenue and expenditures by approximately \$19.8 million in the General Fund.
- To increase investment income and decrease fund balance in the Wyoming Tobacco Settlement Fund and decrease investment income and increase fund balance in the Special Projects Fund - Restricted, both nonmajor governmental funds, by approximately \$7.2 million.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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: Yes. See 2023-008.

Recommendation: We recommend that the SAO develop a standard process for the preparation of 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.

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

2024-007: SAO - 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. 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 fund balance and education expenditures by approximately \$18.3 million in the Foundation Program Fund.
- To increase education expenditures and accounts payable by approximately \$1.2 million in the Foundation Program Fund.
- To decrease expenditures and accounts payable by approximately \$29.5 million across various funds.
- To decrease general government expenditures and accounts payable by approximately \$3.9 million in the General Fund.

Cause: The SAO did not have an effective control system in place to detect and correct misstatements of accounts payable, including its relationship with other account balances. The SAO did not properly adjust activity related to property tax shortfalls to school districts and duplicated accruals between projects (accounts payable and due to component units).

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, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Recommendation: We recommend that the SAO incorporate a review of all prior-year entries made to accounts payable to determine if all entries are necessary again in the current year. In addition, we recommend that the SAO perform a comparison of current-year actual accounts payable balances to prior-year estimated accounts payable balances to identify any major differences and determine if they are the result of inaccurate or omitted entries. Finally, we recommend that the SAO continue to refine its process to identify the relationship between different financial reporting projects to ensure that amounts are not improperly duplicated across multiple projects.

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

2024-008: STO - Internal Controls Over Allowance for Loans Receivable (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. A specific aspect of internal control related to accounting estimates includes the accumulation and documentation of relevant, sufficient, and reliable data on which to base the accounting estimate.

Condition/context: The STO holds a loan receivable that is currently in default but is considered to be fully collectible given the collateralization securing the loan. During our review of the collateralization, we determined that the documented valuation of the collateral had not been updated since the loan's inception, and information/data utilized by the STO in its assessment of the collateral did not exist in a format that was able to be independently corroborated during the audit.

Cause: The nature of the collateralization related to plant and equipment is highly specialized, resulting in challenges to identify data with which to update initial appraisal values. In addition, while the STO is in frequent communications with the holder of the loan and regularly discusses factors related to the valuation of the various sources of collateral, there was not sufficient documentation that could be presented for audit.

Effect: Valuations of collateral that are based on outdated information could result in an inaccurate assessment of the loan's collectability. Based on our review of the collateralization documentation, we proposed an allowance of \$3 million related to a difference in the estimated allowance.

Identification as a repeat finding: No.

Recommendation: We recommend that the STO formally document the information and data used to estimate the valuation of the loan's collateralization that supports that an allowance is not considered necessary. In addition, we recommend that the STO request updated documentation to support the validity of guaranties and asset valuations given the depreciation of previously valued plant and equipment, as well as subsequent capital investments.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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

2024-009: Department of Administration - Employees' Group Insurance (EGI) - Internal Controls Over Actuarial Assumptions (Significant Deficiency)

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

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 development of assumptions;
 - c. Review of 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.

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 2024 actuarial valuation, we determined that the female post-retirement mortality table for participants of the Air Guard, Judges, and Public Employees retirement systems was greater than the expected mortality table. In addition, the 2024 actuarial valuation improperly included an explicit subsidy payable to spouses of participants who were not themselves participants.

EGI does not have a control system in place that (a) provides for a thorough review of the reasonableness of the actuarial assumptions developed and utilized by its external actuary or (b) identifies inaccurate benefit provisions utilized by its external actuary in the valuation of the State's OPEB liability.

An adjusting journal entry was proposed to decrease the total OPEB liability and expense by approximately \$11 million at the government-wide level.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Cause: EGI did not perform a thorough, detailed review of the actuarial assumptions utilized by its external actuary. In addition, EGI did not confirm that the external actuary had an accurate understanding of the plan's benefit provisions.

Effect: Erroneous assumptions and/or benefit provisions could result in an inaccurate valuation of the total OPEB liability and related balances. 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: Yes. See 2023-001.

Recommendation: We recommend that EGI implement a thorough control system to perform a detailed review of the significant assumptions being utilized in the valuation of the OPEB liability for reasonableness. Assumptions utilized from the WRS should also be reviewed for consistency and 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 confirm the accuracy of significant benefit provisions with the external actuary.

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

2024-010: SAO - Internal Controls Over Component Unit Appropriations and Audit Adjustments to Prepaids (Significant Deficiency)

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

Condition/context: Adjusting journal entries were proposed in the General Fund to increase prepaids and decrease expenditures by \$9.6 million.

Cause: The SAO has established a project to identify unspent appropriations to component units that result in liabilities that are subsequently accrued. However, the SAO does not have controls in place to obtain pertinent financial information related to unique funding arrangements with component units, specifically with respect to appropriations that have been advanced but retain approval of expenditure by the State.

Effect: Prior to the proposed audit adjustment, 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, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Recommendation: We recommend that the SAO expand its current component unit payable project to ensure that it encompasses all funding arrangements with component units. Additionally, we recommend that the SAO consider the need to implement a project targeted toward the identification of prepaids and ensuring that those expenditures are being properly reflected in the financial statements based on its current accounting policy using the consumption method.

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

2024-011: 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 \$21.5 million from taxes receivable to accounts receivable in the Unemployment Insurance Fund, a nonmajor enterprise fund.
- To increase due from other governments and unearned revenue by approximately \$8.5 million in the Pandemic Relief Fund.
- To reclassify approximately \$1.8 million from accounts payable to due to component units in the General Fund.
- To decrease revenue and education expenditures by approximately \$1.6 million in the Foundation Program Fund.

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

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

Identification as a repeat finding: Yes. See 2023-009.

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, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-012: SAO, Wyoming State Budget Department (WSBD), and Wyoming Department of Family Services (WDFS) - Internal Controls and Audit Adjustments to Investment Income Related to Federal Funding (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.

Unless specific Federal program guidance is provided to the contrary, the State is required to comply with 2 CFR 200.305(b)(11) and (12), which states that advance payments of Federal funds must be maintained in interest-bearing accounts unless an exception is met, and any interest earned on Federal funds in excess of \$500 annually must be returned to the Department of Health and Human Services (DHHS).

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

- To increase due to/due from other funds and decrease/increase fund balance by approximately \$2.2 million in the Pandemic Relief Fund and General Fund, respectively.
- To increase expenditures and Federal revenue by approximately \$350,000 in the Pandemic Relief Fund.
- To increase due to other governments and decrease investment income by approximately \$2.7 million in the Pandemic Relief Fund.

Cause: The State invested advanced funding received from the Federal government related to pandemic Federal awards, such as the American Rescue Plan Act, the Homeowner Assistance Fund, the Capital Projects Fund, and the CARES Act. While investment income was returned to the DHHS as required, the State did not implement sufficient internal controls to ensure the proper accounting and reporting of the investment income within the State's financial statements.

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 implement an internal control policy over the accounting for investment income earned on Federal funds to ensure consistent treatment across agencies and compliance with Federal regulations. The policy should include consideration of what period the investment income should be accumulated (e.g., calendar versus fiscal year), how often it should be remitted, how return of investment income should be recorded in the accounting system, what fund investment income should revert to if able to be retained, and how each agency should report such activity to the SAO for purposes of financial reporting.

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, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-013: SAO, DWS, Department of Revenue (DOR) and Wyoming Supreme Court (WSC) - Internal Controls and Audit Adjustments to Subscription-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: During the testing of subscription-based information technology arrangements (SBITA), the following errors were noted:

- The SAO improperly modified a subscription-based asset and liability for a contract amendment that did not qualify as a modification. Additionally, the SAO improperly accounted for current-year contract modifications.
- The DWS had errors in certain subscription-based asset and liability calculations resulting from the inaccurate treatment of modifications, payment amount assumptions, and analyses of in-scope and out-of-scope components and subscription terms.
- The DOR capitalized a contract without an IT software component as a subscription-based asset and liability when it should have been expended.
- The WSC improperly expended a contract that should have been capitalized as a subscription-based asset and liability.

As a result, adjusting journal entries were proposed as follows:

- To decrease subscription-based expenditures and other financing sources by approximately \$27.8 million in the General Fund
- To reclassify debt service principal retirement and interest to subscription-based expenditures by approximately \$10.6 million in the General Fund.
- To decrease subscription-based assets by approximately \$43.7 million and subscription-based liabilities by approximately \$27.8 million and increase expense by approximately \$15.9 million at the government-wide level.
- To increase subscription-based assets and decrease amortization expense by approximately \$7.1 million at the government-wide level.
- To increase expense and subscription-based liabilities by approximately \$7 million at the government-wide level.
- To reclassify current subscription-based liabilities to noncurrent subscription-based liabilities by approximately \$5 million at the government-wide level.
- To increase other financing sources and subscription-based expenditures by approximately \$27.8 million at the government-wide level.
- To decrease subscription-based expenditures and other financing sources by approximately \$18.6 million in the General Fund and approximately \$1.0 million in the Foundation Program Fund.
- To reclassify debt service principal retirement and interest to subscription-based expenditures by approximately \$2.8 million in the General Fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

- To decrease subscription-based assets and liabilities by approximately \$5.6 million at the government-wide level.

Additionally, report modifications of approximately \$9.6 million to the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance and \$11.7 million to the Statement of Cash Flows - Proprietary Funds were proposed for errors related to SBITA activity.

Cause: The SAO, DWS, DOR and WSC did not have a thorough understanding of certain nuances and complexities associated with the accounting and reporting requirements of Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*.

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 2023-013.

Recommendation: We recommend that the DWS, DOR and WSC continue to attend trainings and utilize and thoroughly review available resources when making accounting determinations. Additionally, we recommend that the SAO continue to enhance its expertise over the accounting and reporting requirements associated with SBITAs and host agency trainings and offer ongoing support to agencies.

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

2024-014: SAO - Internal Controls and Audit Adjustments Related to Modified Versus Full Accrual Accounting (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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the State considers revenues to be available, except for property taxes, if they are collected within 75 days of the end of the current fiscal period.

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

- To increase unavailable revenue - other and decrease use of property revenue by approximately \$1.9 million in the Common School Land Fund.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

- To increase unearned revenue and decrease Federal revenue by approximately \$1.4 million in the Pandemic Relief Fund.
- To increase Federal revenue and decrease fund balance by approximately \$18.1 million in the General Fund.
- To increase unearned revenue and decrease Federal revenue by approximately \$23.1 million in the General Fund.

Additionally, a report modification of approximately \$707 million was proposed to the net position classifications within the Statement of Net Position.

Cause: The SAO does not have a thorough and consistent process in place to ensure the proper recognition of revenue within the fund-level and government-wide financial statements. Specifically, in certain financial reporting projects, the SAO did not make the necessary adjustments to defer the recognition of revenue that was not both measurable and available within 75 days of year-end, in accordance with the State's accounting policy. In addition, the SAO did not appropriately reflect the Foundation Program's fund balance as spendable - temporarily restricted net position on the Statement of Net Position. The SAO's review process did not identify these errors.

Effect: Prior to the proposed audit adjustments, the fund-level financial statements and governmental activities net position were not properly stated in accordance with U.S. GAAP.

Identification as a repeat finding: No.

Recommendation: We recommend that the SAO develop a comprehensive listing of all financial reporting projects and adjustments that are subject to modified versus full accrual accounting considerations to ensure that revenues are being properly recognized in accordance with the State's accounting policy. In addition, we recommend that the SAO work with individual agencies, when necessary, to determine the measurability and availability of revenues accrued at year-end. Finally, we recommend that the SAO review fund-level and government-wide fund balance and net position classifications to ensure that they are properly reported on the respective financial statements.

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

2024-015: SAO - Internal Controls and Audit Adjustments Related to Unrequested Grant Reimbursements (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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

For reimbursement-based (expenditure-driven) grants, paragraph 21 of GASB Statement 33 requires providers to recognize liabilities (or decreases in advances) when all eligibility requirements are met. Reimbursement eligibility requirements are met when recipients incur allowable costs, not when those costs are submitted for reimbursement. Therefore, on either the accrual or the modified accrual basis of accounting, a state should recognize a liability for the estimated amount of allowable costs incurred by potential recipients, based on both claims submitted and estimated claims incurred but not reported, provided that all other eligibility requirements are met.

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

- To decrease Federal revenue, due from other governments, due to component units, and expenditures by approximately \$3.4 million in the Pandemic Relief Fund.
- To decrease expenditures, accounts payable, Federal revenue and unearned revenue by approximately \$3 million in the Pandemic Relief Fund.
- To decrease expenditures and Federal revenue by approximately \$8.9 million in the Pandemic Relief Fund.
- To increase expenditures and accounts payable by approximately \$7 million, as well as increase unearned revenue and due from other governments by approximately \$4.2 million, in the General Fund.
- To decrease expenditures and fund balance by approximately \$13.0 million in the General Fund.
- To decrease Federal revenue and fund balance by approximately \$2.8 million in the General Fund.
- To decrease deferred inflows and due from other governments by approximately \$8.6 million in the General Fund.

Additionally, a footnote disclosure was proposed to disclose the understatement of due from other governments and deferred inflows by approximately \$6.7 million in the General Fund as of June 30, 2023.

Cause: The SAO does not have a thorough and consistent process in place to ensure the completeness and accuracy of the information used to estimate expenditures incurred prior to year-end but not yet submitted for payment/reimbursement within its accounts payable and receivable estimate projects. Specifically, there is no process in place to request that agencies estimate the amount of subrecipient expenditures incurred prior to year-end but not requested for reimbursement as of September 30.

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 request that agencies provide an estimate of the amount of subrecipient expenditures incurred prior to year-end but not requested for reimbursement as of September 30. This will allow the SAO to better estimate accounts payable and due from other governments accruals at year-end.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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

2024-016: WDFS - 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. An internal control structure should also 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: The WDFS did not provide a SEFA that accurately identified the Federal funds expended. The WDFS improperly excluded \$3,555,275 in Federal expenditures from the SEFA for Assistance Listing #21.023, COVID-19 Emergency Rental Assistance Program. In addition, an adjustment was proposed to increase Federal revenues and decrease unearned revenues by \$3,555,275 in the Pandemic Relief Fund.

Cause: The WDFS erroneously reported the expenditures for the last quarter of the fiscal year on the SEFA provided for audit instead of the expenditures for the entire fiscal year. The error was not identified during the 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. However, prior to the proposed audit adjustment, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP.

Identification as a repeat finding: Yes. See 2023-020.

Recommendation: We recommend that the WDFS implement a SEFA review checklist that specifically identifies key components to be included in the review process 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.

2024-017: 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.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Condition/context: The OSLI did not provide a SEFA that accurately identified the Federal funds expended. The OSLI improperly included \$2,352,791 of non-Federal expenditures on the SEFA for Assistance Listing #66.458, Capitalization Grants for Clean Water State Revolving Funds (CWSRF).

Cause: The OLSI improperly recorded the \$2,352,791 of non-Federal expenditures to Federal codes in the State's general ledger, which were then improperly included in the SEFA.

Effect: An inaccurate or incomplete SEFA could result in the improper identification and/or exclusion of major programs and the related audit requirements. 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 on the basic financial statements.

Identification as a repeat finding: Yes. See 2023-022.

Recommendation: We recommend that the OSLI implement a SEFA review checklist that specifically identifies key components to be included in the review process 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.

2024-018: 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. The WDE improperly reported \$1,484,669 of Federal funds passed through to subrecipients for Assistance Listing #84.425V, COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools, under Assistance Listing #84.425R, COVID-19 Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools.

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

Effect: While the amount of Federal funds provided to subrecipients was correct in total, the error resulted in an inaccurate disclosure of Federal funds provided to subrecipients by the proper Assistance Listing number.

Identification as a repeat finding: Yes. See 2023-019.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

Recommendation: We recommend that the OSLI implement a SEFA review checklist that specifically identifies key components to be included in the review process 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.

2024-019: WSBD - SEFA (Significant Deficiency)

Criteria: Per 2 CFR 200.510(b), the State must prepare a SEFA for the period covered by the State's financial statements, which must include total Federal awards expended, as determined in accordance with §200.502. An internal control structure should also 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: The WSBD did not provide a SEFA that accurately identified the Federal funds expended. The WSBD improperly excluded \$59,075 in Federal expenditures from the SEFA for Assistance Listing #21.029, COVID-19 Coronavirus Capital Projects Funds.

In addition, expenditures of \$1,033,523 on the SEFA were reported in the General Fund versus the Pandemic Relief Fund. Adjusting journal entries were proposed as follows:

- To decrease Federal revenue and due from other governments by \$1,033,523 in the General Fund.
- To increase Federal revenue and due from other governments by \$1,092,598 in the Pandemic Relief Fund.

Cause: When the funding for the administrative expenditures was established within WOLFS in fiscal year 2023, it was erroneously set up in the General Fund versus the Pandemic Relied Fund. While the error was identified internally in the beginning of fiscal year 2024 and the funds were moved to the proper fund, the fund designation on the SEFA was not updated and the net correction from the prior year was not properly calculated/reported on 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. However, 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 WSBD implement a SEFA review checklist that specifically identifies key components to be included in the review process to ensure the SEFA is prepared accurately and completely.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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

2024-020: Military and State Construction Departments - Internal Controls Over Spending Authority (Significant Deficiency; Noncompliance)

Criteria: The Wyoming State Legislature, in Wyoming State Statute 9-2-1005(b) and (g), has recognized the need for the Governor to have the authority to modify budgets in the absence of the Legislature. The ability to amend appropriated budgets in the Wyoming state government is referred to as the B-11 process. “B-11” refers to a form utilized by the State Budget Department to record gubernatorially approved budget adjustments.

A completed B-11 form should contain specifics on the spending authority requested, grant periods, NAFR control number reference (if applicable) and a description of the impact on appropriated budgets versus modified budgets. Copies of grant award letters, if relevant, must be attached. Also attached should be any WOLFS documents with relevant budget authority and any current expenditures/revenues, additional page(s) defining the purpose of the funds, and how they will be applied.

Condition/context: We were initially unable to reconcile the expenditures as reported on the SEFA to WOLFS for Assistance Listing #12.400, Military Construction, National Guard, by approximately \$3.4 million. Upon further investigation, we determined that this amount represented an Internal Expenditure Transaction (IET) document processed by the State Construction Department to transfer approximately \$3.4 million in expenditures from the Military Department (Unit 0301) to the State Construction Department (Unit 7202). This transfer of expenditures represented the appropriated State funding to be used toward the construction of the Camp Guernsey Barracks construction project in order to increase the available spending authority for the remaining Federal expenditures. However, instead of moving the funding via an IET document, the funding should have been modified via a B-11 form.

Cause: The Federal funding available for the Camp Guernsey Barracks construction project was insufficient to cover the total project cost. The project was supplemented by State funding, which was originally budgeted for within the Military Department (Unit 301). However, the State-funded expenditures should have been budgeted for within the State Construction Department (Unit 7202).

Effect: The improper use of the IET document had no impact on the State’s SEFA or financial statements. However, IET documents are not subject to the same level of internal controls as B-11 documents, and as a result, they could be used to improperly create spending authority.

Identification as a repeat finding: No.

Recommendation: We recommend that in instances where State funding is budgeted with Federal funding for state construction projects, the Military and State Construction Departments should request the funding be corrected through the use of a B-11 form.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

II. FINANCIAL STATEMENT FINDINGS, *Continued*

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

2024-021: DWS - Federal Funding (Significant Deficiency)

Criteria: An internal control structure should be designed to identify available Federal funding available to the State. In addition, an internal control structure should also 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 May 2024, the DWS was notified of available 2105 funding from the U.S. Department of Labor under Unemployment Insurance Program Letter (UIPL) 20-20 that had not been drawn down for Federal expenditures incurred in fiscal year 2021 under Assistance Listing #17.225, COVID-19 Unemployment Insurance. The funding was drawn down and recognized as revenue in June 2024. As the revenue was earned in fiscal year 2021, an adjusting journal entry was proposed to decrease grant and aid payments and increase beginning net position by approximately \$10.2 million in the Unemployment Insurance Fund.

Cause: In August 2020, the DWS received an award letter informing it of additional awards available to the State from the U.S. Department of Labor. The funding available under UIPL 20-20 was not specifically stated in the attachment to the award letter because it was not issued through the supplemental budget process, and as a result, the DWS did not draw down the funds. However, the award letter did direct the DWS to reference UIPL 20-20 for additional guidance related to the funding. The DWS was unaware of the additional funding until it was notified by the U.S. Department of Labor on May 30, 2024 that the funding would expire on June 30, 2024.

Effect: As a result of not reviewing the UIPL guidance referenced in the award letter, the DWS could have forfeited the opportunity to draw down approximately \$10.2 million in eligible Federal funding. In addition, prior to the proposed audit adjustment, the government-wide and fund-level financial statements were not properly stated in accordance with U.S. GAAP.

Identification as a repeat finding: No.

Recommendation: We recommend that the DWS ensure that all award guidance is thoroughly reviewed to ensure that the State is capitalizing on all opportunities to claim available Federal funding, especially when the award guidance relates to unique and/or one-time funding.

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, 2024

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2024-022: Wyoming Water Development Office (WWDO) - Suspension and Debarment (Material Weakness)

<i>Assistance Listing Number/Title:</i> #15.077, Rehabilitation, Reconstruction, or Replacement of Carey Act Dams
<i>Federal Agency Name:</i> U.S. Department of the Interior
<i>Award Number:</i> R23AC00188
<i>Award Years:</i> March 27, 2023 - October 31, 2025
<i>Department:</i> Wyoming Water Development Office

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 one vendor subject to, and selected for, testing, we determined that the vendor did not have a suspension and debarment clause in the contract, and the WWDO did not perform other verification procedures to ensure that the vendor was not suspended or debarred. However, we independently verified that the subrecipient was not suspended or debarred per review of sam.gov.

Cause: The WWDO 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 WWDO is not verifying that contractors with which it contracts are neither suspended nor debarred, it is possible that the WWDO could contract with a contractor that is suspended or debarred, in which case the WWDO 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, 2024

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

Recommendation: We recommend that the WWDO 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.

2024-023: Wyoming Office of Homeland Security (WOHS) - Federal Funding Accountability and Transparency Act (FFATA) Reporting (Material Weakness; Noncompliance)

<i>Assistance Listing Number/Title:</i> #97.042, Emergency Management Performance Grants
<i>Federal Agency Name:</i> U.S. Department of Homeland Security
<i>Award Numbers:</i> EMD-2021-EP-00007; EMD-2021-EP-00013; EMD-2022-EP-00007; EMD-2023-EP-00006
<i>Award Years:</i> October 1, 2020 - September 30, 2023; October 1, 2020 - September 30, 2024; October 1, 2021 - September 30, 2024; October 1, 2022 - September 30, 2025
<i>Department:</i> Wyoming Office of Homeland Security

<i>Assistance Listing Number/Title:</i> #97.067, Homeland Security Grant Program
<i>Federal Agency Name:</i> U.S. Department of Homeland Security
<i>Award Numbers:</i> EMW-2019-SS-00050; EMW-2020-SS-00062; EMW-2021-SS-00015; EMW-2022-SS-00077; EMW-2023-SS-00061
<i>Award Years:</i> September 1, 2019 - August 31, 2023; September 1, 2020 - August 31, 2024; September 1, 2021 - August 31, 2024; September 1, 2022 - August 31, 2025; September 1, 2023 - August 31, 2026
<i>Department:</i> Wyoming Office of Homeland Security

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 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: The WOHS did not file FFATA reports in FSRS during the fiscal year ended June 30, 2024 for either the Emergency Management Performance Grants program or the Homeland Security Grant Program.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

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

Cause: The WOHS did not have an internal control system in place to ensure compliance with this requirement.

Effect: The WOHS did not report information within FSRS on obligations to subrecipients under sub-award agreements. 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 WOHS implement an internal control system to ensure that the obligation of funds to subrecipients is being properly and timely submitted to the Federal awarding agency.

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

2024-024: WOHS - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #97.067, Homeland Security Grant Program
<i>Federal Agency Name:</i> U.S. Department of Homeland Security
<i>Award Numbers:</i> EMW-2019-SS-00050; EMW-2020-SS-00062; EMW-2021-SS-00015; EMW-2022-SS-00077; EMW-2023-SS-00061
<i>Award Years:</i> September 1, 2019 - August 31, 2023; September 1, 2020 - August 31, 2024; September 1, 2021 - August 31, 2024; September 1, 2022 - August 31, 2025; September 1, 2023 - August 31, 2026
<i>Department:</i> Wyoming Office of Homeland Security

<i>Assistance Listing Number/Title:</i> #97.042, Emergency Management Performance Grants
<i>Federal Agency Name:</i> U.S. Department of Homeland Security
<i>Award Numbers:</i> EMD-2021-EP-00007; EMD-2021-EP-00013; EMD-2022-EP-00007; EMD-2023-EP-00006
<i>Award Years:</i> October 1, 2020 - September 30, 2023; October 1, 2020 - September 30, 2024; October 1, 2021 - September 30, 2024; October 1, 2022 - September 30, 2025
<i>Department:</i> Wyoming Office of Homeland Security

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, 2024

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

2 CFR 200.332(c) requires that 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 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.

2 CFR 200.332(g) requires that the pass-through entity verify every subrecipient is audited as required by Subpart F when it is expected that the subrecipient's Federal award expenditures during the respective fiscal year equal or exceed the threshold set forth in 2 CFR 200.501.

Condition/context:

- Homeland Security Grant Program: The WOHS did not document its subrecipient risk assessments.
- Emergency Management Performance Grants: The WOHS did not document its subrecipient risk assessments. Further, for three of the six subrecipients selected for compliance with 2 CFR 200.332(f), the program did not obtain a copy of the subrecipient's most recent audit report or a verification from the subrecipient that it was not subject to single audit.

Cause:

- Subrecipient risk assessments: The lack of documentation on subrecipient risk assessments was an oversight by the WOHS.
- Subrecipient audit reports: A request for each subrecipient's audit report was sent by the WOHS. However, when the subrecipient did not respond, the WOHS failed to perform follow-up procedures.

Effect: If the WOHS does not assess the risk of subrecipients and effectively monitor subrecipients, the WOHS is not able to ensure that those subrecipients are appropriately administering the funding passed through to them, in which case the WOHS 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 WOHS adopt stronger processes, procedures and internal controls as it relates to subrecipient monitoring to ensure compliance with the requirements.

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, 2024

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

2024-025: DWS - Special Tests and Provisions Over UI Benefit Payments (Significant Deficiency; Noncompliance)

<i>Assistance Listing Number/Title:</i> #17.225, Unemployment Insurance
<i>Federal Agency Name:</i> U.S. Department of Labor
<i>Award Numbers:</i> 24A55UI000053-01; UI-38923-22-5-A-56
<i>Award Years:</i> October 1, 2023 - December 31, 2026; July 1, 2022 - March 31, 2025
<i>Department:</i> Wyoming Department of Workforce Services

Criteria: The Unemployment Insurance (UI) Program is required to operate a Benefit Accuracy Measurement (BAM) program to assess the accuracy of UI benefit payments and denied claims in accordance with the Employment and Training Handbook No. 395, 5th Edition, *Benefit Accuracy Measurement State Operations Handbook* (the Handbook). The BAM investigator team is required to draw a weekly sample of claims and complete prompt and in-depth investigations. The Handbook and UI Program Letter No. 11-24 require that for paid claims, 360 paid claims are required to be tested. A minimum of 70% of the cases must be completed within 60 days of the week-ending batch date, 95% within 90 days, and 98% by October 28, 2024.

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: The 90-day testing requirement was not met. Of the 360 paid claims tested by the BAM investigators, 275 (76%) were completed within 60 days of the week-ending batch date, 307 (85%) were completed within 90 days, and 360 (100%) were completed by October 28, 2024.

Cause: During fiscal year 2024, the BAM investigator team was short-staffed and unable to complete paid claim cases timely. Additionally, there continues to be a considerable amount of time that is required to review each case. Due to the time requirements and reduced staffing, it was difficult for the investigator team to review all cases timely throughout the year.

Effect: The prompt completion of investigations is important to ensure the integrity of the information being collected by questioning claimants and employers before the passage of time adversely affects their recollections. 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 DWS determine the appropriate staffing levels needed on the BAM investigator team to ensure that the BAM case testing metrics are performed timely.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

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

2024-026: Wyoming Department of Health (WDH) - FFATA Reporting (Material Weakness; Noncompliance)

<i>Assistance Listing Number/Title:</i> #93.323, Epidemiology and Laboratory Capacity for Infectious Disease (ELC)
<i>Federal Agency Name:</i> U.S. Department of Health
<i>Award Numbers:</i> NU50CK000540-01, NU50CK000540-02, NU50CK000540-03, NU50CK000540-04, NU50CK000540-05
<i>Award Years:</i> January 1, 2020 - July 31, 2026
<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 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 FSRS during the fiscal year ended June 30, 2024, 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 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 2023-028.

Recommendation: We recommend that the WDH implement procedures to track the obligation of funds to subrecipients. In addition, the WDH should revise its current reporting process to ensure that the obligations to subrecipients are reported to FSRS instead of the expenditures incurred.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

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

2024-027: Wyoming Community College Commission (WCCC) - Subrecipient Monitoring (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 Community College Commission

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(b) requires that every sub-award be clearly identified to the subrecipient as a sub-award and include multiple data elements, including the Assistance Listing title and number.

Condition/context: For the only subrecipient of the WWCC selected for testing, out of the six tested for the program as a whole, the WCCC did not include the Assistance Listing number in the grant award agreement with the subrecipient.

Cause: The WCCC had utilized a grant award agreement template that did not include all Federal award identification criteria per 2 CFR 200.332(b).

Effect: If the WCCC does not communicate required data elements to its subrecipients, the WWCC is not able to ensure that those subrecipients are appropriately administering the funding passed through to them, in which case the WCCC 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 WCCC obtain and utilize a standard subrecipient grant award agreement that includes all required Federal award identification criteria per 2 CFR 200.332(b).

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, 2024

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

2024-028: WDH - Subrecipient Monitoring (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 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.

2 CFR 200.332(g) requires that the pass-through entity verify every subrecipient is audited as required by Subpart F when it is expected that the subrecipient's Federal awards expended during the respective fiscal year equal or exceed the threshold set forth in 2 CFR 200.501.

Condition/context: Of the four subrecipients of the WDH selected for testing, out of the five tested for the program as a whole, the WDH did not obtain a copy of three of the subrecipient's most recent audit report or a verification from the sub-subrecipient that they were not subject to single audit.

Cause: The WDH experienced turnover in the program manager position during the year and did not have a control system in place to ensure compliance with this requirement while the program manager position was vacant.

Effect: If the WDH does not effectively monitor subrecipients, the WDH is not able to ensure that those subrecipients are appropriately administering the funding passed through 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.

Recommendation: We recommend that the WDH consistently adhere to its defined control processes, procedures, and internal controls as it relates to subrecipient 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, 2024

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

2024-029: Wyoming Department of Corrections (WDOC) - Suspension and Debarment (Material Weakness)

<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.

Condition/context: For all four vendors of the WDOC selected for testing, out of seven for the program as a whole, we determined that the vendor did not have a suspension and debarment clause in the contract, 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 did not have a control system in place to ensure that required suspension and debarment certifications were obtained when required. The WDOC implemented a control system mid-year.

Effect: If the WDOC is not verifying that contractors with which it contracts are neither suspended nor debarred, 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: Yes. See 2023-033.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

Recommendation: We recommend that the WDOC implement a 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.

2024-030: DWS - 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> Department of Workforce 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 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 one selection for the DWS selected for testing, out of seven for the program as a whole, we determined that the vendor did not have a suspension and debarment clause in the contract, and the DWS 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 DWS does not have a control system in place to ensure that required suspension and debarment certifications are obtained when required.

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

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the DWS implement a 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.

2024-031: Wyoming Attorney General’s Office (WAGO) - Suspension and Debarment (Material Weakness)

<i>Assistance Listing Number/Title:</i> #95.001, High Intensity Drug Trafficking Areas
<i>Federal Agency Name:</i> Office of National Drug Control Policy
<i>Award Numbers:</i> G23RM0012A; G24RM0012A
<i>Award Years:</i> January 1, 2023 - December 31, 2024; January 1, 2024 - December 31, 2025
<i>Department:</i> Wyoming Attorney General’s Office

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 two vendors selected for testing, we determined that the vendor did not have a suspension and debarment clause in the contract, and the WAGO did not perform other verification procedures to ensure that the contractor was not suspended or debarred. However, we independently verified that the contractor was not suspended or debarred per review of sam.gov.

Cause: The WAGO’s preferred verification for suspension and debarment is checking sam.gov. The program’s backup method of verification is a standard suspension and debarment clause within the formal contract. However, the program’s control system did function as designed.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

Effect: If the WAGO 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 WAGO could contract with a contractor that is suspended or debarred, in which case the WAGO may be required to return the fund expended to that contractor to the Federal oversight agency,

Questioned costs: None.

Identification as a repeat finding: No.

Recommendation: We recommend that the WAGO 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](https://www.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.

2024-032: OSLI - Cash Management (Material Weakness (CWSRF/DWSRF); Noncompliance (DWSRF))

<i>Assistance Listing Numbers/Titles:</i> 1. #66.458, Capitalization Grants for Clean Water State Revolving Funds 2. #66.468, Capitalization Grants for Drinking Water State Revolving Funds
<i>Federal Agency Name:</i> U.S. Environmental Protection Agency
<i>Award Numbers:</i> 1. CS-56000119, CS-56000120, CS-56000121, and CS-56000122 2. FS-99884617, FS-99884619, FS-99884621, FS-99884622, and 4L-00I52022
<i>Award Years:</i> 1. July 1, 2019 - June 30, 2026; July 1, 2020 - June 30, 2024; July 16, 2021 - June 30, 2028; and October 1, 2023 - September 30, 2030 2. September 4, 2017 - September 30, 2023; July 1, 2019 - June 30, 2026; August 1, 2021 - June 30, 2028; October 1, 2023 - September 30, 2030; and October 1, 2023 - September 30, 2030
<i>Department:</i> 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.

40 CFR Section 35.3560(f), applicable to Capitalization Grants for Drinking Water State Revolving Funds (DWSRF), indicates that the State may draw cash through the Automated Clearing House for the proportionate Federal share of eligible incurred project costs.

STATE OF WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2024

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

Condition/context: The OSLI did not have an effectively designed and operating control system in place over cash management activities for either CWSRF or DWSRF.

Of the nine cash draws selected for testing in the DWSRF, we identified three draws in which the OSLI drew expenditure reimbursements at the incorrect cost-share percentage, resulting in \$3,921 of overdrawn funds in the Automated Standard Application for Payments (ASAP) system. The OSLI reviewed all draws and identified a total of \$31,133 in overdrawn funds resulting from cash draws at incorrect cost-share percentages.

In addition, the OSLI improperly duplicated cash draws of \$120,000 for administrative expenditures in the DWSRF, which were identified internally by the OSLI but had not yet been corrected.

Cause: There was turnover in the OSLI 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.

Effect: If the OSLI 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 - None; DWSRF - \$151,133

Identification as a repeat finding: Yes. See 2023-027.

Recommendation: We recommend that the OSLI coordinate with the U.S. Environmental Protection Agency to correct the errors that exist within the ASAP system.

In addition, we recommend that the programs implement a control system that provides for a timely independent review of cash draws and regular reconciliations between cash draws and financial records. The control system should specifically include verification of the applicable cost-share percentage applicable to each cash draw.

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, 2024

I. FINANCIAL STATEMENT FINDINGS

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

Condition/context: The valuation of the State of Wyoming's (the State) 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.

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 Wyoming Retirement System (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.

Status: EGI and A&I Accounting met with Segal on March 22, 2024 to discuss/review the EGI draft assumptions to finalize the 2024 OPEB liability Governmental Accounting Standards Board (GASB) Statement No. 75 liability projections/analysis. Segal sent an acknowledgment letter to EGI dated March 29, 2024 confirming the receipt of controls as follows: (1) EGI's verification of the OPEB plan's key provisions, (2) EGI's description of any changes to the core health benefits, and (3) EGI's list of participating employers, including any changes from the prior year.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-009.

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

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 expenditures 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 expenditures and accounts payable by approximately \$480,000.
- To increase revenue and decrease unearned revenue by approximately \$480,000.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

- To decrease revenue and increase unearned revenue by approximately \$316,000.

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 expenditure 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 expenditures to confirm that the only changes in fund balance relate to investment earnings or losses or capitalized assets, such as inventory or loans receivable.

Status: The Accounting Division has implemented additional reviews of all journal entries made to the Pandemic Relief Fund. Additionally, once all Annual Comprehensive Financial Report (ACFR) projects have been completed, the revenues and expenditures in the Pandemic Relief Fund are reviewed to confirm that they are stated correctly.

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

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

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.

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.

Status: There have been no new or additional Federal programs that have required joint accounting by the WDFS and the Governor's Office, and as such, this issue was resolved.

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

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

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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.

Status: The STO has reviewed and refined the process used to determine and report the sequestered federal mineral royalties needed for financial reporting.

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

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

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

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.

Status: The WOHS has taken steps to identify the correct process to prevent this finding from occurring in the future. After a conversation with the SAO Accounting Department, the WOHS made changes related to the entry of service dates on subrecipient payments. Beginning on July 1, 2024, the service dates entered into the accounting system will reflect the dates that the reimbursements were internally approved for payment. To accommodate this new process, the 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.

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

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

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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.

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.

Status: Workers' Compensation Fiscal worked closely with the Workforce Services Administrator to ensure that accurate information was provided to the SAO for fiscal year 2024. The SAO thoroughly reviewed this information and provided a draft of the Workers' Compensation footnote for DWS's review. The DWS signed off on the footnote for the 2024 ACFR.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-001.

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

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 expended 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 prepays by approximately \$11.6 million, decrease expenditures by approximately \$360,000, and increase beginning fund balance by approximately \$12 million.

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.

Status: The Governor's Office has created process documents for each energy appropriation. Those documents were reviewed with the Wyoming Energy Authority and SAO before being finalized. They were completed on June 24, 2024 and have been shared with the Wyoming Energy Authority and SAO. The process documents will be created for any future appropriations as well. The process documents will also be shared with the appropriate internal staff that create the payment transactions.

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, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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.

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).

Status: Additional training was conducted on the Fund Balance Restatement project. Any project that is impacted by the Fund Balance Restatement project (e.g., beginning balances) includes additional procedures to ensure that journal entries in the project do not cause a misstatement.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-006.

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

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

- To reclassify approximately \$5.5 million from accounts payable to unearned revenue in the Workers' Compensation Insurance 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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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.

Status: Accounting Division staff are ensuring that they understand the reason behind each project and how the journal entries impact the financial statements. Additionally, the review process for all projects includes ensuring that the appropriate accounts are being impacted.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-011.

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

Condition/context: Adjusting journal entries were proposed to increase expenditures 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.

Recommendation: We recommend that the WSCD report construction in progress (CIP) 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.

Status: All steps noted in the WSCD corrective action plan provided in March 2024 are complete. The WSCD continues to perform review and audit procedures and reporting and accountability review on an ongoing basis.

Monitoring and review processes continue:

1. Monthly submittals of balanced CIP to the ACFR (existing process), with the percentage of completion, if applicable.
2. Notification to the ACFR via a Fixed Asset Request Form for CIP with facilities that may have a certificate of substantial completion and/or be in use.
3. Quarterly updates: Substantial Completion Reporting to the Wyoming State Building Commission (SBC).

All projects that have reached substantial completion in the remainder of FY24 or FY25 have been reported.

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, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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.

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.

Status: The Accounting Division tracked all bills during the 2024 Legislature that could potentially impact the ACFR. Additionally, for any projects where a change in statute would impact the journal entry, agencies will be asked if there are any legislative changes.

Auditor's comments: The corrective action plan was partially implemented. As such, this finding remains open - see current-year finding at 2024-004.

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

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.

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.

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.

Status: The internal service fund project included an analysis of all percentages calculated as well as an analysis of historical operating net income, cumulative fund balances, and the portion of the revenue being classified as external.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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

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

- To decrease lease-based expenditures 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 expenditures and other financing sources by approximately \$21.8 million in the General Fund.
- To reclassify subscription-based expenditures to debt service principal retirement by approximately \$2.6 million in the General Fund.
- To reclassify interest to subscription-based expenditures 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 expenditures 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.

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.

Status: The SAO conducted mandatory training for all agencies on GASB Statement No. 96 reporting. Additionally, all training materials and several resources for GASB Statement No. 96 have been posted to the SAO website. The SAO also has worked with the Wyoming Department of Enterprise Technology Services (ETS) and the Attorney General's Office to provide assistance in identifying contracts that should be reported under GASB Statement No. 96. The SAO will use a similar plan for any new GASB standards going forward.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-013.

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

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

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.

Status: The SAO continues to work with the STO on all cash balance restatement journal entries. Additional review procedures will also be utilized to ensure that no entries are missed. The SAO also confirmed all changes to any workpapers provided by agencies.

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

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

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

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.

Status: The STO will continue to report the loan information and defer to the SAO to ensure that accounting principles generally accepted in the United States of America are followed in the financial report.

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, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

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.

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.

Status: The historical information out of Encompass is not available; however, the Liquor Commission has implemented Microsoft Dynamics 365 to ensure that its financial records for fiscal year 2024 and beyond are maintained in accordance with Wyoming State Statute 12-2-410. All records are now maintained and stored in the Microsoft cloud.

Auditor's comments: This finding remains open.

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

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 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.

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.

Status: As of January 31, 2024, the DWS implemented the change to report unemployment insurance claimant repayments as negative expenditures instead of revenue on the SEFA.

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

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

Condition/context: The WSBD 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 Assistance Listing #21.027, Coronavirus State and Local Fiscal Recovery Funds, were improperly reported in the SEFA.

Recommendation: We recommend that the WSBD 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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Status: The WSBD identified the inadvertent issue due to data sorting and returned an updated and accurate SEFA on December 12, 2023. The WSBD, in accordance with the corrective action plan that was submitted for the FY 2023 Single Audit, leveraged the contract with CliftonLarsonAllen (CLA) to review the completion of the SEFA for FY2024, which was completed on time and submitted to the SAO.

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

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

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 Assistance Listing #84.425R, Education Stabilization Fund - American Rescue Plan - Emergency Assistance to Non-Public Schools, should have been reported for Assistance Listing #84.425U, Education Stabilization Fund - American Rescue Plan - Elementary and Secondary School Emergency Relief Fund.

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.

Status: Over the past year, the finance analyst responsible for preparing the WDE SEFA and the Fiscal Services Manager attended SEFA training provided by the SAO. Following this training, a comprehensive review of the written internal guidelines and instructions for completing the SEFA was conducted. As a result of this review, the WDE implemented enhanced techniques for transferring the necessary data from the Infoadvantage source files into the SEFA template through lookup formulas, reducing the amount of manual entry and the possibility of errors during the data transfer. The WDE has also implemented multiple levels of review before the SEFA file is submitted.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-018.

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

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 Assistance Listing #93.658, Foster Care Title IV-E, were improperly reported in the SEFA.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Status: This finding has been corrected.

The original corrective action plan was as follows, and the process has continued for subsequent SEFA preparation with the following additional steps added. The FIAC09 in the Grants and Cost Allocation team started the SEFA preparation process, more lookup tables from WOLFS data were created, the Senior Accounting Analyst then reviews, and a final review then is done by the Grants and Cost Allocation Manager.

During fiscal year 2023, 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 the WDFS began immediately training the new employee in various processes and procedures. After some initial training, the WDFS began to implement additional review processes. Since this reclass enabled the WDFS to hire a more experienced accountant, the WDFS is now able to 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 completed in January 2024, the Senior Accounting Analyst prepared the SEFA and the Grants and Cost Allocation Manager reviewed.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-016.

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

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 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 Assistance Listing number were improperly included in the SEFA. As such, the SEFA expenditures were improperly understated by a net of \$1,098,523.

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.

Status: The WDGF provided a preliminary SEFA and subrecipient report to the SAO per its set deadlines and requested an extension from the SAO for the final as recommended. The WDGF submitted the final documents to the SAO by the agreed-upon due date of September 15, 2024. The WDGF will continue requesting an extension on these items each year going forward.

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, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

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

Condition/context: In fiscal year 2023, the 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 Assistance Listing #66.458 within the Clean Water State Revolving Fund Cluster and were improperly overstated by the same amount for Assistance Listing #66.468 within the Drinking Water State Revolving Fund Cluster.

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

Status: The management within the program has a better understanding of the accounting practices of the SRF programs. They have also clearly communicated to the SRF accounting staff the importance of timely processing of SRF transactions and the importance of timely reimbursements to the program from the Federal ASAP bank system. The program believes that the staffing changes that have taken place with the program during SFY 2025, and the training philosophy under the new accounting program management will result in the program getting the SEFA program reporting back to the proper standards.

Auditor's comments: The corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-017.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

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.

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 has been implemented. This finding is considered resolved.

2022-026: WDFS - Reporting (Significant Deficiency)

<i>Assistance Listing Numbers/Titles:</i> 1. #93.568, Low-Income Home Energy Assistance; and #93.568, COVID-19 Low-Income Home Energy Assistance 2. #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> 1. 2101 WYLIEA; 2101 WYE5C6 2. 2201WYTANF
<i>Award Years:</i> 1. October 1, 2020 - September 30, 2021; March 11, 2021 - September 30, 2022 2. October 1, 2021 - September 30, 2022
<i>Department:</i> Wyoming Department of Family Services

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

Status: The WDFS developed and implemented a spreadsheet to assist with tracking and reporting obligations effective for June 2023 reporting and completed in July 2023. This process has been continued for reporting going forward from July 2023.

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

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. As of October 2023, a new program manager was assigned to the LIHEAP Program, Kristina (Tina) Packard. Tina completed the LIHEAP Performance Data Form for Federal Fiscal Year 2023 and support was maintained.

Auditor's comments: The corrective action plan has been implemented. The finding is considered resolved.

2022-029: WDE - Reporting (Significant Deficiency)

<i>Assistance Listing Numbers/Titles:</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> 3WY310379; 223WY901N8903
<i>Award Years:</i> October 1, 2019 - December 31, 2022; January 1, 2022 - September 30, 2023
<i>Department:</i> Wyoming Department of Education

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

Condition/context: 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.

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: During FY24, the WDE met with representatives from the U.S. Department of Agriculture (USDA) during a program review. The WDE presented several questions regarding the proper way to report FFATA for USDA reimbursement programs that do not have fixed award amounts.

The questions focused on the specific reporting requirements related to monthly reimbursements and whether each payment should be treated as a separate award or combined with other reimbursements under the same program during the fiscal year, with a cumulative total representing the total “award” for purposes of FFATA determination and reporting. The USDA indicated that it would further research these questions and discuss everything internally with additional guidance to follow.

Auditor’s comments: The corrective action plan was partially implemented. This finding remains open.

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

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

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

Status: This was completed as noted in the original corrective action plan as of March 31, 2024.

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

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

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.

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.

Status: This finding was corrected as originally submitted in the corrective action plan for quarters beginning in June 2023 and beyond.

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

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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

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.

Recommendation: We recommend that the WDFS ensure that consistent supporting documentation is retained for all Federal expenditures.

Status: This finding was corrected as originally stated in the corrective action plan submitted as of the date of discovery.

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

**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> Wyoming Department of Family Services

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

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.

Status: This finding was corrected as stated in the original corrective action plan as of May 2024, June 2024, and April 2024, respectively, for the three bulleted recommendations.

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

2023-027: 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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

Condition/context: In fiscal year 2023, the 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.

Recommendation: The OSLI had notified the U.S. Environmental Protection Agency (EPA) of the errors prior to the audit. We recommend that the 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.

Status: The established process of reviewing and approving submitted Loan Draft Requests was firmly put in place in August 2024 and adhered to since.

Auditor's comments: This corrective action plan was partially implemented. This finding remains open - see current-year finding at 2024-032.

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

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

II. 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

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.

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.

Status: The WDH continues to report expenditures on FFATA reports as it feels that it is more transparent to the public than reporting obligations. In accordance with the following federal regulation below:

Federal Regulations at § 200.511 Audit findings follow-up. (3) When the auditee believes the audit findings are no longer valid or do not warrant further action, the reasons for this position must be described in the summary schedule. A valid reason for considering an audit finding as not warranting further action is that all of the following have occurred:

1. Two years have passed since the audit report in which the finding occurred was submitted to the FAC;
2. The Federal agency or pass-through entity is not currently following up with the auditee on the audit finding; and
3. A management decision was not issued.

We know the two-year period has not passed yet as the FY2022 report was filed in the FAC on March 30, 2023; however, we feel that this finding does not warrant further action as the Federal agency has not followed up nor issued a management decision since the finding first occurred in the FY2022 audit. Should we receive a management decision or a follow-up from the Federal agency, we will review our procedures.

Auditor's comments: This finding is not resolved - see current-year finding at 2024-026.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

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

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.

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.

Status: The Community Services Program under the WDH has implemented a uniform monthly invoice that is part of each subrecipient’s contract. This invoice is required to be submitted with supporting documentation to a portal the program has created. The program manager verifies the information before submitting vouchers for payment.

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

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

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).

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2024

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

Status: The WDH has changed its process on filing Annual Federal Financial Reports (FFR). Annual FFRs report expenditures and revenue as of the budget end-date. Any expenditures in WOLFS after that date are put into the unliquidated obligation field. Should the FFR in the Payment Management System (PMS) have any lines that cannot be altered, such as line 10a (revenue), then the WDH reports expenditures to match revenue as the FFR will error in the PMS.

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

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

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.

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.

Status: The WDH worked with the ETS to have the IT Contract Template updated to include the suspension and debarment clause. There is also the OPSC Contract Manual, which states that sam.gov must be checked and the program is to document this check.

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

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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

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.

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.

Status: The Wyoming Supreme Court has updated its federal contract template to include language related to suspension and debarment. In addition, the Chief Fiscal Officer verifies vendor status in sam.gov during the procurement process.

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

2023-033: Wyoming Department of Corrections (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

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.

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.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

Status: As of September 2024, the WDOC began verifying the status of each vendor through sam.gov upon the initiation of a contract. Additionally, the WDOC verified all current contracts through sam.gov to ensure that current vendors were not suspended or debarred.

Auditor's comments: The corrective action plan was partially implemented - see current-year finding at 2024-029.

2023-034: 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

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.

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.

Status: Currently, the WDOC has an established policy in place, Policy and Procedure #1.102, Procurement. This policy is reviewed annually.

The WDOC created a Procurement work group to do an in-depth review of the current policies and tools used by the agency. This group's review is currently underway and is ongoing at this time. The procurement work group's goal is to improve upon the agency policy, reference tools, and education on procurement. The group includes staff members that participate at every level of procurement to ensure that a better understanding of the policies, procedures, and tools is achieved.

The WDOC has facilitated more than three (3) work sessions as of September 2023, September 19-20, 2023; October 16, 2024 with administrative support staff; and individual procurement SWOT analysis meetings with each facility in July and August 2024.

The WDOC has scheduled, and is facilitating, internal audits for each location to include procurement audit points to ensure compliance with the agency and State procurement rules and regulations.

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, 2024

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

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

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.

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.

Status: The program is in compliance with this finding with the following modifications: RTP Guidance has been implemented, which requires all Federal applicants to provide a 5% non-Federal match. Guidance regarding reimbursements has also been updated to include the requirement of a minimum 5% non-Federal match with each request until the full match is met. Each year, the RTP is submitted to the Federal Highway Administration for review of all of the grants, documenting the plan for each Federal award to meet the 5% non-Federal match.

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

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

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.

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.

Status: 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.

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, 2024

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

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

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.

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.

Status: As a result of this finding, the WDE implemented a process to ensure that the GAN template Section 2, "Award Information," identifying funds as Research and Development is not marked inadvertently. Prepared GANs are reviewed by the team supervisor and the Division Director before the GAN is provided to the subrecipients.

Over the past year, the WDE was successful in procuring a new Grants Management System (GMS) through an RFP process. The WDE plans to transition all grants into the new GMS, and GANs will be auto-generated and approved within GMS, which reduces the chance for human error.

Finally, the Comprehensive Literacy State Development team has created an annual monitoring schedule to ensure that the monitoring will take place despite employee turnover. The oversight of this schedule will be performed by the team supervisor and division director, who will assign the monitoring responsibilities.

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

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

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

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2024

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

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.

Status: The WDE has worked with information specialists at the FSRS office, the Governor’s Office and other State agencies to clarify the FFATA filing guidance and responsibilities. The WDE has established internal guidance on the monthly filing process.

The WDE is currently implementing a new GMS. The WDE is currently in the final stages of development with the system vendor to create vastly improved reporting functionality, which will streamline the report building process and allow the WDE to meet all FFATA compliance requirements. The WDE continues to submit FFATA files from the previous GMS to the extent possible, despite many challenges extracting the source data and developing the reports for upload into fsrs.gov.

Auditor’s comments: The corrective action plan was partially implemented. This finding remains open.

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

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

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.

Status: As a result of this finding, the WDE implemented a process to ensure that the GAN template is completed correctly. Prepared GANs are reviewed by the team supervisor and the Division Director before the GAN is provided to the subrecipients.

Over the past year, the WDE was successful in procuring a new GMS through an RFP process. The WDE plans to transition all grants into the new GMS, and GANs will be auto-generated and approved within the GMS, which reduces the chance for human error.

STATE OF WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2024

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

Auditor's comments: 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, 2024

The following is the corrective action plan for the Schedule of Findings and Questioned Costs reported in the June 30, 2024 Compliance Report for the State of Wyoming (the State):

I. FINANCIAL STATEMENT FINDINGS

2024-001: Department of Workforce Services (DWS) - Internal Controls and Audit Adjustments to DWS Financial Statement Balances (Material Weakness)

Corrective actions: The DWS will include the U.S. Treasury current to non-current reclassification in the final checklist for the Accounting Manager and will continue to work with the contracted CPA firm for accuracy. Additionally, we will develop comprehensive written guidelines for reporting related to the Workers' Compensation Insurance Fund to ensure the continuity of knowledge in the event of personnel turnover. These instructions will include a detailed review process for the Accounting Manager, outlining specific steps to verify accuracy and ensure the integrity of the financial reporting.

Anticipated completion date: 10/31/2025

Contact person: Robin Sanders, Chief Financial Officer

2024-002: State Auditor's Office (SAO) - Internal Controls and Audit Adjustments to Deferred Revenue (Significant Deficiency)

Corrective actions: The SAO Accounting Division will develop and incorporate additional review procedures over journal entries to ensure that the activity recorded is reasonable based on the context of the entry. Further, the SAO will develop a manner to track additional information received by agencies to ensure that it is incorporated into the financial statements when appropriate.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-003: SAO - Internal Controls and Audit Adjustments for Bonds Payable Related Activity (Material Weakness)

Corrective actions: The SAO Accounting Division will continue to increase its understanding and develop institutional knowledge of bonds payable related activity. Additional training will be provided to SAO staff to ensure their understanding of these complex transactions, and the SAO Accounting Division will expand internal documentation and project instructions.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-004: SAO - Internal Controls and Audit Adjustments Related to Legislative Changes (Material Weakness)

Corrective actions: The SAO Accounting Division will review projects to ensure that it incorporates all revisions necessary to make changes related to legislative changes and will continue to improve the tracking of legislative changes that impact the Annual Comprehensive Financial Report (ACFR). The SAO will revise the new procedures implemented in 2024 whereby all agencies submitting workpapers will be asked to identify whether or not there were any legislative changes impacting information provided to the SAO. Specifically, the SAO will develop a new survey or questionnaire to send to agencies on or around April 30, shortly after the most recent legislative session, requesting that they report legislative changes that could impact agency reporting. The SAO will also schedule a post-session meeting with the Legislative Service Office to cross-check and review relevant legislation impacting reporting for the following year's ACFR.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-005: State Treasurer's Office (STO) - Internal Controls and Inflation Proofing Adjustments (Significant Deficiency; Noncompliance)

Corrective actions: The State Treasurer's Office will continue to correct errors when found, regardless of when they occurred. It is our fiduciary duty to ensure all accounting is correct and complete.

Anticipated completion date: 6/30/25

Contact person: Dawn Williams, Deputy State Treasurer

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-006: SAO - Internal Controls and Audit Adjustments for Fund Balance Restatements (Material Weakness)

Corrective actions: The SAO will continue to provide additional training on fund balance restatement prior to the end of fiscal year 2025 to ensure consistency in the recording of fund balance restatement entries in each fund. The SAO will revise new procedures implemented in 2024 and add an additional review to ensure that the standard process for preparing the fund balance restatement project is used on all funds. The SAO will refamiliarize itself with the applicable fund balance restatement journal entries during the completion of correlated projects.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-007: SAO - Internal Controls and Audit Adjustments Related to Accounts Payable (Material Weakness)

Corrective actions: The SAO will develop and incorporate a review of all prior-year entries made to accounts payable to determine if all entries are necessary again in the current year. The SAO will perform a comparison of current-year actual accounts payable balances to prior-year estimated accounts payable balances to identify any major differences and determine if they are the result of inaccurate or omitted entries. The SAO will continue to refine its process to identify the relationship between different financial reporting projects to ensure that amounts are not improperly duplicated across multiple projects.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-008: STO - Internal Controls Over Allowance for Loans Receivable (Significant Deficiency)

Corrective actions: The State Treasurer's Office will work within its limited authority to obtain documentation to fully reflect our position on the collectability of the large project loan.

Anticipated completion date: 6/30/25

Contact person: Dawn Williams, Deputy State Treasurer

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-009: Department of Administration - Employees' Group Insurance (EGI) - Internal Controls over Actuarial Assumptions (Significant Deficiency)

Corrective actions: The 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 EGI's consulting actuary to discuss and review the assumptions related to the Governmental Accounting Standards Board (GASB) Statement No. 75 other postemployment benefits (OPEB) liability projections. EGI will plan to hold this meeting annually 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 healthcare-related assumptions that will be used in the current year's GASB Statement No. 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).

Regarding the WRS female post-retirement mortality table used by the consulting actuary, the consulting actuary will continue to use the WRS actuarial assumptions, but will add the review of the WRS annual report to ensure the appropriateness of their actuarial assumptions. In the event that clarification is needed, the EGI consulting actuary will consult with the WRS actuaries. This identified item resulted in a 0.5% change in the OPEB liability.

The explicit subsidy issue was identified in the process of this audit. This clarification will result in the correction of future reports. There is no surviving spouse subsidy. Only a retiree who meets the qualifications as a retiree receives a retiree subsidy. If the primary subscriber becomes deceased, a surviving spouse only receives a subsidy if he or she was already receiving one as a retiree themselves. There is no value to be considered for spouses in the actuarial valuation. Removing the surviving spouse subsidy is expected to lower the total OPEB liability by roughly 1%.

In addition, the assumptions letter will acknowledge that the consulting actuary has received delivery of the following EGI controls: (4) EGI's verification of the OPEB plan's key provisions, including any updates from the prior year, (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: 3/31/2025

Contact person: Karyn Williams, EGI Program Manager

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-010: SAO - Internal Controls Over Component Unit Appropriations and Audit Adjustments to Prepays (Significant Deficiency)

Corrective actions: The SAO will expand the component unit payable project to ensure that all funding arrangements with component units are included and accounted for within the financial statements. Additionally, the SAO will work with agencies to ensure that any prepaid expenses to or from component units are properly identified and reflected within the financial statements.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-011: SAO - Internal Controls and Audit Reclassifications (Material Weakness)

Corrective actions: The SAO will incorporate a review of the impacted accounts and funds into its review process to ensure that the accounts are accurate based on the context of the entry.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO

2024-012: SAO, Wyoming State Budget Department (WSBD), and Wyoming Department of Family Services (WDFS) - Internal Controls and Audit Adjustments to Investment Income Related to Federal Funding (Material Weakness)

Corrective actions: The SAO will develop a policy over the accounting for investment income earned on all Federal funds to ensure proper and consistent treatment by all State agencies, as well as compliance with Federal regulations. This policy will include guidance on the frequency of remittance of investment income to the Federal government, what fund investment income earned should be deposited into if the funds are allowed to be retained, how to account for investment income in the State's accounting system, and reporting requirements for the ACFR. All agencies tasked with administering Federal funding received up-front will coordinate with the SAO on interest earned on these funds to ensure compliance with all Federal program guidance.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager, SAO
Christine Emminger, Grants Management Office Administrator, WSBD
Rhonda Holt, Chief Financial Officer, DFS

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-013: SAO, DWS, Department of Revenue (DOR), and Wyoming Supreme Court (WSC) - Internal Controls and Audit Adjustments to Subscription-Related Balances (Material Weakness)

Corrective actions: The DWS, DOR, and WSC will continue to attend trainings and utilize and thoroughly review resources when making accounting determinations on subscription-based information technology arrangements (SBITA). The SAO will continue to host trainings as well as office hours specific to SBITAs. Further, the SAO will ensure that all SBITA resources are current and posted to the SAO website for agencies to reference.

Anticipated completion date: 7/1/2025

Contact person: Robin Sanders, Chief Financial Officer, DWS
Christie Yurek, Administrative Services Division Administrator, DOR
Claire Smith, Deputy Administrator/Chief Financial Officer, WSC
Erin Benskin, Accounting Division Manager, SAO

2024-014: SAO - Internal Controls and Audit Adjustments Related to Modified Versus Full Accrual Accounting (Material Weakness)

Corrective actions: The SAO will develop a comprehensive listing of all financial reporting projects and adjustments that may need modified versus full accrual consideration to ensure that all necessary adjustments are being made. Further, the SAO will review all fund-level and government-wide fund balance and net position classifications to ensure that the balances are reasonable at the government-wide level.

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager

2024-015: SAO - Internal Controls and Audit Adjustments Related to Unrequested Grant Reimbursement (Material Weakness)

Corrective actions: The SAO will develop a thorough and consistent process to ensure the completeness of the information gathered as part of its accounts payable process. The SAO will develop and implement a new process requiring agencies to estimate the portion of subgranted monies that are yet to be required for reimbursement by subgrantees. The SAO will work with the Wyoming Attorney General's Office (WAGO) to draft and incorporate new contract language, to be used by agencies for Federally funded contracts, that requires contractors to timely report expenses incurred. This new language should include a requirement that contractors provide updated information on expenses incurred on or before June 30 of each year.

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

Anticipated completion date: 7/1/2025

Contact person: Erin Benskin, Accounting Division Manager

2024-016: Wyoming Department of Family Services (WDFS) - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: The WDFS did not follow its procedure of including the cumulative fiscal year expenditures on the SEFA for Assistance Listing 21.023, Emergency Rental Assistance Program, for the last quarter of the fiscal year due to human error. An additional review of the SEFA would have triggered a change due to the significant difference in what was reported for the third quarter versus the fourth quarter of the fiscal year. The WDFS will implement additional levels of review into the SEFA preparation, as well as add the additional review steps for sign off on the quarterly checklist. The SEFA will be prepared by the FIAC08 or FIAC09, the FIAC10, lead accounting analyst, will review, and the FIAC12, accounting manager, will review.

Anticipated completion date: 3/31/2025

Contact person: Rhonda Holt, Chief Financial Officer, DFS

2024-017: Wyoming 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 SEFA is reported correctly and on a cash basis, the established process of reviewing and approving submitted LDRs that is outlined in the Cash Management Corrective Action Plan has been firmly put into place since August of 2024. This process along with a greater emphasis on staff training at all levels of the SRF programs accounting staff should result in proper reporting for the SEFA going forward. The management within the program has a better understanding of the accounting practices of the SRF programs. They have also clearly communicated to the SRF accounting staff the importance of timely processing of SRF transactions and the importance of timely reimbursements to the program from the Federal ASAP bank system. The program believes that the staffing changes that have taken place with the program during SFY 2025, and the training philosophy under the new accounting program management will result in the program getting the SEFA program reporting back to the proper standards. For the Federal reimbursements the program relies upon is the data that makes up all of the SEFA reporting, and has a foundation from proper accounting processes for all of its transactions.

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

The SRF programs SEFA has been a joint effort between the Senior Grants & Loans Analyst and the SRF Program Financial Manager. Since, it has gotten fully staffed in November of 2024 and the upper end of the SRF programs management has been reorganized. It will continue to work in this fashion until new Senior Grants & Loans Analyst feels fully confident in their SRF training to take on the responsibility on their own.

Once the SEFA is compiled, the Financial Reporting Manager and/or Assistant Director review the information consisting of the data from the provided SUM Sheets. Once, the Senior Grants & Loans Analyst feels confident to take on the SEFA reporting. The program will transition to the SRF Program Financial Manager reviewing the SEFA data prior to turning into the Financial Reporting Manager and/or Assistant Director for review.

Anticipated completion date: 6/30/2025

Contact person: Shawn King, State Revolving Fund Program Financial Manager

2024-018: Wyoming Department of Education (WDE) - SEFA (Significant Deficiency; Noncompliance)

Corrective actions: The WDE mistakenly labeled the Assistance Listing on multiple rows of data on the 2024 SEFA subrecipient schedule under #84.425R that should have been coded to #84.425V. 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: 8/30/2025

Contact person: Trent Carroll, Chief Operations Officer

2024-019: WSBD - SEFA (Significant Deficiency)

Corrective actions: The State Budget Department will implement a SEFA review checklist that specifically identifies that CPF is used as the FUND and WOLFS Appropriation in the SEFA. This review checklist will be completed by the State Budget Department staff working on the SEFA and additional review by the State's hired consulting for the Capital Project Funds, CliftonLarsonAllen (CLA). Additional items, including expenditure reconciliation, will be included in the review process to ensure that the SEFA is prepared accurately and is complete for the Capital Project Funds ALN# 21.029.

Anticipated completion date: 07/01/2025

Contact person: Christine Emminger, Senior Budget Analyst

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

I. FINANCIAL STATEMENT FINDINGS, *Continued*

2024-020: Military and State Construction Departments - Internal Controls Over Spending Authority (Significant Deficiency; Noncompliance)

Corrective actions: In future instances, the Agency will utilize the B-11 process as established by the State of Wyoming. If the Agency is asked to adjust spending authority outside of this process, we will not accept the funds.

Anticipated completion date: Immediately

Contact person: Misty Malmborg, Business/Budget Manager

2024-021: DWS - Federal Funding (Significant Deficiency)

Corrective actions: The DWS will implement a standardized process to thoroughly review all federal award communications, including referenced guidance, to ensure that all available funding opportunities are identified and utilized. A cross-functional review, enhanced internal controls, and staff training will support timely drawdown and accurate financial reporting. These actions aim to prevent future oversights and strengthen compliance with U.S. GAAP.

Anticipated completion date: 6/30/2025

Contact person: Robin Sanders, Chief Financial Officer

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS

2024-022: Wyoming Water Development Office (WWDO) - Suspension and Debarment (Material Weakness)

Corrective actions: The Water Development Office has revised its annual process currently in place for subrecipients to include all applicable contractors where it is the direct recipient of Federal financial assistance. This will include sending a suspension and debarment letter and form to be signed by the contractor annually in July. The timing of this process is consistent with the existing process for subrecipients. The Water Development Office implemented this change in June 2024 following the review of this program during the Statewide Single Audit.

Anticipated completion date: 6/19/2024

Contact person: David Ray, Chief Financial Officer

2024-023: Wyoming Office of Homeland Security (WOHS) - Federal Funding Accountability and Transparency Act (FFATA) Reporting (Material Weakness; Noncompliance)

Corrective actions: The Wyoming Office of Homeland Security (WOHS) has completed FFATA reporting as required per 2 CFR. In addition, an internal process has been implemented to ensure FFATA reporting is completed as new awards are received.

Anticipated completion date: August/September 2024

Contact person: Ashley Paulsrud, Grants/Finance Section Chief

2024-024: WOHS - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

Corrective actions: The Wyoming Office of Homeland Security (WOHS) is currently working with the State Grant Management Office within the Wyoming State Budget Department to develop and implement a robust subrecipient monitoring program. Currently utilized forms will be revised and enhanced as needed. The program will be rolled out strategically, by grant, to ensure all Federal requirements are met.

Anticipated completion date: 6/30/2025

Contact person: Ashley Paulsrud, Grants/Finance Section Chief

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

2024-025: DWS - Special Tests and Provisions Over UI Benefit Payments (Significant Deficiency; Noncompliance)

Corrective actions: The DWS will promote one of the experienced investigators to Lead Investigator to assist with training the newer investigators. Additionally, the DWS plans to hire another investigator to help alleviate the workload on the current staff. This will get BAM to the normal number of staff members (five investigators). The addition of a sixth investigator position will be considered based on resource allocation, but in the interim, our plan is to set an anticipated correction date of 9/30/2025.

Anticipated completion date: 9/30/2025

Contact person: Robin Sanders, Chief Financial Officer, and Karen Bebensee, Workforce Standards Administrator

2024-026: Wyoming Department of Health (WDH) - FFATA Reporting (Material Weakness; 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: This is expected to be a repeat finding.

Contact person: Tracey Kupec, Grants and General Accounting Manager

2024-027: Wyoming Community College Commission (WCCC) - Subrecipient Monitoring (Significant Deficiency; Noncompliance)

Corrective actions: The WCCC will create a Grant Award Notice (GAN) template that contains all required information and will be used for all Federal grant sub-awards. Instructions will be developed to assist staff with accurately completing the GAN. A second person will review the completed GAN internally to ensure that all of the necessary information is provided and accurate before sending it to the sub-awardees with the grant award letter and fully executed grant agreement.

Anticipated completion date: 4/15/2025

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

Contact person: Laurel Ballard, Deputy Director, Chief Academic and Student Services Officer

2024-028: WDH – Subrecipient Monitoring (Significant Deficiency; Noncompliance)

Corrective actions: We plan to consistently adhere to policy and procedures related to subrecipient monitoring. When turnover occurs, existing employees will be required to ensure that subrecipient monitoring controls are followed. New employees will be properly trained to follow these same controls.

Anticipated completion date: Effective immediately

Contact person: Allen Nuss, Budget and Information Officer

2024-029: Wyoming Department of Corrections (WDOC) - Suspension and Debarment (Material Weakness)

Corrective actions: As of December 31, 2024, the WDOC will add the System for Award Management (SAM) Registration Status Search to the contracting process for any contracts using federal funds. The SAM Registration Status Search will allow Contract Managers to verify that their sub-recipients are in good standing and not suspended or debarred from receiving federal funds. This information will be included in the training materials for program managers. Additionally, the WDOC will incorporate the “Special Provisions” section from the Federal Funds Contract Template into the Interagency Contract Template.

Anticipated completion date: 12/31/2024

Contact person: Ashley Miller, CFO

2024-030: DWS - Suspension and Debarment (Significant Deficiency)

Corrective actions: DWS is committed to ensuring compliance with all applicable regulations and has developed a Corrective Action Plan to address the issue. As part of this plan, DWS will update its procurement policies to mandate suspension and debarment verification for all contracts and sub-awards exceeding \$25,000. This includes reviewing contracts to ensure proper wording is included, performing SAM.gov checks before contract execution, and conducting staff training to reinforce compliance.

Anticipated completion date: 6/30/2025

Contact person: Robin Sanders, Chief Financial Officer

STATE OF WYOMING

CORRECTIVE ACTION PLAN
Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

2024-031: Wyoming Attorney General’s Office (WAGO) - Suspension and Debarment (Material Weakness)

Corrective actions: The WAGO understands that its policies were not followed for these two contracts due to extenuating circumstances, in that these vendors were brand new limited liability company entities.

Steps have been put in place to ensure that sam.gov is checked for suspension and debarment status of any vendor meeting the criteria specified in 2 CFR Section 180.220.

1. A printed copy of the sam.gov page will be submitted to the WAGO Fiscal section with the contract and reviewed prior to processing these encumbrance requests.
2. As of September 2024, the WAGO Contracts division updated the “Federal Provisions” for contracts involving Federal funds to include a section on Suspension and Debarment, which the WAGO/DCI will be utilizing with all future contracts.

“Suspension and Debarment. By signing this Contract, Contractor certifies that neither it nor its principals/agents are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction or from receiving federal financial or nonfinancial assistance, nor are any of the participants involved in the execution of this Contract suspended, debarred, or voluntarily excluded by any federal department or agency in accordance with Executive Order 12549 (Debarment and Suspension), or 2 CFR Part 180, or are on the debarred, or otherwise ineligible, vendors lists maintained by the federal government. Further, Contractor agrees to notify Agency by certified mail should it or any of its principals/agents become ineligible for payment, debarred, suspended, or voluntarily excluded from receiving federal funds during the term of this Contract.”

Anticipated completion date: Immediate

Contact person: Steve Winders, CFO
Kelsey Lewis, Grants and Contracts Coordinator

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

2024-032: OSLI - Cash Management (Material Weakness (CWSRF/DWSRF); Noncompliance (DWSRF))

Corrective actions: The Disbursement Specialist reviews the Loan Draft Requests (LDRs) 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. These are then forwarded onto the engineering staff for a technical review of the LDR. The DEQ Senior Engineer or DEQ Principal Engineer performs technical reviews of the draft requests for eligibility of all costs for the Clean Water program. The Drinking Water LDRs are forwarded to the Wyoming Water Development Office to be reviewed by the DWSRF Technical Advisor. 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, and through a two-tier approval process. 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 Senior Grants & Loans Analyst, SRF Program Financial Manager, or Assistant Director of Administrative Services Division.

- Reviewed/signed LDR;
- Loan LOC spreadsheet filled out for reviewed LDR amount. Funding confirmed between LOC and EnAble for WOLFS GAX document coding(each loan has its own spreadsheet detailing from which source the loan is funded);
- EnAble loan draw request executed and printout of pending transaction to be approved (to be signed and dated by the 1st approver);
- GAX printout from WOLFS with verified budget coding in WOLFS is correct (to be signed and dated by the 1st approver)
- A packet consisting of the EnAble loan draw, WOLFS GAX, and the reviewed LDR are given to the Senior Grants and Loans Analyst to execute the first approval level in EnAble and approve the GAX in WOLFS. The LDR requested amount is checked from the reviewed LDR to the EnAble disbursement, and to the GAX. The loan funding is verified and approved from EnAble to the GAX coding. Once all items are confirmed to be correct. The Senior Grants and Loans Analyst approves the EnAble disbursement and GAX. (Signs and dates the document in the packet and signs and dates LDR process checklist)
- The packet is then forwarded onto the 2nd reviewer the SRF Program Financial Manager (or Assistant Director if not available) to duplicate the same review from above step. If the 1st level of approval is confirmed, the documents are signed and dated, and the second level of approval in EnAble is executed through the "Post Financial Activity" process. Once both levels of approval are completed the packet is returned to the Disbursement Specialist to execute the ASAP draw.

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

- Disbursement Specialist assigns a Letter of Credit (LOC) number, fills out the remaining section of the loan LOC spreadsheet, and confirms the Federal draw amount. LOC sheet is printed out and placed in the disbursement packet.
- Updates Sum Sheet (which corresponds to the loan LOC funding source to ensure the correct funding source) Sum Sheet is printed and placed in the disbursement packet;
- Updates CD Sheet from which the grant funds are to be drawn from (utilizing the FIFO method) the CD Sheet funding source is checked to make sure it corresponds to the oldest available funds designated in the Sum Sheet. A copy of the CD sheet is printed and placed in the disbursement packet;
- Initiate the federal reimbursement in ASAP. The federal grant that matches with the CD sheet grant is chosen. If it is a DWSRF loan disbursement the funds are pulled from the DA pot of money under the grant. If it is a CWSRF loan disbursement the funds are pulled from the only available funding pot CA. The ASAP draw is submitted for review. On the review screen the remaining overall grant balance is confirmed that it matches the amount on the CD sheet. If the OSLI CD sheet and ASAP system balances match the draw is submitted with a settlement date four days out from date of submittal (in case during the ASAP approval process a mistake is found the draw can be deleted or corrected). The ASAP draw is printed out and placed in the disbursement packet;
- A CR is executed in WOLFS verifying the budget coding to the loan funding, and the CR amount is equal to the ASAP funds to be deposited from ASAP. A copy of the CR is printed out and placed in the disbursement packet;
- The entire disbursement packet is given to the Senior Grants and Loans Analyst to be approved. The Senior Grants and Loans Analyst checks to make sure the amount drawn from ASAP is correct, from the correct funding pot if applicable (DWSRF only), CD tracking sheet balance and ASAP balances match, and the CR line coding is correct. If everything is correct the approver signs and dates the ASAP draw, CR, and transaction checklist.
- The entire LDR disbursement packet is uploaded to the loan file in the EnAble loan software.

For LDRs funded from second round funds, the process is the same except for 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 on by the approver); and
- EnABLE printout of pending transaction to be approved (to be signed by approver).

Then for both programs after the end of each month, and before new accounting transactions can be processed for the program. The programs have three balancing procedures that take place to ensure that any mistakes that may have gotten by during the approval processes are caught and corrected before proceeding. Two of them are performed by the Senior Grants & Loans Analyst, and one by the SRF Program Financial Manager.

STATE OF WYOMING

CORRECTIVE ACTION PLAN

Year Ended June 30, 2024

II. FEDERAL AWARD FINDINGS, *Continued*

The Senior Grants & Loans Analyst performs one balancing procedure that focuses solely on the Federal Disbursements that reconciles all of the revenues deposited from the ASAP draws into the 7553 Revenue Source, and the Federal amounts that are tracked to the individual loan LOC sheets. The second balancing procedure balances all of the first and second round loan disbursements by comparing reports ran from the WOLFS accounting software and the EnAble software.

The SRF Program Financial Manager runs reports on all of the federal draws that have taken place in ASAP each month. Then compares the ASAP draws to the Federal Accounting Software reports provided by the Environmental Protection Agency from their "Compass" software. Each of the transactions are compared and reconciled to the grant balances.

Anticipated completion date: All of the above referenced items have been integrated into the day-to-day operations of the program prior to the this dated Corrective Action Plan.

Contact person: Shawn King, State Revolving Fund Program Financial Manager

Regarding the \$31,133 that was identified as being overdrawn from the DWSRF FS99884621 grant from the Federal ASAP bank during the programs SFY 2024 program audit. The errors occurred due to prior staff's misinterpretation of the rules of proportionality within the SRF program.

The program engaged in conversations with the EPA in September of 2024 to convert the programs over from the proportionality process to their newer prescribed method. This method expends all of the State match funds for loan disbursements at 100% per loan transaction until all State match funds in a given grant are expended. Then once the State match funds are fully expended the Federal grant funds are then expended and reimbursed at 100% of each transaction until the oldest Federal grants funds are fully exhausted. Then the program moves to the next oldest grant in the programs FIFO grant inventory. This process went into effect as of September 16, 2024.

Since, MHP found the \$31,133 in overdrawn funds due to the above referenced problem. The program has made the EPA Region 8 State Revolving Loan staff aware of the finding. The Wyoming program has agreed to review all of the transactions processed to make sure there are no other identified transactions. Once, the program is confident all instances of these types of errors have been identified Region 8 and the State will work together to make a plan to correct the issue. The result will probably be resolved by the State repaying the funds to the Federal ASAP bank.

Anticipated completion date: 5/31/2025

Contact person: Shawn King, State Revolving Fund Program Financial Manager